



# Governance, Audit, and Compliance Committee Meeting Agenda

Wednesday, June 7, 2023  
2:45 – 4:15 PM

Virtual via WebEx

Dial in: 1-415-655-0001 | Access code: 2422 636 6449#

## MEMBERS

Mark Bostick, Chair  
Bob Stork

Dr. Laine Powell, Vice Chair  
Dr. David Williams

Cliff Otto

## AGENDA

- |      |   |                                    |
|------|---|------------------------------------|
| I.   | Call to Order   | Mark Bostick, Chair                |
| II.  | Roll Call   | Sherri Pavlik                      |
| III. | Public Comment  | Mark Bostick                       |
| IV.  | <a href="#">Approval of the February 8, 2023 Minutes</a><br><b>*Action Required*</b>  | Mark Bostick                       |
| V.   | <a href="#">2022-24 Governance, Audit, and Compliance Committee Work Plan</a>   | Mark Bostick                       |
| VI.  | Audit & Compliance  |                                    |
|      | A. <a href="#">Audit &amp; Compliance Update</a>  | David Blanton, CAE/CCO             |
|      | B. <a href="#">Textbook Adoption Monitoring Review – Spring 2023</a>  | David Blanton                      |
|      | C. <a href="#">Foundation 990</a>   | David Blanton                      |
|      | D. <a href="#">University Financial Audit FYE22</a>   | David Blanton                      |
|      | E. <a href="#">University Information Technology (IT) Operational Audit</a>   | David Blanton                      |
| VII. | Governance  |                                    |
|      | A. Regulations/Policies   | David Fugett<br>VP General Counsel |
|      | 1. <a href="#">Regulation FPU-5.0084 Credit for Military Trainings, Courses, and Occupations</a><br><b>*Actions Required*</b> |                                    |

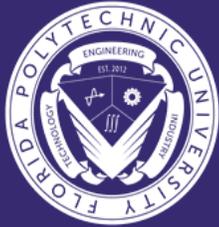
2. [Regulation FPU-5.0072 Examination and Assessment Instruments](#)  
*\*Action Required\**

- VIII. [President's Operational Goals FYE24](#)  
*\*Action Required\**

Randy Avent, President

Mark Bostick

- IX. Closing Remarks and Adjournment



# Governance, Audit, and Compliance Committee Meeting

## DRAFT MEETING MINUTES

February 8, 2023  
8:30 a.m. – 9:30 a.m.

### Florida Polytechnic University WEBEX TELE-CONFERENCE MEETING

#### I. Call to Order

Committee Chair Mark Bostick called the Governance, Audit, and Compliance Committee meeting to order at 8:32 a.m.

President Avent welcomed and introduced new trustee, Dr. David Williams.

#### II. Roll Call

Sherri Pavlik called the roll: Committee Chair Mark Bostick, Committee Vice-Chair Laine Powell, Board Chair Cliff Otto, Trustee Bob Stork, and Trustee David Williams were present (Quorum)

Other Trustees present: Trustee Narendra Kini, Trustee Gary Wendt, and Trustee Melia Rodriguez

Staff present: President Randy Avent, Provost Terry Parker, David Fugett, David Blanton, Mike Dieckmann, Dr. Allen Bottorff, Melaine Schmiz, Alex Landback, Kristen Wharton, and Sherri Pavlik

#### III. Public Comment

There were no requests received for public comment.

#### IV. Approval of Minutes

**Committee Vice Chair Laine Powell made a motion to approve the Governance, Audit, and Compliance Committee meeting minutes of November 15, 2022. Trustee Bob Stork seconded the motion; a vote was taken, and the motion passed unanimously.**

#### V. 2022-24 Governance, Audit, and Compliance Committee Work Plan

David Blanton, Chief Compliance Officer and Chief Audit Executive, advised the committee that some of the slated items for audit and compliance would not be presented due to timing; however, there was no reason to change the work plan at this time.

#### VI. Audit and Compliance Update

Blanton provided the committee with an update on Audit and Compliance external and internal audits. The updates included the following:

#### External Audits:

1. Information Technology Audit: This audit is near completion. IT operations and security are being closely reviewed by three qualified auditors within the Auditor General's office;
2. Financial Audit: This audit is in progress; and,
3. Operational Audit: An operational audit will start in late spring or summer, and it will focus on the previous fiscal year.

#### Internal Audits:

1. Performance Based Funding (PBF) Data Integrity Audit: This audit is completed;
2. Foreign Influence Audit: The University is currently exempt from most statutory requirements; Blanton is collaborating with other departments and stakeholders to establish a framework for compliance when the University does meet the threshold requirements; and,
3. Crowe Audit: The Foundation hired an additional employee to correct the segregation of duties finding. Once appropriate controls have been established with the new employee, University Audit will conduct a follow-up review to ensure the finding is appropriately addressed.

#### VII. PBF Data integrity Audit and Data Integrity Certification

Blanton stated the Performance Based Funding Data Integrity Audit was completed as required, and in time for the required submission to the BOG by March 1. Blanton shared there are no reportable matters with either the Performance Based Funding Data Integrity Audit or the Data Integrity Certification.

Trustee Bob Stork inquired about the numbers to which Blanton reported that they will not be known until later in the year. President Randy Avent expanded stating the previous year's numbers are in and he estimates that the numbers for this audit to be above 70 points. He then informed the committee that Provost Parker will discuss previous year's numbers in more detail during the Academic and Student Affairs Committee.

**Board Chair Cliff Otto made a motion to recommend approval to the Board of Trustees of the Performance-Based Funding Data Integrity Audit and the related PBF Certification. Committee Vice Chair Laine Powell seconded the motion; a vote was taken, and the motion passed unanimously.**

#### VIII. Foundation Financial Audit

Blanton provided the committee with an overview of the Foundation's Financial Audit for the fiscal year ended June 30, 2022. He explained the audit consists of two different reports:

1. Independent Audit Report
2. Internal Control over Financial Reporting, Compliance and Other Matters

Both reports came in clean. There was one significant deficiency from the prior year, over restricted donations, which has been corrected.

#### IX. Board Self-Assessment

David Fugett, Vice President and General Counsel, reminded the committee that Board self-assessment is slated for 2023. The last self-assessment was in 2018 conducted by AGB for \$14,000. In review of the report with staff, it has been determined that this could be done internally.

The committee discussed how the format should be conducted: externally or internally. Trustee Stork felt an external audit should be done every 5 years, with internal audits in between. He stated he would like to see this discussed during the full Board meeting.

Board Chair Otto stated SACSCOC's accreditation standards strongly recommend a self-assessment. He reviewed the AGB audit with staff and believes the Board can obtain the same quality of report from Florida Poly staff. He recommends an internal audit for the next self-assessment.

Trustee Laine Powell inquired on the details of the self-assessment and how it would affect staff workload. Fugett stated the self-assessment would entail questions on how the Board is working with the work plan, strategic planning, communications, civil discourse, among other questions. He then explained that internal reports are more time efficient for both the Board and staff. Results from an assessment are easily obtained and would be similar in format to the President's evaluation.

Discussion continued on when to conduct a self-assessment. Board Chair Otto suggested the fall as it would allow new members to accommodate to the structure of the Board and allow an additional two meetings with face-to-face interactions that have been stalled due to the pandemic and hurricanes.

This was for discussion only.

X. Resolution on the Powers and Duties of the President

David Fugett informed the committee of the Board of Governors decision to withdraw the reference of University Presidents serving as Corporate Secretary in their Regulation 1.001 University Board of Trustees Powers and Duties.

The revised resolution presented removed references to the President serving as Corporate Secretary. In addition, language was modified under Property and Purchasing for clarification.

**Trustee Bob Stork made a motion to recommend approval of the Resolution on the Powers and Duties of the President to the Board of Trustees. Trustee David Williams seconded the motion; a vote was taken, and the motion passed unanimously.**

XI. Fifth Amended and Restated Bylaws to the Board of Trustees

Fugett informed the committee that similar to the changes in the Powers and Duties of the President, changes were made to the Bylaws to be consistent with the changes from the Board of Governors.

The amended Bylaws removes the President as Corporate Secretary, gives the authority to the Chair and the President to appoint a University employee to serve as Corporate Secretary, provides a means for the Board Chair to terminate the Corporate Secretary, and amends the duties of the Corporate Secretary.

Other changes included revising the listing of Standing Committees to make them current and accurate.

**Board Chair Cliff Otto made a motion to recommend approval of the Fifth Amended and Restated Bylaws to the Board of Trustees. Trustee David Williams seconded the motion; a vote was taken, and the motion passed unanimously.**

X. Closing Remarks and Adjournment

Committee Chair Mark Bostick thanked the committee and with no further business to discuss, adjourned the meeting at 9:13 a.m.

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: 2022-2024 Governance, Audit, and Compliance Committees Work Plan**

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**Proposed Committee Action**

Review only. No action required.

**Background Information**

Committee Chair Mark Bostick will review the Committee's 2022-2024 Work Plan.

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**Supporting Documentation:** Governance, Audit, and Compliance Committee Work Plan 2022-2024

**Prepared by:** David Fugett, VP and General Counsel



# Committee Work Plan

## Governance, Audit, and Compliance Committee Work Plan 2022-2024

### SEPTEMBER

- Review Governance, Audit, and Compliance Committee Charter (review every two years – due September 2022)

#### Governance:

- Make recommendation on the trustee evaluation instrument to be used for President's annual review
- Review President's Outcome Metrics (for prior FY)
- Review President's Powers and Duties (if needed)

#### Audit and Compliance:

- University Operational Audit – Auditor General (*minimum every three years*)
- UAC Annual Report (*prior FY*)
- UAC Risk Assessment and Audit Plan (*current FY*)
- University Compliance and Ethics Program Plan (*current FY*)
- Performance Based Funding Audit Scope Approval

### NOVEMBER

#### Governance:

- Make recommendations to the Board on President's evaluation outcome and compensation changes
- Make recommendation to Board on renewal of President's employment agreement and any necessary changes to the agreement

#### Audit and Compliance:

- Textbook Affordability Monitoring Report (*Fall semester*)

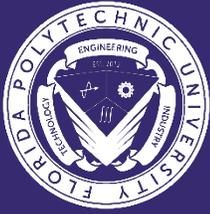
### FEBRUARY

#### Governance:

- Review Board Bylaws (review every 3 years – due 2024)
- Discuss nominations for Board Chair and Vice Chair (every 2 years - due February 2024)
- Oversee Board self-assessment (every 5 years – due February 2023)

#### Audit and Compliance:

- Performance Based Funding Audit and Data Integrity Certification
- University Annual Financial Audit (*prior FY*)
- Foundation 990 Financial Audit (*prior FY*)



# Committee Work Plan

## JUNE

### Governance:

- Make recommendation to Board on President's proposed goals for FY+1
- Discuss Board training needs
- Make recommendation on nominations for Board Chair and Vice Chair (every two years – due May 2024)

### Audit and Compliance:

- Textbook Affordability Monitoring Report (*Spring semester*)
- Bright Futures Audit (*review and approve every two years – due June 2024*)

**Florida Polytechnic University  
Governance, Audit and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: Audit & Compliance Update**

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**Proposed Committee Action**

Information only – no action required.

**Background Information**

David Blanton, Chief Audit Executive/Chief Compliance Officer (CAE/CCO) will provide the Committee with an update of all University audit and compliance activity including the status of all external audits and University Audit & Compliance activities and plans.

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**Supporting Documentation:** N/A

**Prepared by:** David A. Blanton, CAE/CCO

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: Textbook Adoption Monitoring Review – Spring 2023**

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**Proposed Committee Action**

Information only. No action required.

**Background Information**

University Compliance conducted a monitoring review over textbook adoptions, to determine compliance with State law. State law requires each university to post prominently in the course registration system and on its website, as early as feasible, but at least 45 days before the first day of class for each term, a hyperlink to lists of required and recommended textbooks and instructional materials for at least 95 percent of all courses and course selections offered at the university during the upcoming term.

The university contracts with a bookstore vendor (vendor) to manage and operate the bookstore. The university notifies the vendor of adoptions and the vendor is responsible for subsequently posting the adopted textbooks and instructional materials on the vendor website. At the request of the university, the vendor provided a course file report evidencing the dates that (1) university staff communicated the adoption and (2) the subsequent posting of such information by the vendor to their website.

In conducting this interim monitoring review, University Compliance included a review of the vendor course file, university records, analytical review procedures, and inquiries to arrive at the conclusions reached and summarized in the monitoring review report. This monitoring report assists the Committee in their oversight responsibility and consideration of this matter which has been cited as audit findings in several recent operational audits.

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**Supporting Documentation:** UAC Report No. 2023-06, Textbook Adoptions Compliance Monitoring Review

**Prepared by:** David A. Blanton, CAE/CCO



FLORIDA POLYTECHNIC  
UNIVERSITY

**Report No: FPU 2023-06**

**February 2023**

**University Audit & Compliance  
Textbook Adoptions  
Compliance Monitoring Review  
Spring 2023**

David A. Blanton, CPA, CCEP  
Chief Audit Executive and Chief Compliance Officer

**University Audit & Compliance  
Textbook Adoptions Compliance Monitoring Review  
Spring 2023 Semester**

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University Audit and Compliance (UAC) is employed by the University. UAC's mission is to serve the University by recommending actions to assist in achieving its strategic and operational objectives. This assistance includes evaluating and providing assurance of activities designed and implemented by management to strengthen internal controls, reduce risk to and waste of resources, and improve operations to enhance the performance and reputation of the University. Accordingly, this report is intended solely for the use of University management and its various oversight authorities and is not intended for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

## I. Background and Monitoring Approach

Pursuant to the Audit Work Plan<sup>1</sup> approved by the Audit & Compliance Committee, University Audit and Compliance (UAC) conducted a monitoring review over compliance with textbook affordability laws<sup>2</sup> for the Spring 2023 semester. This monitoring review was performed as a result of the risk assessment prepared by UAC for the 2022-23 fiscal year and as a result of recurring findings in the State Auditor General's operational audits<sup>3</sup>. The university may be subjected to additional oversight and accountability<sup>4</sup> by both the Board of Governors and the Joint Legislative Auditing Committee due to the recurrence of noncompliance in this area for the last three operational audits.

State law<sup>2</sup> requires each university to post prominently in the course registration system and on its website, as early as feasible, but at least 45 days before the first day of class for each term, a hyperlink to lists of required and recommended textbooks and instructional materials for at least 95 percent of all courses and course selections offered at the university during the upcoming term. Additionally, new legislation requires each university to maintain textbook listings in a searchable database and that such information is archived for the last five years.

The university contracts with a bookstore vendor (vendor) to manage and operate the bookstore. The university notifies the vendor of adoptions, and the vendor is responsible for subsequently posting the adopted textbooks and instructional materials on the vendor website. At the request of the university, the vendor provided a course file report evidencing the dates that (1) university staff communicated the adoption and (2) the subsequent posting of such information by the vendor to their website.

Procedures performed by UAC in conducting this monitoring review included review of the vendor course file and university records, analytical review procedures, and inquiries to arrive at the conclusions reached in **Section III** of this report. This monitoring review and the related report was not conducted pursuant to *Institute of Internal Auditing Standards*.

## II. Entrance/Exit Conference

**Entrance Conference:** At the inception of the monitoring review, UAC communicated with university academic and institutional research staff to explain the purpose and the scope of the monitoring review and to establish a timeline for completion.

**Exit Conference:** At the conclusion of the monitoring review, UAC communicated with university academic and institutional research staff to discuss the results of the review. A summary of the findings/observations was provided, and corrective action was discussed.

<sup>1</sup> UAC Compliance and Ethics Program Plan for the Fiscal Year Ended June 30, 2023.

<sup>2</sup> Section 1004.085(5), Florida Statutes

<sup>3</sup> Auditor General operational audit report Nos. 2016-067, 2018-214, and 2021-008.

<sup>4</sup> Pursuant to BOG Regulation 4.004 and Section 11.45(7)(j), Florida Statutes.

### III. Monitoring Results

UAC performed monitoring procedures over textbook adoptions and compliance with applicable laws for the Spring 2023 semester. **Table 1** below outlines various compliance requirements applicable to this review and provides an indication as to whether appropriate controls have been designed and implemented to ensure compliance for each requirement. Detailed findings for any noncompliance referenced in the tables below are included in **Section IV** of this report.

Table 1 - Textbook Affordability Compliance Criteria			Finding #
1.	The university complied with the requirement that a hyperlink to lists of required and recommended textbooks and instructional materials for at least 95 percent of all courses and course selections offered at the University for the Spring 2023 term was prominently posted in the course registration system and on its website at least 45 days prior to the first day of class.	<input checked="" type="checkbox"/>	-
2.	Exceptions to the compliance deadline were properly submitted in writing to the designated university official and outlined reasonable justification for the exception in accordance with Board of Governors (BOG) Regulation 8.003(1)(h).	<input checked="" type="checkbox"/>	-
3.	The University accurately and timely reported textbook adoptions to the Chancellor of the State University System by September 30, 2022, as required <sup>5</sup> .	<input checked="" type="checkbox"/>	-
4.	The list of required and recommended instructional materials included the International Standard Book Number (ISBN) <u>or</u> all other required identifying information which must include, at a minimum, all of the following: the title, all authors listed, publishers, edition number, copyright date, published date, and other relevant information necessary to identify the specific textbooks or instructional materials required and recommended for each course. <sup>6</sup>	<input checked="" type="checkbox"/>	-
5.	The list of required and recommended instructional materials was searchable by course subject, course number, course title, instructor name, title of textbook or instructional material, and by author. <sup>6</sup>	<input checked="" type="checkbox"/>	-
6.	The list of required and recommended instructional materials was easily downloadable by current and prospective students.	<input checked="" type="checkbox"/>	-
7.	The list of required and recommended instructional materials was complete and included all courses offered in the Spring 2023 term.	<input type="checkbox"/>	1
8.	The list of required and recommended instructional materials remained posted for at least 5 academic years.	n/a	-

**LEGEND:**

- Appropriate controls in place to ensure compliance for this requirement.
- Processes need to be enhanced to ensure compliance for this requirement.

<sup>5</sup> The "Textbook and Instructional Materials Affordability Annual Report" was presented to and approved by the Florida Poly Board of Trustees on September 28, 2022 and was accepted by the BOG on September 30, 2022.

<sup>6</sup> Although certain information required by law was missing (course subject, course title, publication date, and copyright date) UAC concluded that sufficient information was available to comply with the spirit of the law.

#### **IV. Findings/Instances of Non-compliance**

As noted in **Table 2** below, the university complied with the requirement that a hyperlink to lists of required and recommended textbooks and instructional materials for at least 95 percent of all courses and course selections offered at the University for the Spring 2023 term was prominently posted in the course registration system and on its website at least 45 days prior to the first day of class.

<b>Table 2 Textbook and Instructional Materials Textbook Posting Dates<sup>7</sup> Spring 2023 Term</b>	
Timely Course Sections	320
Late Course Sections	0
Total Course Sections	320
Percent Timely	100%

UAC was able to conclude that the University had established appropriate controls to ensure material compliance with the timeliness of textbook adoption requirements; however, as noted below, certain enhancements are necessary to ensure full compliance with the revised law.

#### **Finding 1: University Listing of Instructional Materials - Completeness**

Significant changes to existing State law<sup>8</sup> were enacted that require the university to maintain listings of instructional materials and textbooks. These changes, identified in **Table 1** items 4 through 8, represent the newly enacted requirements. In addition to the information posted and made available to students by the bookstore vendor, the university maintains its own listing on the university Registrar's webpage. In reviewing what the new legislation requires and what the university has implemented for the Spring 2023 semester, UAC noted the following matters that require enhanced controls and/or processes to ensure conformance with the new requirements:

- UAC noted that 12 course sections posted by the bookstore vendor for Spring 2023 were not included on the listing published by the university. UAC was advised that course sections not included on the university's listing were due to courses added after the 45-day deadline. Controls and processes should be enhanced to reconcile both listings to ensure all course sections are posted on the university's final listing.

<sup>7</sup>Posting date as reflected in vendor course file report and/or University listing dated 7/8/22.

<sup>8</sup> Section 1004.085, Florida Statutes (2022), effective 7/1/22.

The university will enhance controls to ensure that final course offerings are reconciled and in agreement with final courses offered to address noncompliance noted above.

## V. Other Observations

As summarized in table 3 below, UAC performed similar compliance monitoring reviews for previous semesters. The results of recent monitoring efforts indicate the university has maintained compliance with State law over timely adoptions for the last five semesters.

<b>Table 3 Textbook and Instructional Material Adoptions Historical Compliance Review Summary</b>		
<b>Term</b>	<b>UAC Report No.</b>	<b>Result</b>
Spring 2023	2023-06	Compliant
Fall 2022	2023-04	Compliant
Spring 2022	2022-07	Compliant
Fall 2021	2022-05	Compliant
Spring 2021	2021-07	Compliant
Fall 2020	2021-05	Non-compliant <sup>9</sup>

BOG Regulations over textbook adoptions were amended in September 2020 to require innovative pricing techniques and payment options for course materials include opt-out and opt-in provisions for students. In the most recent Annual Textbook and Instructional Materials Affordability Report filed with the BOG (2022), the university indicated that the opt-in provision was evaluated through the bookstore vendor and did not identify any cost savings due to low volume. The University responded that this option would continue to be evaluated over time.

Additionally, the university continues to work with the bookstore vendor to include certain missing information identified in Table 1, Compliance Item #4, and has indicated that all SUS institutions are experiencing this same challenge.

UAC would like to extend gratitude to Zaira Medina for her assistance with these monitoring efforts and for enhancing controls to ensure compliance.

<sup>9</sup> Compliance review concluded that the university adopted timely; however, new bookstore vendor did not maintain sufficient evidence/records of posting necessary to demonstrate compliance with State law.

## **VI. References and Technical Assistance**

Listed below are the applicable guidelines and other information related to textbook adoption compliance used by UAC to set the scope of this monitoring review:

- Florida Poly Regulation FPU-5.003, Textbook and Instructional Materials Selection and Affordability
- Section 1004.085(5), Florida Statutes
- Section 1004.085(7), Florida Statutes
- BOG Regulation 8.003, Textbook and Instructional Materials Affordability

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: Foundation Form 990 (2021 Return for June 30, 2022 Fiscal Year Ending)**

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**Proposed Committee Action**

Information only. No action required.

**Background Information**

FPU Policy 10.002(17) requires that each DSO shall submit its federal Internal Revenue Service Return of Organization Exempt from Income Tax form (Form 990) to the President. BOG Regulation 9.011(6) requires that Form 990 be submitted to the university board of trustees or designee at the times required by the applicable regulation or policy of the board of trustees. Copies of such forms shall also be provided by each university to the Board of Governors. The Foundation's 2021 form 990 for the fiscal year ended June 30, 2022, was recently completed by independent certified public accountants.

As part of its oversight responsibility of the Foundation, the Committee should review the Foundation's Form 990 and consider whether the information reported to the IRS is consistent with Foundation responsibilities in support of the university.

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**Supporting Documentation:** Foundation's 2021 Form 990 prepared by Carr, Riggs & Ingram for FYE22

**Prepared by:** David A. Blanton, CAE/CCO



January 30, 2023

Florida Polytechnic University  
Foundation, Inc  
4700 Research Way  
Lakeland, FL 33805

Florida Polytechnic University Foundation, Inc:

Enclosed is the organization's 2021 Exempt Organization return.

Specific filing instructions are as follows.

**FORM 990 RETURN:**

This return has qualified for electronic filing. After you have reviewed the return for completeness and accuracy, please sign, date and return Form 8879-TE to our office. We will transmit the return electronically to the IRS and no further action is required. Return Form 8879-TE to us by May 15, 2023.

A copy of the return is enclosed for your files. We suggest that you retain this copy indefinitely.

Very truly yours,

Catherine Haug

# TAX RETURN FILING INSTRUCTIONS

FORM 990

FOR THE YEAR ENDING

June 30, 2022

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**Prepared For:**

Florida Polytechnic University  
Foundation, Inc  
4700 Research Way  
Lakeland, FL 33805

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**Prepared By:**

Carr, Riggs & Ingram, LLC  
600 Cleveland Street, Suite 1000  
Clearwater, FL 33755

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**Amount Due or Refund:**

Not applicable

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**Make Check Payable To:**

Not applicable

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**Mail Tax Return and Check (if applicable) To:**

Not applicable

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**Return Must be Mailed On or Before:**

Not applicable

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**Special Instructions:**

This return has qualified for electronic filing. After you have reviewed the return for completeness and accuracy, please sign, date and return Form 8879-TE to our office using our secure file transfer website – <https://cricpa.sharefile.com/share/filedrop> . We will transmit the return electronically to the IRS and no further action is required. Return Form 8879-TE to us by May 15, 2023

Form **8879-TE**

# IRS e-file Signature Authorization for a Tax Exempt Entity

OMB No. 1545-0047

For calendar year 2021, or fiscal year beginning JUL 1, 2021, and ending JUN 30, 2022

# 2021

Department of the Treasury  
Internal Revenue Service

▶ **Do not send to the IRS. Keep for your records.**  
▶ **Go to [www.irs.gov/Form8879TE](http://www.irs.gov/Form8879TE) for the latest information.**

Name of filer **FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

EIN or SSN  
**\*\* - \*\*\* 6289**

Name and title of officer or person subject to tax **KATHY BOWMAN  
CEO**

## Part I Type of Return and Return Information

Check the box for the return for which you are using this Form 8879-TE and enter the applicable amount, if any, from the return. Form 8038-CP and Form 5330 filers may enter dollars and cents. For all other forms, enter whole dollars only. If you check the box on line 1a, 2a, 3a, 4a, 5a, 6a, 7a, 8a, 9a, or 10a below, and the amount on that line for the return being filed with this form was blank, then leave line 1b, 2b, 3b, 4b, 5b, 6b, 7b, 8b, 9b, or 10b, whichever is applicable, blank (do not enter -0-). But, if you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than one line in Part I.

<b>1a</b> Form 990 check here	<input checked="" type="checkbox"/>	<b>b Total revenue</b> , if any (Form 990, Part VIII, column (A), line 12)	<b>1b</b> <u>3,454,708.</u>
<b>2a</b> Form 990-EZ check here	<input type="checkbox"/>	<b>b Total revenue</b> , if any (Form 990-EZ, line 9)	<b>2b</b> _____
<b>3a</b> Form 1120-POL check here	<input type="checkbox"/>	<b>b Total tax</b> (Form 1120-POL, line 22)	<b>3b</b> _____
<b>4a</b> Form 990-PF check here	<input type="checkbox"/>	<b>b Tax based on investment income</b> (Form 990-PF, Part V, line 5)	<b>4b</b> _____
<b>5a</b> Form 8868 check here	<input type="checkbox"/>	<b>b Balance due</b> (Form 8868, line 3c)	<b>5b</b> _____
<b>6a</b> Form 990-T check here	<input type="checkbox"/>	<b>b Total tax</b> (Form 990-T, Part III, line 4)	<b>6b</b> _____
<b>7a</b> Form 4720 check here	<input type="checkbox"/>	<b>b Total tax</b> (Form 4720, Part III, line 1)	<b>7b</b> _____
<b>8a</b> Form 5227 check here	<input type="checkbox"/>	<b>b FMV of assets at end of tax year</b> (Form 5227, Item D)	<b>8b</b> _____
<b>9a</b> Form 5330 check here	<input type="checkbox"/>	<b>b Tax due</b> (Form 5330, Part II, line 19)	<b>9b</b> _____
<b>10a</b> Form 8038-CP check here	<input type="checkbox"/>	<b>b Amount of credit payment requested</b> (Form 8038-CP, Part III, line 22)	<b>10b</b> _____

## Part II Declaration and Signature Authorization of Officer or Person Subject to Tax

Under penalties of perjury, I declare that  I am an officer of the above entity or  I am a person subject to tax with respect to (name of entity) \_\_\_\_\_, (EIN) \_\_\_\_\_ and that I have examined a copy of the 2021 electronic return and accompanying schedules and statements, and, to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the electronic return and, if applicable, the consent to electronic funds withdrawal.

### PIN: check one box only

I authorize CARR, RIGGS & INGRAM, LLC to enter my PIN 76450  
ERO firm name Enter five numbers, but do not enter all zeros

as my signature on the tax year 2021 electronically filed return. If I have indicated within this return that a copy of the return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I also authorize the aforementioned ERO to enter my PIN on the return's disclosure consent screen.

As an officer or person subject to tax with respect to the entity, I will enter my PIN as my signature on the tax year 2021 electronically filed return. If I have indicated within this return that a copy of the return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I will enter my PIN on the return's disclosure consent screen.

Signature of officer or person subject to tax ▶

Date ▶

## Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit electronic filing identification number (EFIN) followed by your five-digit self-selected PIN.

61989636331

Do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2021 electronically filed return indicated above. I confirm that I am submitting this return in accordance with the requirements of Pub. 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ CARR, RIGGS & INGRAM, LLC

Date ▶ 01/30/23

**ERO Must Retain This Form - See Instructions**

**Do Not Submit This Form to the IRS Unless Requested To Do So**

LHA For Privacy act and Paperwork Reduction Act Notice, see instructions.

Form **8879-TE** (2021)

Form **990**

**Return of Organization Exempt From Income Tax**

OMB No. 1545-0047

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

**2021**

Department of the Treasury  
Internal Revenue Service

▶ Do not enter social security numbers on this form as it may be made public.

▶ Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for instructions and the latest information.

Open to Public Inspection

**A** For the 2021 calendar year, or tax year beginning **JUL 1, 2021** and ending **JUN 30, 2022**

<b>B</b> Check if applicable:  <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return/terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	<b>C</b> Name of organization <b>FLORIDA POLYTECHNIC UNIVERSITY FOUNDATION, INC</b> Doing business as Number and street (or P.O. box if mail is not delivered to street address) Room/suite <b>4700 RESEARCH WAY</b> City or town, state or province, country, and ZIP or foreign postal code <b>LAKELAND, FL 33805</b> <b>F</b> Name and address of principal officer: <b>KATHY BOWMAN</b> <b>SAME AS C ABOVE</b>	<b>D</b> Employer identification number  <b>** - *** 6289</b>  <b>E</b> Telephone number <b>(863) 874-8416</b>  <b>G</b> Gross receipts \$ <b>6,673,743.</b> <b>H(a)</b> Is this a group return for subordinates? ..... <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <b>H(b)</b> Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. See instructions <b>H(c)</b> Group exemption number ▶
<b>I</b> Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) ( ) (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527		
<b>J</b> Website: ▶ <b>WWW.FLORIDAPOLYTECHNIC.ORG</b>		
<b>K</b> Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶		<b>L</b> Year of formation: <b>2012</b> <b>M</b> State of legal domicile: <b>FL</b>

**Part I Summary**

	<b>1</b>	Briefly describe the organization's mission or most significant activities: <b>ESTABLISHED TO HELP SUSTAIN THE MISSION OF FLORIDA POLYTECHNIC UNIVERSITY.</b>		
	<b>2</b>	Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
<b>Activities &amp; Governance</b>	<b>3</b>	Number of voting members of the governing body (Part VI, line 1a)	<b>3</b>	<b>22</b>
	<b>4</b>	Number of independent voting members of the governing body (Part VI, line 1b)	<b>4</b>	<b>20</b>
	<b>5</b>	Total number of individuals employed in calendar year 2021 (Part V, line 2a)	<b>5</b>	<b>0</b>
	<b>6</b>	Total number of volunteers (estimate if necessary)	<b>6</b>	<b>20</b>
	<b>7a</b>	Total unrelated business revenue from Part VIII, column (C), line 12	<b>7a</b>	<b>0.</b>
	<b>7b</b>	Net unrelated business taxable income from Form 990-T, Part I, line 11	<b>7b</b>	<b>0.</b>
	<b>Revenue</b>	<b>8</b>	Contributions and grants (Part VIII, line 1h)	<b>Prior Year</b> <b>1,279,149.</b>
<b>9</b>		Program service revenue (Part VIII, line 2g)	<b>0.</b>	<b>0.</b>
<b>10</b>		Investment income (Part VIII, column (A), lines 3, 4, and 7d)	<b>969,557.</b>	<b>451,310.</b>
<b>11</b>		Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	<b>103.</b>	<b>250.</b>
<b>12</b>		Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	<b>2,248,809.</b>	<b>3,454,708.</b>
<b>Expenses</b>		<b>13</b>	Grants and similar amounts paid (Part IX, column (A), lines 1-3)	<b>699,427.</b>
	<b>14</b>	Benefits paid to or for members (Part IX, column (A), line 4)	<b>0.</b>	<b>0.</b>
	<b>15</b>	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	<b>0.</b>	<b>0.</b>
	<b>16a</b>	Professional fundraising fees (Part IX, column (A), line 11e)	<b>0.</b>	<b>0.</b>
	<b>b</b>	Total fundraising expenses (Part IX, column (D), line 25) ▶ <b>220,973.</b>		
	<b>17</b>	Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	<b>341,655.</b>	<b>575,370.</b>
	<b>18</b>	Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	<b>1,041,082.</b>	<b>1,295,679.</b>
	<b>19</b>	Revenue less expenses. Subtract line 18 from line 12	<b>1,207,727.</b>	<b>2,159,029.</b>
<b>Net Assets or Fund Balances</b>	<b>20</b>	Total assets (Part X, line 16)	<b>Beginning of Current Year</b> <b>8,498,685.</b>	<b>End of Year</b> <b>9,127,094.</b>
	<b>21</b>	Total liabilities (Part X, line 26)	<b>2,777,616.</b>	<b>2,782,144.</b>
	<b>22</b>	Net assets or fund balances. Subtract line 21 from line 20	<b>5,721,069.</b>	<b>6,344,950.</b>

**Part II Signature Block**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

<b>Sign Here</b>	Signature of officer <i>Kathleen Bowman</i> <b>KATHY BOWMAN, CEO</b> Type or print name and title	Date <b>Feb 2, 2023</b>
<b>Paid Preparer Use Only</b>	Print/Type preparer's name <b>CATHERINE HAUG</b>	Preparer's signature Date
	Firm's name ▶ <b>CARR, RIGGS &amp; INGRAM, LLC</b> Firm's address ▶ <b>600 CLEVELAND STREET, SUITE 1000 CLEARWATER, FL 33755</b>	Check if self-employed <input type="checkbox"/> PTIN <b>P01395474</b> Firm's EIN ▶ <b>** - *** 6621</b> Phone no. <b>727.446.0504</b>

May the IRS discuss this return with the preparer shown above? See instructions  Yes  No

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

Form 990 (2021)

\*\* - \*\*\* 6289 Page 2

**Part III Statement of Program Service Accomplishments**

Check if Schedule O contains a response or note to any line in this Part III

1 Briefly describe the organization's mission:  
**ESTABLISHED TO HELP SUSTAIN THE MISSION OF FLORIDA POLYTECHNIC UNIVERSITY TO EDUCATE STUDENTS EMPHASIZING SCIENCE, TECHNOLOGY, ENGINEERING AND MATHEMATICS (STEM) IN AN INNOVATIVE, TECHNOLOGY-RICH, AND INTERDISCIPLINARY LEARNING ENVIRONMENT.**

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ?  Yes  No  
If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services?  Yes  No  
If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: \_\_\_\_\_) (Expenses \$ 1,045,706. including grants of \$ 720,309.) (Revenue \$ \_\_\_\_\_)  
**FLORIDA POLYTECHNIC UNIVERSITY FOUNDATION FOSTERS THE MISSION OF THE UNIVERSITY AND HAS PROVIDED SCHOLARSHIP SUPPORT TO THE UNIVERSITY EACH YEAR SINCE IT'S INAUGURAL CLASS IN 14-15.**

4b (Code: \_\_\_\_\_) (Expenses \$ \_\_\_\_\_ including grants of \$ \_\_\_\_\_) (Revenue \$ \_\_\_\_\_)

4c (Code: \_\_\_\_\_) (Expenses \$ \_\_\_\_\_ including grants of \$ \_\_\_\_\_) (Revenue \$ \_\_\_\_\_)

4d Other program services (Describe on Schedule O.)  
(Expenses \$ \_\_\_\_\_ including grants of \$ \_\_\_\_\_) (Revenue \$ \_\_\_\_\_)

4e Total program service expenses **▶ 1,045,706.**

Form 990 (2021)

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

**Part IV Checklist of Required Schedules**

	Yes	No
<b>1</b> Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i> .....	<b>X</b>	
<b>2</b> Is the organization required to complete <i>Schedule B, Schedule of Contributors</i> ? See instructions .....	<b>X</b>	
<b>3</b> Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i> .....		<b>X</b>
<b>4 Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i> .....	<b>X</b>	
<b>5</b> Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Rev. Proc. 98-19? <i>If "Yes," complete Schedule C, Part III</i> .....		<b>X</b>
<b>6</b> Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i> .....		<b>X</b>
<b>7</b> Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i> .....		<b>X</b>
<b>8</b> Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i> .....		<b>X</b>
<b>9</b> Did the organization report an amount in Part X, line 21, for escrow or custodial account liability, serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i> .....		<b>X</b>
<b>10</b> Did the organization, directly or through a related organization, hold assets in donor-restricted endowments or in quasi endowments? <i>If "Yes," complete Schedule D, Part V</i> .....		<b>X</b>
<b>11</b> If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X, as applicable.		
<b>a</b> Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i> .....		<b>X</b>
<b>b</b> Did the organization report an amount for investments - other securities in Part X, line 12, that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i> .....		<b>X</b>
<b>c</b> Did the organization report an amount for investments - program related in Part X, line 13, that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i> .....		<b>X</b>
<b>d</b> Did the organization report an amount for other assets in Part X, line 15, that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i> .....		<b>X</b>
<b>e</b> Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i> .....		<b>X</b>
<b>f</b> Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i> .....	<b>X</b>	
<b>12a</b> Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i> .....	<b>X</b>	
<b>b</b> Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i> .....		<b>X</b>
<b>13</b> Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i> .....		<b>X</b>
<b>14a</b> Did the organization maintain an office, employees, or agents outside of the United States? .....		<b>X</b>
<b>b</b> Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i> .....		<b>X</b>
<b>15</b> Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or other assistance to or for any foreign organization? <i>If "Yes," complete Schedule F, Parts II and IV</i> .....		<b>X</b>
<b>16</b> Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or other assistance to or for foreign individuals? <i>If "Yes," complete Schedule F, Parts III and IV</i> .....		<b>X</b>
<b>17</b> Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I.</i> See instructions .....		<b>X</b>
<b>18</b> Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i> .....		<b>X</b>
<b>19</b> Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i> .....		<b>X</b>
<b>20a</b> Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i> .....		<b>X</b>
<b>b</b> <i>If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?</i> .....		
<b>21</b> Did the organization report more than \$5,000 of grants or other assistance to any domestic organization or domestic government on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i> .....	<b>X</b>	

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

**Part IV Checklist of Required Schedules** *(continued)*

	Yes	No
<b>22</b> Did the organization report more than \$5,000 of grants or other assistance to or for domestic individuals on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i> .....	22	X
<b>23</b> Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5, about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i> .....	23	X
<b>24a</b> Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25a</i> .....	24a	X
<b>b</b> Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception? .....	24b	
<b>c</b> Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds? .....	24c	
<b>d</b> Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year? .....	24d	
<b>25a Section 501(c)(3), 501(c)(4), and 501(c)(29) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i> .....	25a	X
<b>b</b> Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i> .....	25b	X
<b>26</b> Did the organization report any amount on Part X, line 5 or 22, for receivables from or payables to any current or former officer, director, trustee, key employee, creator or founder, substantial contributor, or 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part II</i> .....	26	X
<b>27</b> Did the organization provide a grant or other assistance to any current or former officer, director, trustee, key employee, creator or founder, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity (including an employee thereof) or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i> .....	27	X
<b>28</b> Was the organization a party to a business transaction with one of the following parties (see the Schedule L, Part IV, instructions for applicable filing thresholds, conditions, and exceptions):		
<b>a</b> A current or former officer, director, trustee, key employee, creator or founder, or substantial contributor? <i>If "Yes," complete Schedule L, Part IV</i> .....	28a	X
<b>b</b> A family member of any individual described in line 28a? <i>If "Yes," complete Schedule L, Part IV</i> .....	28b	X
<b>c</b> A 35% controlled entity of one or more individuals and/or organizations described in line 28a or 28b? <i>If "Yes," complete Schedule L, Part IV</i> .....	28c	X
<b>29</b> Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i> .....	29	X
<b>30</b> Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i> .....	30	X
<b>31</b> Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i> .....	31	X
<b>32</b> Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i> .....	32	X
<b>33</b> Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i> .....	33	X
<b>34</b> Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i> .....	34	X
<b>35a</b> Did the organization have a controlled entity within the meaning of section 512(b)(13)? .....	35a	X
<b>b</b> If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i> .....	35b	
<b>36 Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i> .....	36	X
<b>37</b> Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i> .....	37	X
<b>38</b> Did the organization complete Schedule O and provide explanations on Schedule O for Part VI, lines 11b and 19? .....	38	X

**Note:** All Form 990 filers are required to complete Schedule O

**Part V Statements Regarding Other IRS Filings and Tax Compliance**

Check if Schedule O contains a response or note to any line in this Part V

	Yes	No
<b>1a</b> Enter the number reported in box 3 of Form 1096. Enter -0- if not applicable .....	1a	1
<b>b</b> Enter the number of Forms W-2G included on line 1a. Enter -0- if not applicable .....	1b	0
<b>c</b> Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners? .....	1c	

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

**Part V** Statements Regarding Other IRS Filings and Tax Compliance (continued)

		Yes	No
<b>2a</b>	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
	2a 0		
<b>b</b>	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? <b>Note:</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file. See instructions.		
<b>2b</b>			
<b>3a</b>	Did the organization have unrelated business gross income of \$1,000 or more during the year?		X
<b>3b</b>	If "Yes," has it filed a Form 990-T for this year? If "No" to line 3b, provide an explanation on Schedule O		
<b>4a</b>	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
<b>b</b>	If "Yes," enter the name of the foreign country See instructions for filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR).		
<b>5a</b>	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
<b>b</b>	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
<b>c</b>	If "Yes" to line 5a or 5b, did the organization file Form 8886-T?		
<b>5c</b>			
<b>6a</b>	Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?		X
<b>b</b>	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
<b>6b</b>			
<b>7</b>	<b>Organizations that may receive deductible contributions under section 170(c).</b>		
<b>a</b>	Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?	X	
<b>7a</b>			
<b>b</b>	If "Yes," did the organization notify the donor of the value of the goods or services provided?	X	
<b>7b</b>			
<b>c</b>	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
<b>7c</b>			
<b>d</b>	If "Yes," indicate the number of Forms 8282 filed during the year		
	7d		
<b>e</b>	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		X
<b>7e</b>			
<b>f</b>	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		X
<b>7f</b>			
<b>g</b>	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?		
<b>7g</b>			
<b>h</b>	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?		
<b>7h</b>			
<b>8</b>	<b>Sponsoring organizations maintaining donor advised funds.</b> Did a donor advised fund maintained by the sponsoring organization have excess business holdings at any time during the year?		
<b>8</b>			
<b>9</b>	<b>Sponsoring organizations maintaining donor advised funds.</b>		
<b>a</b>	Did the sponsoring organization make any taxable distributions under section 4966?		
<b>9a</b>			
<b>b</b>	Did the sponsoring organization make a distribution to a donor, donor advisor, or related person?		
<b>9b</b>			
<b>10</b>	<b>Section 501(c)(7) organizations.</b> Enter:		
<b>a</b>	Initiation fees and capital contributions included on Part VIII, line 12	10a	
<b>b</b>	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities	10b	
<b>11</b>	<b>Section 501(c)(12) organizations.</b> Enter:		
<b>a</b>	Gross income from members or shareholders	11a	
<b>b</b>	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	11b	
<b>12a</b>	<b>Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?	12a	
<b>b</b>	If "Yes," enter the amount of tax-exempt interest received or accrued during the year	12b	
<b>13</b>	<b>Section 501(c)(29) qualified nonprofit health insurance issuers.</b>		
<b>a</b>	Is the organization licensed to issue qualified health plans in more than one state? <b>Note:</b> See the instructions for additional information the organization must report on Schedule O.	13a	
<b>b</b>	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans	13b	
<b>c</b>	Enter the amount of reserves on hand	13c	
<b>14a</b>	Did the organization receive any payments for indoor tanning services during the tax year?	14a	X
<b>b</b>	If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation on Schedule O	14b	
<b>15</b>	Is the organization subject to the section 4960 tax on payment(s) of more than \$1,000,000 in remuneration or excess parachute payment(s) during the year? If "Yes," see the instructions and file Form 4720, Schedule N.	15	X
<b>16</b>	Is the organization an educational institution subject to the section 4968 excise tax on net investment income? If "Yes," complete Form 4720, Schedule O.	16	X
<b>17</b>	<b>Section 501(c)(21) organizations.</b> Did the trust, any disqualified person, or mine operator engage in any activities that would result in the imposition of an excise tax under section 4951, 4952 or 4953? If "Yes," complete Form 6069.	17	

**Part VI Governance, Management, and Disclosure.** For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes on Schedule O. See instructions.

Check if Schedule O contains a response or note to any line in this Part VI

**Section A. Governing Body and Management**

		Yes	No
<b>1a</b>	Enter the number of voting members of the governing body at the end of the tax year If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain on Schedule O.		
	1a		22
<b>b</b>	Enter the number of voting members included on line 1a, above, who are independent		20
<b>2</b>	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
<b>3</b>	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, trustees, or key employees to a management company or other person?		X
<b>4</b>	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?		X
<b>5</b>	Did the organization become aware during the year of a significant diversion of the organization's assets?		X
<b>6</b>	Did the organization have members or stockholders?		X
<b>7a</b>	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?		X
<b>b</b>	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?		X
<b>8</b>	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
<b>a</b>	The governing body?	X	
<b>b</b>	Each committee with authority to act on behalf of the governing body?	X	
<b>9</b>	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses on Schedule O		X

**Section B. Policies** (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
<b>10a</b>	Did the organization have local chapters, branches, or affiliates?		X
<b>b</b>	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?		
<b>11a</b>	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?		X
<b>b</b>	Describe on Schedule O the process, if any, used by the organization to review this Form 990.		
<b>12a</b>	Did the organization have a written conflict of interest policy? If "No," go to line 13	X	
<b>b</b>	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
<b>c</b>	Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe on Schedule O how this was done	X	
<b>13</b>	Did the organization have a written whistleblower policy?		X
<b>14</b>	Did the organization have a written document retention and destruction policy?		X
<b>15</b>	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
<b>a</b>	The organization's CEO, Executive Director, or top management official		X
<b>b</b>	Other officers or key employees of the organization		X
	If "Yes" to line 15a or 15b, describe the process on Schedule O. See instructions.		
<b>16a</b>	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
<b>b</b>	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?		

**Section C. Disclosure**

- 17** List the states with which a copy of this Form 990 is required to be filed **FL**
- 18** Section 6104 requires an organization to make its Forms 1023 (1024 or 1024-A, if applicable), 990, and 990-T (section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.  
 Own website  Another's website  Upon request  Other (explain on Schedule O)
- 19** Describe on Schedule O whether (and if so, how) the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
- 20** State the name, address, and telephone number of the person who possesses the organization's books and records **KIM KENNEDY - (863)874-8416**  
**4700 RESEARCH WAY, LAKELAND, FL 33805**

**FLORIDA POLYTECHNIC UNIVERSITY  
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**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

Check if Schedule O contains a response or note to any line in this Part VII

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

**1a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See the instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (box 5 of Form W-2, Form 1099-MISC, and/or box 1 of Form 1099-NEC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations. See the instructions for the order in which to list the persons above.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC/1099-NEC)	(E) Reportable compensation from related organizations (W-2/1099-MISC/1099-NEC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) RANDY AVENT PRESIDENT	0.00 40.00	X		X				0.	585,284.	48,932.
(2) KATHY BOWMAN CEO	25.00 15.00	X		X				0.	193,623.	39,702.
(3) ALICE HUNT CHAIR	1.25	X		X				0.	0.	0.
(4) JACK HARRELL III VICE-CHAIR	1.25	X		X				0.	0.	0.
(5) CINDY ALEXANDER DIRECTOR	1.25	X						0.	0.	0.
(6) TODD BAYLIS DIRECTOR	1.25	X						0.	0.	0.
(7) PHILLIPA GREENBERG DIRECTOR	1.25	X						0.	0.	0.
(8) FORD HEACOCK DIRECTOR	1.25	X						0.	0.	0.
(9) TRAVIS HILLS DIRECTOR	1.25	X						0.	0.	0.
(10) DR. MUHAMMAD RASHID DIRECTOR	1.25	X						0.	0.	0.
(11) JOSHUA MCCOY DIRECTOR	1.25	X						0.	0.	0.
(12) IVETTE O'DOSKI DIRECTOR	1.25	X						0.	0.	0.
(13) RYAN WHITTEMORE DIRECTOR	1.25	X						0.	0.	0.
(14) BLAKE PAUL DIRECTOR	1.25	X						0.	0.	0.
(15) RYAN PEREZ DIRECTOR	1.25	X						0.	0.	0.
(16) LAUREN SCHWENK DIRECTOR	1.25	X						0.	0.	0.
(17) DONNA SLYSTER DIRECTOR	1.25	X						0.	0.	0.

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

**Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees** (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC/1099-NEC)	(E) Reportable compensation from related organizations (W-2/1099-MISC/1099-NEC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(18) SERETHA TINSLEY DIRECTOR	1.25	X					0.	0.	0.	
(19) HAILEY SKOGLUND DIRECTOR	1.25	X					0.	0.	0.	
(20) MICHAEL TSCHANZ DIRECTOR	1.25	X					0.	0.	0.	
(21) MARK BOSTICK DIRECTOR	1.25	X					0.	0.	0.	
(22) ADRIAN MUHAMMAD DIRECTOR	1.25	X					0.	0.	0.	
<b>1b Subtotal</b> .....							0.	778,907.	88,634.	
<b>c Total from continuation sheets to Part VII, Section A</b> .....							0.	0.	0.	
<b>d Total (add lines 1b and 1c)</b> .....							0.	778,907.	88,634.	

**2** Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **0**

	Yes	No
<b>3</b> Did the organization list any former officer, director, trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual .....		X
<b>4</b> For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual .....	X	
<b>5</b> Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person .....		X

**Section B. Independent Contractors**

**1** Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
NONE		

**2** Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **0**

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**Part VIII Statement of Revenue**

Check if Schedule O contains a response or note to any line in this Part VIII

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512 - 514	
Contributions, Gifts, Grants and Other Similar Amounts	<b>1 a</b> Federated campaigns .....	<b>1a</b>					
	<b>b</b> Membership dues .....	<b>1b</b>					
	<b>c</b> Fundraising events .....	<b>1c</b>					
	<b>d</b> Related organizations .....	<b>1d</b>					
	<b>e</b> Government grants (contributions)	<b>1e</b>					
	<b>f</b> All other contributions, gifts, grants, and similar amounts not included above ...	<b>1f</b>	3,003,148.				
	<b>g</b> Noncash contributions included in lines 1a-1f	<b>1g</b>	\$ 22,921.				
	<b>h Total.</b> Add lines 1a-1f .....		3,003,148.				
Program Service Revenue			<b>Business Code</b>				
	<b>2 a</b> _____						
	<b>b</b> _____						
	<b>c</b> _____						
	<b>d</b> _____						
	<b>e</b> _____						
	<b>f</b> All other program service revenue .....						
<b>g Total.</b> Add lines 2a-2f .....							
Other Revenue	<b>3</b> Investment income (including dividends, interest, and other similar amounts) .....		97,796.			97,796.	
	<b>4</b> Income from investment of tax-exempt bond proceeds						
	<b>5</b> Royalties .....						
	<b>6 a</b> Gross rents .....	<b>6a</b>	(i) Real				
			(ii) Personal				
	<b>b</b> Less: rental expenses ...	<b>6b</b>					
	<b>c</b> Rental income or (loss)	<b>6c</b>					
	<b>d</b> Net rental income or (loss) .....						
	<b>7 a</b> Gross amount from sales of assets other than inventory	<b>7a</b>	(i) Securities				
			(ii) Other				
				3,572,549.			
	<b>b</b> Less: cost or other basis and sales expenses .....	<b>7b</b>	3,219,035.				
	<b>c</b> Gain or (loss) .....	<b>7c</b>	353,514.				
	<b>d</b> Net gain or (loss) .....		353,514.			353,514.	
<b>8 a</b> Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18 .....	<b>8a</b>						
<b>b</b> Less: direct expenses .....	<b>8b</b>						
<b>c</b> Net income or (loss) from fundraising events .....							
<b>9 a</b> Gross income from gaming activities. See Part IV, line 19 .....	<b>9a</b>						
<b>b</b> Less: direct expenses .....	<b>9b</b>						
<b>c</b> Net income or (loss) from gaming activities .....							
<b>10 a</b> Gross sales of inventory, less returns and allowances .....	<b>10a</b>						
<b>b</b> Less: cost of goods sold .....	<b>10b</b>						
<b>c</b> Net income or (loss) from sales of inventory .....							
Miscellaneous Revenue			<b>Business Code</b>				
	<b>11 a</b> OTHER REVENUES	611110	250.			250.	
	<b>b</b> _____						
	<b>c</b> _____						
	<b>d</b> All other revenue .....						
<b>e Total.</b> Add lines 11a-11d .....		250.					
<b>12 Total revenue.</b> See instructions .....		3,454,708.	0.	0.	451,560.		

**FLORIDA POLYTECHNIC UNIVERSITY  
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**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response or note to any line in this Part IX  X

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
<b>1</b> Grants and other assistance to domestic organizations and domestic governments. See Part IV, line 21 ...	720,309.	720,309.		
<b>2</b> Grants and other assistance to domestic individuals. See Part IV, line 22 .....				
<b>3</b> Grants and other assistance to foreign organizations, foreign governments, and foreign individuals. See Part IV, lines 15 and 16 .....				
<b>4</b> Benefits paid to or for members .....				
<b>5</b> Compensation of current officers, directors, trustees, and key employees .....				
<b>6</b> Compensation not included above to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) .....				
<b>7</b> Other salaries and wages .....				
<b>8</b> Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions) .....				
<b>9</b> Other employee benefits .....				
<b>10</b> Payroll taxes .....				
<b>11</b> Fees for services (nonemployees):				
<b>a</b> Management .....				
<b>b</b> Legal .....				
<b>c</b> Accounting .....	29,000.		29,000.	
<b>d</b> Lobbying .....	257,225.	257,225.		
<b>e</b> Professional fundraising services. See Part IV, line 17 .....				
<b>f</b> Investment management fees .....				
<b>g</b> Other. (If line 11g amount exceeds 10% of line 25, column (A), amount, list line 11g expenses on Sch O.)	178,894.			178,894.
<b>12</b> Advertising and promotion .....	1,865.			1,865.
<b>13</b> Office expenses .....	19,584.			19,584.
<b>14</b> Information technology .....				
<b>15</b> Royalties .....				
<b>16</b> Occupancy .....				
<b>17</b> Travel .....	1,180.			1,180.
<b>18</b> Payments of travel or entertainment expenses for any federal, state, or local public officials ...				
<b>19</b> Conferences, conventions, and meetings .....				
<b>20</b> Interest .....				
<b>21</b> Payments to affiliates .....				
<b>22</b> Depreciation, depletion, and amortization .....				
<b>23</b> Insurance .....	865.			865.
<b>24</b> Other expenses. Itemize expenses not covered above. (List miscellaneous expenses on line 24e. If line 24e amount exceeds 10% of line 25, column (A), amount, list line 24e expenses on Schedule O.)				
<b>a</b> <b>ACADEMIC PROGRAM EXPENS</b>	57,777.	57,777.		
<b>b</b> <b>PROFESSIONAL PRINTING</b>	7,635.	7,635.		
<b>c</b> <b>GENERAL SERVICES</b>	7,586.			7,586.
<b>d</b> <b>ENTERTAINMENT SERVICES</b>	7,394.			7,394.
<b>e</b> All other expenses	6,365.	2,760.		3,605.
<b>25</b> <b>Total functional expenses.</b> Add lines 1 through 24e	1,295,679.	1,045,706.	29,000.	220,973.
<b>26</b> <b>Joint costs.</b> Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				
Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720)				

**FLORIDA POLYTECHNIC UNIVERSITY  
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**Part X Balance Sheet**

Check if Schedule O contains a response or note to any line in this Part X

		(A) Beginning of year		(B) End of year
<b>Assets</b>	<b>1</b> Cash - non-interest-bearing .....	722,208.	1	564,769.
	<b>2</b> Savings and temporary cash investments .....	84,931.	2	62,918.
	<b>3</b> Pledges and grants receivable, net .....	441,000.	3	2,403,485.
	<b>4</b> Accounts receivable, net .....		4	
	<b>5</b> Loans and other receivables from any current or former officer, director, trustee, key employee, creator or founder, substantial contributor, or 35% controlled entity or family member of any of these persons .....		5	
	<b>6</b> Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), and persons described in section 4958(c)(3)(B) .....		6	
	<b>7</b> Notes and loans receivable, net .....		7	
	<b>8</b> Inventories for sale or use .....		8	
	<b>9</b> Prepaid expenses and deferred charges .....		9	
	<b>10a</b> Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D .....	10a		
	<b>b</b> Less: accumulated depreciation .....	10b		10c
	<b>11</b> Investments - publicly traded securities .....	7,250,546.	11	6,095,922.
	<b>12</b> Investments - other securities. See Part IV, line 11 .....		12	
	<b>13</b> Investments - program-related. See Part IV, line 11 .....		13	
	<b>14</b> Intangible assets .....		14	
	<b>15</b> Other assets. See Part IV, line 11 .....		15	
<b>16 Total assets.</b> Add lines 1 through 15 (must equal line 33) .....	8,498,685.	16	9,127,094.	
<b>Liabilities</b>	<b>17</b> Accounts payable and accrued expenses .....	27,616.	17	2,782,144.
	<b>18</b> Grants payable .....		18	
	<b>19</b> Deferred revenue .....	2,750,000.	19	0.
	<b>20</b> Tax-exempt bond liabilities .....		20	
	<b>21</b> Escrow or custodial account liability. Complete Part IV of Schedule D .....		21	
	<b>22</b> Loans and other payables to any current or former officer, director, trustee, key employee, creator or founder, substantial contributor, or 35% controlled entity or family member of any of these persons .....		22	
	<b>23</b> Secured mortgages and notes payable to unrelated third parties .....		23	
	<b>24</b> Unsecured notes and loans payable to unrelated third parties .....		24	
	<b>25</b> Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D .....		25	
	<b>26 Total liabilities.</b> Add lines 17 through 25 .....	2,777,616.	26	2,782,144.
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow FASB ASC 958, check here</b> <input checked="" type="checkbox"/> <b>and complete lines 27, 28, 32, and 33.</b>			
	<b>27</b> Net assets without donor restrictions .....	1,271,362.	27	806,855.
	<b>28</b> Net assets with donor restrictions .....	4,449,707.	28	5,538,095.
	<b>Organizations that do not follow FASB ASC 958, check here</b> <input type="checkbox"/> <b>and complete lines 29 through 33.</b>			
	<b>29</b> Capital stock or trust principal, or current funds .....		29	
	<b>30</b> Paid-in or capital surplus, or land, building, or equipment fund .....		30	
	<b>31</b> Retained earnings, endowment, accumulated income, or other funds .....		31	
	<b>32</b> Total net assets or fund balances .....	5,721,069.	32	6,344,950.
<b>33</b> Total liabilities and net assets/fund balances .....	8,498,685.	33	9,127,094.	

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**FLORIDA POLYTECHNIC UNIVERSITY  
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**Part XI Reconciliation of Net Assets**

Check if Schedule O contains a response or note to any line in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	3,454,708.
2	Total expenses (must equal Part IX, column (A), line 25)	2	1,295,679.
3	Revenue less expenses. Subtract line 2 from line 1	3	2,159,029.
4	Net assets or fund balances at beginning of year (must equal Part X, line 32, column (A))	4	5,721,069.
5	Net unrealized gains (losses) on investments	5	-1,448,398.
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain on Schedule O)	9	-86,750.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 32, column (B))	10	6,344,950.

**Part XII Financial Statements and Reporting**

Check if Schedule O contains a response or note to any line in this Part XII

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked "Other," explain on Schedule O.		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
2b	Were the organization's financial statements audited by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	X	
2c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? _____ If the organization changed either its oversight process or selection process during the tax year, explain on Schedule O.	X	
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133? _____		X
3b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why on Schedule O and describe any steps taken to undergo such audits _____		



**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2017	(b) 2018	(c) 2019	(d) 2020	(e) 2021	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.") .....	1486732.	558,999.	797,336.	1279149.	3003148.	7125364.
<b>2</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf .....						
<b>3</b> The value of services or facilities furnished by a governmental unit to the organization without charge .....						
<b>4 Total.</b> Add lines 1 through 3 .....	1486732.	558,999.	797,336.	1279149.	3003148.	7125364.
<b>5</b> The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f) .....						3640721.
<b>6 Public support.</b> Subtract line 5 from line 4.						3484643.

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2017	(b) 2018	(c) 2019	(d) 2020	(e) 2021	(f) Total
<b>7</b> Amounts from line 4 .....	1486732.	558,999.	797,336.	1279149.	3003148.	7125364.
<b>8</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties, and income from similar sources .....	217,361.	303,757.	170,079.	969,557.	451,310.	2112064.
<b>9</b> Net income from unrelated business activities, whether or not the business is regularly carried on .....						
<b>10</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.) .....		385.	2,827.	103.	250.	3,565.
<b>11 Total support.</b> Add lines 7 through 10						9240993.
<b>12</b> Gross receipts from related activities, etc. (see instructions) .....					12	
<b>13 First 5 years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and <b>stop here</b> .....						<input type="checkbox"/>

**Section C. Computation of Public Support Percentage**

<b>14</b> Public support percentage for 2021 (line 6, column (f), divided by line 11, column (f)) .....	<b>14</b>	37.71 %
<b>15</b> Public support percentage from 2020 Schedule A, Part II, line 14 .....	<b>15</b>	19.26 %
<b>16a 33 1/3% support test - 2021.</b> If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and <b>stop here.</b> The organization qualifies as a publicly supported organization .....	▶	<input checked="" type="checkbox"/>
<b>b 33 1/3% support test - 2020.</b> If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and <b>stop here.</b> The organization qualifies as a publicly supported organization .....	▶	<input type="checkbox"/>
<b>17a 10% -facts-and-circumstances test - 2021.</b> If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the facts-and-circumstances test, check this box and <b>stop here.</b> Explain in Part VI how the organization meets the facts-and-circumstances test. The organization qualifies as a publicly supported organization .....	▶	<input type="checkbox"/>
<b>b 10% -facts-and-circumstances test - 2020.</b> If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the facts-and-circumstances test, check this box and <b>stop here.</b> Explain in Part VI how the organization meets the facts-and-circumstances test. The organization qualifies as a publicly supported organization .....	▶	<input type="checkbox"/>
<b>18 Private foundation.</b> If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions .....	▶	<input type="checkbox"/>

**Part III Support Schedule for Organizations Described in Section 509(a)(2)**

(Complete only if you checked the box on line 10 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ►	(a) 2017	(b) 2018	(c) 2019	(d) 2020	(e) 2021	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.") .....						
<b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose .....						
<b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513 .....						
<b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf .....						
<b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge .....						
<b>6 Total.</b> Add lines 1 through 5 .....						
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons .....						
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year .....						
<b>c</b> Add lines 7a and 7b .....						
<b>8 Public support.</b> (Subtract line 7c from line 6.)						

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ►	(a) 2017	(b) 2018	(c) 2019	(d) 2020	(e) 2021	(f) Total
<b>9</b> Amounts from line 6 .....						
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties, and income from similar sources .....						
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975 .....						
<b>c</b> Add lines 10a and 10b .....						
<b>11</b> Net income from unrelated business activities not included on line 10b, whether or not the business is regularly carried on .....						
<b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.) .....						
<b>13 Total support.</b> (Add lines 9, 10c, 11, and 12.)						

**14 First 5 years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here** .....

**Section C. Computation of Public Support Percentage**

<b>15</b> Public support percentage for 2021 (line 8, column (f), divided by line 13, column (f)) .....	<b>15</b>	%
<b>16</b> Public support percentage from 2020 Schedule A, Part III, line 15 .....	<b>16</b>	%

**Section D. Computation of Investment Income Percentage**

<b>17</b> Investment income percentage for 2021 (line 10c, column (f), divided by line 13, column (f)) .....	<b>17</b>	%
<b>18</b> Investment income percentage from 2020 Schedule A, Part III, line 17 .....	<b>18</b>	%

**19a 33 1/3% support tests - 2021.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization .....

**b 33 1/3% support tests - 2020.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization .....

**20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions .....

**Part IV Supporting Organizations**

(Complete only if you checked a box in line 12 on Part I. If you checked box 12a, Part I, complete Sections A and B. If you checked box 12b, Part I, complete Sections A and C. If you checked box 12c, Part I, complete Sections A, D, and E. If you checked box 12d, Part I, complete Sections A and D, and complete Part V.)

**Section A. All Supporting Organizations**

	Yes	No
<b>1</b> Are all of the organization's supported organizations listed by name in the organization's governing documents? <i>If "No," describe in Part VI how the supported organizations are designated. If designated by class or purpose, describe the designation. If historic and continuing relationship, explain.</i>		
<b>2</b> Did the organization have any supported organization that does not have an IRS determination of status under section 509(a)(1) or (2)? <i>If "Yes," explain in Part VI how the organization determined that the supported organization was described in section 509(a)(1) or (2).</i>		
<b>3a</b> Did the organization have a supported organization described in section 501(c)(4), (5), or (6)? <i>If "Yes," answer lines 3b and 3c below.</i>		
<b>b</b> Did the organization confirm that each supported organization qualified under section 501(c)(4), (5), or (6) and satisfied the public support tests under section 509(a)(2)? <i>If "Yes," describe in Part VI when and how the organization made the determination.</i>		
<b>c</b> Did the organization ensure that all support to such organizations was used exclusively for section 170(c)(2)(B) purposes? <i>If "Yes," explain in Part VI what controls the organization put in place to ensure such use.</i>		
<b>4a</b> Was any supported organization not organized in the United States ("foreign supported organization")? <i>If "Yes," and if you checked box 12a or 12b in Part I, answer lines 4b and 4c below.</i>		
<b>b</b> Did the organization have ultimate control and discretion in deciding whether to make grants to the foreign supported organization? <i>If "Yes," describe in Part VI how the organization had such control and discretion despite being controlled or supervised by or in connection with its supported organizations.</i>		
<b>c</b> Did the organization support any foreign supported organization that does not have an IRS determination under sections 501(c)(3) and 509(a)(1) or (2)? <i>If "Yes," explain in Part VI what controls the organization used to ensure that all support to the foreign supported organization was used exclusively for section 170(c)(2)(B) purposes.</i>		
<b>5a</b> Did the organization add, substitute, or remove any supported organizations during the tax year? <i>If "Yes," answer lines 5b and 5c below (if applicable). Also, provide detail in Part VI, including (i) the names and EIN numbers of the supported organizations added, substituted, or removed; (ii) the reasons for each such action; (iii) the authority under the organization's organizing document authorizing such action; and (iv) how the action was accomplished (such as by amendment to the organizing document).</i>		
<b>b</b> <b>Type I or Type II only.</b> Was any added or substituted supported organization part of a class already designated in the organization's organizing document?		
<b>c</b> <b>Substitutions only.</b> Was the substitution the result of an event beyond the organization's control?		
<b>6</b> Did the organization provide support (whether in the form of grants or the provision of services or facilities) to anyone other than (i) its supported organizations, (ii) individuals that are part of the charitable class benefited by one or more of its supported organizations, or (iii) other supporting organizations that also support or benefit one or more of the filing organization's supported organizations? <i>If "Yes," provide detail in Part VI.</i>		
<b>7</b> Did the organization provide a grant, loan, compensation, or other similar payment to a substantial contributor (as defined in section 4958(c)(3)(C)), a family member of a substantial contributor, or a 35% controlled entity with regard to a substantial contributor? <i>If "Yes," complete Part I of Schedule L (Form 990).</i>		
<b>8</b> Did the organization make a loan to a disqualified person (as defined in section 4958) not described on line 7? <i>If "Yes," complete Part I of Schedule L (Form 990).</i>		
<b>9a</b> Was the organization controlled directly or indirectly at any time during the tax year by one or more disqualified persons, as defined in section 4946 (other than foundation managers and organizations described in section 509(a)(1) or (2))? <i>If "Yes," provide detail in Part VI.</i>		
<b>b</b> Did one or more disqualified persons (as defined on line 9a) hold a controlling interest in any entity in which the supporting organization had an interest? <i>If "Yes," provide detail in Part VI.</i>		
<b>c</b> Did a disqualified person (as defined on line 9a) have an ownership interest in, or derive any personal benefit from, assets in which the supporting organization also had an interest? <i>If "Yes," provide detail in Part VI.</i>		
<b>10a</b> Was the organization subject to the excess business holdings rules of section 4943 because of section 4943(f) (regarding certain Type II supporting organizations, and all Type III non-functionally integrated supporting organizations)? <i>If "Yes," answer line 10b below.</i>		
<b>b</b> Did the organization have any excess business holdings in the tax year? <i>(Use Schedule C, Form 4720, to determine whether the organization had excess business holdings.)</i>		

**Part IV Supporting Organizations** (continued)

	Yes	No
<b>11</b> Has the organization accepted a gift or contribution from any of the following persons?		
<b>a</b> A person who directly or indirectly controls, either alone or together with persons described on lines 11b and 11c below, the governing body of a supported organization?		
<b>b</b> A family member of a person described on line 11a above?		
<b>c</b> A 35% controlled entity of a person described on line 11a or 11b above? <i>If "Yes" to line 11a, 11b, or 11c, provide detail in Part VI.</i>		
<b>11a</b>		
<b>11b</b>		
<b>11c</b>		

**Section B. Type I Supporting Organizations**

	Yes	No
<b>1</b> Did the governing body, members of the governing body, officers acting in their official capacity, or membership of one or more supported organizations have the power to regularly appoint or elect at least a majority of the organization's officers, directors, or trustees at all times during the tax year? <i>If "No," describe in Part VI how the supported organization(s) effectively operated, supervised, or controlled the organization's activities. If the organization had more than one supported organization, describe how the powers to appoint and/or remove officers, directors, or trustees were allocated among the supported organizations and what conditions or restrictions, if any, applied to such powers during the tax year.</i>		
<b>2</b> Did the organization operate for the benefit of any supported organization other than the supported organization(s) that operated, supervised, or controlled the supporting organization? <i>If "Yes," explain in Part VI how providing such benefit carried out the purposes of the supported organization(s) that operated, supervised, or controlled the supporting organization.</i>		
<b>1</b>		
<b>2</b>		

**Section C. Type II Supporting Organizations**

	Yes	No
<b>1</b> Were a majority of the organization's directors or trustees during the tax year also a majority of the directors or trustees of each of the organization's supported organization(s)? <i>If "No," describe in Part VI how control or management of the supporting organization was vested in the same persons that controlled or managed the supported organization(s).</i>		
<b>1</b>		

**Section D. All Type III Supporting Organizations**

	Yes	No
<b>1</b> Did the organization provide to each of its supported organizations, by the last day of the fifth month of the organization's tax year, (i) a written notice describing the type and amount of support provided during the prior tax year, (ii) a copy of the Form 990 that was most recently filed as of the date of notification, and (iii) copies of the organization's governing documents in effect on the date of notification, to the extent not previously provided?		
<b>2</b> Were any of the organization's officers, directors, or trustees either (i) appointed or elected by the supported organization(s) or (ii) serving on the governing body of a supported organization? <i>If "No," explain in Part VI how the organization maintained a close and continuous working relationship with the supported organization(s).</i>		
<b>3</b> By reason of the relationship described on line 2, above, did the organization's supported organizations have a significant voice in the organization's investment policies and in directing the use of the organization's income or assets at all times during the tax year? <i>If "Yes," describe in Part VI the role the organization's supported organizations played in this regard.</i>		
<b>1</b>		
<b>2</b>		
<b>3</b>		

**Section E. Type III Functionally Integrated Supporting Organizations**

<b>1</b> Check the box next to the method that the organization used to satisfy the Integral Part Test during the year (see instructions).			
<b>a</b> <input type="checkbox"/> The organization satisfied the Activities Test. Complete line 2 below.			
<b>b</b> <input type="checkbox"/> The organization is the parent of each of its supported organizations. Complete line 3 below.			
<b>c</b> <input type="checkbox"/> The organization supported a governmental entity. Describe in Part VI how you supported a governmental entity (see instructions).			
<b>2</b> Activities Test. Answer lines 2a and 2b below.			
<b>a</b> Did substantially all of the organization's activities during the tax year directly further the exempt purposes of the supported organization(s) to which the organization was responsive? <i>If "Yes," then in Part VI identify those supported organizations and explain how these activities directly furthered their exempt purposes, how the organization was responsive to those supported organizations, and how the organization determined that these activities constituted substantially all of its activities.</i>			
<b>b</b> Did the activities described on line 2a, above, constitute activities that, but for the organization's involvement, one or more of the organization's supported organization(s) would have been engaged in? <i>If "Yes," explain in Part VI the reasons for the organization's position that its supported organization(s) would have engaged in these activities but for the organization's involvement.</i>			
<b>3</b> Parent of Supported Organizations. Answer lines 3a and 3b below.			
<b>a</b> Did the organization have the power to regularly appoint or elect a majority of the officers, directors, or trustees of each of the supported organizations? <i>If "Yes" or "No" provide details in Part VI.</i>			
<b>b</b> Did the organization exercise a substantial degree of direction over the policies, programs, and activities of each of its supported organizations? <i>If "Yes," describe in Part VI the role played by the organization in this regard.</i>			
<b>2a</b>			
<b>2b</b>			
<b>3a</b>			
<b>3b</b>			

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

**Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations**

1  Check here if the organization satisfied the Integral Part Test as a qualifying trust on Nov. 20, 1970 ( explain in Part VI). See instructions.  
All other Type III non-functionally integrated supporting organizations must complete Sections A through E.

<b>Section A - Adjusted Net Income</b>		(A) Prior Year	(B) Current Year (optional)
1	Net short-term capital gain	1	
2	Recoveries of prior-year distributions	2	
3	Other gross income (see instructions)	3	
4	Add lines 1 through 3.	4	
5	Depreciation and depletion	5	
6	Portion of operating expenses paid or incurred for production or collection of gross income or for management, conservation, or maintenance of property held for production of income (see instructions)	6	
7	Other expenses (see instructions)	7	
8	<b>Adjusted Net Income</b> (subtract lines 5, 6, and 7 from line 4)	8	

<b>Section B - Minimum Asset Amount</b>		(A) Prior Year	(B) Current Year (optional)
1	Aggregate fair market value of all non-exempt-use assets (see instructions for short tax year or assets held for part of year):		
a	Average monthly value of securities	1a	
b	Average monthly cash balances	1b	
c	Fair market value of other non-exempt-use assets	1c	
d	<b>Total</b> (add lines 1a, 1b, and 1c)	1d	
e	<b>Discount</b> claimed for blockage or other factors (explain in detail in Part VI):		
2	Acquisition indebtedness applicable to non-exempt-use assets	2	
3	Subtract line 2 from line 1d.	3	
4	Cash deemed held for exempt use. Enter 0.015 of line 3 (for greater amount, see instructions).	4	
5	Net value of non-exempt-use assets (subtract line 4 from line 3)	5	
6	Multiply line 5 by 0.035.	6	
7	Recoveries of prior-year distributions	7	
8	<b>Minimum Asset Amount</b> (add line 7 to line 6)	8	

<b>Section C - Distributable Amount</b>		(A) Prior Year	(B) Current Year
1	Adjusted net income for prior year (from Section A, line 8, column A)	1	Current Year
2	Enter 0.85 of line 1.	2	
3	Minimum asset amount for prior year (from Section B, line 8, column A)	3	
4	Enter greater of line 2 or line 3.	4	
5	Income tax imposed in prior year	5	
6	<b>Distributable Amount.</b> Subtract line 5 from line 4, unless subject to emergency temporary reduction (see instructions).	6	
7	<input type="checkbox"/> Check here if the current year is the organization's first as a non-functionally integrated Type III supporting organization (see instructions).		

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Schedule A (Form 990) 2021

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**Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations** (continued)

<b>Section D - Distributions</b>		<b>Current Year</b>
<b>1</b>	Amounts paid to supported organizations to accomplish exempt purposes	<b>1</b>
<b>2</b>	Amounts paid to perform activity that directly furthers exempt purposes of supported organizations, in excess of income from activity	<b>2</b>
<b>3</b>	Administrative expenses paid to accomplish exempt purposes of supported organizations	<b>3</b>
<b>4</b>	Amounts paid to acquire exempt-use assets	<b>4</b>
<b>5</b>	Qualified set-aside amounts (prior IRS approval required - provide details in Part VI)	<b>5</b>
<b>6</b>	Other distributions (describe in Part VI). See instructions.	<b>6</b>
<b>7</b>	<b>Total annual distributions.</b> Add lines 1 through 6.	<b>7</b>
<b>8</b>	Distributions to attentive supported organizations to which the organization is responsive (provide details in Part VI). See instructions.	<b>8</b>
<b>9</b>	Distributable amount for 2021 from Section C, line 6	<b>9</b>
<b>10</b>	Line 8 amount divided by line 9 amount	<b>10</b>

<b>Section E - Distribution Allocations</b> (see instructions)	<b>(i) Excess Distributions</b>	<b>(ii) Underdistributions Pre-2021</b>	<b>(iii) Distributable Amount for 2021</b>
<b>1</b> Distributable amount for 2021 from Section C, line 6			
<b>2</b> Underdistributions, if any, for years prior to 2021 (reasonable cause required - explain in Part VI). See instructions.			
<b>3</b> Excess distributions carryover, if any, to 2021			
<b>a</b> From 2016			
<b>b</b> From 2017			
<b>c</b> From 2018			
<b>d</b> From 2019			
<b>e</b> From 2020			
<b>f</b> Total of lines 3a through 3e			
<b>g</b> Applied to underdistributions of prior years			
<b>h</b> Applied to 2021 distributable amount			
<b>i</b> Carryover from 2016 not applied (see instructions)			
<b>j</b> Remainder. Subtract lines 3g, 3h, and 3i from line 3f.			
<b>4</b> Distributions for 2021 from Section D, line 7: \$			
<b>a</b> Applied to underdistributions of prior years			
<b>b</b> Applied to 2021 distributable amount			
<b>c</b> Remainder. Subtract lines 4a and 4b from line 4.			
<b>5</b> Remaining underdistributions for years prior to 2021, if any. Subtract lines 3g and 4a from line 2. For result greater than zero, explain in Part VI. See instructions.			
<b>6</b> Remaining underdistributions for 2021. Subtract lines 3h and 4b from line 1. For result greater than zero, explain in Part VI. See instructions.			
<b>7</b> Excess distributions carryover to 2022. Add lines 3j and 4c.			
<b>8</b> Breakdown of line 7:			
<b>a</b> Excess from 2017			
<b>b</b> Excess from 2018			
<b>c</b> Excess from 2019			
<b>d</b> Excess from 2020			
<b>e</b> Excess from 2021			

Schedule A (Form 990) 2021





**Schedule B**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Schedule of Contributors**

▶ Attach to Form 990 or Form 990-PF.  
▶ Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for the latest information.

OMB No. 1545-0047

**2021**

Name of the organization

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Employer identification number

**\*\* - \*\*\* 6289**

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)( 3 ) (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

**Note:** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the **General Rule** and a **Special Rule**. See instructions.

**General Rule**

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

**Special Rules**

For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of (1) \$5,000; or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h; or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 **exclusively** for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I (entering "N/A" in column (b) instead of the contributor name and address), II, and III.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions **exclusively** for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an **exclusively** religious, charitable, etc., purpose. Don't complete any of the parts unless the **General Rule** applies to this organization because it received **nonexclusively** religious, charitable, etc., contributions totaling \$5,000 or more during the year ..... ▶ \$ \_\_\_\_\_

**Caution:** An organization that isn't covered by the **General Rule** and/or the **Special Rules** doesn't file Schedule B (Form 990), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it doesn't meet the filing requirements of Schedule B (Form 990).

LHA For Paperwork Reduction Act Notice, see the instructions for Form 990, 990-EZ, or 990-PF.

Schedule B (Form 990) (2021)

Name of organization <b>FLORIDA POLYTECHNIC UNIVERSITY                  FOUNDATION, INC</b>	Employer identification number <b>** - *** 6289</b>
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**Part I Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	<div style="background-color: black; width: 150px; height: 15px; margin-bottom: 5px;"></div> <div style="background-color: black; width: 250px; height: 15px; margin-bottom: 5px;"></div> <div style="background-color: black; width: 300px; height: 15px;"></div>	\$ <div style="background-color: black; width: 100px; height: 15px;"></div>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
2	<div style="background-color: black; width: 300px; height: 15px; margin-bottom: 5px;"></div> <div style="background-color: black; width: 200px; height: 15px; margin-bottom: 5px;"></div> <div style="background-color: black; width: 250px; height: 15px;"></div>	\$ <div style="background-color: black; width: 100px; height: 15px;"></div>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px;"></div>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px;"></div>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px;"></div>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px; margin-bottom: 5px;"></div> <div style="border-bottom: 1px solid black; height: 15px;"></div>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

Name of organization <b>FLORIDA POLYTECHNIC UNIVERSITY                  FOUNDATION, INC</b>	Employer identification number <b>**_***6289</b>
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**Part II Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions.)	(d) Date received
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____

Name of organization <b>FLORIDA POLYTECHNIC UNIVERSITY                  FOUNDATION, INC</b>	Employer identification number ** - *** 6289
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**Part III** Exclusively religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than \$1,000 for the year from any one contributor. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this info. once.) ▶ \$ \_\_\_\_\_  
 Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	

**SCHEDULE C**  
**(Form 990)**

**Political Campaign and Lobbying Activities**

OMB No. 1545-0047

**2021**

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

For Organizations Exempt From Income Tax Under section 501(c) and section 527  
 ▶ **Complete if the organization is described below.** ▶ **Attach to Form 990 or Form 990-EZ.**  
 ▶ **Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for instructions and the latest information.**

**If the organization answered "Yes," on Form 990, Part IV, line 3, or Form 990-EZ, Part V, line 46 (Political Campaign Activities), then**

- Section 501(c)(3) organizations: Complete Parts I-A and B. Do not complete Part I-C.
- Section 501(c) (other than section 501(c)(3)) organizations: Complete Parts I-A and C below. Do not complete Part I-B.
- Section 527 organizations: Complete Part I-A only.

**If the organization answered "Yes," on Form 990, Part IV, line 4, or Form 990-EZ, Part VI, line 47 (Lobbying Activities), then**

- Section 501(c)(3) organizations that have filed Form 5768 (election under section 501(h)): Complete Part II-A. Do not complete Part II-B.
- Section 501(c)(3) organizations that have NOT filed Form 5768 (election under section 501(h)): Complete Part II-B. Do not complete Part II-A.

**If the organization answered "Yes," on Form 990, Part IV, line 5 (Proxy Tax) (See separate instructions) or Form 990-EZ, Part V, line 35c (Proxy Tax) (See separate instructions), then**

- Section 501(c)(4), (5), or (6) organizations: Complete Part III.

Name of organization <b>FLORIDA POLYTECHNIC UNIVERSITY FOUNDATION, INC</b>	Employer identification number <b>** - *** 6289</b>
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**Part I-A Complete if the organization is exempt under section 501(c) or is a section 527 organization.**

- 1 Provide a description of the organization's direct and indirect political campaign activities in Part IV.
- 2 Political campaign activity expenditures ..... ▶ \$ \_\_\_\_\_
- 3 Volunteer hours for political campaign activities ..... \_\_\_\_\_

**Part I-B Complete if the organization is exempt under section 501(c)(3).**

- 1 Enter the amount of any excise tax incurred by the organization under section 4955 ..... ▶ \$ \_\_\_\_\_
- 2 Enter the amount of any excise tax incurred by organization managers under section 4955 ..... ▶ \$ \_\_\_\_\_
- 3 If the organization incurred a section 4955 tax, did it file Form 4720 for this year? .....  Yes  No
- 4a Was a correction made? .....  Yes  No
- b If "Yes," describe in Part IV.

**Part I-C Complete if the organization is exempt under section 501(c), except section 501(c)(3).**

- 1 Enter the amount directly expended by the filing organization for section 527 exempt function activities ..... ▶ \$ \_\_\_\_\_
- 2 Enter the amount of the filing organization's funds contributed to other organizations for section 527 exempt function activities ..... ▶ \$ \_\_\_\_\_
- 3 Total exempt function expenditures. Add lines 1 and 2. Enter here and on Form 1120-POL, line 17b ..... ▶ \$ \_\_\_\_\_
- 4 Did the filing organization file Form 1120-POL for this year? .....  Yes  No
- 5 Enter the names, addresses and employer identification number (EIN) of all section 527 political organizations to which the filing organization made payments. For each organization listed, enter the amount paid from the filing organization's funds. Also enter the amount of political contributions received that were promptly and directly delivered to a separate political organization, such as a separate segregated fund or a political action committee (PAC). If additional space is needed, provide information in Part IV.

(a) Name	(b) Address	(c) EIN	(d) Amount paid from filing organization's funds. If none, enter -0-.	(e) Amount of political contributions received and promptly and directly delivered to a separate political organization. If none, enter -0-.

For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule C (Form 990) 2021

LHA

132041 11-03-21

**Part II-A** Complete if the organization is exempt under section 501(c)(3) and filed Form 5768 (election under section 501(h)).

- A** Check  if the filing organization belongs to an affiliated group (and list in Part IV each affiliated group member's name, address, EIN, expenses, and share of excess lobbying expenditures).
- B** Check  if the filing organization checked box A and "limited control" provisions apply.

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Filing organization's totals	(b) Affiliated group totals												
<b>1a</b>	Total lobbying expenditures to influence public opinion (grassroots lobbying) .....														
<b>b</b>	Total lobbying expenditures to influence a legislative body (direct lobbying) .....														
<b>c</b>	Total lobbying expenditures (add lines 1a and 1b) .....														
<b>d</b>	Other exempt purpose expenditures .....														
<b>e</b>	Total exempt purpose expenditures (add lines 1c and 1d) .....														
<b>f</b>	Lobbying nontaxable amount. Enter the amount from the following table in both columns.														
<table border="1"> <thead> <tr> <th>If the amount on line 1e, column (a) or (b) is:</th> <th>The lobbying nontaxable amount is:</th> </tr> </thead> <tbody> <tr> <td>Not over \$500,000</td> <td>20% of the amount on line 1e.</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000</td> <td>\$100,000 plus 15% of the excess over \$500,000.</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000</td> <td>\$175,000 plus 10% of the excess over \$1,000,000.</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000</td> <td>\$225,000 plus 5% of the excess over \$1,500,000.</td> </tr> <tr> <td>Over \$17,000,000</td> <td>\$1,000,000.</td> </tr> </tbody> </table>		If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:	Not over \$500,000	20% of the amount on line 1e.	Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000.	Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000.	Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000.	Over \$17,000,000	\$1,000,000.		
If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:														
Not over \$500,000	20% of the amount on line 1e.														
Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000.														
Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000.														
Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000.														
Over \$17,000,000	\$1,000,000.														
<b>g</b>	Grassroots nontaxable amount (enter 25% of line 1f) .....														
<b>h</b>	Subtract line 1g from line 1a. If zero or less, enter -0- .....														
<b>i</b>	Subtract line 1f from line 1c. If zero or less, enter -0- .....														
<b>j</b>	If there is an amount other than zero on either line 1h or line 1i, did the organization file Form 4720 reporting section 4911 tax for this year? .....														

Yes  No

**4-Year Averaging Period Under Section 501(h)**  
(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the separate instructions for lines 2a through 2f.)

Lobbying Expenditures During 4-Year Averaging Period					
Calendar year (or fiscal year beginning in)	(a) 2018	(b) 2019	(c) 2020	(d) 2021	(e) Total
<b>2a</b> Lobbying nontaxable amount					
<b>b</b> Lobbying ceiling amount (150% of line 2a, column(e))					
<b>c</b> Total lobbying expenditures					
<b>d</b> Grassroots nontaxable amount					
<b>e</b> Grassroots ceiling amount (150% of line 2d, column (e))					
<b>f</b> Grassroots lobbying expenditures					

**Part II-B Complete if the organization is exempt under section 501(c)(3) and has NOT filed Form 5768 (election under section 501(h)).**

For each "Yes" response on lines 1a through 1i below, provide in Part IV a detailed description of the lobbying activity.	(a)		(b)
	Yes	No	Amount
<b>1</b> During the year, did the filing organization attempt to influence foreign, national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:			
<b>a</b> Volunteers? .....		X	
<b>b</b> Paid staff or management (include compensation in expenses reported on lines 1c through 1i)? ..		X	
<b>c</b> Media advertisements? .....		X	
<b>d</b> Mailings to members, legislators, or the public? .....		X	
<b>e</b> Publications, or published or broadcast statements? .....		X	
<b>f</b> Grants to other organizations for lobbying purposes? .....		X	
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body? .....		X	
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any similar means? .....		X	
<b>i</b> Other activities? .....	X		257,225.
<b>j</b> Total. Add lines 1c through 1i .....			257,225.
<b>2a</b> Did the activities in line 1 cause the organization to be not described in section 501(c)(3)? .....	X		
<b>b</b> If "Yes," enter the amount of any tax incurred under section 4912 .....			
<b>c</b> If "Yes," enter the amount of any tax incurred by organization managers under section 4912 .....			
<b>d</b> If the filing organization incurred a section 4912 tax, did it file Form 4720 for this year? .....			

**Part III-A Complete if the organization is exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6).**

	Yes	No
<b>1</b> Were substantially all (90% or more) dues received nondeductible by members? .....	1	
<b>2</b> Did the organization make only in-house lobbying expenditures of \$2,000 or less? .....	2	
<b>3</b> Did the organization agree to carry over lobbying and political campaign activity expenditures from the prior year? .....	3	

**Part III-B Complete if the organization is exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6) and if either (a) BOTH Part III-A, lines 1 and 2, are answered "No" OR (b) Part III-A, line 3, is answered "Yes."**

<b>1</b> Dues, assessments and similar amounts from members .....	1	
<b>2</b> Section 162(e) nondeductible lobbying and political expenditures (do not include amounts of political expenses for which the section 527(f) tax was paid).		
<b>a</b> Current year .....	2a	
<b>b</b> Carryover from last year .....	2b	
<b>c</b> Total .....	2c	
<b>3</b> Aggregate amount reported in section 6033(e)(1)(A) notices of nondeductible section 162(e) dues .....	3	
<b>4</b> If notices were sent and the amount on line 2c exceeds the amount on line 3, what portion of the excess does the organization agree to carryover to the reasonable estimate of nondeductible lobbying and political expenditure next year? .....	4	
<b>5</b> Taxable amount of lobbying and political expenditures. See instructions .....	5	

**Part IV Supplemental Information**

Provide the descriptions required for Part I-A, line 1; Part I-B, line 4; Part I-C, line 5; Part II-A (affiliated group list); Part II-A, lines 1 and 2 (See instructions); and Part II-B, line 1. Also, complete this part for any additional information.

**PART II-B, LINE 1, LOBBYING ACTIVITIES:**

**PAYMENT TO LOBBYIST FOR REPRESENTATION WITH LEGISLATORS.**

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**SCHEDULE D**  
**(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Financial Statements**

▶ **Complete if the organization answered "Yes" on Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.**  
▶ **Attach to Form 990.**

▶ **Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for instructions and the latest information.**

OMB No. 1545-0047

**2021**

**Open to Public Inspection**

Name of the organization **FLORIDA POLYTECHNIC UNIVERSITY FOUNDATION, INC** Employer identification number **\*\* - \*\*\* 6289**

**Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts.** Complete if the organization answered "Yes" on Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year .....		
2 Aggregate value of contributions to (during year) .....		
3 Aggregate value of grants from (during year) .....		
4 Aggregate value at end of year .....		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control? .....	<input type="checkbox"/> Yes	<input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit? .....	<input type="checkbox"/> Yes	<input type="checkbox"/> No

**Part II Conservation Easements.** Complete if the organization answered "Yes" on Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).  
 Preservation of land for public use (for example, recreation or education)  Preservation of a historically important land area  
 Protection of natural habitat  Preservation of a certified historic structure  
 Preservation of open space

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Tax Year
a Total number of conservation easements .....	2a
b Total acreage restricted by conservation easements .....	2b
c Number of conservation easements on a certified historic structure included in (a) .....	2c
d Number of conservation easements included in (c) acquired after 7/25/06, and not on a historic structure listed in the National Register .....	2d

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ▶ \_\_\_\_\_

4 Number of states where property subject to conservation easement is located ▶ \_\_\_\_\_

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds? .....

6 Staff and volunteer hours devoted to monitoring, inspecting, handling of violations, and enforcing conservation easements during the year ▶ \_\_\_\_\_

7 Amount of expenses incurred in monitoring, inspecting, handling of violations, and enforcing conservation easements during the year ▶ \$ \_\_\_\_\_

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)? .....

9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 8.

1a If the organization elected, as permitted under FASB ASC 958, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide in Part XIII the text of the footnote to its financial statements that describes these items.

b If the organization elected, as permitted under FASB ASC 958, to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:

(i) Revenue included on Form 990, Part VIII, line 1 .....

(ii) Assets included in Form 990, Part X .....

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under FASB ASC 958 relating to these items:

a Revenue included on Form 990, Part VIII, line 1 .....

b Assets included in Form 990, Part X .....

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990. Schedule D (Form 990) 2021



**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Schedule D (Form 990) 2021

\*\*-\*\*\*6289 Page 3

**Part VII Investments - Other Securities.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 11b. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives .....		
(2) Closely held equity interests .....		
(3) Other .....		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
<b>Total.</b> (Col. (b) must equal Form 990, Part X, col. (B) line 12.) ▶		

**Part VIII Investments - Program Related.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 11c. See Form 990, Part X, line 13.

(a) Description of investment	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
<b>Total.</b> (Col. (b) must equal Form 990, Part X, col. (B) line 13.) ▶		

**Part IX Other Assets.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 11d. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 15.) ▶	

**Part X Other Liabilities.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 11e or 11f. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 25.) ▶	

2. Liability for uncertain tax positions. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FASB ASC 740. Check here if the text of the footnote has been provided in Part XIII ...

Schedule D (Form 990) 2021

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

**Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

<b>1</b>	Total revenue, gains, and other support per audited financial statements	<b>1</b>	1,993,607.
<b>2</b>	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
<b>a</b>	Net unrealized gains (losses) on investments	<b>2a</b>	-1,448,398.
<b>b</b>	Donated services and use of facilities	<b>2b</b>	
<b>c</b>	Recoveries of prior year grants	<b>2c</b>	
<b>d</b>	Other (Describe in Part XIII.)	<b>2d</b>	
<b>e</b>	Add lines 2a through 2d	<b>2e</b>	-1,448,398.
<b>3</b>	Subtract line 2e from line 1	<b>3</b>	3,442,005.
<b>4</b>	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
<b>a</b>	Investment expenses not included on Form 990, Part VIII, line 7b	<b>4a</b>	
<b>b</b>	Other (Describe in Part XIII.)	<b>4b</b>	12,703.
<b>c</b>	Add lines 4a and 4b	<b>4c</b>	12,703.
<b>5</b>	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)	<b>5</b>	3,454,708.

**Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

<b>1</b>	Total expenses and losses per audited financial statements	<b>1</b>	1,369,726.
<b>2</b>	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
<b>a</b>	Donated services and use of facilities	<b>2a</b>	
<b>b</b>	Prior year adjustments	<b>2b</b>	
<b>c</b>	Other losses	<b>2c</b>	
<b>d</b>	Other (Describe in Part XIII.)	<b>2d</b>	74,047.
<b>e</b>	Add lines 2a through 2d	<b>2e</b>	74,047.
<b>3</b>	Subtract line 2e from line 1	<b>3</b>	1,295,679.
<b>4</b>	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
<b>a</b>	Investment expenses not included on Form 990, Part VIII, line 7b	<b>4a</b>	
<b>b</b>	Other (Describe in Part XIII.)	<b>4b</b>	
<b>c</b>	Add lines 4a and 4b	<b>4c</b>	0.
<b>5</b>	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)	<b>5</b>	1,295,679.

**Part XIII Supplemental Information.**

Provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

**PART X, LINE 2:**

THE FOUNDATION IS A NOT-FOR-PROFIT ORGANIZATION THAT IS EXEMPT FROM FEDERAL AND STATE INCOME TAXES UNDER SECTION 501(C)(3) OF THE INTERNAL REVENUE CODE. UNRELATED BUSINESS INCOME, AS DEFINED BY SECTION 509(A)(1) OF THE CODE IS SUBJECT TO FEDERAL INCOME TAX. THE FOUNDATION CURRENTLY HAS NO UNRELATED BUSINESS TAXABLE INCOME. ACCORDINGLY, NO PROVISION FOR INCOME TAXES HAS BEEN RECORDED.

THE FOUNDATION DETERMINED THERE WERE NO UNCERTAIN TAX POSITION FOR WHICH EITHER RECOGNITION OR DISCLOSURE IS REQUIRED IN THE FINANCIAL STATEMENTS.

**PART XI, LINE 4B - OTHER ADJUSTMENTS:**

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

Schedule D (Form 990) 2021

\*\* - \*\*\*6289 Page 5

**Part XIII** Supplemental Information *(continued)*

ADJUSTMENT FOR BAD DEBT ALLOWANCE 12,702.

ROUNDING 1.

TOTAL TO SCHEDULE D, PART XI, LINE 4B 12,703.

PART XII, LINE 2D - OTHER ADJUSTMENTS:

ADJUSTMENT FOR BAD DEBT ALLOWANCE 74,047.

**SCHEDULE I**  
**(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Grants and Other Assistance to Organizations,  
Governments, and Individuals in the United States**  
Complete if the organization answered "Yes" on Form 990, Part IV, line 21 or 22.

▶ Attach to Form 990.

▶ Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for the latest information.

OMB No. 1545-0047

**2021**

**Open to Public  
Inspection**

Name of the organization **FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Employer identification number  
**\*\*-\*\*\*6289**

**Part I** General Information on Grants and Assistance

- 1** Does the organization maintain records to substantiate the amount of the grants or assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance?  Yes  No
- 2** Describe in Part IV the organization's procedures for monitoring the use of grant funds in the United States.

**Part II** Grants and Other Assistance to Domestic Organizations and Domestic Governments. Complete if the organization answered "Yes" on Form 990, Part IV, line 21, for any recipient that received more than \$5,000. Part II can be duplicated if additional space is needed.

1 (a) Name and address of organization or government	(b) EIN	(c) IRC section (if applicable)	(d) Amount of cash grant	(e) Amount of noncash assistance	(f) Method of valuation (book, FMV, appraisal, other)	(g) Description of noncash assistance	(h) Purpose of grant or assistance
FLORIDA POLYTECHNIC UNIVERSITY 4700 RESEARCH WAY LAKELAND, FL 33805	kb	** - *STARS OF FLORIDA	720,309.	0.	N/A	N/A	STUDENT SCHOLARSHIPS AND UNIVERSITY SALARIES

**2** Enter total number of section 501(c)(3) and government organizations listed in the line 1 table ▶ 1

**3** Enter total number of other organizations listed in the line 1 table ▶ 0

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule I (Form 990) 2021

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Schedule I (Form 990) 2021

\*\*-\*\*\*6289

Page 2

**Part III** Grants and Other Assistance to Domestic Individuals. Complete if the organization answered "Yes" on Form 990, Part IV, line 22.  
Part III can be duplicated if additional space is needed.

(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of noncash assistance

**Part IV** Supplemental Information. Provide the information required in Part I, line 2; Part III, column (b); and any other additional information.

PAR I, LINE 2:

THE FOUNDATION REQUIRES THE UNIVERSITY TO SUBMIT INVOICES TO SUPPORT  
 THE AMOUNTS NEEDED TO COVER SCHOLARSHIPS AND SALARIES. THE FOUNDATION  
 ALSO REQUIRES THE UNIVERSITY TO SUBMIT THE NAMES OF THE STUDENTS THAT  
 HAVE BEEN AWARDED THE SCHOLARSHIPS ALONG WITH THE INVOICES.

**SCHEDULE J  
(Form 990)**

**Compensation Information**

OMB No. 1545-0047

**2021**

Open to Public Inspection

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees  
 ▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 23.  
 ▶ Attach to Form 990.  
 ▶ Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for instructions and the latest information.

Department of the Treasury  
Internal Revenue Service

Name of the organization **FLORIDA POLYTECHNIC UNIVERSITY FOUNDATION, INC** Employer identification number **\*\*-\*\*\*6289**

**Part I Questions Regarding Compensation**

**1a** Check the appropriate box(es) if the organization provided any of the following to or for a person listed on Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.

- |  |  |
|--|--|
| <input type="checkbox"/> First-class or charter travel             | <input type="checkbox"/> Housing allowance or residence for personal use   |
| <input type="checkbox"/> Travel for companions                     | <input type="checkbox"/> Payments for business use of personal residence   |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees     |
| <input type="checkbox"/> Discretionary spending account            | <input type="checkbox"/> Personal services (such as maid, chauffeur, chef) |

**b** If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain .....

**2** Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all directors, trustees, and officers, including the CEO/Executive Director, regarding the items checked on line 1a? .....

**3** Indicate which, if any, of the following the organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director, but explain in Part III.

- |  |  |
|--|--|
| <input type="checkbox"/> Compensation committee              | <input type="checkbox"/> Written employment contract                     |
| <input type="checkbox"/> Independent compensation consultant | <input type="checkbox"/> Compensation survey or study                    |
| <input type="checkbox"/> Form 990 of other organizations     | <input type="checkbox"/> Approval by the board or compensation committee |

**4** During the year, did any person listed on Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization:

- a** Receive a severance payment or change-of-control payment? ..... **4a**
- b** Participate in or receive payment from a supplemental nonqualified retirement plan? ..... **4b**
- c** Participate in or receive payment from an equity-based compensation arrangement? ..... **4c**
- If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

**Only section 501(c)(3), 501(c)(4), and 501(c)(29) organizations must complete lines 5-9.**

**5** For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

- a** The organization? ..... **5a**
- b** Any related organization? ..... **5b**
- If "Yes" on line 5a or 5b, describe in Part III.

**6** For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

- a** The organization? ..... **6a**
- b** Any related organization? ..... **6b**
- If "Yes" on line 6a or 6b, describe in Part III.

**7** For persons listed on Form 990, Part VII, Section A, line 1a, did the organization provide any nonfixed payments not described on lines 5 and 6? If "Yes," describe in Part III .....

**8** Were any amounts reported on Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III .....

**9** If "Yes" on line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)? .....

	Yes	No
<b>1b</b>		
<b>2</b>		
<b>4a</b>		X
<b>4b</b>		X
<b>4c</b>		X
<b>5a</b>		X
<b>5b</b>		X
<b>6a</b>		X
<b>6b</b>		X
<b>7</b>		X
<b>8</b>		X
<b>9</b>		

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2021

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

\*\*-\*\*\*6289

Schedule J (Form 990) 2021

Page 2

**Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees.** Use duplicate copies if additional space is needed.

For each individual whose compensation must be reported on Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions, on row (ii). Do not list any individuals that aren't listed on Form 990, Part VII.

**Note:** The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable column (D) and (E) amounts for that individual.

(A) Name and Title		(B) Breakdown of W-2 and/or 1099-MISC and/or 1099-NEC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation in column (B) reported as deferred on prior Form 990
		(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other reportable compensation				
(1) RANDY AVENT PRESIDENT	(i)	0.	0.	0.	0.	0.	0.	0.
	(ii)	438,291.	128,121.	18,872.	26,743.	22,189.	634,216.	0.
(2) KATHY BOWMAN CEO	(i)	0.	0.	0.	0.	0.	0.	0.
	(ii)	192,978.	0.	645.	17,755.	21,947.	233,325.	0.
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

Part III Supplemental Information

Provide the information, explanation, or descriptions required for Part I, lines 1a, 1b, 3, 4a, 4b, 4c, 5a, 5b, 6a, 6b, 7, and 8, and for Part II. Also complete this part for any additional information.

Multiple horizontal lines for supplemental information.

**SCHEDULE O  
(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990 or 990-EZ**

Complete to provide information for responses to specific questions on  
Form 990 or 990-EZ or to provide any additional information.  
▶ Attach to Form 990 or Form 990-EZ.

▶ Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for the latest information.

OMB No. 1545-0047

**2021**

Open to Public  
Inspection

Name of the organization

FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC

Employer identification number

\*\* - \*\*\* 6289

FORM 990, PART VI, SECTION B, LINE 11B:

A COMPLETE COPY OF THE 990 IS REVIEWED BY THE CEO, COO, AUDIT CHAIRMAN AND  
UNIVERSITY COMPLIANCE OFFICER BEFORE FILING.

FORM 990, PART VI, SECTION B, LINE 12C:

IN CONNECTION WITH ANY ACTUAL OR POSSIBLE CONFLICTS OF INTEREST, AN  
INTERESTED PERSON MUST DISCLOSE THE EXISTENCE OF HIS OR HER FINANCIAL  
INTEREST AND ALL MATERIAL FACTS TO THE DIRECTORS AND MEMBERS OF COMMITTEES  
WITH BOARD-DELEGATED POWERS CONSIDERING THE PROPOSED TRANSACTIONS OR  
ARRANGEMENT. THE REMAINING BOARD OR COMMITTEE MEMBERS SHALL DECIDE WHETHER  
A CONFLICT OF INTEREST EXISTS. AN INTERESTED PERSON MAY MAKE A PRESENTATION  
AT THE BOARD OR COMMITTEE MEETING, BUT AFTER SUCH PRESENTATION, HE OR SHE  
SHALL BE INVITED AND ALLOWED (BUT NOT REQUIRED) TO LEAVE THE MEETING DURING  
THE DISCUSSION OF, AND THE VOTE ON, THE TRANSACTION OR ARRANGEMENT THAT  
RESULTS IN THE CONFLICT OF INTEREST. THE CHAIR OF THE BOARD OR THE  
COMMITTEE SHALL, IF APPROPRIATE, APPOINT A DISINTERESTED PERSON OR  
COMMITTEE TO INVESTIGATE ALTERNATIVES TO THE PROPOSED TRANSACTION OR  
ARRANGEMENT. AFTER EXERCISING DUE DILIGENCE, THE BOARD OR COMMITTEE SHALL  
DETERMINE WHETHER THE FOUNDATION CAN OBTAIN A MORE ADVANTAGEOUS TRANSACTION  
OR ARRANGEMENT WITH REASONABLE EFFORTS FROM A PERSON OR ENTITY THAT WOULD  
NOT GIVE RISE TO A CONFLICT OF INTEREST. IF A MORE ADVANTAGEOUS TRANSACTION  
OR ARRANGEMENT IS NOT REASONABLY ATTAINABLE UNDER CIRCUMSTANCES THAT WOULD  
NOT GIVE RISE TO A CONFLICT OF INTEREST, THE BOARD OR COMMITTEE SHALL  
DETERMINE BY A MAJORITY VOTE OF THE DISINTERESTED DIRECTORS OR MEMBERS IN  
ATTENDANCE WHETHER TO ENTER INTO THE TRANSACTION DESPITE THE CONFLICT OF  
INTEREST.

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule O (Form 990) 2021

132211 11-11-21

Name of the organization <b>FLORIDA POLYTECHNIC UNIVERSITY FOUNDATION, INC</b>	Employer identification number <b>** - ***6289</b>
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FORM 990, PART VI, SECTION C, LINE 19:

THE ORGANIZATION MAKES ITS GOVERNMENT DOCUMENTS, CONFLICT OF INTERST  
POLICY, AND FINANCIAL STATEMENTS AVAILABLE UPON REQUEST.

FORM 990, PART IX, LINE 11G, OTHER FEES:

CONTRACTED SERVICES:

PROGRAM SERVICE EXPENSES	0.
MANAGEMENT AND GENERAL EXPENSES	0.
FUNDRAISING EXPENSES	50,849.
TOTAL EXPENSES	50,849.

CONSULTANT FEES:

PROGRAM SERVICE EXPENSES	0.
MANAGEMENT AND GENERAL EXPENSES	0.
FUNDRAISING EXPENSES	128,045.
TOTAL EXPENSES	128,045.
TOTAL OTHER FEES ON FORM 990, PART IX, LINE 11G, COL A	178,894.

FORM 990, PART XI, LINE 9, CHANGES IN NET ASSETS:

WRITE OFF OF UNCOLLECTIBLE PLEDGES	-86,749.
ROUNDING	-1.
TOTAL TO FORM 990, PART XI, LINE 9	-86,750.

**SCHEDULE R  
(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Related Organizations and Unrelated Partnerships**

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 33, 34, 35b, 36, or 37.  
▶ Attach to Form 990.

▶ Go to [www.irs.gov/Form990](http://www.irs.gov/Form990) for instructions and the latest information.

OMB No. 1545-0047

**2021**

Open to Public  
Inspection

Name of the organization **FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Employer identification number  
**\*\*-\*\*\*6289**

**Part I Identification of Disregarded Entities.** Complete if the organization answered "Yes" on Form 990, Part IV, line 33.

(a) Name, address, and EIN (if applicable) of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity

**Part II Identification of Related Tax-Exempt Organizations.** Complete if the organization answered "Yes" on Form 990, Part IV, line 34, because it had one or more related tax-exempt organizations during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity?	
						Yes	No
FLORIDA POLYTECHNIC UNIVERSITY - 46-0764837 4700 RESEARCH WAY LAKELAND, FL 33805	UNIVERSITY	FLORIDA			N/A		<b>X</b>

For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule R (Form 990) 2021

FLORIDA POLYTECHNIC UNIVERSITY

Schedule R (Form 990) 2021

FOUNDATION, INC

\*\*-\*\*\*6289

Page 2

**Part III** Identification of Related Organizations Taxable as a Partnership. Complete if the organization answered "Yes" on Form 990, Part IV, line 34, because it had one or more related organizations treated as a partnership during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V-UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
							Yes	No		Yes	No	

**Part IV** Identification of Related Organizations Taxable as a Corporation or Trust. Complete if the organization answered "Yes" on Form 990, Part IV, line 34, because it had one or more related organizations treated as a corporation or trust during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership	(i) Section 512(b)(13) controlled entity?	
								Yes	No

**FLORIDA POLYTECHNIC UNIVERSITY  
FOUNDATION, INC**

Schedule R (Form 990) 2021

\*\*-\*\*\*6289 Page 3

**Part V Transactions With Related Organizations.** Complete if the organization answered "Yes" on Form 990, Part IV, line 34, 35b, or 36.

**Note:** Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

	Yes	No
<b>1</b> During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?		
<b>a</b> Receipt of (i) interest, (ii) annuities, (iii) royalties, or (iv) rent from a controlled entity .....		X
<b>b</b> Gift, grant, or capital contribution to related organization(s) .....	X	
<b>c</b> Gift, grant, or capital contribution from related organization(s) .....		X
<b>d</b> Loans or loan guarantees to or for related organization(s) .....		X
<b>e</b> Loans or loan guarantees by related organization(s) .....		X
<b>f</b> Dividends from related organization(s) .....		X
<b>g</b> Sale of assets to related organization(s) .....		X
<b>h</b> Purchase of assets from related organization(s) .....		X
<b>i</b> Exchange of assets with related organization(s) .....		X
<b>j</b> Lease of facilities, equipment, or other assets to related organization(s) .....		X
<b>k</b> Lease of facilities, equipment, or other assets from related organization(s) .....		X
<b>l</b> Performance of services or membership or fundraising solicitations for related organization(s) .....		X
<b>m</b> Performance of services or membership or fundraising solicitations by related organization(s) .....		X
<b>n</b> Sharing of facilities, equipment, mailing lists, or other assets with related organization(s) .....		X
<b>o</b> Sharing of paid employees with related organization(s) .....		X
<b>p</b> Reimbursement paid to related organization(s) for expenses .....		X
<b>q</b> Reimbursement paid by related organization(s) for expenses .....		X
<b>r</b> Other transfer of cash or property to related organization(s) .....		X
<b>s</b> Other transfer of cash or property from related organization(s) .....		X

**2** If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(a) Name of related organization	(b) Transaction type (a-s)	(c) Amount involved	(d) Method of determining amount involved
(1) FLORIDA POLYTECHNIC UNIVERSITY	B	720,309.	CASH PAID
(2)			
(3)			
(4)			
(5)			
(6)			





**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: University Financial Audit FYE22**

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**Proposed Committee Action**

Information only. No action required.

**Background Information**

In accordance with Section 11.45, Florida Statutes, a financial audit was performed on the University's basic financial statements for the fiscal year ended June 30, 2022, by the Florida Auditor General. David Blanton, Chief Audit Executive/Chief Compliance Officer (CAE/CCO) will present the results of the financial audit to the Committee for their review and consideration.

With respect to university financial audits, the Audit and Compliance Committee (AACC) Charter requires that the AACC shall receive and review Auditor General financial statement audits related to the University and conducted for the purpose of determining whether the University:

- a. Presented the basic financial statements in accordance with generally accepted accounting principles;
- b. Established and implemented internal controls over financial reporting and compliance with requirements that could have a direct and material effect on the financial statements; and
- c. Complied with the various provisions of laws, rules, regulations, contracts, and grant agreements that are material to the financial statements.

This includes receiving and reviewing any disclosure of:

- i) Significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the System's ability to record, process, summarize, and report financial data; (none noted); and
- ii) Any fraud, whether material or not, that involves management or other employees who have a significant role in the System's internal controls. (none noted)

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**Supporting Documentation:**

1. Florida Polytechnic University Financial audit report for the fiscal year ended June 30, 2022. (Auditor General Report No. 2023-137)
2. Summary of audit in Audit & Compliance Update (PowerPoint)

**Prepared by:** David A. Blanton, CAE/CCO

Report No. 2023-137  
March 2023

**STATE OF FLORIDA AUDITOR GENERAL**

Financial Audit

**FLORIDA POLYTECHNIC UNIVERSITY**

For the Fiscal Year Ended  
June 30, 2022



Sherrill F. Norman, CPA  
Auditor General

## Board of Trustees and President

During the 2021-22 fiscal year, Dr. Randy K. Avent served as President of Florida Polytechnic University and the following individuals served as Members of the Board of Trustees:

Clifford "Cliff" K. Otto, Chair	Dr. Laine Powell
R. Mark Bostick, Vice Chair	Melia Rodriguez from 4-28-22 <sup>b</sup>
Dr. Ala J. Alnaser through 5-5-22 <sup>a</sup>	Dr. W. Earl Sasser
Samantha Ashby through 4-27-22 <sup>b</sup>	Lyn D. Stanfield
Beth Kigel	Robert W. Stork
Dr. Narendra Kini	Gary C. Wendt
Dr. Susan LeFrancois from 5-6-22 <sup>a</sup>	

<sup>a</sup> Faculty Senate Chair.

<sup>b</sup> Student Body President.

Note: Two Trustee positions were vacant the entire period.

The Auditor General conducts audits of governmental entities to provide the Legislature, Florida's citizens, public entity management, and other stakeholders unbiased, timely, and relevant information for use in promoting government accountability and stewardship and improving government operations.

The team leader was Pakeishia L. Johnson, and the audit was supervised by Mark A. Arroyo, CPA.

Please address inquiries regarding this report to Jaime N. Hoelscher, CPA, Audit Manager, by e-mail at [jaimehoelscher@aud.state.fl.us](mailto:jaimehoelscher@aud.state.fl.us) or by telephone at (850) 412-2868.

This report and other reports prepared by the Auditor General are available at:

[FLAuditor.gov](http://FLAuditor.gov)

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**State of Florida Auditor General**

**Claude Pepper Building, Suite G74 · 111 West Madison Street · Tallahassee, FL 32399-1450 · (850) 412-2722**

**FLORIDA POLYTECHNIC UNIVERSITY**  
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## SUMMARY

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### SUMMARY OF REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our audit disclosed that the basic financial statements of Florida Polytechnic University (a component unit of the State of Florida) were presented fairly, in all material respects, in accordance with prescribed financial reporting standards.

### SUMMARY OF REPORT ON INTERNAL CONTROL AND COMPLIANCE

Our audit did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses.

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, issued by the Comptroller General of the United States.

### AUDIT OBJECTIVES AND SCOPE

Our audit objectives were to obtain reasonable assurance about whether the financial statements as a whole were free from material misstatements, whether due to fraud or error, and to issue an auditor's report that included our opinion. In doing so we:

- Exercised professional judgment and maintained professional skepticism throughout the audit.
- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, and designed and performed audit procedures responsive to those risks.
- Obtained an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control.
- Evaluated the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluated the overall presentation of the financial statements.
- Concluded whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the University's ability to continue as a going concern for a reasonable period of time.
- Examined various transactions to determine whether they were executed, in both manner and substance, in accordance with governing provisions of laws, rules, regulations, contracts, and grant agreements.

An examination of Federal awards administered by the University is included within the scope of our Statewide audit of Federal awards administered by the State of Florida.

### AUDIT METHODOLOGY

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and applicable standards contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.



Sherrill F. Norman, CPA  
Auditor General

# AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74  
111 West Madison Street  
Tallahassee, Florida 32399-1450



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The President of the Senate, the Speaker of the  
House of Representatives, and the  
Legislative Auditing Committee

## INDEPENDENT AUDITOR'S REPORT

### Report on the Audit of the Financial Statements

#### **Opinions**

We have audited the financial statements of Florida Polytechnic University, a component unit of the State of Florida, and its discretely presented component unit as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of Florida Polytechnic University and of its discretely presented component unit as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the discretely presented component unit, which represent 100 percent of the transactions and account balances of the discretely presented component unit columns. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit, is based solely on the report of the other auditors.

#### **Basis for Opinions**

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

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

As discussed in Note 2. to the financial statements, the University adopted new accounting guidance Governmental Accounting Standards Board Statement No. 87, *Leases*, which is a change in accounting principle that addresses accounting and financial reporting for leases. This affects the comparability of amounts reported for the 2021-22 fiscal year with amounts reported for the 2020-21 fiscal year. Our opinion is not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the University's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that **MANAGEMENT'S DISCUSSION AND ANALYSIS**, the **Schedule of the University's Proportionate Share of the Total Other Postemployment Benefits Liability**, **Schedule of the University's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan**, **Schedule of University Contributions – Florida Retirement System Pension Plan**, **Schedule of the University's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy Pension Plan**, **Schedule of University Contributions – Health Insurance Subsidy Pension Plan**, and **Notes to Required Supplementary Information**, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 8, 2023, on our consideration of the Florida Polytechnic University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading **INDEPENDENT AUDITOR'S 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**. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Florida Polytechnic University's internal control over financial reporting and compliance.

Respectfully submitted,



Sherrill F. Norman, CPA  
Tallahassee, Florida  
March 8, 2023

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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Management's discussion and analysis (MD&A) provides an overview of the financial position and activities of the University for the fiscal year ended June 30, 2022, and should be read in conjunction with the financial statements and notes thereto. The MD&A, and financial statements and notes thereto, are the responsibility of University management. The MD&A contains financial activity of the University for the fiscal years ended June 30, 2022, and June 30, 2021.

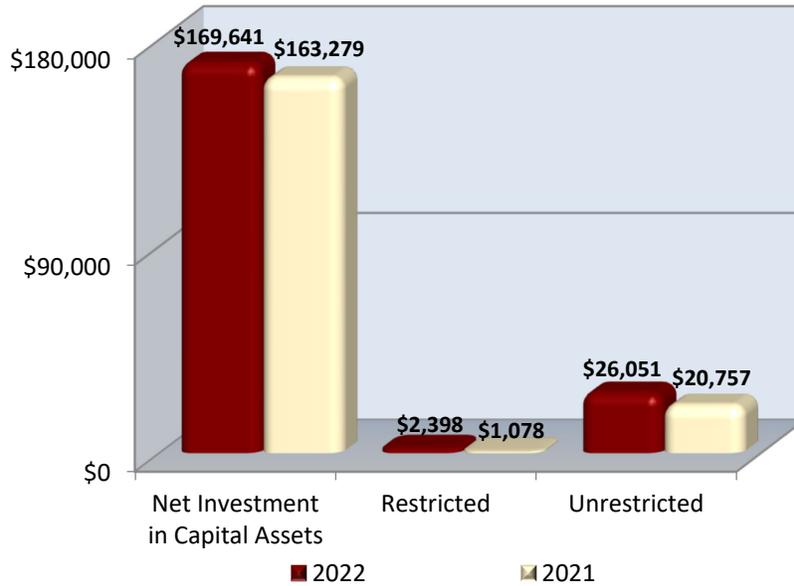
### **FINANCIAL HIGHLIGHTS**

The University's assets and deferred outflows of resources totaled \$234.7 million at June 30, 2022. This balance reflects a \$17.3 million, or 7.9 percent, increase as compared to the 2020-21 fiscal year, resulting from increases in investments, due from State, and lease receivable. While assets and deferred outflows of resources grew, liabilities and deferred inflows of resources also increased by \$4.3 million, or 13.3 percent, totaling \$36.6 million at June 30, 2022, resulting from increases in construction contracts payable and deferred inflows of resources for lease receivable. As a result, the University's net position increased by \$13 million, resulting in a year-end balance of \$198.1 million.

The University's operating revenues totaled \$7.4 million for the 2021-22 fiscal year, representing a 7.4 percent decrease compared to the 2020-21 fiscal year due mainly to a downturn in auxiliary sales. Operating expenses totaled \$61.1 million for the 2021-22 fiscal year, essentially unchanged from the prior fiscal year.

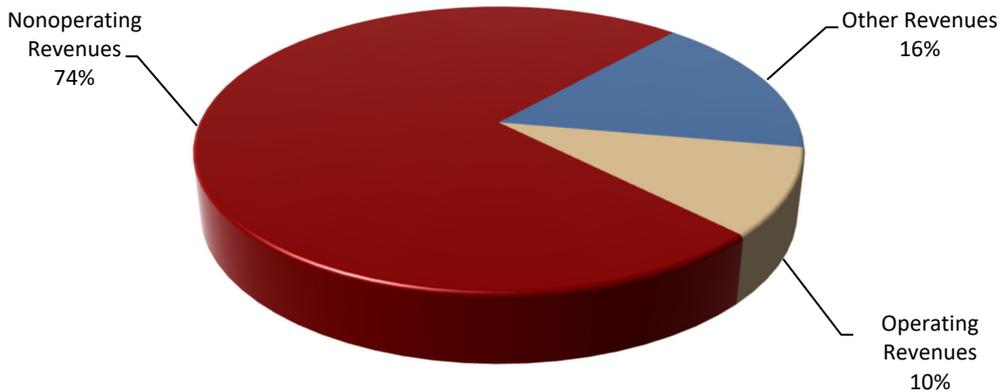
Net position represents the residual interest in the University's assets and deferred outflows of resources after deducting liabilities and deferred inflows of resources. The University's comparative total net position by category for the fiscal years ended June 30, 2022, and June 30, 2021, is shown in the following graph:

**Net Position  
(In Thousands)**



The following chart provides a graphical presentation of University revenues by category for the 2021-22 fiscal year:

**Total Revenues  
2021-22 Fiscal Year**



**OVERVIEW OF FINANCIAL STATEMENTS**

Pursuant to the Governmental Accounting Standards Board (GASB) Statement No. 35, the University’s financial report consists of three basic financial statements: the statement of net position; the statement of revenues, expenses, and changes in net position; and the statement of cash flows. The financial statements, and notes thereto, encompass the University and its component unit. Based on the application of the criteria for determining component units, the Florida Polytechnic University Foundation,

Inc., (Foundation) is included within the University reporting entity as a discretely presented component unit.

Information regarding the Foundation's separately issued financial statements is presented in the notes to financial statements. This MD&A focuses on the University, excluding the discretely presented component unit.

### **The Statement of Net Position**

The statement of net position reflects the assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the University, using the accrual basis of accounting, and presents the financial position of the University at a specified time. Assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, equals net position, which is one indicator of the University's current financial condition. The changes in net position that occur over time indicate improvement or deterioration in the University's financial condition.

The following summarizes the University's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at June 30:

#### **Condensed Statement of Net Position at June 30**

(In Thousands)

	<u>2022</u>	<u>2021</u>
<b>Assets</b>		
Current Assets	\$ 46,159	\$ 39,878
Capital Assets, Net	173,463	164,196
Other Noncurrent Assets	<u>5,208</u>	<u>346</u>
<b>Total Assets</b>	<u>224,830</u>	<u>204,420</u>
<b>Deferred Outflows of Resources</b>	<u>9,821</u>	<u>12,968</u>
<b>Liabilities</b>		
Current Liabilities	5,936	2,976
Noncurrent Liabilities	<u>14,964</u>	<u>25,177</u>
<b>Total Liabilities</b>	<u>20,900</u>	<u>28,153</u>
<b>Deferred Inflows of Resources</b>	<u>15,661</u>	<u>4,121</u>
<b>Net Position</b>		
Net Investment in Capital Assets	169,641	163,279
Restricted	2,398	1,078
Unrestricted	<u>26,051</u>	<u>20,757</u>
<b>Total Net Position</b>	<u>\$198,090</u>	<u>\$185,114</u>

The University's statement of net position changes were the result of the following factors:

- Capital assets increased \$9.3 million due to the final construction phase of the Applied Research Center (ARC) building offset by additions to accumulated depreciation.

- Current assets increased \$6.3 million from \$3.7 million in State Public Education Capital Outlay (PECO) funds that are due to the University for the ARC construction and \$2.6 million in timing for constructions payments.
- Other noncurrent assets increased \$4.9 million due to the recognition of \$3.9 million in a lease receivable due to the implementation of GASB Statement No. 87, *Leases*, accounting standard and \$1 million restricted investments for construction.
- Deferred outflows and inflows of resources changes are due to the actuarial assumptions in pension and OPEB transactions discussed in depth in the notes to these financial statements. In addition, deferred inflows of resources increased \$4.1 million due to the implementation of GASB Statement No. 87, *Leases*.

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

The statement of revenues, expenses, and changes in net position presents the University's revenue and expense activity, categorized as operating and nonoperating. Revenues and expenses are recognized when earned or incurred, regardless of when cash is received or paid.

The following summarizes the University's activity for the 2021-22 and 2020-21 fiscal years:

#### **Condensed Statement of Revenues, Expenses, and Changes in Net Position For the Fiscal Years**

(In Thousands)

	<b>2021-22</b>	<b>2020-21</b>
Operating Revenues	\$ 7,407	\$ 8,001
Less, Operating Expenses	61,119	61,292
<b>Operating Loss</b>	(53,712)	(53,291)
Net Nonoperating Revenues	54,457	49,128
<b>Income (Loss) Before Other Revenues</b>	745	(4,163)
Other Revenues	12,231	82
<b>Net Increase (Decrease) In Net Position</b>	12,976	(4,081)
Net Position, Beginning of Year	185,114	189,195
<b>Net Position, End of Year</b>	\$ 198,090	\$ 185,114

### **Operating Revenues**

GASB Statement No. 35 categorizes revenues as either operating or nonoperating. Operating revenues generally result from exchange transactions where each of the parties to the transaction either gives or receives something of equal or similar value.

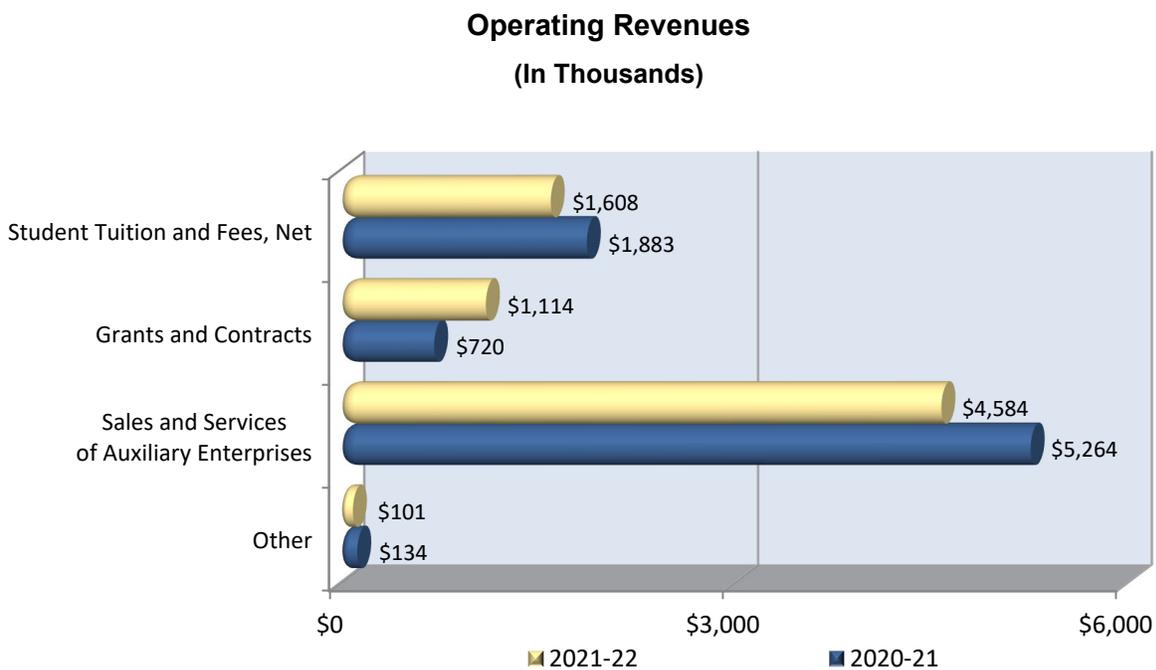
The following summarizes the operating revenues by source that were used to fund operating activities for the 2021-22 and 2020-21 fiscal years:

## Operating Revenues For the Fiscal Years

(In Thousands)

	2021-22	2020-21
Student Tuition and Fees, Net	\$ 1,608	\$ 1,883
Grants and Contracts	1,114	720
Sales and Services of Auxiliary Enterprises	4,584	5,264
Other	101	134
<b>Total Operating Revenues</b>	<b>\$ 7,407</b>	<b>\$ 8,001</b>

The following chart presents the University's operating revenues for the 2021-22 and 2020-21 fiscal years:



University operating revenues decreased primarily due to a drop in auxiliary sales.

### **Operating Expenses**

Expenses are categorized as operating or nonoperating. The majority of the University's expenses are operating expenses as defined by GASB Statement No. 35. GASB gives financial reporting entities the choice of reporting operating expenses in the functional or natural classifications. The University has chosen to report the expenses in their natural classification on the statement of revenues, expenses, and changes in net position and has displayed the functional classification in the notes to financial statements.

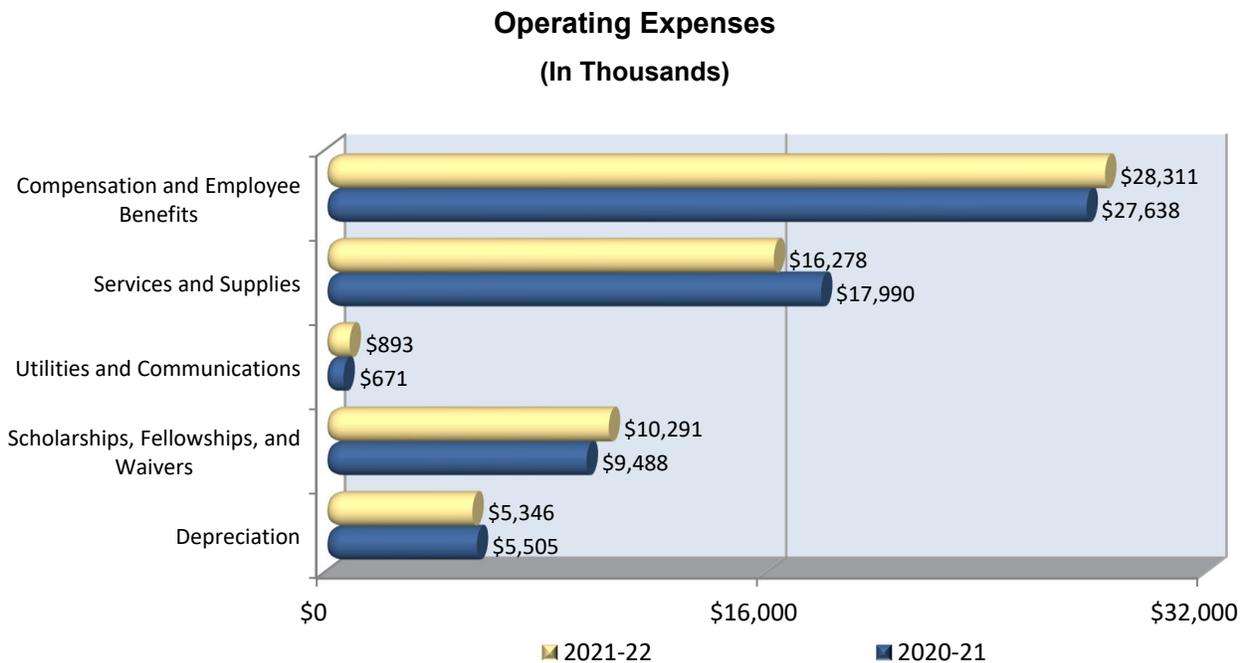
The following summarizes operating expenses by natural classification for the 2021-22 and 2020-21 fiscal years:

**Operating Expenses  
For the Fiscal Years**

(In Thousands)

	<u>2021-22</u>	<u>2020-21</u>
Compensation and Employee Benefits	\$ 28,311	\$ 27,638
Services and Supplies	16,278	17,990
Utilities and Communications	893	671
Scholarships, Fellowships, and Waivers	10,291	9,488
Depreciation	5,346	5,505
<b>Total Operating Expenses</b>	<b>\$ 61,119</b>	<b>\$ 61,292</b>

The following chart presents the University's operating expenses for the 2021-22 and 2020-21 fiscal years:



Operating expenses were essentially unchanged from the prior fiscal year.

**Nonoperating Revenues and Expenses**

Certain revenue sources that the University relies on to provide funding for operations, including State noncapital appropriations, Federal and State student financial aid, and investment income are defined by GASB as nonoperating. Nonoperating expenses include capital financing costs and other costs related to capital assets. The following summarizes the University's nonoperating revenues and expenses for the 2021-22 and 2020-21 fiscal years:

**Nonoperating Revenues (Expenses)  
For the Fiscal Years**

(In Thousands)

	<b>2021-22</b>	<b>2020-21</b>
State Noncapital Appropriations	\$ 42,752	\$ 37,986
Federal and State Student Financial Aid	10,160	9,706
Investment Income	299	1,158
Other Nonoperating Revenues	2,936	2,636
Unrealized Loss on Investments	(1,672)	(2,353)
Interest on Capital Asset-Related Debt	(18)	(5)
<b>Net Nonoperating Revenues</b>	<b>\$ 54,457</b>	<b>\$ 49,128</b>

Changes in nonoperating revenue were the result of the University receiving its first performance-based funding allocation of \$4.7 million in additional State noncapital appropriations.

**Other Revenues**

This category is composed of State capital appropriations. The following summarizes the University's other revenues for the 2021-22 and 2020-21 fiscal years:

**Other Revenues  
For the Fiscal Years**

(In Thousands)

	<b>2021-22</b>	<b>2020-21</b>
State Capital Appropriations	\$ 12,231	\$ 82

State capital appropriations increased because the University received PECO funding for the remaining balance of the ARC building construction.

**The Statement of Cash Flows**

The statement of cash flows provides information about the University's financial results by reporting the major sources and uses of cash and cash equivalents. This statement will assist in evaluating the University's ability to generate net cash flows, its ability to meet its financial obligations as they come due, and its need for external financing. Cash flows from operating activities show the net cash used by the operating activities of the University. Cash flows from capital financing activities include all plant funds and related long-term debt activities. Cash flows from investing activities show the net source and use of cash related to purchasing or selling investments and earning income on those investments. Cash flows from noncapital financing activities include those activities not covered in other sections.

The following summarizes cash flows for the 2021-22 and 2020-21 fiscal years:

**Condensed Statement of Cash Flows**  
**For the Fiscal Years**  
(In Thousands)

	<b>2021-22</b>	<b>2020-21</b>
Cash Provided (Used) by:		
Operating Activities	\$ (47,461)	\$ (49,101)
Noncapital Financing Activities	55,848	50,329
Capital and Related Financing Activities	(2,908)	(18,286)
Investing Activities	(6,021)	17,890
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(542)	832
Cash and Cash Equivalents, Beginning of Year	1,050	218
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 508</b>	<b>\$ 1,050</b>

Major sources of funds came from State noncapital appropriations (\$42.8 million), Federal and State student financial aid (\$10.2 million), State capital appropriations (\$8.8 million), sales and services of auxiliary enterprises (\$4.6 million), other nonoperating receipts (\$2.9 million), Federal Direct Loan Program receipts (\$2.4 million), and net student tuition and fees (\$1.6 million). Major uses of funds were for payments to and behalf of employees (\$27.9 million), payments to suppliers (\$17.5 million), purchase or construction of capital assets (\$11.5 million), payments to students for scholarships and fellowships (\$10.3 million), and Federal Direct Loan Program disbursements (\$2.4 million).

**CAPITAL ASSETS, CAPITAL EXPENSES AND COMMITMENT,  
AND DEBT ADMINISTRATION**

**Capital Assets**

At June 30, 2022, the University had \$215 million in capital assets, less accumulated depreciation of \$41.5 million, for net capital assets of \$173.5 million. Depreciation charges for the current fiscal year totaled \$5.3 million. The following table summarizes the University's capital assets, net of accumulated depreciation, at June 30:

**Capital Assets, Net at June 30**  
(In Thousands)

	<b>2022</b>	<b>2021</b>
Land	\$ 18,156	\$ 18,156
Construction in Progress	1,182	31,107
Buildings	123,925	83,042
Infrastructure and Other Improvements	25,794	27,402
Furniture and Equipment	2,036	1,760
Lease Assets	257	-
Other Capital Assets	2,113	2,729
<b>Capital Assets, Net</b>	<b>\$ 173,463</b>	<b>\$ 164,196</b>

Additional information about the University's capital assets is presented in the notes to financial statements.

## **Capital Expenses and Commitment**

Major capital expenses through June 30, 2022, were incurred for the Reclaimed Water Project. The University's construction commitment at June 30, 2022, is as follows:

	<b>Amount</b> <b>(In Thousands)</b>
Total Committed	\$ 1,816
Completed to Date	<u>1,182</u>
<b>Balance Committed</b>	<b><u>\$ 634</u></b>

Additional information about the University's construction commitment is presented in the notes to financial statements.

## **Debt Administration**

As of June 30, 2022, the University had \$310,000 in outstanding leases payable, representing an increase of \$228,000, or 278 percent, from the prior fiscal year. The following table summarizes the outstanding long-term debt by type for the fiscal years ended June 30:

	<b>Long-Term Debt at June 30</b>	
	<b>(In Thousands)</b>	
	<u>2022</u>	<u>2021</u>
Leases Payable	<u>\$ 310</u>	<u>\$ 82</u>

Additional information about the University's long-term debt is presented in the notes to financial statements.

## **ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE**

The University's economic condition is closely tied to that of the State of Florida. Because of limited economic growth and increased demand for State resources, a \$2.2 million decrease in State funding from a reduction in performance-based funding is anticipated in the 2022-23 fiscal year. The budget that the Florida Legislature adopted for the 2022-23 fiscal year remained status quo for State universities. Florida Polytechnic University received an additional \$5 million for operational enhancements that is expected to be a recurring item. The University does not expect an increase in revenue from student tuition and fees for the 2022-23 fiscal year because we have reached capacity in providing students with housing.

Florida Polytechnic University is seeking authorization to issue debt, via bonds issued by the Florida Division of Bond Finance, in an amount not to exceed \$74 million to finance (1) the proposed acquisition on an existing privately owned and operated student housing facility (Phase 2) by the University, and (2) the design and construction of a new student housing facility (Phase 3) (collectively, the Project) on the University's campus. Phase 2 is a 539 bed, approximately 131,500 gross square-foot facility, with primarily 2-bed semi-suite (double occupancy) units. Phase 3 is anticipated to be a 430 bed, approximately 136,900 gross square-foot facility, with primarily a mixture of 2, 3, and 4-bed full-suite

(single and double occupancy) units. Importantly, the Project will allow the University to gain control over the majority of its existing on-campus student housing and directly address excess demand for on-campus housing, which will facilitate student success and enrollment growth. Phase 2 and Phase 3 will be the first two facilities comprising the University's Housing System.

Capstone Development Partners, LLC (Capstone) was selected by the University for the design-build of Phase 3. The University does not currently have adequate staff and infrastructure to manage all of the operations and maintenance of a housing system; therefore, the University has engaged Capstone to manage a portion of the operations and management. Capstone will be paid a property management fee and an asset management fee that will be considered an operational expense of the auxiliary system.

#### REQUESTS FOR INFORMATION

Questions concerning information provided in the MD&A or other required supplemental information, and financial statements and notes thereto, or requests for additional financial information should be addressed to the Penelope Farley, Vice President for Financial & Administration, University Controller, Florida Polytechnic University, 4700 Research Way, Lakeland, Florida 33805-8531.

# BASIC FINANCIAL STATEMENTS

## FLORIDA POLYTECHNIC UNIVERSITY A Component Unit of the State of Florida Statement of Net Position

June 30, 2022

	University	Component Unit
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 508,040	\$ 218,072
Restricted Cash and Cash Equivalents	-	409,614
Investments	39,932,217	162,142
Accounts Receivable, Net	44,031	-
Contributions Receivable, Net	-	622,398
Interest Receivable	38,821	-
Contracts and Grants Receivable	824,417	-
Due from State	3,703,014	-
Due from Component Unit	6,405	-
Lease Receivable	231,610	-
Other Current Assets	870,292	-
<b>Total Current Assets</b>	<b>46,158,847</b>	<b>1,412,226</b>
Noncurrent Assets:		
Restricted Investments	1,320,090	5,933,781
Contributions Receivable, Net	-	1,781,087
Lease Receivable	3,888,764	-
Depreciable Capital Assets, Net	154,125,482	-
Nondepreciable Capital Assets	19,337,666	-
<b>Total Noncurrent Assets</b>	<b>178,672,002</b>	<b>7,714,868</b>
<b>Total Assets</b>	<b>224,830,849</b>	<b>9,127,094</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Other Postemployment Benefits	5,540,496	-
Pensions	4,280,250	-
<b>Total Deferred Outflows of Resources</b>	<b>9,820,746</b>	<b>-</b>
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable	495,651	25,739
Construction Contracts Payable	3,511,961	-
Salary and Wages Payable	1,065,742	-
Deposits Payable	170,816	-
Due to State	1,419	-
Due to University	-	6,405
Unearned Revenue	201,390	-
Other Current Liabilities	-	2,750,000
Long-Term Liabilities - Current Portion:		
Leases Payable	180,340	-
Compensated Absences Payable	149,585	-
Other Postemployment Benefits Payable	141,468	-
Net Pension Liability	17,659	-
<b>Total Current Liabilities</b>	<b>5,936,031</b>	<b>2,782,144</b>

	<u>University</u>	<u>Component Unit</u>
<b>LIABILITIES (Continued)</b>		
Noncurrent Liabilities:		
Leases Payable	129,613	-
Compensated Absences Payable	1,346,267	-
Other Postemployment Benefits Payable	7,944,181	-
Net Pension Liability	5,544,310	-
<b>Total Noncurrent Liabilities</b>	<u>14,964,371</u>	<u>-</u>
<b>Total Liabilities</b>	<u>20,900,402</u>	<u>2,782,144</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Other Postemployment Benefits	3,180,683	-
Pensions	8,359,876	-
Lease Receivable	4,120,374	-
<b>Total Deferred Inflows of Resources</b>	<u>15,660,933</u>	<u>-</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	169,641,233	-
Restricted for Nonexpendable:		
Endowment	-	3,532,862
Restricted for Expendable:		
Capital Projects	2,049,244	-
Grants and Loans	348,835	-
Other	-	2,005,233
Unrestricted	<u>26,050,948</u>	<u>806,855</u>
<b>TOTAL NET POSITION</b>	<u>\$ 198,090,260</u>	<u>\$ 6,344,950</u>

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

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**FLORIDA POLYTECHNIC UNIVERSITY**  
**A Component Unit of the State of Florida**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**For the Fiscal Year Ended June 30, 2022**

	<b>University</b>	<b>Component Unit</b>
<b>REVENUES</b>		
Operating Revenues:		
Student Tuition and Fees, Net of Scholarship		
Allowances of \$6,640,133	\$ 1,607,971	\$ -
Federal Grants and Contracts	717,306	-
State and Local Grants and Contracts	138,441	-
Nongovernmental Grants and Contracts	258,558	-
Sales and Services of Auxiliary Enterprises	4,583,960	-
Contributions, Net	-	2,916,398
Other Operating Revenues	100,943	251
	<b>7,407,179</b>	<b>2,916,649</b>
<b>EXPENSES</b>		
Operating Expenses:		
Compensation and Employee Benefits	28,310,917	-
Services and Supplies	16,277,999	599,719
Utilities and Communications	893,565	-
Scholarships, Fellowships, and Waivers	10,290,586	570,309
Depreciation	5,346,185	125,651
	<b>61,119,252</b>	<b>1,295,679</b>
<b>Operating Income (Loss)</b>	<b>(53,712,073)</b>	<b>1,620,970</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
State Noncapital Appropriations	42,752,100	-
Federal and State Student Financial Aid	10,159,979	-
Investment Income	299,009	451,309
Other Nonoperating Revenues	2,936,112	-
Unrealized Loss on Investments	(1,671,999)	(1,448,398)
Interest on Capital Asset-Related Debt	(18,407)	-
	<b>54,456,794</b>	<b>(997,089)</b>
<b>Income Before Other Revenues</b>	<b>744,721</b>	<b>623,881</b>
State Capital Appropriations	12,231,086	-
<b>Increase in Net Position</b>	<b>12,975,807</b>	<b>623,881</b>
Net Position, Beginning of Year	185,114,453	5,721,069
<b>Net Position, End of Year</b>	<b>\$ 198,090,260</b>	<b>\$ 6,344,950</b>

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

**FLORIDA POLYTECHNIC UNIVERSITY**  
**A Component Unit of the State of Florida**  
**Statement of Cash Flows**

**For the Fiscal Year Ended June 30, 2022**

	<b>University</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Student Tuition and Fees, Net	\$ 1,607,971
Grants and Contracts	878,587
Sales and Services of Auxiliary Enterprises	4,583,960
Payments to Employees	(27,941,396)
Payments to Suppliers for Goods and Services	(17,545,826)
Payments to Students for Scholarships and Fellowships	(10,290,586)
Other Operating Receipts	1,246,639
	<b>(47,460,651)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
State Noncapital Appropriations	42,752,100
Federal and State Student Financial Aid	10,159,979
Federal Direct Loan Program Receipts	2,432,566
Federal Direct Loan Program Disbursements	(2,432,566)
Other Nonoperating Receipts	2,936,112
	<b>55,848,191</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
State Capital Appropriations	8,818,829
Purchase or Construction of Capital Assets	(11,499,076)
Principal Paid on Capital Debt and Leases	(209,471)
Interest Paid on Capital Debt and Leases	(18,407)
	<b>(2,908,125)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Proceeds from Sales and Maturities of Investments	50,324,422
Purchases of Investments	(56,633,053)
Investment Income	287,128
	<b>(6,021,503)</b>
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(542,088)</b>
Cash and Cash Equivalents, Beginning of Year	1,050,128
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 508,040</b>

	<u>University</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES</b>	
Operating Loss	\$ (53,712,073)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Depreciation Expense	5,346,185
Changes in Assets, Liabilities, Deferred Outflows of Resources, and Deferred Inflows of Resources:	
Receivables, Net	706,711
Due from Component Unit	(6,405)
Other Assets	(204,548)
Accounts Payable	(164,579)
Salaries and Wages Payable	98,785
Deposits Payable	108,881
Compensated Absences Payable	(47,721)
Unearned Revenue	94,386
Other Liabilities	1,270
Other Postemployment Benefits Payable	539,651
Net Pension Liability	(10,787,977)
Deferred Outflows of Resources Related to Pensions	2,404,118
Deferred Inflows of Resources Related to Pensions	7,683,725
Deferred Outflows of Resources Related to Other Postemployment Benefits	742,947
Deferred Inflows of Resources Related to Other Postemployment Benefits	(264,007)
<b>NET CASH USED BY OPERATING ACTIVITIES</b>	<u>\$ (47,460,651)</u>

**SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND  
CAPITAL FINANCING ACTIVITIES**

Unrealized losses on investments were recognized as a reduction to investment income on the statement of revenues, expenses, and changes in net position, but are not cash transactions for the statement of cash flows.	\$ (1,671,999)
The University recorded lease assets and leases payable which were recognized on the statement of net position but are not cash transactions for the statement of cash flows.	\$ 437,160

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

# **NOTES TO FINANCIAL STATEMENTS**

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

**Reporting Entity.** The University is a separate public instrumentality that is part of the State university system of public universities, which is under the general direction and control of the Florida Board of Governors. The University is directly governed by a Board of Trustees (Trustees) consisting of 13 members. The Governor appoints 6 citizen members and the Board of Governors appoints 5 citizen members. These members are confirmed by the Florida Senate and serve staggered terms of 5 years. The chair of the faculty senate and the president of the student body of the University are also members. The Board of Governors establishes the powers and duties of the Trustees. The Trustees are responsible for setting policies for the University, which provide governance in accordance with State law and Board of Governors' Regulations, and selecting the University President. The University President serves as the executive officer and the corporate secretary of the Trustees and is responsible for administering the policies prescribed by the Trustees.

Criteria for defining the reporting entity are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. These criteria were used to evaluate potential component units for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the primary government's financial statements to be misleading. Based on the application of these criteria, the University is a component unit of the State of Florida, and its financial balances and activities are reported in the State's Annual Comprehensive Financial Report by discrete presentation.

**Discretely Presented Component Unit.** Based on the application of the criteria for determining component units, the Florida Polytechnic University Foundation, Inc. (Foundation), a legally separate entity, is included within the University's reporting entity as a discretely presented component unit and is governed by a separate board. Florida Statutes authorize these organizations to receive, hold, invest, and administer property and to make expenditures to or for the benefit of the University. The Foundation solicits, collects, manages, and directs contributions to various academic departments and programs of the University, and assists the University in fundraising, and public relations.

An annual audit of the Foundation financial statements is conducted by independent certified public accountants. Additional information on the Foundation, including copies of audit reports, is available by contacting the University Controller.

**Basis of Presentation.** The University's accounting policies conform with accounting principles generally accepted in the United States of America applicable to public colleges and universities as prescribed by GASB. The National Association of College and University Business Officers (NACUBO) also provides the University with recommendations prescribed in accordance with generally accepted accounting principles promulgated by GASB and the Financial Accounting Standards Board (FASB). GASB allows public universities various reporting options. The University has elected to report as an entity engaged in only business-type activities. This election requires the adoption of the accrual basis of accounting and entitywide reporting including the following components:

- Management’s Discussion and Analysis
- Basic Financial Statements:
  - Statement of Net Position
  - Statement of Revenues, Expenses, and Changes in Net Position
  - Statement of Cash Flows
  - Notes to Financial Statements
- Other Required Supplementary Information

**Measurement Focus and Basis of Accounting.** Basis of accounting refers to when revenues, expenses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources, are recognized in the accounts and reported in the financial statements. Specifically, it relates to the timing of the measurements made, regardless of the measurement focus applied. The University’s financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from nonexchange activities are generally recognized when all applicable eligibility requirements, including time requirements, are met. The University follows GASB standards of accounting and financial reporting.

The University’s discretely presented component unit uses the economic resources measurement focus and the accrual basis of accounting, and follows GASB standards of accounting and financial reporting.

Significant interdepartmental sales between auxiliary service departments and other institutional departments have been eliminated from revenues and expenses for reporting purposes.

The University’s principal operating activities consist of instruction, research, and public service. Operating revenues and expenses generally include all fiscal transactions directly related to these activities as well as administration, operation and maintenance of capital assets, and depreciation of capital assets. Nonoperating revenues include State noncapital appropriations, Federal and State student financial aid, and investment income. Unrealized losses on investments and interest on capital asset-related debt are nonoperating expenses. Other revenues generally include revenues for capital construction projects.

The statement of net position is presented in a classified format to distinguish between current and noncurrent assets and liabilities. When both restricted and unrestricted resources are available to fund certain programs, it is the University’s policy to first apply the restricted resources to such programs, followed by the use of the unrestricted resources.

The statement of revenues, expenses, and changes in net position is presented by major sources and is reported net of tuition scholarship allowances. Tuition scholarship allowances are the difference between the stated charge for goods and services provided by the University and the amount that is actually paid by the student or the third-party making payment on behalf of the student. The University applied the “Alternate Method” as prescribed in NACUBO Advisory Report 2000-05 to determine the reported net tuition scholarship allowances. Under this method, the University computes these amounts by allocating

the cash payments to students, excluding payments for services, using a ratio of total aid to aid not considered third-party aid.

The statement of cash flows is presented using the direct method in compliance with GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*.

**Cash and Cash Equivalents**. Cash and cash equivalents consist of cash on hand and cash in demand accounts. University cash deposits are held in banks qualified as public depositories under Florida law. All such deposits are insured by the Federal Deposit Insurance Corporation, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool required by Chapter 280, Florida Statutes.

**Capital Assets**. University capital assets consist of land, construction in progress, buildings, infrastructure and other improvements, furniture and equipment, library resources, lease assets, and other capital assets. These assets are capitalized and recorded at cost at the date of acquisition or at acquisition value at the date received in the case of gifts and purchases of State surplus property. Additions, improvements, and other outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The University has a capitalization threshold of \$5,000 for tangible personal property, \$100,000 for infrastructure and other improvements, and \$250,000 for building improvements, except that all new buildings and projects adding new footage are capitalized. Depreciation is computed on the straight-line basis over the following estimated useful lives:

- Buildings – 20 to 50 years
- Infrastructure and Other Improvements – 15 to 30 years
- Furniture and Equipment – 3 to 15 years
- Library Resources – 10 years
- Lease Assets – 3 to 5 years
- Other Capital Assets – 10 years

**Noncurrent Liabilities**. Noncurrent liabilities include leases payable, compensated absences payable, other postemployment benefits payable, and net pension liabilities that are not scheduled to be paid within the next fiscal year.

**Pensions**. For purposes of measuring the net pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS and HIS fiduciary net positions have been determined on the same basis as they are reported by the FRS and the HIS plans. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

## 2. Reporting Change

The University implemented GASB Statement No. 87, *Leases*, which establishes a single model for lease accounting based on the foundational principle that leases are financings of the right-to-use, an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The University participates as the lessee and lessor in current lease contracts. This change is reflected in Note 5., and Note 10. There was no effect to beginning net position.

## 3. Investments

Section 1011.42(5), Florida Statutes, authorizes universities to invest funds with the State Treasury and State Board of Administration (SBA) and requires that universities comply with the statutory requirements governing investment of public funds by local governments. Accordingly, universities are subject to the requirements of Chapter 218, Part IV, Florida Statutes. The Board of Trustees has adopted a written investment policy providing that surplus funds of the University shall be invested in those institutions and instruments permitted under the provisions of Florida Statutes. Pursuant to Section 218.415(16), Florida Statutes, the University is authorized to invest in the Florida PRIME investment pool administered by the SBA; Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing time deposits and savings accounts in qualified public depositories, as defined in Section 280.02, Florida Statutes; direct obligations of the United States Treasury; obligations of Federal agencies and instrumentalities; securities of, or interests in, certain open end or closed end management type investment companies; and other investments approved by the Board of Trustees as authorized by law.

Investments set aside to purchase or construct capital assets are classified as restricted.

The University categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs.

All of the University's recurring fair value measurements as of June 30, 2022, are valued based on the University's share of the pool (Level 3 inputs).

The University's investments at June 30, 2022, are reported as follows:

	Amount	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Investments by fair value level</b>				
External Investment Pool:				
State Treasury Special Purpose Investment Account	\$ 41,252,307	\$ -	\$ -	\$ 41,252,307
<b>Total investments</b>	<u>\$ 41,252,307</u>			

### **External Investment Pool.**

The University reported investments at fair value totaling \$41,252,307 at June 30, 2022, in the State Treasury Special Purpose Investment Account (SPIA) investment pool, representing ownership of a share of the pool, not the underlying securities.

Pooled investments with the State Treasury are not registered with the Securities and Exchange Commission. Oversight of the pooled investments with the State Treasury is provided by the Treasury Investment Committee per Section 17.575, Florida Statutes. The authorized investment types are set forth in Section 17.57, Florida Statutes. The State Treasury SPIA investment pool carried a credit rating of AA-f by Standard & Poor's, had an effective duration of 2.66 years, and fair value factor of 0.9479 at June 30, 2022. Participants contribute to the State Treasury SPIA investment pool on a dollar basis. These funds are commingled, and a fair value of the pool is determined from the individual values of the securities. The fair value of the securities is summed, and a total pool fair value is determined. A fair value factor is calculated by dividing the pool's total fair value by the pool participant's total cash balances. The fair value factor is the ratio used to determine the fair value of an individual participant's pool balance. The University relies on policies developed by the State Treasury for managing interest rate risk or credit risk for this investment pool. Disclosures for the State Treasury investment pool are included in the notes to financial statements of the State's Annual Comprehensive Financial Report.

### **Component Unit Investments.**

The University discretely presented component unit's investments at June 30, 2022, are reported at fair value as follows:

Investments by fair value level	Amount	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual Funds:				
Bonds	\$ 2,013,928	\$ 2,013,928	\$ -	\$ -
Equity	4,081,995	4,081,995	-	-
<b>Total investments by fair value level</b>	<b>\$ 6,095,923</b>	<b>\$ 6,095,923</b>	<b>\$ -</b>	<b>\$ -</b>

## **4. Receivables**

**Accounts, Interest, and Contracts and Grants Receivables.** Accounts, interest, and contracts and grants receivable represent amounts for student tuition and fees, contract and grant reimbursements due from third parties, various sales and services provided to students and third parties, and interest accrued on investments. As of June 30, 2022, the University reported the following amounts as accounts, interest, and contracts and grants receivable:

<u>Description</u>	<u>Amount</u>
Contracts and Grants	\$ 824,417
Student Tuition and Fees, Net	44,031
Interest	38,821
<b>Total Receivables, Net</b>	<b>\$ 907,269</b>

**Allowance for Doubtful Receivables.** Allowances for doubtful accounts is reported based on management's best estimate as of fiscal year end considering type, age, collection history, and other factors considered appropriate. Accounts receivable are reported net of allowances of \$18,571 at June 30, 2022.

No allowance has been accrued for investment interest, lease receivable, and contracts and grants receivable. University management considers these to be fully collectible.

## 5. Lease Receivable

Lease receivable represents a 30-year lease of educational spectrum bandwidth. Current annual lease payments are \$246,420 and rise \$68,400 every 5 calendar years. Lease revenue and interest revenue totaling \$238,813 and \$7,427, respectively, were received during the 2021-22 fiscal year. Future annual lease payments expected to be received as of June 30, 2022, are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Interest Rates</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	3.11%	\$ 231,610	\$ 14,630	\$ 246,240
2024	3.11%	255,822	24,618	280,440
2025	3.58%	273,381	41,259	314,640
2026	3.58%	263,942	50,698	314,640
2027	3.58%	254,828	59,812	314,640
2028-2032	3.58% - 4.11%	1,277,718	534,882	1,812,600
2033-2037	4.11% - 4.73%	1,160,813	993,787	2,154,600
2038-2039	4.73%	402,260	500,620	902,880
<b>Total Minimum Lease Payments</b>		<b>\$ 4,120,374</b>	<b>\$ 2,220,306</b>	<b>\$ 6,340,680</b>

## 6. Due From State

The amount due from State consists of \$3,703,014 of Public Education Capital Outlay due from the State to the University for construction of University facilities.

## 7. Due From Component Unit

The amount due from component unit consists of amounts owed to the University by the Foundation pursuant to an agreement to support the University's operations.

## 8. Capital Assets

Capital assets activity for the fiscal year ended June 30, 2022, is shown in the following table:

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Nondepreciable Capital Assets:				
Land	\$ 18,156,039	\$ -	\$ -	\$ 18,156,039
Construction in Progress	31,107,356	13,237,657	43,163,386	1,181,627
<b>Total Nondepreciable Capital Assets</b>	<b>\$ 49,263,395</b>	<b>\$ 13,237,657</b>	<b>\$ 43,163,386</b>	<b>\$ 19,337,666</b>
Depreciable Capital Assets:				
Buildings	\$ 97,268,009	\$ 43,163,386	\$ -	\$ 140,431,395
Infrastructure and Other Improvements	38,646,106	-	-	38,646,106
Furniture and Equipment	8,730,456	938,660	-	9,669,116
Library Resources	16,358	-	-	16,358
Lease Assets	-	437,160	-	437,160
Other Capital Assets	6,428,163	-	-	6,428,163
<b>Total Depreciable Capital Assets</b>	<b>151,089,092</b>	<b>44,539,206</b>	<b>-</b>	<b>195,628,298</b>
Less, Accumulated Depreciation:				
Buildings	14,225,780	2,280,438	-	16,506,218
Infrastructure and Other Improvements	11,244,869	1,606,743	-	12,851,612
Furniture and Equipment	6,970,241	663,165	-	7,633,406
Library Resources	16,142	60	-	16,202
Lease Assets	-	180,398	-	180,398
Other Capital Assets	3,699,599	615,381	-	4,314,980
<b>Total Accumulated Depreciation</b>	<b>36,156,631</b>	<b>5,346,185</b>	<b>-</b>	<b>41,502,816</b>
<b>Total Depreciable Capital Assets, Net</b>	<b>\$ 114,932,461</b>	<b>\$ 39,193,021</b>	<b>\$ -</b>	<b>\$ 154,125,482</b>

## 9. Unearned Revenue

Unearned revenue at June 30, 2022, includes prepaid contracts and grants as well as student tuition and fees received prior to fiscal year end related to subsequent accounting periods. As of June 30, 2022, the University reported the following amounts as unearned revenue:

<u>Description</u>	<u>Amount</u>
Contracts and Grants	\$ 120,787
Student Tuition and Fees	80,603
<b>Total Unearned Revenue</b>	<b>\$ 201,390</b>

## 10. Long-Term Liabilities

Long-term liabilities of the University at June 30, 2022, include leases payable, compensated absences payable, other postemployment benefits payable, and net pension liability. Long-term liabilities activity for the fiscal year ended June 30, 2022, is shown in the following table:

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Current Portion</u>
Leases Payable	\$ 82,264	\$ 437,160	\$ 209,471	\$ 309,953	\$ 180,340
Compensated Absences Payable	1,543,573	1,427,863	1,475,584	1,495,852	149,585
Other Postemployment Benefits Payable	7,545,998	1,282,598	742,947	8,085,649	141,468
Net Pension Liability	16,349,946	4,256,558	15,044,535	5,561,969	17,659
<b>Total Long-Term Liabilities</b>	<b>\$ 25,521,781</b>	<b>\$ 7,404,179</b>	<b>\$ 17,472,537</b>	<b>\$ 15,453,423</b>	<b>\$ 489,052</b>

**Leases Payable.** Technology equipment in the amount of \$745,217 and vehicles in the amount of \$146,887 are being acquired under lease agreements. The imputed interest rate is 4 percent for technology equipment and the stated interest rates range from 5.45 to 6.70 percent for vehicles. Future minimum payments under the lease agreements and the present value of the minimum payments as of June 30, 2022, are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 190,066	\$ 180,340	\$ 9,726
2024	87,780	83,846	3,934
2025	41,363	40,199	1,164
2026	5,693	5,568	125
<b>Total Minimum Lease Payments</b>	<b>\$ 324,902</b>	<b>\$ 309,953</b>	<b>\$ 14,949</b>

**Compensated Absences Payable.** Employees earn the right to be compensated during absences for annual leave (vacation) and sick leave earned pursuant to Board of Governors' Regulations, University regulations, and bargaining agreements. Leave earned is accrued to the credit of the employee and records are kept on each employee's unpaid (unused) leave balance. The University reports a liability for the accrued leave; however, State noncapital appropriations fund only the portion of accrued leave that is used or paid in the current fiscal year. Although the University expects the liability to be funded primarily from future appropriations, generally accepted accounting principles do not permit the recording of a receivable in anticipation of future appropriations. At June 30, 2022, the estimated liability for compensated absences, which includes the University's share of the Florida Retirement System and FICA contributions, totaled \$1,495,852. The current portion of the compensated absences liability, \$149,585, is the amount expected to be paid in the coming fiscal year and represents a historical percentage of leave used applied to total accrued leave liability.

**Other Postemployment Benefits Payable.** The University follows GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for certain postemployment healthcare benefits administered by the State Group Health Insurance Program.

#### **General Information about the OPEB Plan**

**Plan Description.** The Division of State Group Insurance's Other Postemployment Benefits Plan (OPEB Plan) is a multiple-employer defined benefit plan administered by the State of Florida. Pursuant to the provisions of Section 112.0801, Florida Statutes, all employees who retire from the University are eligible to participate in the State Group Health Insurance Program. Retirees and their eligible

dependents shall be offered the same health and hospitalization insurance coverage as is offered to active employees at a premium cost of no more than the premium cost applicable to active employees. A retiree means any officer or employee who retires under a State retirement system or State optional annuity or retirement program or is placed on disability retirement and who begins receiving retirement benefits immediately after retirement from employment. In addition, any officer or employee who retires under the Florida Retirement System Investment Plan is considered a “retiree” if he or she meets the age and service requirements to qualify for normal retirement or has attained the age of 59.5 years and has the years of service required for vesting. The University subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because retiree healthcare costs are generally greater than active employee healthcare costs. No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75. The OPEB Plan contribution requirements and benefit terms necessary for funding the OPEB Plan each year is on a pay-as-you-go basis as established by the Governor’s recommended budget and the General Appropriations Act. Retirees are required to enroll in the Federal Medicare (Medicare) program for their primary coverage as soon as they are eligible.

*Benefits Provided.* The OPEB Plan provides healthcare benefits for retirees and their dependents. The OPEB Plan only provides an implicit subsidy as described above.

***Proportionate Share of the Total OPEB Liability***

The University’s proportionate share of the total OPEB liability of \$8,085,649 was measured as of June 30, 2021, and was determined by an actuarial valuation as of July 1, 2020. At June 30, 2021, the University’s proportionate share, determined by its proportion of total benefit payments made, was 0.08 percent, which was an increase of 0.01 from its proportionate share reported as of June 30, 2020.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.60 percent
Salary increases	Varies by FRS class
Discount rate	2.18 percent
Healthcare cost trend rates	
PPO	7.78 percent for 2021, decreasing to an ultimate rate of 4.04 percent for 2076 and later years
HMO	5.66 percent for 2021, decreasing to an ultimate rate of 4.04 percent for 2076 and later years
Retirees’ share of benefit-related costs	100 percent of projected health insurance premiums for retirees

The discount rate was based on the Standard & Poor’s (S&P) Municipal 20-year High Grade Rate Index. Mortality rates were based on PUB-2010 mortality tables with fully generational improvement with Scale MP-2018.

The demographic actuarial assumptions for retirement, disability incidence, and withdrawal used in the July 1, 2021, valuation were based on the results of an actuarial experience study for the period July 1, 2019, through July 1, 2020, adopted by the FRS.

The following changes have been made since the prior valuation:

- **Discount Rate** – The discount rate was updated to utilize the mandated discount rate based on a 20-year S&P Municipal Bond Rate Index as of the measurement date, as required under GASB Statement No. 75. The discount rate decreased from 2.66 percent to 2.18 percent.
- **Retirement** – Retirement rates were updated based on those used in the actuarial valuation of the Florida Retirement System (FRS) as of July 1, 2019, with certain adjustments made to reflect the difference in the underlying populations. 60 percent of the Florida Division of State Group Insurance (DSGI) employees are assumed to become eligible for the Deferred Retirement Option Program (DROP), while the remaining 40 percent are assumed to participate in plans which do not offer DROP benefits. Rates were previously those used in the actuarial valuation of FRS as of July 1, 2015. This change decreased the Total OPEB Liability by about 7 percent as of the valuation date.
- **Termination** – Termination rates were updated to those used in the actuarial valuation of the FRS as of July 1, 2019. Previously, rates were those used in the actuarial valuation of the FRS as of July 1, 2015. This change increased the Total OPEB Liability by about 3 percent as of the valuation date.
- **Disability** – Disability rates were updated to those used in the actuarial valuation of the FRS as of July 1, 2019. Previously, rates were those used in the actuarial valuation of FRS as of July 1, 2015. This change increased the Total OPEB Liability by about 0.5 percent as of the valuation date.
- **Salary Scale** – Salary increase rates were updated to those used in the actuarial valuation of the FRS as of July 1, 2019. Previously, rates were those used in the actuarial valuation of FRS as of July 1, 2015. This change increased the Total OPEB Liability by about 0.2 percent as of the valuation date.
- **Active Medical Plan Election Rate** – Most actively employed participants in the Plan are health plan subscribers. Those participants are assumed to continue their current health coverage into retirement at a rate of 47 percent. For those who are not currently covered under the health plan, 3.7 percent are assumed to elect medical coverage in retirement. The resulting overall participation rate is 43 percent. Previously, the overall participation rate was 50 percent. This assumption is based on guidance provided by the DSGI on June 23, 2021. This change resulted in an 8 percent decrease in the Total OPEB Liability as of the valuation date.

*Sensitivity of the University’s Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate.* The following table presents the University’s proportionate share of the total OPEB liability, as well as what the University’s proportionate share of the total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.18 percent) or 1 percentage point higher (3.18 percent) than the current rate:

	<b>1% Decrease (1.18%)</b>	<b>Current Discount Rate (2.18%)</b>	<b>1% Increase (3.18%)</b>
University’s proportionate share of the total OPEB liability	\$10,701,313	\$8,085,649	\$6,201,441

*Sensitivity of the University's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates.* The following table presents the University's proportionate share of the total OPEB liability, as well as what the University's proportionate share of the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
University's proportionate share of the total OPEB liability	\$5,853,000	\$8,085,649	\$11,352,466

***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.***

For the fiscal year ended June 30, 2022, the University recognized OPEB expense of \$1,162,573. At June 30, 2022, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 384,326
Change of assumptions or other inputs	869,614	2,677,863
Changes in proportion and differences between University benefit payments and proportionate share of benefit payments	4,526,900	118,494
Transactions subsequent to the measurement date	143,982	-
<b>Total</b>	<u>\$ 5,540,496</u>	<u>\$ 3,180,683</u>

Of the total amount reported as deferred outflows of resources related to OPEB, \$143,982 resulting from transactions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the total OPEB liability and included in OPEB expense in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2023	\$ 542,904
2024	542,904
2025	542,904
2026	215,178
2027	334,110
Thereafter	37,831
<b>Total</b>	<u>\$ 2,215,831</u>

**Net Pension Liability.** As a participating employer in the Florida Retirement System (FRS), the University recognizes its proportionate share of the collective net pension liabilities of the FRS cost-sharing multiple-employer defined benefit plans. As of June 30, 2022, the University's proportionate share of the net pension liabilities totaled \$5,561,969. Note 11. includes a complete discussion of defined benefit pension plans.

## **11. Retirement Plans – Defined Benefit Pension Plans**

### **General Information about the Florida Retirement System (FRS).**

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 121, Florida Statutes, also provides for nonintegrated, optional retirement programs in lieu of the FRS to certain members of the Senior Management Service Class employed by the State and faculty and specified employees in the State university system. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan to assist retired members of any State-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the University are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of two cost-sharing multiple-employer defined benefit plans and other nonintegrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services Web site ([www.dms.myflorida.com](http://www.dms.myflorida.com)).

The University's FRS and HIS pension expense totaled \$671,424 for the fiscal year ended June 30, 2022.

### **FRS Pension Plan**

*Plan Description.* The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a DROP for eligible employees. The general classes of membership are as follows:

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Senior Management Service Class (SMSC)* – Members in senior management level positions.
- *Special Risk Class* – Members who are employed as law enforcement officers and meet the criteria to qualify for this class.

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after

30 years of creditable service except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of creditable service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of creditable service. Employees enrolled in the Plan may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

The DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS-participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

*Benefits Provided.* Benefits under the Plan are computed on the basis of age, and/or years of service, average final compensation, and credit service. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on retirement plan and/or the class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following table shows the percentage value for each year of service credit earned:

<b><u>Class, Initial Enrollment, and Retirement Age/Years of Service</u></b>	<b><u>% Value</u></b>
<b>Regular Class members initially enrolled before July 1, 2011</b>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<b>Regular Class members initially enrolled on or after July 1, 2011</b>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<b>Senior Management Service Class</b>	<b>2.00</b>
<b>Special Risk Class</b>	<b>3.00</b>

As provided in Section 121.101, Florida Statutes, if the member was initially enrolled in the Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member was initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

**Contributions.** The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2021-22 fiscal year were:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (1)</u>
FRS, Regular	3.00	10.82
FRS, Senior Management Service	3.00	29.01
FRS, Special Risk	3.00	25.89
Deferred Retirement Option Program (applicable to members from all of the above classes)	0.00	18.34
FRS, Reemployed Retiree	(2)	(2)

(1) Employer rates include 1.66 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.06 percent for administrative costs of the Investment Plan.

(2) Contribution rates are dependent upon retirement class in which reemployed.

The University's contributions to the Plan totaled \$1,199,750 for the fiscal year ended June 30, 2022.

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* At June 30, 2022, the University reported a liability of \$2,053,821 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The University's proportionate share of the net pension liability was based on the University's 2020-21 fiscal year contributions relative to the total 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the University's proportionate share was 0.027189017 percent, which was a decrease of 0.001869622 from its proportionate share measured as of June 30, 2020.

For the year ended June 30, 2022, the University recognized pension expense of \$163,278. In addition, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 352,028	\$ -
Change of assumptions	1,405,326	-
Net difference between projected and actual earnings on FRS Plan investments	-	7,165,266
Changes in proportion and differences between University contributions and proportionate share of contributions	404,861	790,866
University FRS contributions subsequent to the measurement date	1,199,750	-
<b>Total</b>	<b>\$ 3,361,965</b>	<b>\$ 7,956,132</b>

The deferred outflows of resources totaling \$1,199,750, resulting from University contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2023	\$ (902,852)
2024	(1,168,257)
2025	(1,612,277)
2026	(2,050,445)
2027	(60,086)
<b>Total</b>	<b>\$ (5,793,917)</b>

*Actuarial Assumptions.* The total pension liability in the July 1, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary increases	3.25 percent, average, including inflation
Investment rate of return	6.80 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the July 1, 2021, valuation were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	2.1%	2.1%	1.1%
Fixed Income	20.0%	3.8%	3.7%	3.3%
Global Equity	54.2%	8.2%	6.7%	17.8%
Real Estate (Property)	10.3%	7.1%	6.2%	13.8%
Private Equity	10.8%	11.7%	8.5%	26.4%
Strategic Investments	3.7%	5.7%	5.4%	8.4%
<b>Total</b>	<u>100.0%</u>			
Assumed inflation - Mean			2.4%	1.2%

(1) As outlined in the Plan's investment policy.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.80 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2021 valuation was unchanged from the previous valuation.

*Sensitivity of the University's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.* The following presents the University's proportionate share of the net pension liability calculated using the discount rate of 6.80 percent, as well as what the University's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.80 percent) or 1 percentage point higher (7.80 percent) than the current rate:

	<u>1% Decrease (5.80%)</u>	<u>Current Discount Rate (6.80%)</u>	<u>1% Increase (7.80%)</u>
University's proportionate share of the net pension liability	\$9,184,826	\$2,053,821	\$(3,906,899)

*Pension Plan Fiduciary Net Position.* Detailed information about the Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Annual Comprehensive Financial Report.

### **HIS Pension Plan**

*Plan Description.* The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

*Benefits Provided.* For the fiscal year ended June 30, 2022, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to

Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which can include Medicare.

*Contributions.* The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2022, the contribution rate was 1.66 percent of payroll pursuant to Section 112.363, Florida Statutes. The University contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which HIS payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The University's contributions to the HIS Plan totaled \$171,519 for the fiscal year ended June 30, 2022.

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* At June 30, 2022, the University reported a liability of \$3,508,148 for its proportionate share of the net pension liability. The current portion of the net pension liability is the University's proportionate share of benefit payments expected to be paid within 1 year, net of the University's proportionate share of the HIS Plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, and update procedures were used to determine the net pension liability as of June 30, 2021. The University's proportionate share of the net pension liability was based on the University's 2020-21 fiscal year contributions relative to the total 2020-21 fiscal year contributions of all participating members. At June 30, 2021, the University's proportionate share was 0.028599415 percent, which was a decrease of 0.002158611 from its proportionate share measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the University recognized pension expense of \$508,146. In addition, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 117,391	\$ 1,469
Change of assumptions	275,662	144,545
Net difference between projected and actual earnings on HIS Plan investments	3,658	-
Changes in proportion and differences between University HIS contributions and proportionate share of HIS contributions	350,055	257,730
University HIS contributions subsequent to the measurement date	171,519	-
<b>Total</b>	<b>\$ 918,285</b>	<b>\$ 403,744</b>

The deferred outflows of resources totaling \$171,519, resulting from University contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2023	\$ 217,853
2024	88,833
2025	30,425
2026	14,979
2027	(1,363)
Thereafter	<u>(7,705)</u>
<b>Total</b>	<b><u>\$ 343,022</u></b>

*Actuarial Assumptions.* The total pension liability in the July 1, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40 percent
Salary increases	3.25 percent, average, including inflation
Municipal bond rate	2.16 percent

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

While an experience study had not been completed for the HIS Plan, the actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the FRS Plan.

*Discount Rate.* The discount rate used to measure the total pension liability was 2.16 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate used in the 2021 valuation was updated from 2.21 percent to 2.16 percent.

*Sensitivity of the University's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.* The following presents the University's proportionate share of the net pension liability calculated using the discount rate of 2.16 percent, as well as what the University's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.16 percent) or 1 percentage point higher (3.16 percent) than the current rate:

	<u>1% Decrease (1.16%)</u>	<u>Current Discount Rate (2.16%)</u>	<u>1% Increase (3.16%)</u>
University's proportionate share of the net pension liability	\$4,055,759	\$3,508,148	\$3,059,504

*Pension Plan Fiduciary Net Position.* Detailed information about the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Annual Comprehensive Financial Report.

## 12. Retirement Plans – Defined Contribution Pension Plans

**FRS Investment Plan.** The SBA administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA's annual financial statements and in the State's Annual Comprehensive Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. University employees already participating in the State University System Optional Retirement Program or DROP are not eligible to participate in the Investment Plan. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Service retirement benefits are based upon the value of the member's account upon retirement. Benefit terms, including contribution requirements, are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contributions, that are based on salary and membership class (Regular Class, Senior Management Service Class, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan members. Allocations to the Investment Plan member accounts during the 2021-22 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Compensation</u>
FRS, Regular	6.30
FRS, Senior Management Service	7.67
FRS, Special Risk Regular	14.00

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings regardless of membership class. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the FRS Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within

the 5-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2022, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the University.

After termination and applying to receive benefits, the member may roll over vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided in which the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The University’s Investment Plan pension expense totaled \$475,241 for the fiscal year ended June 30, 2022.

**State University System Optional Retirement Program.** Section 121.35, Florida Statutes, provides for an Optional Retirement Program (Program) for eligible university instructors and administrators. The Program is designed to aid State universities in recruiting employees by offering more portability to employees not expected to remain in the FRS for 8 or more years.

The Program is a defined contribution plan, which provides full and immediate vesting of all contributions submitted to the participating companies on behalf of the participant. Employees in eligible positions can make an irrevocable election to participate in the Program, rather than the FRS, and purchase retirement and death benefits through contracts provided by certain insurance carriers. The employing university contributes 5.14 percent of the participant’s salary to the participant’s account, 4.19 percent to cover the unfunded actuarial liability of the FRS pension plan, and 0.01 percent to cover administrative costs, for a total of 9.34 percent, and employees contribute 3 percent of the employee’s salary. Additionally, the employee may contribute, by payroll deduction, an amount not to exceed the percentage contributed by the University to the participant’s annuity account. The contributions are invested in the company or companies selected by the participant to create a fund for the purchase of annuities at retirement.

The University’s contributions to the Program totaled \$690,377, and employee contributions totaled \$426,907 for the 2021-22 fiscal year.

**13. Construction Commitment**

The University’s construction commitment at June 30, 2022, was as follows:

<u>Project Description</u>	<u>Total Commitment</u>	<u>Completed to Date</u>	<u>Balance Committed</u>
Reclaimed Water Project	\$ 1,816,156	\$ 1,181,627	\$ 634,529

The Reclaimed Water Project represents construction in progress at June 30, 2022. The Applied Research Center reached substantial completion in May 2022 and is reflected in capital assets; however, there remains \$1.3 million in commitments due to post construction items.

## **14. Risk Management Programs**

The University is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Pursuant to Section 1001.72(2), Florida Statutes, the University participates in State self-insurance programs providing insurance for property and casualty, workers' compensation, general liability, fleet automotive liability, Federal Civil Rights, and employment discrimination liability. During the 2021-22 fiscal year, for property losses, the State retained the first \$2 million per occurrence for all perils except named windstorm and flood. The State retained the first \$2 million per occurrence with an annual aggregate retention of \$40 million for named windstorm and flood losses. After the annual aggregate retention, losses in excess of \$2 million per occurrence were commercially insured up to \$57.5 million for named windstorm and flood through February 14, 2022, and decreased to \$56.3 million starting February 15, 2022. For perils other than named windstorm and flood, losses in excess of \$2 million per occurrence were commercially insured up to \$167.5 million through February 14, 2022, and increased to \$168.7 million starting February 15, 2022; and losses exceeding those amounts were retained by the State. No excess insurance coverage is provided for workers' compensation, general and automotive liability, Federal Civil Rights and employment action coverage; all losses in these categories are completely self-insured by the State through the State Risk Management Trust Fund established pursuant to Chapter 284, Florida Statutes. Payments on tort claims are limited to \$200,000 per person and \$300,000 per occurrence as set by Section 768.28(5), Florida Statutes. Calculation of premiums considers the cash needs of the program and the amount of risk exposure for each participant. Settlements have not exceeded insurance coverage during the past 3 fiscal years.

Pursuant to Section 110.123, Florida Statutes, University employees may obtain healthcare services through participation in the State group health insurance plan or through membership in a health maintenance organization plan under contract with the State. The State's risk financing activities associated with State group health insurance, such as risk of loss related to medical and prescription drug claims, are administered through the State Employees Group Health Insurance Trust Fund. It is the practice of the State not to purchase commercial coverage for the risk of loss covered by this Fund. Additional information on the State's group health insurance plan, including the actuarial report, is available from the Florida Department of Management Services, Division of State Group Insurance.

## **15. Litigation**

The University is involved in several pending and threatened legal actions. The range of potential loss from all such claims and actions, as estimated by the University's legal counsel and management, should not materially affect the University's financial position.

## **16. Functional Distribution of Operating Expenses**

The functional classification of an operating expense (instruction, research, etc.) is assigned to a department based on the nature of the activity, which represents the material portion of the activity attributable to the department. For example, activities of an academic department for which the primary departmental function is instruction may include some activities other than direct instruction such as research and public service. However, when the primary mission of the department consists of instructional program elements, all expenses of the department are reported under the instruction

classification. The operating expenses on the statement of revenues, expenses, and changes in net position are presented by natural classifications. The following are those same expenses presented in functional classifications as recommended by NACUBO:

<u>Functional Classification</u>	<u>Amount</u>
Instruction	\$ 9,918,118
Research	2,877,372
Public Services	280,891
Academic Support	8,116,688
Student Services	4,484,051
Institutional Support	9,700,899
Operation and Maintenance of Plant	5,615,608
Scholarships, Fellowships, and Waivers	10,290,586
Depreciation	5,346,185
Auxiliary Enterprises	4,488,854
<b>Total Operating Expenses</b>	<b><u><u>\$ 61,119,252</u></u></b>

## 17. Current Unrestricted Funds

The Southern Association of Colleges and Schools, which establishes the accreditation requirements for institutions of higher education, requires a disclosure of the financial position of unrestricted net position, exclusive of plant assets and plant-related debt, which represents the change in unrestricted net position. To meet this requirement, statements of net position and revenues, expenses, and changes in net position for the current unrestricted funds are presented as follows:

## Statement of Current Unrestricted Funds Net Position

### ASSETS

#### Current Assets:

Cash and Cash Equivalents	\$	508,040
Investments		39,044,160
Accounts Receivable, Net		44,031
Interest Receivable		38,821
Contracts and Grants Receivable		295,210
Due From State		3,703,014
Lease Receivable		231,610
Other Current Assets		850,405

<b>Total Current Assets</b>		44,715,291
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#### Noncurrent Assets:

Lease Receivable		3,888,764
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<b>TOTAL ASSETS</b>		48,604,055
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### DEFERRED OUTFLOWS OF RESOURCES

Other Postemployment Benefits		5,540,496
Pensions		4,280,250

<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>		9,820,746
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### LIABILITIES

#### Current Liabilities:

Accounts Payable		287,110
Salary & Wages Payable		1,065,742
Deposits Payable		170,816
Unearned Revenue		45,782
Compensated Absences Payable		149,585
Other Postemployment Benefits Payable		141,468
Net Pension Liability		17,659

<b>Total Current Liabilities</b>		1,878,162
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#### Noncurrent Liabilities:

Compensated Absences Payable		1,346,267
Other Postemployment Benefits Payable		7,944,181
Net Pension Liability		5,544,310

<b>TOTAL LIABILITIES</b>		16,712,920
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### DEFERRED INFLOWS OF RESOURCES

Other Postemployment Benefits		3,180,683
Pensions		8,359,876
Lease Receivable		4,120,374

<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>		15,660,933
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<b>TOTAL NET POSITION</b>		\$ 26,050,948
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**Statement of Current Unrestricted Funds Revenues,  
Expenses, and Changes in Net Position**

**REVENUES**

Operating Revenues:

Student Tuition and Fees, Net of Scholarship	\$ 1,607,971
Allowances of \$6,640,133	4,583,960
Sales and Services of Auxiliary Enterprises	77,193
Other Operating Revenues	<u>6,269,124</u>
<b>Total Operating Revenues</b>	<b><u>6,269,124</u></b>

**EXPENSES**

Operating Expenses:

Compensation and Employee Benefits	27,484,374
Services and Supplies	13,230,925
Utilities	893,565
Scholarships and Waivers	<u>10,243,304</u>
<b>Total Operating Expenses</b>	<b><u>51,852,168</u></b>
<b>Operating Loss</b>	<b><u>(45,583,044)</u></b>

**NONOPERATING REVENUES (EXPENSES)**

State Noncapital Appropriations	42,752,100
Federal and State Student Financial Aid	10,159,979
Investment Income	125,186
Other Nonoperating Revenues	238,813
Unrealized Loss on Investments	(1,671,999)
Interest on Capital Asset-Related Debt	<u>(4,369)</u>

**Total Nonoperating Revenues** 51,599,710

**Income Before Other Revenues** 6,016,666

Transfers to Other Funds (722,625)

**Increase in Net Position** 5,294,041

Net Position, Beginning of Year 20,756,907

**Net Position, End of Year** \$ 26,050,948

**18. Subsequent Event**

Hurricane Ian hit the University on September 28, 2022, as a category 1 hurricane. The University experienced a large amount of debris and fallen trees throughout the campus as well as a sustained roof system failure at our Florida Industrial and Phosphate Research Institute Campus in Bartow, Florida and our pergolas on the famous Innovation Science and Technology Building. At this time, we are undergoing an engineering analysis to determine the extent of the damage and the current range of costs is between \$2 and \$10 million. These buildings are insured through the State of Florida, and we have an open claim with the Federal Emergency Management Agency for this declared disaster. We anticipate limited out of pocket costs and/or non-reimbursable costs.

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## **OTHER REQUIRED SUPPLEMENTARY INFORMATION**

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### **Schedule of the University's Proportionate Share of the Total Other Postemployment Benefits Liability**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
University's proportion of the total other postemployment benefits liability	0.08%	0.07%	0.07%	0.04%	0.04%
University's proportionate share of the total other postemployment benefits liability	\$ 8,085,649	\$ 7,545,998	\$ 8,881,876	\$ 4,221,000	\$ 4,483,000
University's covered-employee payroll	\$ 17,807,624	\$ 18,132,610	\$ 17,932,326	\$ 16,978,875	\$ 15,360,481
University's proportionate share of the total other postemployment benefits liability as a percentage of its covered-employee payroll	45.41%	41.62%	49.53%	24.86%	29.19%

**Schedule of the University's Proportionate Share of the Net Pension Liability –  
Florida Retirement System Pension Plan**

	<u>2021 (1)</u>	<u>2020 (1)</u>	<u>2019 (1)</u>	<u>2018 (1)</u>
University's proportion of the FRS net pension liability	0.027189017%	0.029058639%	0.030893631%	0.030207815%
University's proportionate share of the FRS net pension liability	\$ 2,053,821	\$ 12,594,441	\$ 10,639,336	\$ 9,095,857
University's covered payroll (2)	\$ 17,320,547	\$ 18,132,610	\$ 17,932,326	\$ 16,978,875
University's proportionate share of the FRS net pension liability as a percentage of its covered payroll	11.86%	69.46%	59.33%	53.57%
FRS Plan fiduciary net position as a percentage of the FRS total pension liability	96.40%	78.85%	82.61%	84.26%

- (1) The amounts presented for each fiscal year were determined as of June 30.
- (2) Covered payroll includes defined benefit plan actives, investment plan members, State university system optional retirement program members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

**Schedule of University Contributions – Florida Retirement System Pension Plan**

	<u>2022 (1)</u>	<u>2021 (1)</u>	<u>2020 (1)</u>	<u>2019 (1)</u>
Contractually required FRS contribution	\$ 1,199,750	\$ 1,035,784	\$ 968,383	\$ 957,925
FRS contributions in relation to the contractually required contribution	<u>(1,199,750)</u>	<u>(1,035,784)</u>	<u>(968,383)</u>	<u>(957,925)</u>
FRS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
University's covered payroll (2)	\$ 17,807,624	\$ 17,320,547	\$ 18,132,160	\$ 17,932,326
FRS contributions as a percentage of covered payroll	6.74%	5.98%	5.34%	5.34%

- (1) The amounts presented for each fiscal year were determined as of June 30.
- (2) Covered payroll includes defined benefit plan actives, investment plan members, State university system optional retirement program members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

<u>2017 (1)</u>	<u>2016 (1)</u>	<u>2015 (1)</u>	<u>2014 (1)</u>	<u>2013 (1)</u>
0.028494244%	0.022832875%	0.019998331%	0.009648015%	0.000813120%
\$ 8,428,407	\$ 5,765,319	\$ 2,583,054	\$ 588,671	\$ 139,974
\$ 15,360,481	\$ 11,660,838	\$ 8,912,958	\$ 4,212,980	\$ 348,928
54.87%	49.44%	28.98%	13.97%	40.12%
83.89%	84.88%	92.00%	96.09%	88.54%

<u>2018 (1)</u>	<u>2017 (1)</u>	<u>2016 (1)</u>	<u>2015 (1)</u>	<u>2014 (1)</u>
\$ 860,898	\$ 741,775	\$ 563,074	\$ 487,576	\$ 211,332
<u>(860,898)</u>	<u>(741,775)</u>	<u>(563,074)</u>	<u>(487,576)</u>	<u>(211,332)</u>
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 16,978,875	\$ 15,360,481	\$ 11,660,838	\$ 8,912,958	\$ 4,212,980
5.07%	4.83%	4.83%	5.47%	5.02%

**Schedule of the University's Proportionate Share of the Net Pension Liability –  
Health Insurance Subsidy Pension Plan**

	<u>2021 (1)</u>	<u>2020 (1)</u>	<u>2019 (1)</u>	<u>2018 (1)</u>
University's proportion of the HIS net pension liability	0.028599415%	0.030758026%	0.031324207%	0.031518639%
University's proportionate share of the HIS net pension liability	\$ 3,508,148	\$ 3,755,505	\$ 3,504,865	\$ 3,335,968
University's covered payroll (2)	\$ 10,127,595	\$ 10,317,930	\$ 10,262,946	\$ 9,805,704
University's proportionate share of the HIS net pension liability as a percentage of its covered payroll	34.64%	36.40%	34.15%	34.02%
HIS Plan fiduciary net position as a percentage of the HIS total pension liability	3.56%	3.00%	2.63%	2.15%

(1) The amounts presented for each fiscal year were determined as of June 30.

(2) Covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

**Schedule of University Contributions – Health Insurance Subsidy Pension Plan**

	<u>2022 (1)</u>	<u>2021 (1)</u>	<u>2020 (1)</u>	<u>2019 (1)</u>
Contractually required HIS contribution	\$ 171,519	\$ 168,108	\$ 177,244	\$ 173,940
HIS contributions in relation to the contractually required HIS contribution	<u>(171,519)</u>	<u>(168,108)</u>	<u>(177,244)</u>	<u>(173,940)</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
University's covered payroll (2)	\$ 10,214,273	\$ 10,127,595	\$ 10,317,930	\$ 10,262,946
HIS contributions as a percentage of covered payroll	1.68%	1.66%	1.72%	1.69%

(1) The amounts presented for each fiscal year were determined as of June 30.

(2) Covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

<u>2017 (1)</u>	<u>2016 (1)</u>	<u>2015 (1)</u>	<u>2014 (1)</u>	<u>2013 (1)</u>
0.024197096%	0.024197096%	0.018486835%	0.009545059%	0.000943115%
\$ 3,241,124	\$ 2,820,072	\$ 1,885,366	\$ 892,486	\$ 82,111
\$ 9,232,755	\$ 7,298,830	\$ 5,391,296	\$ 2,508,042	\$ 55,192
35.10%	38.64%	34.97%	35.58%	148.77%
1.64%	0.97%	0.50%	0.99%	1.78%

<u>2018 (1)</u>	<u>2017 (1)</u>	<u>2016 (1)</u>	<u>2015 (1)</u>	<u>2014 (1)</u>
\$ 170,926	\$ 160,241	\$ 121,161	\$ 70,668	\$ 32,698
<u>(170,926)</u>	<u>(160,241)</u>	<u>(121,161)</u>	<u>(70,668)</u>	<u>(32,698)</u>
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 9,805,704	\$ 9,232,755	\$ 7,298,830	\$ 5,391,296	\$ 2,508,042
1.74%	1.74%	1.66%	1.31%	1.30%

**1. Schedule of the University's Proportionate Share of the Total Other Postemployment Benefits Liability**

No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

*Changes of Assumptions.* The discount rate was updated to utilize the mandated discount rate based on a 20-year S&P Municipal Bond Rate Index as of the measurement date, as required under GASB Statement No. 75. The discount rate decreased from 2.66 percent to 2.18 percent.

Other changes of assumptions since the prior valuation were updates to retirement, termination, disability, and salary scale rates to those used in the actuarial valuation of the Florida Retirement System as of July 1, 2019, as well as the medical plan election percentages. Refer to Note 10. in the notes to financial statements for further detail.

**2. Schedule of Net Pension Liability and Schedule of Contributions – Florida Retirement System Pension Plan**

*Changes of Assumptions.* In 2021, the maximum amortization period was decreased to 20 years for all current and future amortization bases.

**3. Schedule of Net Pension Liability and Schedule of Contributions – Health Insurance Subsidy Pension Plan**

*Changes of Assumptions.* In 2021, the municipal rate used to determine total pension liability decreased from 2.21 percent to 2.16 percent.



Sherrill F. Norman, CPA  
Auditor General

# AUDITOR GENERAL STATE OF FLORIDA

Claude Denson Pepper Building, Suite G74  
111 West Madison Street  
Tallahassee, Florida 32399-1450



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The President of the Senate, the Speaker of the  
House of Representatives, and the  
Legislative Auditing Committee

## **INDEPENDENT AUDITOR'S 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**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Florida Polytechnic University, a component unit of the State of Florida, and its discretely presented component unit as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated March 8, 2023, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component unit, as described in our report on the University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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

In planning and performing our audit of the financial statements, we considered the University'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University'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 University'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 University's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, rules, 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 University'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 University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



Sherrill F. Norman, CPA  
Tallahassee, Florida  
March 8, 2023

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: University Information Technology (IT) Operational Audit**

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**Proposed Committee Action**

Information only. No action required.

**Background Information**

The University uses the Workday® Enterprise Cloud Applications (Workday®) to record, process, and report finance and human resources transactions. Workday, Inc. hosts the University's subscription to Workday® using Software as a Service and maintains and manages the supporting infrastructure. The University uses the Comprehensive Academic Management Solution Enterprise system (CAMS®) to record student information. The University maintains and manages the network domain supporting access to Workday®, CAMS®, and University IT infrastructure.

This IT operational audit focused on evaluating selected significant University IT controls applicable to the Workday® Enterprise Cloud Applications (Workday®) and University IT infrastructure during the period October 2021 through September 2022, and selected actions subsequent thereto. For those areas addressed by this audit, our audit objectives were:

- To determine the effectiveness of selected significant IT controls in achieving management's objectives in the categories of compliance with controlling laws, administrative rules, and other guidelines; the confidentiality, integrity, availability, relevance, and reliability of data; and the safeguarding of IT resources.
- To determine whether management had corrected, or was in the process of correcting, deficiencies disclosed in our report No. 2019-103.
- To identify statutory and fiscal changes that may be recommended to the Legislature pursuant to Section 11.45(7)(h), Florida Statutes.

This audit resulted in a public audit report (included) and a detailed audit report that is exempt from public inspection (to avoid the possibility of compromising the confidentiality of University data and related IT resources).

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**Supporting Documentation:** Workday® Enterprise Cloud Applications Operational Audit. (Auditor General Report No. 2023-186)

**Prepared by:** David A. Blanton, CAE/CCO

**STATE OF FLORIDA AUDITOR GENERAL**

Information Technology Operational Audit

## **FLORIDA POLYTECHNIC UNIVERSITY**

Workday® Enterprise Cloud Applications



Sherrill F. Norman, CPA  
Auditor General

## Board of Trustees and President

During the period October 2021 through September 2022, Dr. Randy K. Avent served as President of Florida Polytechnic University and the following individuals served as Members of the Board of Trustees:

Clifford "Cliff" K. Otto, Chair	Dr. Laine Powell
Beth Kigel, Vice Chair from 9-28-22	Melia Rodriguez from 4-28-22 <sup>b</sup>
R. Mark Bostick, Vice Chair through 9-27-22	Dr. W. Earl Sasser through 6-30-22 <sup>c</sup>
Dr. Ala J. Alnaser through 5-5-22 <sup>a</sup>	Lyn D. Stanfield
Samantha Ashby through 4-27-22 <sup>b</sup>	Robert "Bob" W. Stork
Dr. Narendra Kini	Gary C. Wendt
Dr. Susan LeFrancois from 5-6-22 <sup>a</sup>	

<sup>a</sup> Faculty Senate Chair.

<sup>b</sup> Student Body President.

<sup>c</sup> Trustee position was vacant 7-1-22, through 9-30-22.

Note: Two trustee positions were vacant for the entire period.

The team leader was George W. Phillips, CISSP, CISA, CFE, and the audit was supervised by Heidi Burns, CPA, CISA.

Please address inquiries regarding this report to Heidi Burns, CPA, CISA, Audit Manager, by e-mail at [heidiburns@aud.state.fl.us](mailto:heidiburns@aud.state.fl.us) or by telephone at (850) 412-2926.

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**State of Florida Auditor General**

**Claude Pepper Building, Suite G74 · 111 West Madison Street · Tallahassee, FL 32399-1450 · (850) 412-2722**

# FLORIDA POLYTECHNIC UNIVERSITY

## Workday® Enterprise Cloud Applications

### SUMMARY

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This operational audit of Florida Polytechnic University (University) focused on selected information technology (IT) controls applicable to the Workday® Enterprise Cloud Applications and the University's IT infrastructure, and a follow-up on findings noted in our report No. 2019-103. Our audit disclosed the following:

**Finding 1:** University security awareness training needs improvement to reduce the risk for University data to be compromised.

**Finding 2:** Certain University IT security controls related to authentication, data recovery, configuration management, account management, and vulnerability management need improvement to ensure the confidentiality, integrity, and availability of University data and IT resources. A similar finding related to account management was noted in our report No. 2019-103.

### BACKGROUND

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The Florida Polytechnic University (University) is part of the State university system of public universities, which is under the general direction and control of the Florida Board of Governors (BOG). The University is directly governed by a Board of Trustees (Trustees) consisting of 13 members. The Governor appoints 6 citizen members and the BOG appoints 5 citizen members. These members are confirmed by the Florida Senate and serve staggered 5-year terms. The Faculty Senate Chair and Student Body President are also members. The BOG establishes the powers and duties of the Trustees. The Trustees are responsible for setting University policies, which provide governance in accordance with State law and BOG Regulations. The University President is selected by the Trustees and confirmed by the BOG. The University President serves as the executive officer and the corporate secretary of the Trustees and is responsible for administering the policies prescribed by the Trustees for the University.

The University uses the Workday® Enterprise Cloud Applications (Workday®) to record, process, and report finance and human resources transactions. Workday, Inc. hosts the University's subscription to Workday® using Software as a Service and maintains and manages the supporting infrastructure. The University uses the Comprehensive Academic Management Solution Enterprise system (CAMS®) to record student information. The University maintains and manages the network domain supporting access to Workday®, CAMS®, and University IT infrastructure.

### FINDINGS AND RECOMMENDATIONS

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#### **Finding 1: Security Awareness Training**

A comprehensive security awareness training program instructing all employees on the importance of preserving the confidentiality, integrity, and availability of data and IT resources entrusted to them is a

foundational control for security vigilance and a University's prevention and mitigation of cybersecurity risks. An effective security awareness program includes identification of the specific knowledge, skills, and abilities needed to support University security and educates all employees about how to interact with data and IT resources in a secure manner.

Our examination of University policies, procedures, and records supporting employee security awareness and skills training disclosed that the University had implemented mandatory training using a third-party provided software. Although the training addressed social engineering and security incident response, training on authentication and data handling best practices specific to University controls was not provided because the software could not be customized. In response to our inquiry, University management indicated on February 11, 2023, that options to add training customization would be further evaluated with the provider.

Effective security awareness training programs include authentication and data handling best practices and instructions to understand causes of unintentional data exposure. The lack of a comprehensive security awareness training program increases the risk that employees may compromise the confidentiality, availability, and integrity of University data and IT resources.

**Recommendation: To reduce cybersecurity risks, University management should establish a comprehensive security awareness training program to ensure that employees are aware of their responsibilities and the importance of securing University data and IT resources.**

## **Finding 2: Security Controls - Authentication, Data Recovery, Configuration Management, Account Management, and Vulnerability Management**

Security controls are intended to protect the confidentiality, integrity, and availability of data and IT resources. Our audit procedures disclosed that certain security controls related to authentication, data recovery, configuration management, account management, and vulnerability management need improvement. We are not disclosing specific details of the issues in this report to avoid the possibility of compromising the confidentiality of University data and related IT resources. However, we have notified appropriate University management of the six findings in the five areas needing improvement. A similar finding related to account management was noted in our report No. 2019-103.

Without appropriate security controls related to authentication, data recovery, configuration management, account management, and vulnerability management, the risk is increased that the confidentiality, integrity, and availability of University data and related IT resources may be compromised.

**Recommendation: We recommend that University management improve IT security controls related to authentication, data recovery, configuration management, account management, and vulnerability management to ensure the confidentiality, integrity, and availability of University data and IT resources.**

## ***PRIOR AUDIT FOLLOW-UP***

As discussed in Finding 2, the University had not taken corrective action for the finding included in our report No. 2019-103.

## **OBJECTIVES, SCOPE, AND METHODOLOGY**

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The Auditor General conducts operational audits of governmental entities to provide the Legislature, Florida's citizens, public entity management, and other stakeholders unbiased, timely, and relevant information for use in promoting government accountability and stewardship and improving government operations.

We conducted this information technology (IT) operational audit from August 2022 through February 2023 in accordance with generally accepted government auditing standards. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for the audit findings and our conclusions based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for the audit findings and our conclusions based on our audit objectives.

This IT operational audit focused on evaluating selected significant University IT controls applicable to the Workday® Enterprise Cloud Applications (Workday®) and University IT infrastructure during the period October 2021 through September 2022, and selected actions subsequent thereto. For those areas addressed by this audit, our audit objectives were:

- To determine the effectiveness of selected significant IT controls in achieving management's objectives in the categories of compliance with controlling laws, administrative rules, and other guidelines; the confidentiality, integrity, availability, relevance, and reliability of data; and the safeguarding of IT resources.
- To determine whether management had corrected, or was in the process of correcting, deficiencies disclosed in our report No. 2019-103.
- To identify statutory and fiscal changes that may be recommended to the Legislature pursuant to Section 11.45(7)(h), Florida Statutes.

This audit was designed to identify, for the IT systems included within the scope of the audit, deficiencies in management's internal controls that were significant to our audit objectives; instances of noncompliance with applicable governing laws, rules, or contracts; and instances of inefficient or ineffective operational policies, procedures, or practices. The focus of this audit was to identify problems so that they may be corrected in such a way as to improve government accountability and efficiency and the stewardship of management. Professional judgment has been used in determining significance and audit risk and in selecting the particular IT controls, legal compliance matters, and records considered.

As described in more detail below, for the IT systems included within the scope of this audit, our audit work included, but was not limited to, communicating to management and those charged with governance the scope, objectives, timing, overall methodology, and reporting of the audit; obtaining an understanding of and evaluating the IT systems and related significant controls; exercising professional judgment in considering significance and audit risk in the design and execution of the research, interviews, tests, analyses, and other procedures included in the audit methodology; obtaining reasonable assurance of the overall sufficiency and appropriateness of the evidence gathered in support of the audit findings and our conclusions; and reporting on the results of the audit as required by governing laws and auditing standards.

This audit included the selection and examination of IT system controls and records. Unless otherwise indicated in this report, these items were not selected with the intent of statistically projecting the results,

although we have presented for perspective, where practicable, information concerning relevant population value or size and quantifications relative to the items selected for examination.

An audit by its nature does not include a review of all records and actions of agency management, staff, and contractors and, as a consequence, cannot be relied upon to identify all instances of noncompliance, fraud, waste, abuse, or inefficiency.

In conducting this audit, we:

- Reviewed applicable laws, rules, and other guidelines to obtain an understanding of University organizational structure and regulatory requirements; reviewed University procedures, interviewed University personnel, and examined University records to obtain an understanding of University operations related to Workday® and IT infrastructure and to evaluate whether University operations were designed properly and operating effectively.
- Evaluated the sufficiency of University controls and observed, documented, and tested key processes, procedures, and controls related to Workday® and University IT infrastructure, including authentication, backup and recovery, configuration of systems, logical controls, and inventory and vulnerability management.
- Examined selected security settings related to University network infrastructure, externally facing applications, remote access systems, and other critical servers and devices to determine whether authentication controls were configured and enforced in accordance with IT best practices, including the use of multi-factor authentication.
- Evaluated the effectiveness of University logical access controls assigned to the University network and selected network devices, including the periodic evaluation of assigned accounts.
- Examined and evaluated the appropriateness of all accounts assigned administrator access privileges, as of August 30, 2022, within the four default network administrator system groups for the University root domain.
- Examined and evaluated, as of August 30, 2022, the 142 root domain accounts not required to have a password change.
- Examined and evaluated the appropriateness of all accounts assigned administrator access privileges, as of August 30, 2022, for the eight University high-risk network devices.
- Examined and evaluated the appropriateness of all accounts assigned selected administrative access privileges, as of August 26, 2022, to 10 of the 16 critical member servers in the University root domain.
- Examined and evaluated selected University patch management controls for operating systems and network devices to ensure secure configurations are maintained. Specifically, we examined and evaluated:
  - 22 critical servers as of November 16, 2022, and the additional 2 critical servers as of December 14, 2022.
  - The 8 high-risk network devices as of October 26, 2022.
- Evaluated University procedures and examined selected backup testing reports to determine the adequacy of the University data recovery procedures to restore University IT assets to a pre-incident trusted state.
- Evaluated the effectiveness of University configuration management controls, including establishing and maintaining secure configurations; disabling insecure protocols; implementing firewalls or port filtering to protect network resources; and timely applying software updates and managing device end-of-life.

- Evaluated University procedures and examined selected records to determine the adequacy of University procedures for maintaining a software asset inventory and ensuring only authorized software is installed on the network.
- Evaluated the effectiveness of University security awareness training.
- Evaluated University procedures and examined selected scan reports and policies to evaluate the adequacy of University vulnerability management controls related to the IT infrastructure, including vulnerability assessment and remediation, malicious software identification, and malware defense.
- Communicated on an interim basis with applicable officials to ensure the timely resolution of issues involving controls and noncompliance.
- Performed various other auditing procedures, including analytical procedures, as necessary, to accomplish the objectives of the audit.
- Prepared and submitted for management response the findings and recommendations that are included in this report and which describe the matters requiring corrective actions. Management's response is included in this report under the heading **MANAGEMENT'S RESPONSE**.

## **AUTHORITY**

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Section 11.45, Florida Statutes, provides that the Auditor General may conduct audits of the IT programs, activities, functions, or systems of any governmental entity created or established by law. Pursuant to the provisions of Section 11.45, Florida Statutes, I have directed that this report be prepared to present the results of our IT operational audit.



Sherrill F. Norman, CPA  
Auditor General

## MANAGEMENT'S RESPONSE

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FLORIDA POLYTECHNIC  
UNIVERSITY

Office of the President  
863-874-8612  
president@floridapoly.edu

April 18, 2023

Ms. Sherrill F. Norman, CPA  
State of Florida – Auditor General  
Claude Denson Pepper Building, Suite G74  
111 West Madison Street  
Tallahassee, Florida 32399-1450

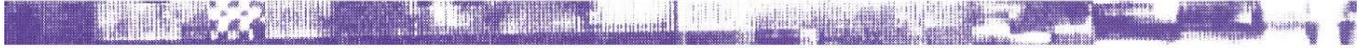
Dear Ms. Norman:

Pursuant to Section 11.45(4)(d), Florida Statutes, the university is required to submit a written statement of explanation concerning all findings. Please find the attached responses to the Preliminary and Tentative Findings for Florida Polytechnic University's *information technology operational audit of Workday® Enterprise Cloud Applications*. Should you have any questions, please contact Mr. David Blanton at (863) 874-8441.

Sincerely,

A handwritten signature in black ink, appearing to read "R. Avent".

Dr. Randy K. Avent  
President  
Florida Polytechnic University



**Florida Polytechnic University**  
**Response to**  
***Information Technology Operational Audit for Workday® Enterprise Cloud Applications***  
**Audit Findings**

**Finding 1: Security Awareness Training**

Recommendation: To reduce cybersecurity risks, University management should establish a comprehensive security awareness training program to ensure that employees are aware of their responsibilities and the importance of securing University data and IT resources.

Response: As noted in the finding, the University has in place mandatory security awareness training for all employees, covering areas such as social engineering and security incident response. The University will add training on authentication and data handling best practices as a standard feature of its training program.

**Finding 2: Security Controls – Authentication, Data Recovery, Configuration Management, Account Management, and Vulnerability Management**

Recommendation: We recommend that University management improve IT security controls related to authentication, data recovery, configuration management, account management, and vulnerability management to ensure the confidentiality, integrity, and availability of University data and IT resources.

Response: The University had already embarked on programs to improve several of the aspects covered in the finding at the time of the audit. The University will continue these efforts and expand them to include additional areas identified in the finding. The University will annually review these controls for compliance with best practices frameworks such as the *Center for Internet Security Critical Security Controls*.

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: FPU-5.0084 Credit for Military Trainings, Courses, and Occupations**

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**Proposed Committee Actions**

1. Recommend approval of the proposed regulation FPU-5.0084 Credit for Military Trainings, Courses, and Occupations to the Board of Trustees.
2. Recommend the repeal of policy FPU-5.0084AP Course Credit for Military Trainings and Courses to the Board of Trustees.

**Background Information**

The proposed regulation outlines the policy and process that enables students to earn appropriate academic college credit for college-level training and education acquired in the military. This regulation would replace the existing policy FPU-5.0084AP Course Credit for Military Trainings and Courses. The proposed regulation reflects updates to Board of Governors (BOG) Regulation 6.013 Military Veterans and Active Duty, including credit now being granted using the standard process and considerations outlined in the *Articulation Coordinating Committee Policy Regarding the Evaluation and Awarding of Postsecondary Credit for Prior Military Training, Courses, and Occupations*.

The Notice of Proposed Regulation was posted on the University's website on May 12, 2023. No comments were received during the review and comment period.

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**Supporting Documentation:**

1. FPU-5.0084 Credit for Military Trainings, Courses, and Occupations – proposed
2. FPU-5.0084AP Course Credit for Military Trainings and Courses - repeal

**Prepared by:** Melaine Schmiz, Associate General Counsel

## THE FLORIDA POLYTECHNIC UNIVERSITY BOARD OF TRUSTEES

### FPU-5.0084 Credit for Military Training, Courses, and Occupations

#### **A. POLICY STATEMENT:**

This Regulation outlines the policy and process that enables students to earn appropriate academic college credit for college-level training and education acquired in the military. For purposes of this regulation, “student(s)” means any eligible student who is or was a member of the United States Armed Forces.

The University will grant appropriate college credit to students with military experience in accordance with the standard process and considerations outlined in the *Articulation Coordinating Committee Policy Regarding the Evaluation and Awarding of Postsecondary Credit for Prior Military Training, Courses, and Occupations*.

Credit awarded for military education and training is not counted in the excess hours fee per Florida Board of Governors’ regulation **7.003 Fees, Fines and Penalties**.

A copy of this regulation is on the University registrar’s webpage and in the University catalogs.

#### **B. PROCEDURES:**

- 1) A student wishing to receive credit for military training or education must request that the Registrar grant college credit for the student’s military training or coursework and provide the necessary information.
- 2) The Registrar uses the *Articulation Coordinating Committee Policy Regarding the Evaluation and Awarding of Postsecondary Credit for Prior Military Training, Courses, and Occupations* to determine equivalency and alignment of military training or coursework with appropriate University courses.
- 3) If the University course to which the military training or coursework is equivalent fulfills a general education, major course, or degree program requirement, the course credit should be considered as meeting the appropriate requirement. Otherwise, appropriate course credit, including free elective course credit will be granted.
- 4) The University accepts credit that was previously evaluated and awarded by a Florida public postsecondary degree granting institution that is applicable towards the student’s major at the University, subject to University limits on the amount and level of transfer credit allowed for a given degree. Credits awarded by all other postsecondary institutions shall be accepted if those credits are consistent with the current *Articulation Coordinating Committee Credit for Military Training Equivalency List*.
- 5) Credit awarded for military education and training will be noted on the student’s transcript, and documentation of the credit equivalency evaluation will be maintained in the student’s file.

*Authority: BOG Reg 6.013; Sect. 39.205, Fla. Stat.*

*History: New \_\_\_\_\_*

<b>FLORIDA</b>	<b>OFFICIAL</b>
<b>POLYTECHNIC</b>	<b>UNIVERSITY</b>
<b>UNIVERSITY</b>	<b>POLICY</b>

<b>Subject/Title:</b> <del>Course Credit for Military Training and Courses</del>
<b>FPU Policy Number:</b> <del>FPU-5.0084AP</del>
<del><input checked="" type="checkbox"/> New Policy    <input type="checkbox"/> Major Revision of Policy    <input type="checkbox"/> Minor Technical Revision of Policy</del>
<b>Date First Adopted:</b> <del>September 9, 2015</del>
<b>Date Revised:</b>
<b>Responsible Division/Department:</b> <del>Academic Affairs</del>
<b>Initiating Authority:</b> <del>Ghazi Darkazalli, Provost and Executive VP of Academic Affairs</del>

**A. APPLICABILITY/ACCOUNTABILITY:**

~~This policy applies to all students who are or were eligible members of the United States Armed Forces.~~

**B. POLICY STATEMENT:**

~~College credit will be granted to students with military training or coursework that is recognized by the American Council on Education (ACE). Military training or coursework is subject to regular University transfer policies and procedures including limitations on the amount and level of transfer credit for a given degree.~~

~~Credit awarded for military education and training is not counted in the excess hours fee per Florida Board of Governors' regulation **7.003 Fees, Fines and Penalties** due to the credit being based on work accomplished while serving in active duty.~~

~~A copy of this policy is on the University registrar's website and in the University catalogs.~~

**C. PROCEDURES:**

- ~~1) A student wishing to receive credit for military training or coursework must request that the Registrar grant college credit for the student's military training or coursework and provide the necessary information.~~
- ~~2) The Registrar uses the *ACE Guide to the Evaluation of Educational Experiences in the Armed Services* to determine equivalency and alignment of military training or coursework with appropriate University courses.~~
- ~~3) If the University course to which the military training or coursework is equivalent fulfills a general education, major course, or degree program requirement, the course credit should count towards graduation and fulfills the appropriate requirement.~~
- ~~4) If the University course to which the military training or coursework is equivalent does not fulfill a general education, major course, or degree program requirement, then appropriate course credit, including free elective course credit, will be granted.~~
- ~~5) The University accepts credit that was previously evaluated and awarded by a college degree granting institution and is appropriate to the transfer student's major at the University, subject to University limits on the amount and level of transfer credit allowed for a given degree.~~

~~6) Credit awarded for military education and training will be noted on the student's transcript, and documentation of the credit equivalency evaluation will be maintained in the student's file.~~

POLICY APPROVAL	
Policy No.: <u>FPU-5.0084AP</u>	
_____	_____
Initiating Authority	Date
_____	_____
Policies & Procedures Committee Chair	Date
_____	_____
Vice President of Academic Affairs	Date
_____	_____
President/Designee	Date
Approved by FPU BOT, if required	_____
	Date

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: FPU-5.0072 Examination and Assessment Instruments**

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**Proposed Committee Action**

Recommend the approval of the proposed regulation FPU-5.0072 Examination and Assessment Instruments to the Board of Trustees.

**Background Information**

The proposed regulation aligns with Board of Governors (BOG) Regulation 3.005 Examination and Assessments and Section 1008.23, Florida Statutes. Section 1008.23, Florida Statutes exempts postsecondary examination and assessment instruments and directly related developmental materials and workpapers from disclosure to the public under Florida's public records laws. The regulation establishes parameters that govern access, maintenance, and destruction of instruments and related materials.

The Notice of Proposed Regulation was posted on the University's website on May 12, 2023. No comments were received during the review and comment period.

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**Supporting Documentation:** FPU-5.0072 Examinations and Assessment Instruments

**Prepared by:** Melaine Schmiz, Associate General Counsel

## THE FLORIDA POLYTECHNIC UNIVERSITY BOARD OF TRUSTEES

### FPU-5.0072 Examination and Assessment Instruments

- 1) All examination and assessment instruments, including developmental materials and workpapers directly related thereto, that are prepared, prescribed or administered by the University are confidential exempt from disclosure under section 119.07(1), Florida Statutes, and section 24(a), Article I, Florida Constitution, as provided in section 1008.23, Florida Statutes and Board of Governors Regulation 3.005 Examination and Assessment Instruments.
- 2) Examination and assessment instruments that have been completed by a student are student records and subject to the disclosure restrictions in FPU-3.001 Confidentiality of Student Records and Applicant Records and the Family Educational Rights and Privacy Act of 1974, as amended, (“FERPA”).
- 3) This regulation governs the access, maintenance and destruction of examination and assessment instruments and related developmental materials and workpapers for all University academic units, testing centers, technology services, and online curriculum management systems.
  - a) The University protects the security and confidentiality of examination and assessment instruments from unauthorized access or disclosure through encrypted electronic means or secure storage.
  - b) Third-party contractors responsible for administering or proctoring examinations or assessments must comply with this regulation.
  - c) Examination and assessment instruments are maintained and destroyed in accordance with applicable General Records Schedules and University regulations, policies, and procedures.
  - d) Access to, or authorized disclosure of, examination and assessment instruments to faculty, staff, and students outside of the regular examination or testing process is generally not permitted. However, faculty, in their reasonable discretion or as otherwise directed by the Provost’s office, may share examination and assessment instruments with appropriate University personnel.

*Authority: Section 7(d), art. IX, Fla. Const.; Section 1008.23, Florida Statutes. BOG Regulation 3.005 History: New ##*

**AGENDA ITEM: VIII.**

**Florida Polytechnic University  
Governance, Audit, and Compliance Committee  
Board of Trustees  
June 7, 2023**

**Subject: President's Operational Goals for FYE24**

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**Proposed Committee Action**

Review President's proposed Operational Goals for FYE24 to make a recommendation to the Board of Trustees.

**Background Information**

Pursuant to the Policy on Annual Review of the President, the Board of Trustees must set specific annual goals for the upcoming fiscal year.

The President submitted his Operational Goals FYE24 to Chair Otto and Committee Chair Bostick. The Governance Committee needs to discuss the goals with the President and approve the proposed goals so that they may be recommended to the Trustees for final approval.

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**Supporting Documentation:** Operational Goals FYE24

**Prepared by:** Dr. Randy K. Avent, President



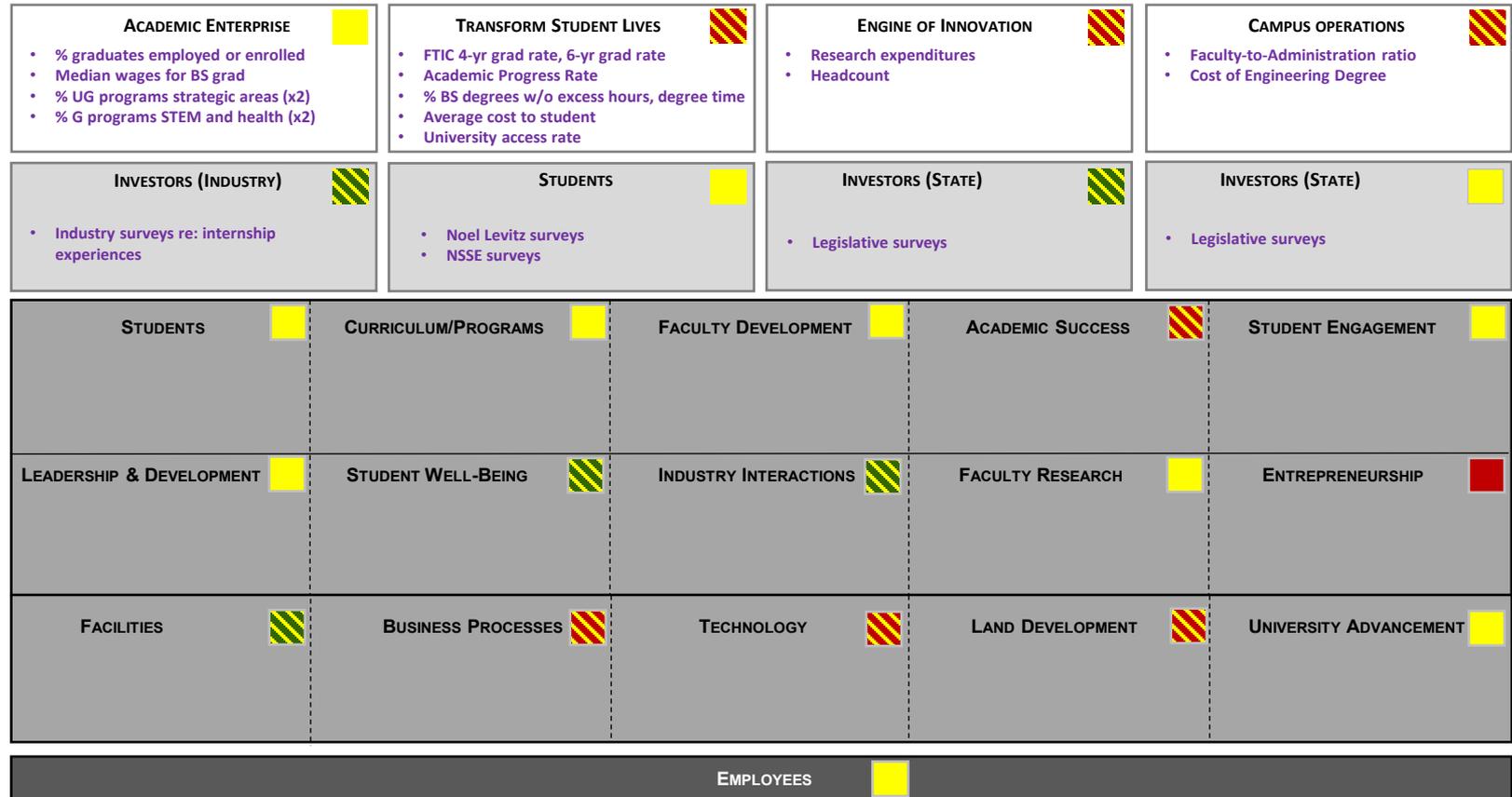
**FLORIDA POLYTECHNIC**  
UNIVERSITY

## **Operational Goals FYE24**

**Randy K. Avent**

**7 June 2022**

# Balanced Scorecard



- “Check Engine” dashboard aligned to new strategic plan
- Increased funding this year allows broader coverage



# Accountability Metrics

	PEERS	SUS AVG	FY23	5-YR GOAL	FY24
<b>GROW THE ACADEMIC ENTERPRISE</b>					
<b>% Graduates Employed or Enrolled</b>		65%	75%	80%	76%
<b>Median Wages for BS Graduates</b>		\$ 42,000	\$ 54,800	\$ 65,000	\$ 54,800
<b>% BS Programs in Strategic Emphasis</b>	83.5%	59%	100%	100%	100%
<b>% Grad Programs Strategic Emphasis</b>		65%	100%	100%	100%
<b>TRANSFORM STUDENT LIVES</b>					
<b>Academic Progress Rate</b>	83%	87%	75%	85%	80%
<b>4-year Graduate Rate</b>	28%	61%	41%	48%	40%
<b>6-Yr Graduation Rate</b>	65%	73%	47%	65%	56%
<b>% BS Degrees w/o Excess Hours</b>		82%	85%	85%	82%
<b>University Access Rate</b>	22%	36%	35%	32%	32%
<b>Time-to-Degree</b>		4.1	4.1	4.1	4.1
<b>BECOME AN ENGINE OF INNOVATION</b>					
<b>% BS with 2+ Workforce Experiences</b>			98%	98%	96%
<b>Research Expenditures (\$K)</b>			\$ 1,500,000	\$ 3,000,000	\$ 1,900,000
<b>Headcount (FT Students)</b>	4,118		1,572	2,570	1,974
<b>Headcount (Certificate Students)</b>				95	95
<b>IMPROVE CAMPUS OPERATIONS</b>					
<b>Faculty-to-Administration Ratio</b>		4.69	3.46	4.25	3.5
<b>Cost of Engineering Degree</b>		\$ 22,597	\$ 24,400	\$ 25,504	\$ 25,000
<b>Average Cost to Student</b>	\$ 21,062	\$ 1,550	\$ (9,370)	\$ -	\$ (8,000)

- Alignment with Approved Goals in FY23 Accountability Plan and new University Strategic Plan



# Performance Funding Strategies

- **Florida Poly FY22 Performance Based Funding (PBF) score required a Student Success Plan be implemented in FY23**
  - Required significant emphasis and investments in FY23
  - Resulting plan will be supported and expanded in FY24
- **Academic Affairs will launch two new initiatives this year aimed at stabilizing our Performance Based Funding scores**
  - Our Academic Progress Rate and 4-year Graduation Rate metrics cannot compete with comprehensive universities leading to an over reliance on improvement points
  - Both initiatives are stretch metrics and provide an organizing principle for strategic intentions
  - Both initiatives form the basis for operational items in “Growing the Academic Enterprise” and “Transforming Student Lives”
- **GET 90! will achieve a 90% Academic Progress Rate**
- **GET 50! will achieve a 50% 4-year Graduation Rate**



# Academic Affairs Initiatives

## • GET 90!

- **Admissions:** Targeted recruiting, message alignment, enhanced summer experience, ...
- **Academic support:** Improved Peer Learning Strategies (PLS), freshman council, student success tracking and intervention, emphasis on first 3 weeks, robust calculus placement, programming pilot, ...
- **Faculty instruction:** Lower cap in math courses, faculty instructional development, ...

## • GET 50!

- **Academic support:** Structured/targeted learning support for middle years, “pick your major” fairs, undergraduate research opportunities, professional certifications, transfer student center, Pell student support programs, ...
- **Leadership and Professional Development:** Sophomore and up leadership opportunities, student worker training, internship program enhancements, goal oriented academic and social clubs, ...
- **Faculty instruction:** Engagement sequence support, instructional support, ...

# Outline

- Introduction
- **Grow the Academic Enterprise**
- **Transform Students' Lives**
- **Become an Engine of Innovation**
- **Improve Campus Operations**
- **Summary**



# Grow the Academic Enterprise

- **Programs and curriculum**

- Grow and refresh concentrations that attract undergraduate student growth
- Propose minimum of two new retreat majors that align with our mission
- Provide “skills” training through professional certifications in each major
- Grow graduate program pathways (coursework only, thesis)
- Implement 4+1 program with recruiting pathways for Florida Poly students

- **Faculty**

- Recruit key departmental leadership
- Improve recruiting processes through conference participation, updated faculty pages,...
- Appropriately staff departments and build enabling infrastructure
- Provide professional development opportunities in teaching excellence and consistency

- **Students**

- Align website to showcase degrees and concentrations
- Increase participation in college fairs; align name buys and increase digital outreach
- Increase scholarship and provide improved net cost information
- Develop two transfer relationships with state colleges with advising plans for our degree



# Transform Students' Lives

- **Academic success**

- Improve Peer Learning Strategies effort to impact more freshman students
- Expand learning support the “middle” division
- Build transfer student center, improve Pell student support programs
- Enhance the summer experience; emphasis on the first three weeks
- Introduce robust calculus placement, programming pilot, lower caps in math courses

- **Leadership & Professional Development**

- Expand current leadership development training to all student workers
- Develop a visiting speaker series and industry shadowing program
- Create committee to hire national consultant to help develop tailored activities that match our student body needs; improve career services and academic/social clubs
- Hire staff to execute against committee recommendations

- **Engage campus community**

- Create a residential campus culture by building residential leasing and operations
- Pilot an Undergraduate Research program, highlight student research results
- Create five “Activities of Excellence” programs led by faculty & staff
- Create taskforce to consider expanded athletic fields and recreation complex



# Become Engine of Innovation

- **Industry**

- Create institute that studies the flow of university research into industry and use that to become a state thought leader on growing a high-tech industry in Florida
- Strengthen university interactions with industry (advisory boards, faculty connections, project support, ...)

- **Research**

- Provide programs to faculty in proposal development and writing skills
- Develop and implement plan to purchase critical instrumentation
- Fund the graduate level research experience, investigate thesis publishing software
- Enhance library access to critical publications needed for research
- Fund graduate seminars program and seed grants

- **Entrepreneurship**

- Examine best practices in IP policies to promote entrepreneurship

- **Land development**

- Develop Williams/Campus history project & interactive display
- Continue collaborating with Williams on surrounding land development



# Improve Campus Operations

- **Complete campus construction projects**
  - Complete IFF Citrus Research Center
  - Complete and open Residence Hall 3 in August, 2024
  - Begin construction of the Gary Wendt Engineering Building
  - Begin construction of the Public Safety & Facilities Complex
  - Begin programming and design of the Student Achievement Center
- **Enhance the IT infrastructure**
  - Begin implementation of the new Student Information System (SIS) with realignment of adjacent systems
  - Begin major overhaul of business processes optimized via Workday
  - Achieve compliance with IT-related risks mitigation best practices
  - Establish next-generation network infrastructure connecting main campus to regional, national, and global education and research networks
- **Employees**
  - Implement Leadership Academy for staff leadership positions
  - Conduct and implement a Title & Total Compensation (TTC) study
  - Evaluate Performance Assessment process

# Improve Campus Operations

- **Business processes**
  - Budget engineering (zero-based budget, forecasting, modeling, ...)
  - Implement maverick spending project
  - Implement courier services taskforce
  - Build a strategic plan for improving auxiliary functions (parking, food services, bookstore, STEM summer camps, ...)
  - Conduct taskforce to ensure compliance with new legislation
  - Conduct taskforce to review all regulations, policies and processes
  - Improve risk management processes
- **Advance the University**
  - Improve infrastructure for university events
  - Conduct a targeted branding and marketing campaign
  - Grow relationships and involvement with community and industry

# Summary

- **Continued strong emphasis on student success to mitigate reliance on PBF improvement points**
- **Strong funding allows the institution to focus on reducing long-term operational costs with improvements to the IT infrastructure and business operations**
- **Continued strong focus on academic and student growth while methodically growing economic impact through research, graduate programs, and industry relationships**