CLEMSON UNIVERSITY



Annual Comprehensive Financial Report

For the Year Ended June 30, 2026

A component unit of the State of South Carolina



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For the Year Ended June 30, 2026

Prepared by the Controller's Office

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Introductory Section

(unaudited)

Clemson Elevate

Clemson Elevate sets bold yet achievable goals that will further enhance our great University's reputation, which is already among the nation's best. The three strategic pillars are made of specific initiatives with corresponding metrics.

Deliver the No. 1 student experience in the nation.

- Excel in experiential learning.
- Amplify academic success.
- Promote the Clemson Experience.

Double research expenditures by 2035, position for AAU membership.

- Build an AAU-aligned faculty to address societal needs.
- Create world-class research infrastructure.
- Leverage Innovation Campuses and partnerships.

Transform lives statewide and beyond through educational, economic, agricultural and health outreach.

- Enhance educational and economic opportunities for South Carolinians.
- Improve agriculture, natural resources and animal health.
- Raise health outcomes.



Dear Friends of Clemson:

This past fiscal year was one of change, and I am incredibly proud of what the University accomplished. We continue to be guided by our bold strategic plan, Clemson Elevate, as we remain focused on delivering the No. 1 student experience in the nation, significantly increasing research, and transforming the lives of our communities and citizens. I am thankful for the leadership of our Board of Trustees, Executive Leadership Team, and volunteer boards throughout the year.

Clemson continued its excellence in fundraising, athletics, national faculty and student scholar awards, and reputation. We remain the University of choice by many as shown by the fact that we received more than 66,000 undergraduate applications in FY2026. I am proud of our faculty and students whose teaching, research and service continue to be recognized at the national level, and I am committed to celebrating our successes and developing our talent.

Time Magazine recognized Clemson as One of the Best Colleges for Future Leaders and ranked the university in the Top 20 among public universities for America's Best Colleges for Student Outcomes. Clemson also ranked in the Top 20 nationally by Princeton Review in five categories — Town-Gown Relations are Great, Best Alumni Network, Best Career Services, Best Schools for Internships, and Happiest Students, and was named among the Top 50 Best Value Colleges.

We continue to ensure Clemson has the best facilities. From the newly constructed buildings, including the Advanced Materials and Innovation Complex, the Harvey S. Peeler Jr. College of Veterinary Medicine, and Forestry and Environmental Conservation Building; to the completed renovations of the Bryan Mall high rise buildings; and the renovation projects and new construction underway, Clemson continues to modernize our facilities and prepare for our future.

In FY2026, Clemson's fundraising resulted in $202.4M, and it was the sixth consecutive year that our philanthropy totaled more than $200M. This record reflects the generosity and loyalty of our supporters as well as the confidence they have in Clemson's leaders to continue moving us fiercely forward.

I am incredibly grateful to be here at Clemson where there is a long-standing tradition of excellence, and I am excited about all that we will achieve together in FY2027. Thank you to everyone who contributed to our successes and who continue to help further elevate Clemson University.

Sincerely,

Benjamin C. Ayers, Ph.D.
President

CLEMSON UNIVERSITY

LETTER OF TRANSMITTAL

September 30, 2026

To President Ayers,
Members of the Board of Trustees, and
Citizens of South Carolina

Finance and Operations

Clemson University
G06 Sikes Hall
Box 345302
Clemson, SC
29534-5302

P 864-656-2421
F 864-656-2008

We are pleased to present to you the Annual Comprehensive Financial Report of Clemson University (the "University") for the year ended June 30, 2026. The report provides financial information about the University's operations during the year and describes its financial position at the end of the year.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that was established for this purpose. Because the cost of internal controls should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of material misstatements.

State law, federal guidelines, and certain bond covenants require that the University's accounting and financial records be audited each year. For the fiscal year ended June 30, 2026, the University contracted with the independent certified public accounting firm of CliftonLarsonAllen, LLP to perform the University's annual audit. The auditors have issued an unmodified opinion, the most favorable outcome of the audit process. The independent auditor's report is located at the front of the financial section.

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

Profile of the University

Clemson University was founded in 1889, a legacy of Thomas Green Clemson, who willed his Fort Hill plantation home, its surrounding farmlands and forest, and other property to the state of South Carolina to establish a technical and scientific institution for South Carolina. Clemson opened its doors to 446 students as a military college in 1893.

Today, Clemson is classified by the Carnegie Foundation as a Research/High University, a category attained by approximately 4 percent (4%) of all universities in America. Students can choose from more than 80 undergraduate and over 130 graduate degree programs in eight colleges. The University opened the state's first College of Veterinary medicine in Fall 2026, welcoming the inaugural class of 80 students. As the State's largest land-grant university, Clemson reaches out to citizens, communities, and businesses all over South Carolina through county-based Cooperative Extension offices, six off-campus Research and Education centers, five off-campus innovation campuses, and critical regulatory responsibilities for plant and animal health.

Clemson University is governed by a board of thirteen members, including seven successor members and six members elected by the State General Assembly. Clemson University operates as a unit of the State of South Carolina (the primary government) as a state assisted institution of higher education.

The State requires the University to submit an annual balanced budget for both its Education and General and Extension and Public Service components. Each recognized college or budget center of the University is provided with a level of appropriation. This appropriation limits total annual expenditures. Budgetary controls are incorporated into both the University's accounting system and the State's financial management system to ensure that imposed expenditure constraints are observed. Periodic financial reports comparing actual results with budgeted amounts are provided at both the University and State level.

Governmental Accounting Standards Board (GASB) Codification Section 2100: *Defining the Financial Reporting Entity, and Section* 2600: *Reporting Entity and Component Unit Presentation and Disclosure*, provides criteria for whether certain organizations should be reported as component units based on the nature and significance of their relationship to the related entity. Based on this criteria, the University determined that the Clemson University Foundation, the Clemson University Land Stewardship Foundation and IPTAY are component units of the University. Consequently, the financial statements include the accounts of these three entities as discretely presented component units.

Major Initiatives

The 2025-26 academic and fiscal year was another productive year for Clemson. Clemson once again raised the bar in admissions, enrollment, research, retention and graduation rates all while continuing to make investments in campus.

Since 2016, The University is classified as a Research 1 University by the Carnegie Classification for Institutions of Higher Education. Clemson continues to be recognized as one of the top national public universities.

Clemson University raised more than $202 million in 2026, surpassing $200 million in fundraising for the sixth consecutive year. Philanthropic generosity transformed the lives of many by creating 178 new scholarships and graduate fellowships, and nine endowed professorships.

A total of 38,120 donors, including 9,775 first-time donors, contributed 100,907 gifts to compose the $202 million amount. The total includes donations to IPTAY, planned gifts, and unrestricted donations. Highlighting the giving, there were six new Academic Cornerstone Gifts and one new Athletic Cornerstone gift - each a commitment of $2.5 million or more.

Financial news, highlights and major milestones of the year include:

- In 2026, Clemson matched its highest bond ratings, reaffirmed by all three agencies. The University's Moody's, S&P Global and Fitch ratings are now Aa2/ AA+/AA, respectively.

- Clemson University's Board of Trustees approved the budget for FY2027.
  - The FY2027 budget included an in-state tuition freeze for the seventh-consecutive year.
  - The University's FY2027 budget balances revenues and expenses, with both categories growing between 4.7-4.8% over the previous year. The budget includes continued investment into Clemson Elevate priorities, including creating the No. 1 student experience.
  - Workday at Clemson, a cloud-based ERP, to launch in FY2027, providing opportunities to transform business processes and provide greater visibility across human resources and finance.

- Clemson University remains a top choice for students and continues to focus on affordability:
  - Clemson received 64,805 applications for first-year admission for Fall 2025.
  - 97% of first-time in-state students receive state scholarships.
  - Most of Clemson's graduates (57%) have no debt compared to the state (40%) and national (39%) averages.
  - Nine out of 10 South Carolina students are offered a path to Clemson University through fall admission, summer admission or the Bridge to Clemson program.

- Total R&D expenditures have more than doubled since 2016 to $372 million in 2025.

- In July 2025, Clemson was actively conducting nearly 2,000 research projects valued at $864 million.

University Rankings and Awards

- ***The Princeton Review, 2027***
  - 5 Students Love Their School Teams
  - 5 Town-Gown Relations Are Great
  - 10 Best Career Services
  - 10 Best-Run Colleges
  - 10 Friendliest Students
  - 11 Happiest Students
  - 12 Best Athletic Facilities
  - 12 Lots of Greek Life
  - 13 Everyone Plays Intramural Sports
  - 14 Great Outdoors: Students Get Outside
  - 23 Best Quality of Life
  - 24 Best College Library
  - 25 Their Students Love These Colleges
  - Best South

- ***U.S. News & World Report, 2026***
  - 36 Top Public Schools
  - 75 National Universities
  - 28 Most Innovative Schools
  - 15 Co-Ops/Internships
  - 39 First-Year Experiences
  - 58 Best Undergraduate Teaching
  - 45 Best Colleges for Veterans
  - 202 Best Value Schools
  - 40 Bachelor of Science in Nursing Programs
  - 50 Undergraduate Engineering Programs (ranked No. 16 for Industrial/Manufacturing Engineering and No. 29 for Civil Engineering)
  - 64 Undergraduate Business Programs
  - 78 Undergraduate Computer Science Programs
  - 85 Undergraduate Psychology Programs
  - 87 Undergraduate Economics Programs

- ***Money Magazine, 2026***
  - 4 out of 5 stars for value on their Best Colleges in America 2026 list

- ***Niche's 2027 Best College Rankings***
  - 1 Best Colleges in South Carolina
  - 1 Colleges With the Best Academics in South Carolina
  - 1 Colleges With the Best Professors in South Carolina
  - 1 Top Public Universities in South Carolina
  - 1 Best College Campuses in South Carolina
  - 1 Best College Locations in South Carolina
  - 1 Colleges With the Best Student Life in South Carolina
  - 1 Best Research Universities in South Carolina
  - 26 Top Public Universities in America
  - 2 Best College Locations in America
  - 6 Best College Athletics in America
  - 7 Colleges with the Best Student Life in America
  - 28 Best College Campuses in America
  - 29 Best Big Colleges in America

- ***Wall Street Journal/College Pulse 2026 Best Colleges in the U.S.***
  - 126 out of 584 schools
  - 52 among public schools

- ***Forbes America's Top Colleges List, 2027***
  - 160 out of 500 colleges
  - 69 among public colleges
  - 33 in the South

- ***The College Finder, Fifth Edition***
  - The Experts' Choice: Hot Colleges
  - The Experts' Choice: Colleges Where Students Report a Very Positive Experience
  - The Experts' Choice: Colleges Students Rave About
  - The Experts' Choice: Colleges Where Students Never Want To Leave!
  - The Experts' Choice: Favorite Regional Colleges
  - The Experts' Choice: Colleges That Have Happy Students

- ***College Transitions, 2026***
  - 4 50 Best Honors Colleges

- ***The Foundation for Individual Rights and Expression (FIRE)'s College Free Speech Rankings, 2027***
  - 42 overall

- ***SmartAsset, 2025***
  - 1 Best Value College in South Carolina
  - 1 Starting Salary in South Carolina ($71,513)

- ***Time Magazine, 2026***
  - One of the Best Colleges for Future Leaders
  - 82 Overall Rank (33 among public schools) in America's Best Colleges
  - 32 Student Outcomes (19 among public schools) in America's Best Colleges

- ***USA Today, 2026***
  - No. 6 Best Small Town in the South
  - No. 8 Best Small College Town

- ***Military Friendly®, 2026-27***
  - Military Friendly® Gold School

- **A preliminary view into the Fall 2025 class included the following:**
  - Over 66,000 first-year applications, with a record 11,163 from South Carolina, illustrating the continued demand for a Clemson degree
  - Clemson welcomed approximately 5,000 first-year students and 1,617 transfer students to campus as well as more than 1,500 graduate students
  - Students representing 304 South Carolina high schools
  - 123 high school valedictorians and 78 salutatorians

Awards and Acknowledgments

For the 33rd consecutive year, the Government Finance Officers Association of the United States and Canada (GFOA) has awarded the Certificate of Achievement for Excellence in Financial Reporting to Clemson University for its annual comprehensive financial report for the fiscal year ended June 30, 2025.The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report (Annual Report), whose contents conform to program standards. Such an Annual Report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Clemson University has received the Certificate of Achievement annually since the fiscal year ended June 30, 1993. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

The preparation of the Annual Comprehensive Financial Report in a timely manner would not have been possible without the coordinated effort of the Controller's Office and other University financial staff. Each member has our sincere appreciation for their contributions in the preparation of the report.



Richard D. Petillo
Senior Vice President of Finance and Operations, Chief Financial Officer



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Clemson University
South Carolina

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2025

Christopher P. Morrill

Executive Director/CEO

CLEMSON UNIVERSITY
BOARD OF TRUSTEES

TRUSTEES

Kim A. Wilkerson, *Chair*
President, Retired
South Carolina Bank of America

John N. (Nicky) McCarter, Jr., *Vice Chair*
President, Defender Services, Inc.

David E. Dukes
Partner, Nelson Mullins Riley & Scarborough LLP

Nikki R. Haley
Founder, Stand for America

Ronald (Ronnie) D. Lee
Ronald D. Lee, DMD, P.C., Retired

Louis B. Lynn
President, ENVIRO AgScience, Inc.

Patricia (Patti) H. McAbee
Consultant

E. Smyth McKissick, III
Chairman, Alice Company, Inc.

Robert L. (Bob) Peeler
Senior Manager, Community Relations & Government Affairs
Waste Management Inc.

Cheri M. Phyfer
Executive

Mark S. Richardson
Owner, MAR Real Estate, LLC

William (Bill) C. Smith, Jr.
CEO, Red Rock Developments

Joseph (Joe) D. Swann
President, Retired
Rockwell Automation Power Systems

TRUSTEE EMERITI

J. J. Britton
Retired M.D.
Sumter Family Health Center

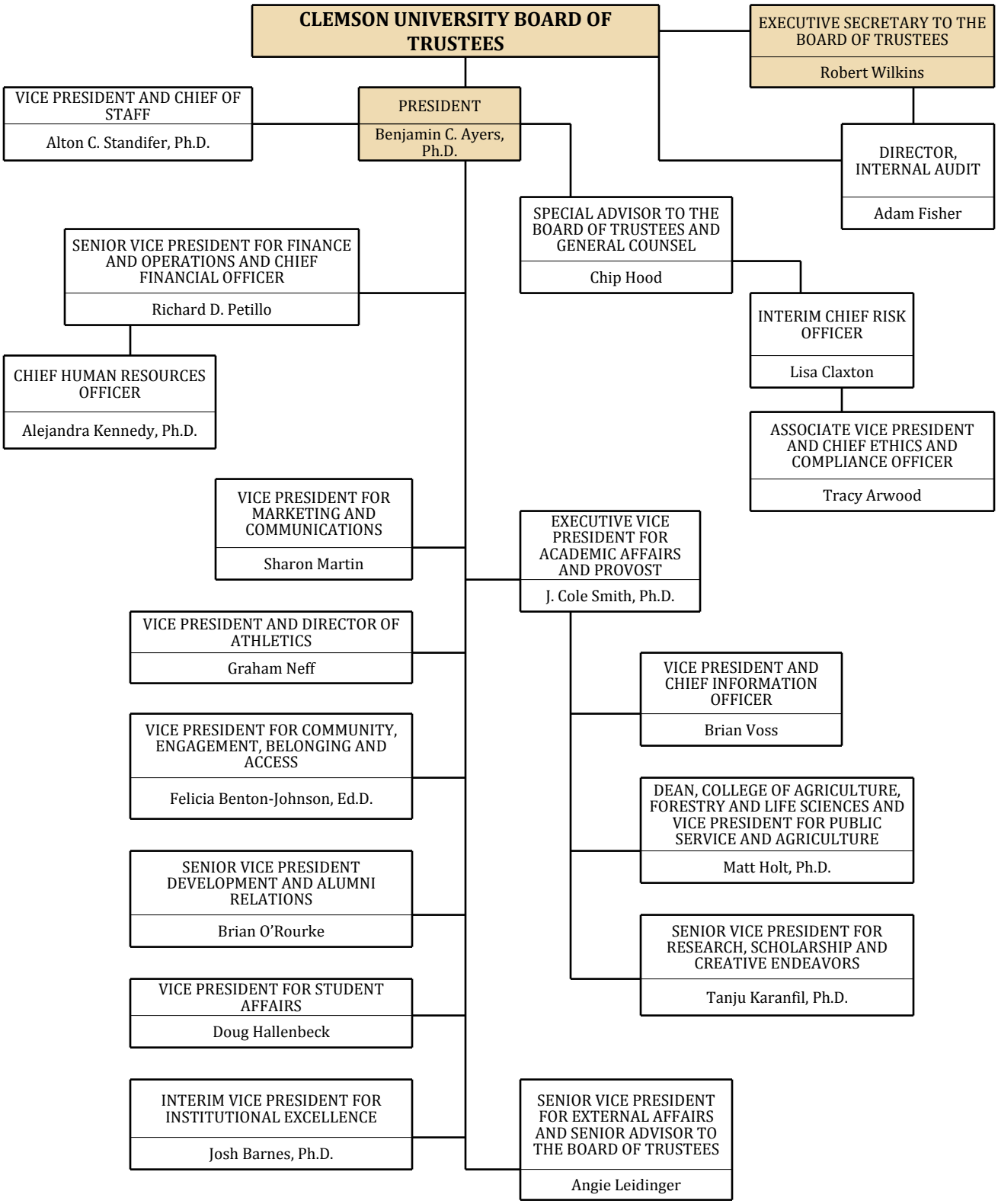
Leon (Bill) J. Hendrix, Jr.
Chairman, Retired
Remington Arms Company

David H. Wilkins
Partner, Nelson Mullins Riley & Scarborough LLP

Allen Wood
Retired

CLEMSON UNIVERSITY

ORGANIZATION CHART





Financial Section

CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

Board of Trustees
Clemson University
Clemson, South Carolina

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and the aggregate discretely presented component units of Clemson University (the University), a component unit of the State of South Carolina, as of and for the year ended June 30, 2026, 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 reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component units of the University, as of June 30, 2026, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Clemson University Foundation, Clemson University Land Stewardship Foundation, and IPTAY, which represent 100 percent of the assets, net assets and revenues of the University's aggregate discretely presented component units as of June 30, 2026. We did not audit Clemson Research Facilities Corporation, a blended component unit, which represents 0.03%, 0.09% and 0.005% of the assets, net position and revenues of the University as of June 30, 2026. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the University are based solely on the reports 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 Auditors' 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. The financial statements of Clemson University Foundation, Clemson University Land Stewardship Foundation, Inc. and IPTAY, discretely presented component units, were not audited in accordance with *Government Auditing Standards*.

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.

CLA (CliftonLarsonAllen LLP) is an independent network member of CLA Global. See CLAglobal.com/disclaimer.

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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our 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 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 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 the Management's Discussion and Analysis, the Schedule of the University's Proportionate Share of the Net Pension Liability, the Schedule of the University's Contributions to Pension Plans, the Schedule of the University's Proportionate Share of the Net Retiree Health Benefits Liability, and the Schedule of the University's Contributions to Retiree Health Benefits Plan 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 GAAS, 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 Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory, Statistical Sections, Schedule of Pledged Net Revenues - Auxiliary Revenue Bonds (Series 2015, 2015B, 2023A, 2024A and 2025A), Schedule of Pledged Net Revenues - Athletic Facilities Revenue Bonds (Series 2014A, 2014B, 2015, 2015B, 2018A, 2021A, 2021B, 2025A and 2025B), Clemson University Reporting Entity - Combined Statement of Net/Financial Position, and Clemson University Reporting Entity - Combined Statement of Revenues, Expenses, Activities and Changes in Net Position but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2026, on our consideration of the University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering University's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Atlanta, Georgia
September 30, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

Clemson University is pleased to present its financial statements for fiscal year 2026. While audited financial statements for fiscal year 2025 are not presented with this report, condensed operations and financial position data will be presented in this section in order to illustrate certain increases and decreases. However, the emphasis of discussions about these statements will be on current year data and will not include the discretely presented component units. This discussion and analysis of the University's financial statements provides an overview of its financial activities for the year.

Overview of the Financial Statements

There are three financial statements presented: the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and, the Statement of Cash Flows. These statements are prepared in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB), using the economic resources measurement focus and accrual basis of accounting, which is similar to private-sector businesses.

Statement of Revenues, Expenses and Changes in Net Position

The Statement of Revenues, Expenses and Changes in Net Position presents the revenues earned, expenses incurred, and subsidies received during the fiscal year. Activities are reported as operating, nonoperating, or noncapital subsidies, in accordance with GASB Statement 103, *Financial Reporting Model Improvements*. The utilization of long-lived assets, referred to as capital assets, is reflected in the financial statements as depreciation or amortization, which amortizes the cost of an asset over its expected useful life. Changes in total net position, as presented on the Statement of Net Position, are based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position.

Statement of Net Position

The Statement of Net Position presents the assets, liabilities, deferred outflows and inflows of resources, and net position of the University as of the end of the fiscal year. It is a point of time financial statement, providing users with a fiscal snapshot of assets (property we own and what we are owed by others), deferred outflows of resources (consumption of net position by the University applicable to a future reporting period), liabilities (what we owe others and have collected from others before providing a service), deferred inflows of resources (acquisition of net position by the University that is applicable to a future reporting period), and net position (assets and deferred outflows of resources, less liabilities and deferred inflows of resources). The Statement of Net Position is prepared under the accrual basis of accounting, where assets are recognized when the service is provided and liabilities are recognized when others provide goods and services, regardless of when cash is exchanged.

Net position is divided into three major categories. The first category, net investment in capital assets, provides the institution's equity in property, plant, and equipment owned by the institution. The next category is restricted net position, which is divided into two categories, nonexpendable and expendable. Restricted nonexpendable net position consists solely of the University's permanent endowment funds and is only available for investment purposes. Expendable restricted net position is available for expenditure by the institution but must be spent for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets. The final category is unrestricted net position. Unrestricted net position is available to the institution for any lawful purpose of the institution. Although unrestricted net position is not subject to externally imposed stipulations, substantially all of the University's unrestricted net position has been designated for various academic and research programs and initiatives.

From the data presented, readers of the Statement of Net Position are able to determine the assets available to continue the operations of the University. They are also able to determine how much the University owes vendors, investors, and lending institutions. Finally, the Statement of Net Position provides a picture of the net position and their ability for expenditure by the institution.

Statement of Cash Flows

The Statement of Cash Flows presents detailed information about the cash activity of the University during the fiscal year, divided into five parts:

- Operating activities: net cash used by the operating activities of the University
- Noncapital financing activities: cash received and spent for nonoperating, non-investing, and noncapital financing purposes
- Capital and related financing activities: cash used for the acquisition and construction of capital and related items
- Investing activities: purchases, proceeds, and interest received from investing activities
- Reconciliation of net cash to operating income or loss reflected on the Statement of Revenues, Expenses and Changes in Net Position

Financial Summary and Detailed Analyses

The following condensed financial data presents the University's financial position and changes in net position for the fiscal years ended June 30, 2026 and 2025. Effective for the fiscal year ended June 30, 2026, the University implemented GASB Statement No. 103, *Financial Reporting Model Improvements*. In accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*, this implementation is treated as a change in accounting principle. Because the University issues single-year basic financial statements, prior fiscal year condensed financial data is not restated, which limits direct year-over-year comparability for the Condensed Summary of Net Revenues, Expenses and Changes in Net Position.

The Condensed Statement of Revenues, Expenses and Changes in Net Position reflects a positive year with an overall increase of $263.7 million in net position at the end of the year. An analysis of significant activity during the fiscal year is presented below.

Condensed Statement of Net Revenues, Expenses and Changes in Net Position *(thousands of dollars)*

Description	2026	2025	Increase/ (Decrease)
Total revenue & noncapital subsidies	1,813,699	1,858,362	(44,663)
Total expenses	1,549,963	1,555,506	(5,543)
Increase in net position	263,736	302,856	(39,120)
Net position, beginning	1,391,752	1,088,896	302,856
Net position, ending	$ 1,655,488	$ 1,391,752	$ 263,736

Note: Totals for 2025 include "other revenue" items, which were not considered operating or nonoperating before the implementation of GASB 103.

Total Revenues and Noncapital Subsidies - decrease of $44.7 million

Student tuition and fees, net

Despite the sixth consecutive year of freezing tuition for South Carolina residents, the University saw a $30.0 million increase in student tuition and fees. Enrollment grew by 1% over the prior year, combined with a Board-approved 3% increase in nonresident, undergraduate tuition.

Sales and services, net

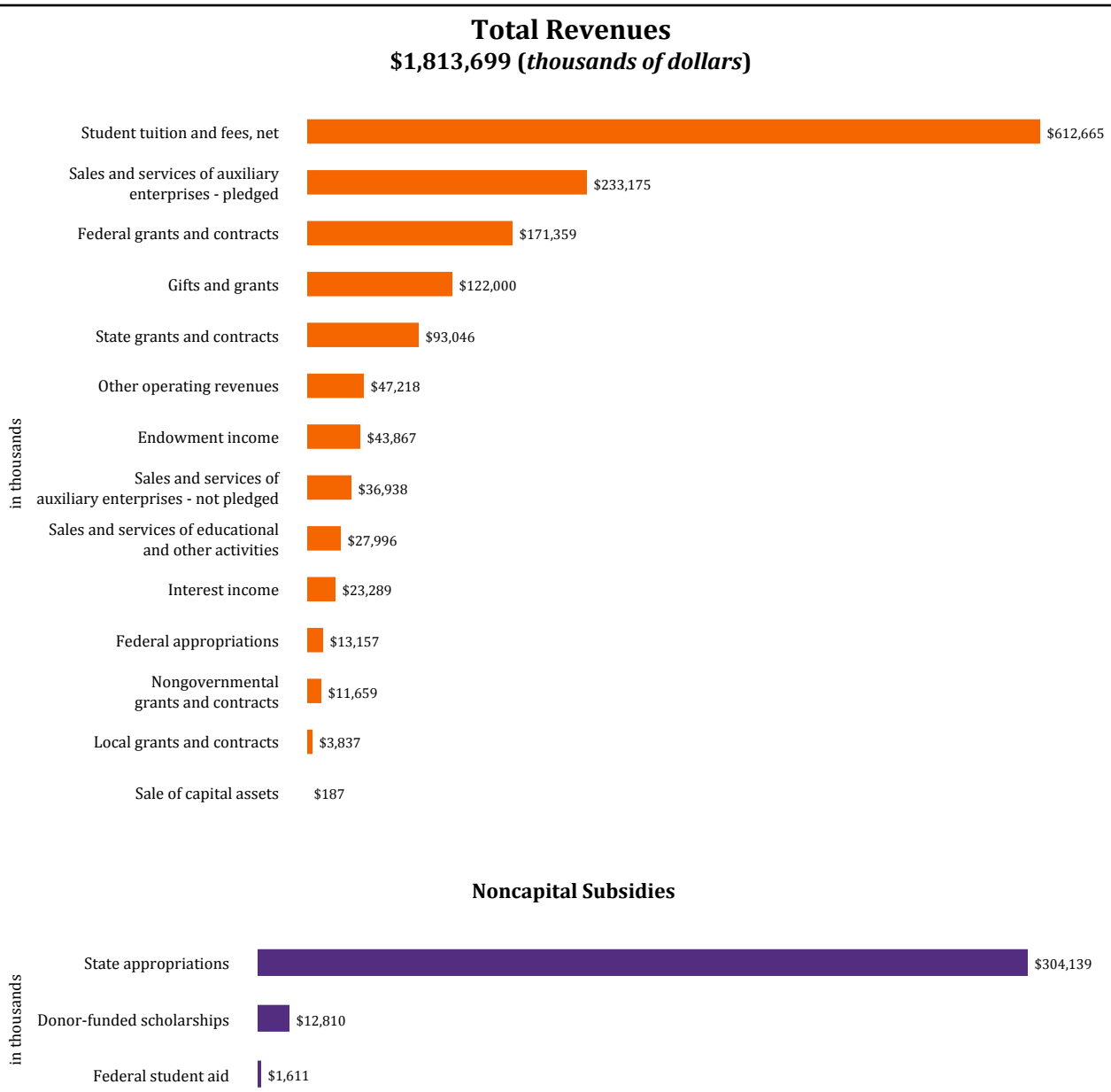
Sales and services of auxiliary services, not pledged, decreased by $4.6 million. Revenue from contracts with SC DHHS declined, primarily due to hosted machines declining from 874 to 468. Additionally, the Phoenix and OnBase systems were decommissioned, eliminating the need for support labor to be billed to the agency. The decline in non-pledged revenue was offset by a $13.1 million increase in pledged auxiliary revenue. Enrollment growth, housing rate increases, football ticket sales, and ACC conference distributions were all key drivers.

Grants and contracts

Grants and contracts decreased by $48.1 million overall, with federal grants and contracts having the largest decline at $33.7 million. In addition to fewer sponsored research expenditures, some prior year grants from the Department of Defense and Department of Health & Human Services were not renewed. State grants and contracts decreased by $14.7 million, as prior year funding for the Battelle Alliance at Savannah River National Lab wasn't renewed. This was offset by increased funding from the South Carolina Commission on Higher Education (CHE) for Palmetto, LIFE and need-based scholarships.

State appropriations

The State approved a budget which increased the University's appropriations by $28.7 million over the prior fiscal year. Education & General (E&G) and Public Service (PSA) base appropriations increased $26.0 million and $3.7 million, respectively. This was offset by a $4.5 million decrease in Lottery funding received in the prior year for teacher recruitment that was not approved for the current fiscal year. See Note 15 for additional details on state appropriations.



State capital appropriations

A $79.0 million decrease in state capital appropriations is the result of receiving nonrecurring funds for the College of Veterinary medicine in the prior fiscal year that were not appropriated in the 2025-26 state budget.

Donor-funded scholarships

Due to implementation of GASB Statement 103, *Financial Reporting Improvements*, funds donated to the University for the express purpose of issuing scholarships are now considered noncapital subsidies. These funds are presented as "Donor-funded scholarships" on the Statement of Revenues, Expenses, and Changes in Net Position, whereas they were included with "Gifts and grants" in the past. The University received $12.8 million dollars from donors to establish 178 new scholarships and graduate fellowships, and continued support for existing scholarships.

Interest and Endowment Income

Favorable market conditions led to a $19.0 million increase in endowment income. Conversely, the University's cash balances held by the State Treasurer's Office earned less interest, yielding a $16.2 million decrease in interest income.

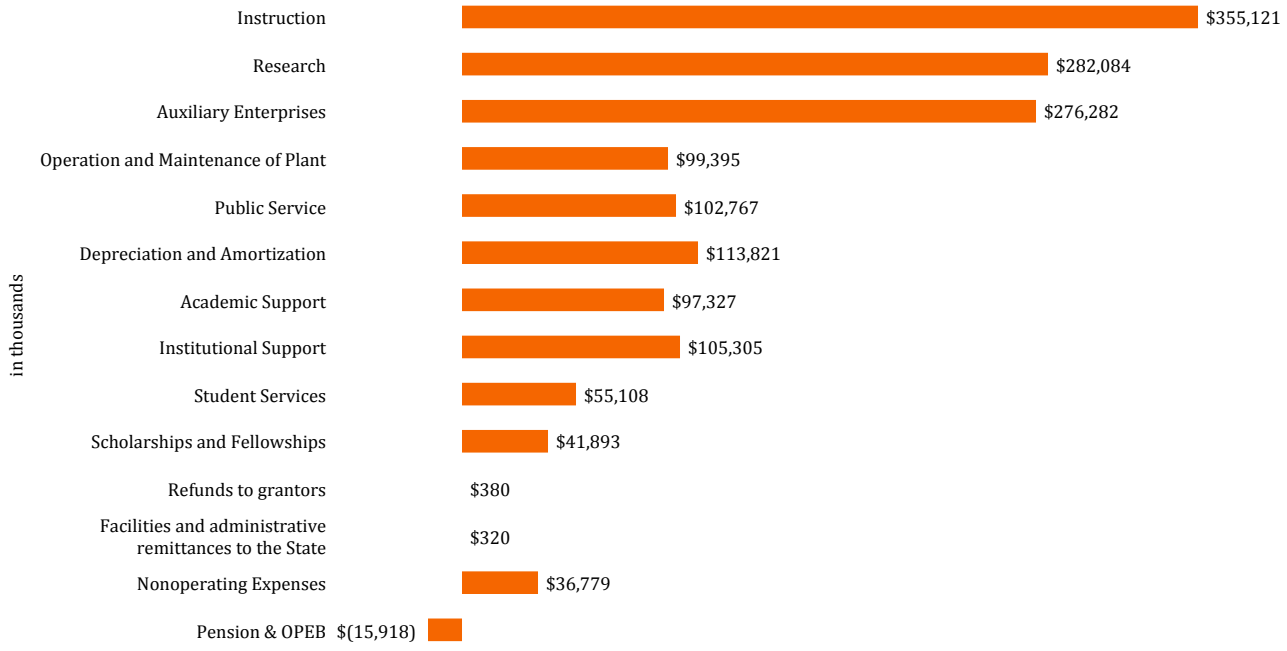
Total Expenses - decrease of $5.5 million

Compensation and employee benefits

Total compensation and employee benefits expense decreased by $8.9 million. Cash compensation paid to employees increased by $12.7 million. Following the South Carolina General Assembly's adoption of the 2025-26 General Appropriation Act, eligible faculty and staff received a two percent (2%) base salary increase. Higher fringe rates across employee categories resulted in a $10.4 million increase in fringe benefit expense. Graduate assistant and other student-related compensation increased $1.7 million.

Pension and retiree health benefit expenses related to the amortization of the University's proportionate share of the State's net pension and net retiree health benefit liabilities decreased by $33.7 million. The pension and retiree health expenses include a cash and non-cash component. The cash component is comprised of contributions submitted to PEBA. The cash impact of the pension and retiree health expense totaled $86.7 million and $28.6 million, respectively. The non-cash impact of the pension and retiree health expense totaled ($32) million and $16.0 million, respectively.

Total Expenses by Function
$1,549,963 (*thousands of dollars*)



Nonoperating Expenses



Services and supplies

A combination of expense mitigation controls and decline in sponsored research activity resulted in a $4.4 million decrease in services and supplies expense.

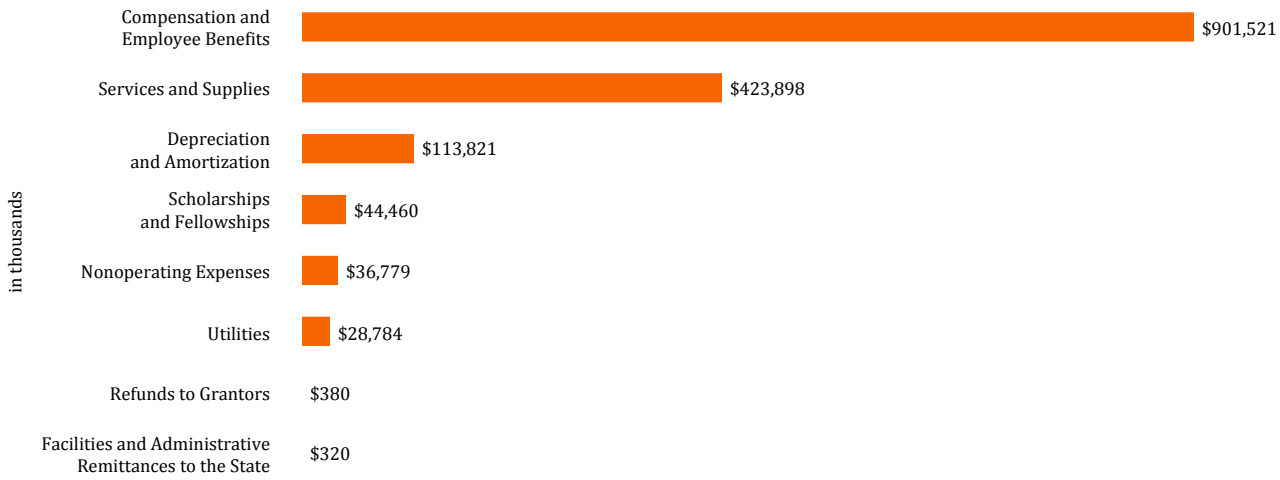
Depreciation and amortization

Acquisition of new capital assets, including the capitalization of major construction projects, resulted in an increase of $4.7 million in depreciation and amortization expense. See the Significant Capital Asset and Long-Term Financing Activity of the MD&A for details on the University's capital assets and factors that led to the substantial increase over prior fiscal year. See Note 4 for details on depreciation and amortization expense by asset category.

Interest on capital asset related debt

The University issued new bonded debt during the fiscal year and entered into several lease and software subscription right of use agreements, leading to a $3.2 million increase in interest on capital asset related debt. See Note 6 and the Significant Capital Asset and Long-Term Financing Activity of the MD&A for details on the University's long-term financing debt.

Total Expenses by Natural Classification
$1,549,963 (*thousands of dollars*)



Nonoperating Expenses



The Condensed Summary of Net Position shows that, as of June 30, 2026, the University's total net position was nearly $1.7 billion, an increase of $263.7 million compared to the fiscal year ended June 30, 2025. Most of the increase in net position was the result of capital asset activity. Significant activity is discussed below.

Condensed Statement of Net Position (*thousands of dollars*)

Description	2026	2025	Increase/ (Decrease)	Percent Change
Assets				
Current assets	1,670,847	$ 1,677,056	$ (6,209)	(0.37) %
Capital assets, net	2,451,729	2,160,982	290,747	13.45 %
Other noncurrent assets	346,496	317,481	29,015	9.14 %
Total assets	4,469,072	4,155,519	313,553	7.55 %
Deferred outflows of resources	355,143	403,276	(48,133)	(11.94) %
Total assets and deferred outflows of resources	4,824,215	4,558,795	265,420	5.82 %
Liabilities				
Current liabilities	440,573	478,212	(37,639)	(7.87) %
Noncurrent liabilities	2,401,206	2,396,346	4,860	0.20 %
Total liabilities	2,841,779	2,874,558	(32,779)	(1.14) %
Deferred inflows of resources	326,947	292,783	34,164	11.67 %
Total liabilities and deferred inflows of resources	3,168,726	3,167,341	1,385	0.04 %
Net Position				
Net investment in capital assets	1,300,922	1,054,202	246,720	23.40 %
Restricted - nonexpendable	70,477	69,153	1,324	1.91 %
Restricted - expendable	555,031	701,978	(146,947)	(20.93) %
Unrestricted	(270,940)	(433,580)	162,640	(37.51) %
Total net position	**$ 1,655,490**	**$ 1,391,753**	**$ 263,737**	**18.95 %**

Assets and deferred outflows of resources

Current assets - decrease of $6.2 million

An under-recovery of pooled fringes for the fiscal year ended June 30, 2025 that will be absorbed through the approved pooled fringe rates established for the fiscal year ending June 30, 2027 resulted in a $5.4 million decrease in other current assets.

Capital assets, net - increase of $290.7 million

See the Significant Capital Asset and Long-Term Financing Activity of the MD&A for details on the University's capital assets and factors that led to the substantial increase over prior fiscal year.

Other noncurrent assets - increase of $29.0 million

The South Carolina Code of Laws allows the University's Board of Trustees to loan endowment funds to the Foundation for the purpose of maximizing the investment yield and increasing available funds for scholarships and other programs. These funds are classified as notes receivable in the University's Statement of Net Position. The balance on loan to the Clemson University Foundation (CUF) increased $38.2 million as a result of the recognition of income, realized gains, and appreciation on the note.

Contributions receivable increased $2.0 million, as the University had another impressive year of fundraising and donors pledged more gifts. Offsetting the increase in notes and contributions receivable is the $11.6 million decrease in noncurrent cash and cash equivalents. The McMahan Architecture Endowment was established in the prior fiscal year and endowed giving dropped significantly in fiscal year 2026.

Deferred outflows of resources - decrease of $48.1 million

Deferred outflows on the net pension and retiree health benefits liabilities decreased $8.5 million and $39.3 million, respectively. Employer contributions subsequent to the measurement date of the net pension and retiree health benefits liabilities are reported as deferred outflows of resources in the Statement of Net Position. For more information on the deferred outflows related to the University's proportionate share of the state's net pension and retiree health benefits liabilities, see Notes 9 and 10, respectively.

Liabilities and deferred inflows of resources

Current liabilities - decrease of $37.6 million

Key drivers in the University's overall decrease in current liabilities were accounts and retainage payable and unearned revenues. Expense mitigation efforts across the University led to an overall decrease in accounts and retainage payable of $43.5 million. Unearned revenues increased by $7.3 million due to growth in athletic ticket sales for the upcoming football season and tuition collected in advance of the summer term starting.

Noncurrent liabilities - increase of $4.9 million

The University's proportionate share of the state's net pension and retiree health benefits liabilities decreased by $58.2 million and $40.8 million, respectively. Net investment income plan contributions exceeded benefit payments and administrative costs, resulting in a substantial drop in these liabilities.

Deferred inflows of resources - increase of $34.2 million

During the fiscal year, the University issued Higher Education Revenue Bonds Series 2025A, which partially refunded the Series 2015 bonds. The deferred gain on bond refunding resulted in a $2.2 million increase in deferred inflows of resources. Deferred inflows related to the University's net pension and retiree health benefits liabilities increased $14.7 million and $17.4 million respectively. Deferred inflows of resources include the calculated difference between actual and projected investment earnings on the state's pension and retiree health benefit plans.

Net Position

Net investment in capital assets - increase of $246.7 million

Net investment in capital assets increased $246.0 million. Unspent bond proceeds increased by $64.3 million as the University issued new debt (Higher Education Revenue Bonds Series 2025A), offset by spending down proceeds from various bonds issued in prior fiscal years. Capital assets, net, increased $290.7 million, offset by a $103.5 million increase in capital debt. See the Significant Capital Asset and Long-Term Financing Activity section of the MD&A for more details.

Restricted - nonexpendable - increase of $1.3 million

A modest increase of $1.3 million in restricted - nonexpendable net position resulted from endowed giving from donors, combined with investment gains on endowment balances held by Wells Fargo.

Restricted - expendable - decrease of $150.1 million

Restricted expendable net position for capital projects decreased by $134.5 million. This decline was heavily impacted by the reduction in state capital appropriations. Other factors include fewer operating transfers into the housing and athletic improvement funds and spending on maintenance and repair projects across campus.

Unrestricted - increase of $162.6 million

Unrestricted net position increased $162.6 million over the prior year. Education and general activities contributed $87.6 million to the increase via tuition and fee revenue, unrestricted investment income earnings and appropriated funds from the state. The University's proportionate share of the state's net pension and net retiree health benefit liabilities, and the accompanying deferred inflows and outflows resulted in a $19.0 million increase in unrestricted net position. Board-designated endowments were another key driver in unrestricted net position growth, as donor giving was coupled with strong investment growth to result in a $35.8 million increase.

Significant Capital Asset and Long-Term Financing Activity

Capital assets, net of accumulated depreciation or amortization, at June 30, 2026 and June 30, 2025 were as follows:

Capital Assets (net of accumulated depreciation or amortization)

Description	2026	2025	Increase/ (Decrease)	Percent Change
Capital Assets:				
Land and improvements	$ 34,753,457	$ 34,753,457	$ —	— %
Construction in progress	429,572,683	382,300,516	47,272,167	12.37 %
Development in progress	42,674,085	22,867,861	19,806,224	86.61 %
Utilities systems and other non-structural improvements, net	158,110,405	162,176,155	(4,065,750)	(2.51) %
Buildings and improvements, net	1,593,705,881	1,357,988,378	235,717,503	17.36 %
Equipment, net	126,263,251	133,894,409	(7,631,158)	(5.70) %
Vehicles, net	10,998,948	9,927,571	1,071,377	10.79 %
Lease equipment, net	1,291,861	1,902,470	(610,609)	(32.10) %
Lease office space, net	21,376,725	21,735,203	(358,478)	(1.65) %
Software subscriptions, net	32,981,786	33,435,965	(454,179)	(1.36) %
Total Capital Assets	**$ 2,451,729,082**	**$ 2,160,981,985**	**$ 290,747,097**	**13.45 %**

Non-depreciable assets

Construction in progress grew $47.2 million as progress continued on major projects such as renovations to the Bryan Mall (Lever Hall) high rises, Littlejohn Coliseum and Swann Pavilion; expansion of the Douthit Hills living community and addition of the Williamson Road parking garage. See Note 13 for additional details on Construction in Progress. Development in progress increased $19.8 million, as the University continued to capitalize initial implementation costs associated with the enterprise resource planning (ERP) system Workday. See Note 8 for additional details on Development in progress.

Depreciable assets

The University capitalized several new buildings during the fiscal year, resulting in an increase of $235.7 million from prior year. Some of the most notable are the Advanced Materials Innovation Complex, offering space for multidisciplinary research and education, and the Forestry and Environmental Conservation (FEC) building, which has classrooms, research labs and office space to support the College of Agriculture, Forestry and Life Sciences (CAFLS).The surge in capitalized buildings was offset by decreases of $7.6 million and $4.1 million in equipment and utilities systems and other non-structural improvements, respectively. Both asset categories declined, to some extent, as a result of depreciation. Equipment, however, decreased more as obsolete items were disposed of.

Long-Term Debt, Lease and SBITA Liabilities

Total outstanding long-term financing activity totaled $1.3 billion at June 30, 2026, an increase of $103.5 million from the prior fiscal year. There was no significant lease or SBITA activity during the fiscal year. A discussion of significant bonded debt activity is below.

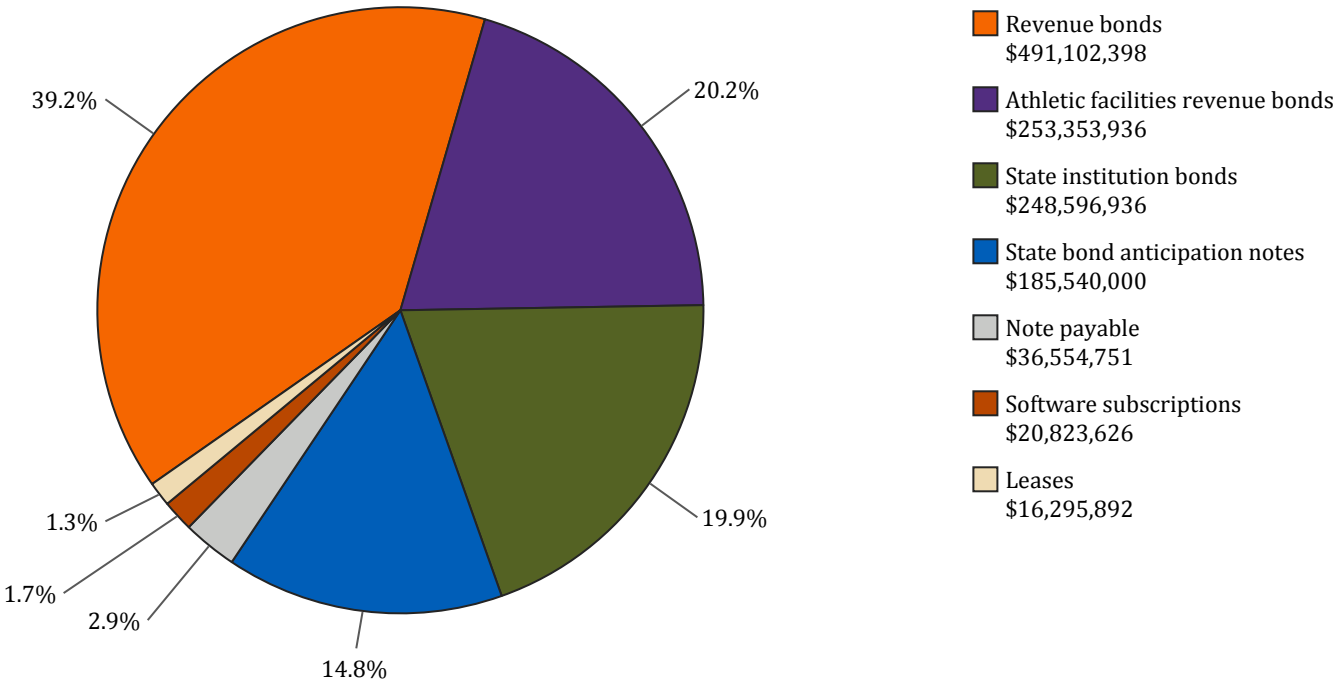
Bonded Debt

The University issued $173.9 million in Series 2025A Higher Education Revenue Bonds during the fiscal year, contributing to the overall increase in long-term financing activity. These bonds were issued to defray costs associated with several capital projects across campus: the Williamson Road parking garage, Lever Hall high rises, and Douthit Hills residential community. Additionally, the bonds were used to refund a portion ($45.7 million) of the Series 2015 Higher Education Revenue Bonds.

During the fiscal year, the University also issued a short-term general obligation bond anticipation note (Series 2026A), which fully refunded the Series 2025A bond anticipation note. The proceeds were drawn down to fund various capital projects: construction of the Advanced Materials Innovation Complex, replacement of Lehotsky Hall with the Forestry and Environmental Conservation (FEC) building, and the expansion and upgrades of chiller plant facilities across campus. Some of the projects were still in progress as of June 30, 2026, resulting in $5.3 million bond proceeds receivable.

Long-Term Financing Debt

Bonds, Notes Payable, Leases and SBITAs



Currently Known Facts, Decisions, or Conditions

The University is aware of five developments that are expected to impact net position for fiscal year 2027:

1. Adoption of the State's 2026-27 budget
2. Adoption of Clemson's 2026-27 budget
3. Workday Go-Live
4. Public-Public Partnership with MUSC Health

Adoption of the State's 2026-27 budget

As a state-supported higher education institution, the University's economic position is closely tied to the State of South Carolina. The State ended fiscal year 2026 with a $925.6 million budgetary surplus. In accordance with state law, the surplus is required to be transferred to the Contingency Reserve Fund, a statutory reserve that accumulates excess general fund revenues that can be appropriated at a later date. Prior to the Contingency Reserve Fund transfer, supplemental appropriations in the 2026-27 Appropriations Act will be funded.

State appropriations to fund University operations are expected to increase by $23.2 million for fiscal year 2027. Educational and General (E&G) and Public Service activities (PSA) from base appropriations are expected to increase by $20.6 million and $2.6 million, respectively. Drivers for E&G increases include $6.1 million for tuition mitigation, $4.0 million for the National Security Institute, $3.8 million for a two percent (2%) general compensation increase, $3.4 million for the College of Veterinary Medicine, $1.8 million for public safety and $1.5 million for health insurance. State funding for PSA is expected to increase by $1.0 million for Natural Resource Utilization and Planning Institute (NRUPI), $1.0 million for a two percent (2%) general compensation increase and $600,000 for health insurance. Additionally, state capital appropriations are expected to be $35.1 million lower than in fiscal year 2026, driven largely by a $30.0 million decline in funding for the NextGen Computing Complex.

Adoption of Clemson's 2026-27 Budget

The University's Board of Trustees adopted a budget for 2027 that reflects the University's continued focus on strategic revenue growth and cost management. The University froze tuition and mandatory fees for in-state undergraduate students, marking the seventh consecutive year of no tuition increase for South Carolina resident students. Increased University enrollment is expected, a result of continued strong student demand, and is expected to increase tuition and fee revenue. Although revenues are expected to increase, the University will continue to focus on moderating expenses in fiscal year 2027 and will implement a three percent (3%) increase in tuition for out-of-state students.

Workday Go-Live

Sunsetting PeopleSoft and implementing Workday marks a huge milestone for the University, both operationally and fiscally. With a July 1, 2026 go-live date, Workday is expected to modernize core HR and finance functions and streamline many business processes. As of June 30, 2026 the $42.7 million balance in development in progress represents capitalizable initial implementation costs associated with the Workday enterprise resource system (ERP). In fiscal year 2027 these costs, combined with the present value of payments over the contract term, will create a subscription asset with an estimated value of $56.7 million on the Statement of Net Position. An offsetting, long-term subscription obligation payable will be established with an estimated value of $14.0 million.

Transitioning to Workday is also expected to impact the Statement of Revenues, Expenses and Changes in Net Position. The subscription asset will result in increases to depreciation and amortization expense as the asset value is amortized over the contract term. Interest on capital asset related debt will increase as a portion of the subscription payments is allocated between principal and interest. Once Workday goes into service the University will no longer be able to capitalize certain labor costs associated with the subscription asset, resulting in higher compensation and benefits expense.

Public-Public Partnership (PPP) with MUSC Health

The University is partnering with MUSC Health to deliver on-campus access to comprehensive healthcare. In Fall 2027 a new medical facility is expected to open, replacing the Redfern Health Center that was built in 1969. The University's current medical, counseling and psychological services will be expanded to include advanced imaging, a human performance research center, and an ambulatory surgery center. In accordance with GASB Statement 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, the University will recognize a PPP asset and offsetting deferred inflow of resources on the Statement of Net Position. The estimated value is unknown as of June 30, 2026.

CLEMSON UNIVERSITY
STATEMENT OF NET POSITION
June 30, 2026

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current Assets:		
Cash and cash equivalents	$	844,950,699
Restricted Assets - Current:		
Cash and cash equivalents		651,054,386
Accounts receivable (net of provision for doubtful accounts of $970,759)		80,566,305
Grants and contracts receivable		45,041,637
Lease obligations receivable		288,902
Contributions receivable, net		1,181,630
Interest and income receivable		10,955,108
Inventories		3,715,859
Prepaid items		32,466,441
Other current assets		625,778
Total current assets		1,670,846,745
Noncurrent Assets:		
Notes receivable		326,753,335
Lease obligations receivable		6,965,247
Contributions receivable, net		3,343,667
Investments		5,930,860
Restricted Assets - Noncurrent:		
Cash and cash equivalents		1,934,682
Student loans receivable		537,397
Other noncurrent assets		1,030,841
Capital assets, not being depreciated		507,000,225
Capital assets, net of accumulated depreciation and amortization		1,944,728,857
Total noncurrent assets		2,798,225,111
Total assets		4,469,071,856
Deferred Outflows of Resources:		
Deferred losses on bond refunding		1,641,555
Deferred outflows on net pension liability		145,730,565
Deferred outflows on net retiree health benefits liability		207,771,232
Total deferred outflows of resources		355,143,352
Total assets and deferred outflows of resources	**$**	**4,824,215,208**

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		
Current Liabilities:		
Accounts and retainages payable		49,584,492
Accrued payroll and related liabilities		37,821,492
Accrued compensated absences and related liabilities		17,111,642
Accrued interest payable		8,322,131
Unearned revenues		83,964,207
Bonds payable, net		224,370,237
Notes payable		1,864,186
Lease obligations payable		2,911,830
Subscription obligations payable		7,691,980
Deposits		6,403,969
Funds held for others		527,249
Total current liabilities		440,573,415
Noncurrent Liabilities:		
Accrued compensated absences and related liabilities		21,979,358
Funds held for others		667,563
Net pension liability		692,839,263
Net retiree health benefits liability		670,290,663
Bonds payable, net		954,223,033
Notes payable		34,690,565
Lease obligations payable		13,384,062
Subscription obligations payable		13,131,646
Total noncurrent liabilities		2,401,206,153
Total liabilities		2,841,779,568
Deferred Inflows of Resources:		
Deferred gains on bond refunding		3,766,184
Deferred inflows on lease obligations receivable		7,066,882
Deferred inflows on net pension liability		44,871,131
Deferred inflows on net retiree health benefits liability		271,242,378
Total deferred inflows of resources		326,946,575
Total liabilities and deferred inflows of resources	**$**	**3,168,726,143**
NET POSITION		
Net investment in capital assets	$	1,300,921,935
Restricted for nonexpendable purposes:		
Scholarships and fellowships		70,477,351
Restricted for expendable purposes:		
Scholarships and fellowships		17,304,173
Research		(7,696,533)
Instructional/departmental use		20,058,060
Loans		2,399,457
Capital projects		494,186,039
Debt service		25,584,836
Unrestricted		(267,746,253)
Total net position	**$**	**1,655,489,065**

See accompanying notes to basic financial statements.

CLEMSON UNIVERSITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the year ended June 30, 2026

OPERATING REVENUES		
Student tuition and fees (net of scholarship allowances of $134,518,589)	$	612,664,901
Federal grants and contracts		171,359,215
State grants and contracts		93,045,982
Local grants and contracts		3,837,107
Nongovernmental grants and contracts		11,658,665
Sales and services of educational and other activities		27,995,558
Sales and services of auxiliary enterprises - pledged for revenue bonds (net of scholarship allowances of $23,253,679)		233,175,261
Sales and services of auxiliary enterprises - not pledged		36,937,941
Federal appropriations		13,157,494
Gifts and grants		121,999,528
Other operating revenues		47,218,149
Total operating revenues		1,373,049,801
OPERATING EXPENSES		
Compensation and employee benefits		901,521,095
Services and supplies		423,897,933
Utilities		28,784,039
Depreciation and amortization		113,820,963
Scholarships and fellowships		44,459,701
Refunds to grantors		380,043
Facilities and administrative remittances to the State		319,841
Total operating expenses		1,513,183,615
Operating (loss)		(140,133,814)
NONCAPITAL SUBSIDIES		
State appropriations		300,944,392
Federal student aid		1,610,537
Donor-funded scholarships		12,809,698
Total noncapital subsidies		315,364,627
Operating income and noncapital subsidies		175,230,813
OTHER NONOPERATING REVENUES (EXPENSES)		
Interest income		23,288,844
Endowment income		43,866,849
Interest on capital asset related debt		(36,158,977)
Loss on disposal of capital assets		(433,444)
State capital appropriations		47,000,000
Capital grants and gifts		9,952,848
Additions to permanent endowments		988,653
Total other nonoperating revenues		88,504,773
Increase in net position		263,735,586
NET POSITION		
Net position, beginning of year		1,391,753,479
Net position, end of year		1,655,489,065

See accompanying notes to basic financial statements.

CLEMSON UNIVERSITY
STATEMENT OF CASH FLOWS
For the year ended June 30, 2026

CASH FLOWS FROM OPERATING ACTIVITIES	
Payments from customers	$ 957,439,399
Grants and contracts	294,953,469
Payments to suppliers	(442,103,949)
Payments to employees	(675,529,304)
Payments for benefits	(246,835,800)
Payments to students	(84,563,934)
Inflows from federal direct student loans	102,281,284
Outflows from federal direct student loans	(102,281,284)
Loans to students	(75,998)
Collection of loans	259,891
Net cash used by operating activities	(196,456,226)
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES	
State appropriations	300,949,234
Federal appropriations	13,766,065
Gifts and grants	135,924,394
Net cash flow provided by noncapital financing activities	450,639,693
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from capital debt	265,234,560
State capital appropriations	81,268,900
Capital grants and gifts received	9,873,309
Proceeds from sale of property	145,939
Purchase and construction of capital assets	(406,173,661)
Lease and software subscription payments	(20,142,709)
Principal payments and redemption premiums on long-term debt	(74,095,000)
Interest and fees	(39,451,299)
Net cash used by capital activities	(183,339,961)
CASH FLOWS FROM INVESTING ACTIVITIES	
Change in unrealized gain/loss on investments	20,259,539
Proceeds from notes receivable with Clemson University Foundation	7,000,000
Net cash flows provided by investing activities	27,259,539
Net change in cash	98,103,045
Cash beginning of year	1,399,836,722
Cash end of year	**$ 1,497,939,767**
RECONCILIATION OF CASH AND CASH EQUIVALENT BALANCES	
Current assets:	
Cash and cash equivalents	$ 844,950,699
Restricted cash and cash equivalents	651,054,386
Noncurrent assets	1,934,682
Total cash and cash equivalent balances	**$ 1,497,939,767**

RECONCILIATION OF NET OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:		
Operating income (loss)	$	(140,133,814)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation and amortization expense		113,820,963
Gifts and grants		(121,999,528)
Federal appropriations		(13,157,494)
Federal student aid		(1,610,537)
Amortization of net pension liability		(35,467,027)
Amortization of net retiree health benefit liability		11,365,276
Change in assets and liabilities:		
Receivables, net		(14,717,641)
Grants and contracts receivable		16,283,992
Leases receivable		317,651
Student loans receivable		263,031
Prepaid items		(966,398)
Inventories		(245,277)
Other current assets		5,003,098
Accounts and retainage payable		(32,289,231)
Accrued payroll and related liabilities		10,264,584
Accrued compensated absences and related liabilities		(4,258,000)
Unearned revenue		7,072,901
Deposits held for others		3,997,225
Net cash provided (used) by operating activities	**$**	**(196,456,226)**
SIGNIFICANT NON-CASH TRANSACTIONS		
Increase in fair value of investments and notes receivable	$	35,756,056
State capital appropriations and bond proceeds receivable		25,984,837
Accounts and retainage payable related to capital assets		13,988,016
Loss on disposal of capital assets		(620,449)
Assets acquired through right of use lease and software agreements		15,967,935

See accompanying notes to basic financial statements.

CLEMSON UNIVERSITY FOUNDATION
NON-GOVERNMENTAL DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF FINANCIAL POSITION
June 30, 2026

DESCRIPTION	AMOUNT
ASSETS	
Cash and cash equivalents	$ 78,811,381
Contributions receivable, net	74,630,196
Trusts held by others	8,330,952
Due from related organizations	4,515,765
Investments	1,124,622,644
Investments held for Clemson University	326,753,335
Cash surrender value of life insurance	5,945,506
Operating lease right-of-use asset, net	6,019,017
Land, buildings and equipment, net	9,045,481
Funds held in trust for affiliates:	
Non-pooled assets, net	5,281,947
Pooled investments	42,484,694
Contributions receivable, net	74,975,593
Other assets	1,661,283
Total Assets	$ 1,763,077,794
LIABILITIES AND NET ASSETS	
Liabilities:	
Accounts payable and accrued liabilities	$ 453,004
Due to related organizations	1,720,012
Accrued liability to Clemson University due to net investment appreciation	180,075,680
Note payable to Clemson University	146,677,655
Operating lease liability	6,139,731
Actuarial liability of annuities payable	3,676,862
Funds administered for affiliates	122,742,234
Total Liabilities	$ 461,485,178
Net Assets:	
Without donor restrictions	95,118,198
With donor restrictions	1,206,474,418
Total Net Assets	1,301,592,616
Total Liabilities and Net Assets	$ 1,763,077,794

See accompanying notes to basic financial statements.

CLEMSON UNIVERSITY FOUNDATION
NON-GOVERNMENTAL DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF ACTIVITIES
For the year ended June 30, 2026

DESCRIPTION	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
Revenues, Gains, and Other Support:			
Gifts and bequests	$ 2,705,696	$ 69,388,151	$ 72,093,847
Investment return, net	27,883,016	136,396,321	164,279,337
Program income	1,499,559	676,036	2,175,595
Other income	1,422,173	—	1,422,173
Change in value of split-interest agreements	62,829	1,730,115	1,792,944
Total	33,573,273	208,190,623	241,763,896
Net assets released from restrictions	41,633,103	(41,633,103)	—
Total Revenues, Gains and Other Support	75,206,376	166,557,520	241,763,896
Expenses:			
Program expenses in support of Clemson University	49,769,437	—	49,769,437
Administrative and investment support	8,129,489	—	8,129,489
Fundraising	7,490,379	—	7,490,379
Total Expenses	65,389,305	—	65,389,305
Change in net assets before other changes	9,817,071	166,557,520	176,374,591
Other Changes:			
Transfers to related entities	(1,593,090)	562,261	(1,030,829)
Total Other Changes	(1,593,090)	562,261	(1,030,829)
Change in net assets	8,223,981	167,119,781	175,343,762
Net assets, beginning of year	86,894,217	1,039,354,637	1,126,248,854
Net assets, end of year	$ 95,118,198	$ 1,206,474,418	$ 1,301,592,616

See accompanying notes to basic financial statements.

CLEMSON UNIVERSITY LAND STEWARDSHIP FOUNDATION
NON-GOVERNMENTAL DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF FINANCIAL POSITION
June 30, 2026

DESCRIPTION		AMOUNT
ASSETS		
Cash and cash equivalents	$	3,232,582
Other assets		1,438,824
Real estate investments		94,670,318
Real estate and equipment, net		10,711,669
Direct financing lease		6,723,043
Development costs		923,058
Total Assets	$	117,699,494
LIABILITIES AND NET ASSETS		
Accounts payable	$	73,612
Accrued interest payable		48,064
Deposits held for others		180,788
Retainage payable		—
Unearned revenue		157,082
Deferred rent revenue		3,097,072
Due to Clemson University Foundation		23,436,925
Notes payable, net		42,996,355
Total Liabilities	$	69,989,898
Net Assets Without Donor Restrictions		47,709,596
Total Net Assets		47,709,596
Total Liabilities and Net Assets	$	117,699,494

See accompanying notes to basic financial statements.

CLEMSON UNIVERSITY LAND STEWARDSHIP FOUNDATION
NON-GOVERNMENTAL DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF ACTIVITIES
For the year ended June 30, 2026

DESCRIPTION	AMOUNT
Revenues, Gains, and Other Support:	
Rental revenues	$ 6,533,256
Direct financing	2,346
Common area and management fees	182,133
Income on short-term investments	53,444
Miscellaneous reimbursements	62,349
Change in fair value of real estate investments and development costs	—
Total Revenues and Gains	6,833,528
Program expenses:	
CU-ICAR campus	2,440,997
Greenville One	388,263
Administrative and other	500,711
Total Program Expenses	3,329,971
Interest expense	1,797,292
Total expenses	5,127,263
Change in net assets without donor restrictions before other changes	1,706,265
Other changes:	
Contributions to a related entity, net	—
Change in net assets without donor restrictions	1,706,265
Net assets without donor restrictions, beginning of year	46,003,331
Net assets without donor restrictions, end of year	$ 47,709,596

See accompanying notes to basic financial statements.

IPTAY
NON-GOVERNMENTAL DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF FINANCIAL POSITION
June 30, 2026

DESCRIPTION		AMOUNT
ASSETS		
Cash and cash equivalents	$	10,909,242
Due from related organizations		79,162
Annual fund receivable, net		221,153
Investments		43,699,236
Funds held in trust by an affiliate:		
Non-pooled assets		4,398,498
Pooled investments		14,042,969
Contributions receivable, net		74,932,058
Other assets		463
Total Assets	$	148,282,781
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	$	267,690
Due to related organizations		12,012,862
Notes payable		12,000,000
Total Liabilities	$	24,280,552
Net assets		
Without Donor Restrictions:		
Undesignated		(1,134,557)
Quasi-endowment		32,042,422
Total Without Donor Restrictions		30,907,865
With Donor Restrictions		93,094,364
Total Net Assets		124,002,229
Total Liabilities and Net Assets	$	148,282,781

See accompanying notes to basic financial statements.

IPTAY
NON-GOVERNMENTAL DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF ACTIVITIES
For the year ended June 30, 2026

DESCRIPTION	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
Revenues, Gains, and Other Support:			
Contributions from the public	$ 58,921,544	$ 15,332,589	$ 74,254,133
Investment return, net	2,993,314	1,953,083	4,946,397
Interest income	358,149	—	358,149
	62,273,007	17,285,672	79,558,679
Net assets released from restrictions:			
Satisfaction of time restrictions	15,543,019	(15,543,019)	—
Satisfaction of purpose restrictions	5,083,956	(5,083,956)	—
Total Revenues, Gains, and Other Support	82,899,982	(3,341,303)	79,558,679
Expenses:			
Program services:			
Support of Clemson University:			
Athletic operations	46,638,911	—	46,638,911
Debt service	13,877,976	—	13,877,976
Other construction costs	1,300,000	—	1,300,000
Other athletic support	5,817,069	—	5,817,069
Student athlete support	—	—	—
Management and general	12,650,512	—	12,650,512
Total Expenses	80,284,468	—	80,284,468
Excess of revenues over expenses	2,615,514	(3,341,303)	(725,789)
Contributions of net assets from a related party	27,034	131,757	158,791
Change in net assets	2,642,548	(3,209,546)	(566,998)
Net assets, beginning of year	28,265,317	96,303,910	124,569,227
Net assets, end of year	$ 30,907,865	$ 93,094,364	$ 124,002,229

See accompanying notes to basic financial statements.

NOTE 1.
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Clemson University is a State-supported, coeducational institution of higher education. The University is granted an annual appropriation for operating purposes as authorized by the South Carolina General Assembly. The appropriation as enacted becomes the legal operating budget for the institution. The Appropriation Act authorizes expenditures from funds appropriated from the General Fund of the State and authorizes expenditures of total operating funds. The laws of the State and the policies and procedures specified by the State for State agencies and institutions are applicable to the activities of the University. The University was established as an institution of higher education by Section 59-119-20 of the Code of Laws of South Carolina in accordance with the will of Thomas Green Clemson and the Act of Acceptance of the General Assembly of South Carolina. The University is a component unit of the State of South Carolina and its financial statements are included in the Annual Comprehensive Financial Report of the State of South Carolina. The University is governed by a board of thirteen members, including six elected by the State Legislature and seven self-perpetuating life members. Accordingly, as such it administers, has jurisdiction over, and is responsible for the management of the University.

Reporting Entity

The financial reporting entity, as defined by Governmental Accounting Standards Board (GASB) Codification Section 2100, *Defining the Financial Reporting Entity*, consists of the primary government, organizations 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 could cause the financial statements to be misleading or incomplete. GASB Codification Section 2600, *Reporting Entity and Component Unit Presentation and Disclosure*, provides criteria for determining whether certain organizations should be reported as component units based on the nature and significance of their relationship with a primary government and classifies reporting requirements for those organizations. Based on these criteria, the financial statements include the University and its blended component unit as the primary government, and other related entities as discretely presented component units.

The Clemson Research Facilities Corporation (CRFC) is a separately chartered not-for-profit corporation established to construct certain facilities for the University. CRFC is a fully blended component unit of the University. Although legally separate from the University, CRFC's activities are so intertwined with the University's that they are, in substance, the same as the primary entity. CRFC's activities are governed by its Board of Directors which is wholly comprised of University representatives. Its balances and transactions are blended with those of the University and reported as if they were balances and transactions of the University.

The Clemson University Foundation (CUF) is a separately chartered corporation organized exclusively to promote the development and welfare of Clemson University in its educational and scientific purposes. CUF's activities are governed by its Board of Directors. CUF is considered a component unit, and is discretely presented in the financial statements, because the nature and significance of its relationship with the University is such that exclusion from the reporting entity would render the financial statements incomplete. CUF is considered a nongovernmental component unit since it does not meet the definition of a governmental entity. None of the following characteristics of a governmental entity apply to CUF: a) Organization is a public corporation; b) Organization is a body corporate and politic; c) A controlling majority of the members of the organization are elected or appointed by governmental officials; d) There is potential for unilateral dissolution by a government with the net assets reverting to the government; and e) The organization has the power to enact and enforce a tax levy. Because CUF is deemed not to be a governmental entity and uses a different reporting model, its balances and transactions are reported on separate financial statements. Copies of the separately issued financial statements of the Clemson University Foundation can be obtained by sending a request to the following address: Clemson University Foundation, 110 Daniel Drive, Clemson, SC, 29634.

The Clemson University Land Stewardship Foundation (CULSF) is a separately chartered corporation, established to serve the needs of Clemson University in the management, development, and investment of real property and related assets. CULSF's activities are governed by its Board of Directors. CULSF is considered a component unit, and is discretely presented in the financial statements, because the nature and significance of its relationship with the University is such that exclusion from the reporting entity would render the financial statements incomplete. CULSF is considered a nongovernmental component unit since it does not meet the definition of a governmental entity (as described above). Copies of the separately issued financial statements of the Clemson University Land Stewardship Foundation can be obtained by sending a request to the following address: Clemson University Land Stewardship Foundation, P.O. Box 1889, Clemson, SC 29633.

IPTAY is a separately chartered corporation established exclusively to support University athletics. IPTAY's activities are governed by its Board of Directors. IPTAY is considered a component unit, and is discretely presented in the financial statements, because the nature and significance of its relationship with the University is such that exclusion from the reporting entity would render the financial statements incomplete. IPTAY is considered a nongovernmental component unit since it does not meet the definition of a governmental entity (as described above). Copies of the separately issued financial statements of IPTAY can be obtained by sending a request to the following address: IPTAY, P.O. Box 1529, Clemson, SC 29633.

Financial Statement Presentation

The financial statement presentation for the University meets the requirements of GASB Codification Sections 2100- 2900, *Financial Reporting Entity*, and Co5, *Colleges and Universities*. The financial statement presentation provides a comprehensive, entity-wide perspective of the University's assets, deferred outflows, liabilities, deferred inflows, net position, revenues, expenses, changes in net position, and cash flows.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, deferred inflows, deferred outflows, revenues and expenses, and affect disclosure of contingent assets and liabilities at the date of the financial statements. Significant estimates include separation of accrued compensated absences between current and non-current, depreciation and amortization expense, accounts receivable allowances, scholarship allowances, and functional expense classifications. Actual results could differ from those estimates.

Basis of Accounting

For financial reporting purposes, the University, along with Clemson Research Facilities Corporation, its fully blended component unit, is considered a special-purpose government engaged only in business-type activities. Accordingly, the University's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. Student tuition and auxiliary enterprise fees are presented net of scholarships and fellowships applied to student accounts, while payments made directly are presented as scholarship and fellowship expenses. All significant inter-agency transactions have been eliminated.

The Clemson University Foundation (CUF), the Clemson University Land Stewardship Foundation (CULSF), and IPTAY are private nonprofit organizations that report under Financial Accounting Standards Board (FASB) standards, including Accounting Standards Codification Topic 958, *Not-for-Profit Entities*. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to CUF, CULSF, or IPTAY's financial information in the University's financial reporting entity for these differences.

Cash and Cash Equivalents

The amounts shown in the financial statements in University funds as "cash and cash equivalents" represent petty cash, cash on deposit in banks, cash on deposit with the State Treasurer, cash invested in various instruments by the State Treasurer as part of the State's internal cash management pool, cash invested in various short-term instruments by the State Treasurer and held in separate agency accounts, and certain funds invested with Wells Fargo.

Most State agencies, including the University, participate in the State's internal cash management pool. Because the cash management pool operates as a demand deposit account, amounts invested in the pool are classified as cash and cash equivalents. The State Treasurer administers the cash management pool. The pool includes some long-term investments such as obligations of the United States and certain agencies of the United States, obligations of the State of South Carolina and certain of its political subdivisions, certificates of deposit, collateralized repurchase agreements, and certain corporate bonds. For credit risk information pertaining to the cash management pool, see the deposits disclosures in Note 2.

The State's internal cash management pool consists of a general deposit account and several special deposit accounts. The State records each fund's equity interest in the general deposit account; however, all earnings on that account are credited to the General Fund of the State. The University records and reports its deposits in the general deposit account at cost. It records and reports its special deposit account at fair value. Investments held by the pool are recorded at fair value. Interest earned by the University's special deposit accounts is posted to its account at the end of each month and is retained. Interest earnings are allocated based on the percentage of the University's accumulated daily income receivable to the total income receivable of the pool. Reported interest income includes interest earnings at the stated rate, realized gains/ losses, and unrealized gains/losses arising from changes in the fair value of investments held by the pool. Realized gains and losses are allocated daily and are included in the accumulated income receivable. Unrealized gains and losses are allocated at year end based on the percentage of ownership in the pool.

Some State Treasurer accounts are not included in the State's internal cash management pool because of restrictions on the use of the funds. For those accounts, cash equivalents include investments in short-term, highly liquid securities having an internal maturity of three months or less at the time of acquisition. For purposes of the Statement of Cash Flows, the University considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Funds invested through the State Treasurer's Cash Management Program are considered to be cash equivalents.

Receivables

Accounts receivable consists of tuition and fee charges to students, auxiliary enterprise services provided to students, faculty and staff - the majority of each residing in the State of South Carolina - as well as bond proceeds and state capital appropriations not received at year-end. Accounts receivable are recorded net of estimated uncollectible amounts.

Grants and contracts receivable include amounts due from the Federal government, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the University's grant and contracts. Also included are amounts due for Federal loan and scholarships programs and reimbursements for Federal land-grant expenditures.

Lease obligations receivable consist of amounts due to the University for various office spaces and/or buildings for which the University serves as the lessor.

Contributions receivable are accounted for at their estimated net realizable value. The estimated net realizable value comprehends the present value of long-term pledges and reductions for any allowance for uncollectible pledges. Pledges vary from one to ten years and are used to support specifically identified University programs and initiatives.

Amounts due from the Clemson University Foundation are pursuant to a Memorandum of Understanding between the University and that entity prompted by a 1999 change in the South Carolina Code of Laws that allowed state-supported universities to lend endowment balances to separately chartered not-for-profit entities whose existence is primarily providing financial assistance and other support to the institution and its educational programs. For additional information regarding this loan, see Note 3.

Student loans receivable consists of amounts due from the Federal Perkins loan program and from other loans administered by the University.

Interest and income receivable consists of amounts due from the State Treasurer relating to holdings in the State's internal cash management pool and cash invested in various short-term investments by that agency.

Inventories

Inventories for internal use are valued at cost. Inventories for resale are carried at the lower of cost or market. Items accounted for as University inventories using the moving weighted average method include: maintenance supplies, housing supplies, janitorial and auto supplies, printing and graphic supplies, office supplies, computer parts and accessories, telecommunications supplies, medical supplies, and Clemson Blue Cheese production.

Prepaid Items

Expenditures for insurance and similar services paid for in the current or prior fiscal years and benefiting more than one accounting period are allocated among accounting periods. For the University, amounts reported in this asset account consist primarily of prepaid insurance, prepaid postage, prepaid airline tickets, and advance payments for maintenance and service agreements.

Investments

The University accounts for its investments at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of investment income in the Statement of Revenues, Expenses and Changes in Net Position.

Noncurrent Cash and Investments

Noncurrent cash and investments primarily consist of permanently endowed funds and federal student loan funds. These funds are externally restricted and are classified as noncurrent assets in the Statement of Net Position.

Other Assets

The University submits a pooled fringe benefit rate proposal to its cognizant agency, the U.S. Department of Health & Human Services two years in advance of actual charges. Under-recoveries of actual costs are recognized as other assets. These under-recoveries will be considered in the rate proposal for the next review period.

Capital Assets

Capital assets are recorded at cost at the date of acquisition. Donated capital assets, donated works of art, historical treasures and similar assets are recorded at acquisition value. The University follows capitalization guidelines established by the State of South Carolina. All land is capitalized, regardless of cost. Qualifying improvements that rest in or on the land itself are recorded as depreciable land improvements. Major additions and renovations and other improvements that add to the usable space, prepare existing buildings for new uses, or extend the useful life of an existing building are capitalized.

To mirror OMB Uniform Guidance (2 CFR 200), the University updated its capitalization threshold for movable personal property from $5,000 to $10,000, effective July 1, 2025, for items with a useful life exceeding one year. The threshold for depreciable land improvements, buildings and improvements, and intangible assets, including internally developed software remains unchanged at $100,000. Routine repairs and maintenance and library materials, except individual items costing in excess of $10,000, are charged to operating expenses in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 15 to 40 years for buildings and improvements and land improvements and 5 to 20 years for machinery, equipment, and vehicles. Internally developed software is depreciated using the straight-line method over a three year period. Depreciation expense is charged monthly, with a mid-month convention utilized for the initial month that the asset is placed in service.

Leases

The University determines if an agreement is a lease in accordance with GASB Statement No. 87, *Leases*, at inception. Lessee agreements are included in the Statement of Net Position as capital assets (lease equipment and lease office space) and lease obligations payable. Lease assets represent the University's right to use an underlying asset for the lease term, as specified in the contract. Lease assets and the associated liabilities are recorded at the commencement date based on the present value of expected payments over the lease term. Lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset, using the straight-line method. In accordance with University policy, payments on leases with a term of 12 months or less and/or leases with a present value of $10,000 or less are expensed as incurred. These leases are not included in assets or liabilities on the Statement of Net Position.

Lessor agreements are included in the Statement of Net Position as lease obligations receivable and deferred inflows of resources. All lessor agreements are property leases. Lease obligations receivable represent the University's claim to receive lease payments for the specified lease term, as specified in the contract. The receivable is recorded based on the present value of expected lease payments over the term of the leases, reduced by any provision for estimated uncollectible amounts. Interest revenue and deferred inflows of resources related to leases are recognized as revenue over the lease term. In accordance with University policy, payments received on leases with a term of 12 months or less and/or leases with a present value of $10,000 or less are recognized as revenue is received. These leases are not included in lease obligations receivable or deferred inflows of resources on the Statement of Net Position.

Software Subscriptions

The University determines if an agreement is a subscription to be recorded in accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, at inception. Software subscriptions are included in the Statement of Net Position as capital assets and subscription obligations payable. Software subscriptions represent the University's right to use an underlying asset for the subscription term, as specified in the contract. Software subscriptions and the associated liabilities are recorded based on the present value of expected payments over the subscription term. Subscription assets are amortized over the shorter of the subscription term or the useful life of the underlying IT asset, using the straight-line method. In accordance with University policy, payments on software subscriptions with a term of 12 months or less and/or software subscriptions with a present value of $100,000 or less are expensed as incurred. The software subscriptions are not included in assets or liabilities on the Statement of Net Position.

Unearned Revenues

Unearned revenues include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year, but related to the subsequent accounting period. Unearned revenues also include amounts received from grant and contract sponsors that have not yet been earned.

Deposits

Deposits represent football-related guarantees and conference settlement amounts, and various student-related amounts including: dormitory room deposits, security deposits for possible room damage and key loss, other deposits, and student fee refunds. Student deposits are recognized as revenue during the semester for which the fee is applicable and earned when the deposit is nonrefundable to the student under the forfeit terms of the agreement.

Funds Held for Others

Current balances in funds held for others result primarily from the University acting as an agent, or fiduciary, for another entity. These include amounts due to other entities and amounts due for various study abroad programs. Noncurrent balances represent the federal liability for the Perkins Loan Program.

Internal Service and Auxiliary Enterprise Activities

Both revenue and expenses relating to internal service (including information technology costs) and auxiliary enterprise activities including print shop, office equipment, maintenance, transportation services, telecommunications, institutional computing, bookstores, and cafeterias have been eliminated.

Compensated Absences

Generally all permanent full-time State employees, and certain part-time employees scheduled to work at least one-half of the agency's workweek, are entitled to accrue and carry forward at calendar year-end maximums of 180 days sick leave and 45 days annual vacation leave, except that faculty members do not accrue annual leave. Upon termination of State employment, employees are entitled to be paid for accumulated unused annual vacation leave up to the maximum, but are not entitled to any payment for unused sick leave. Under GASB Statement No. 101, *Compensated Absences,* the University calculates the compensated absences liability based on recorded balances of (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability is recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. That liability is inventoried at fiscal year-end current salary costs and the cost of the net change in the liability for salary-related benefit payments is recorded in the current year in the applicable functional expenditure categories.

Noncurrent Liabilities

Noncurrent liabilities include (1) principal amounts of bonds payable, notes payable, and lease and subscription obligations payable with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; and (3) net pension and net postemployment benefit liabilities.

Net Pension Liability

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the South Carolina Retirement System (SCRS) and the South Carolina Police Officers Retirement System (PORS) and additions to/deductions from SCRS' and PORS' fiduciary net position have been determined on the same basis as they are reported by SCRS or PORS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits Liability

For purposes of measuring the net postemployment benefit liability, deferred outflows of resources and deferred inflows of resources related to postemployment benefits, and benefit expense, information about the fiduciary net position of the South Carolina Public Employee Benefit Authority's Retiree Health Care Plan and Long-Term Disability Income Plan and additions to/deductions from the fiduciary net position of the plans have been determined on the same basis as they are reported by the South Carolina Public Employee Benefit Authority. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows of Resources and Deferred Inflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to future periods. Deferred inflows of resources represent an acquisition of net assets that applies to future periods. For the University, refunds related to debt defeasance are included in deferred outflows of resources or deferred inflows of resources. The deferred amount will be amortized over the remaining life of the debt refunded. Changes in net pension liability and net postemployment benefit liability not included in expense are reported as deferred outflows of resources or deferred inflows of resources. Employer contributions subsequent to the measurement date of the net pension liability and net postemployment benefit liability are reported as deferred outflows of resources. For lease agreements in which the University acts as lessor, deferred inflows are recorded to offset the present value of payments expected to be received. The deferred amount will be recognized as revenue over the term of the lease.

Net Position

The University's components of net position are classified as follows:

Net Investment in Capital Assets: This represents the University's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.

Restricted Net Position - Nonexpendable:
Nonexpendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Restricted Net Position - Expendable: Restricted expendable net position includes resources in which the University is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted Net Position: Unrestricted net position represents resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the University and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

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

Income Taxes

The University is a political subdivision of the State of South Carolina and is consequently exempt from federal income taxes under Section 115(1) of the Internal Revenue Code, as amended. Certain activities of the University may be subject to taxation as unrelated business income.

The Internal Revenue Service has determined that the Clemson Research Facilities Corporation, the Clemson University Foundation, the Clemson University Land Stewardship Foundation, and IPTAY qualify as exempt organizations under Internal Revenue Code Section 501(c)(3) and as such are exempt from taxation on related income.

Classification of Revenues, Expenses and Subsidies

The University has classified its revenues and expenses as either operating or nonoperating, in accordance with GASB Statement No. 103, *Financial Reporting Model Improvements*:

Operating revenues and expenses: Operating revenues and expenses are defined as revenues and expenses other than nonoperating revenues and expenses.

Nonoperating revenues and expenses: Nonoperating revenues include are (a) subsidies received and provided, (b) contributions to permanent and term endowments, (c) revenues and expenses related to financing, (d) resources from the disposal of capital assets and inventory, and (e) investment income and expenses.

Subsidies: Subsidies are defined as resources provided or received in nonexchange transactions that directly or indirectly keep current or future fees and charges lower than they would be otherwise, as well as all other transfers. Noncapital subsidies are reported separately, immediately following operating income (loss), establishing a subtotal for operating income (loss) and noncapital subsidies. Capital subsidies are presented with nonoperating revenues and expenses.

Educational Activities Revenue

Revenues from sales and services of educational activities generally consist of amounts received from instructional, laboratory, research, and public service activities that incidentally create goods and services which may be sold to students, faculty, staff, and the general public. The University receives such revenues primarily from various activities related to the University's agricultural public service mission, including pesticide registration and licensing fees, livestock, poultry and health test fees, extension service fees, forest product sales, and youth camp fees. These unrestricted revenues are collectively labeled "Sales and Services of Educational and Other Activities".

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the Statement of Revenues, Expenses and Changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state or nongovernmental programs are recorded as either operating or nonoperating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the University has recorded a scholarship discount and allowance.

Adoption of New Accounting Standards

For the fiscal year ended June 30, 2026, the University implemented the following pronouncements issued by the Governmental Accounting Standards Board (GASB):

Statement No. 103, *Financial Reporting Model Improvements*, updates the governmental financial reporting model to enhance clarity, consistency and usefulness of information presented in the financial statements. The Statement makes the following key refinements: (1) establishes five mandatory sections of the Management's Discussion and Analysis (MD&A) and shifts non-relevant information to supplementary sections, (2) clarifies the definitions of operating and non-operating revenues and expenses and subsidies, (3) replaces the former "special and extraordinary items" classification with "unusual and infrequent items", to include dedicated presentation of these events, (4) mandates the presentation of each major component unit in its own distinct statements, separate from the primary government, and (5) requires budgetary comparisons to be presented as Required Supplementary Information (RSI), where applicable. Aside from presentation changes, the adoption of this standard had no effect on the University's financial statements in the current year. Also, in accordance with GASB Statement No. 103, the University presents information for each major component unit separately. Because presenting each major component unit in the government-wide statements would reduce readability, statements for the major component units are included in the basic financial statements after the fund financial statements.

Statement No. 104, *Disclosure of Certain Capital Assets*, enhances financial reporting transparency by requiring detailed disclosures of specific capital assets in notes to financial statements. Lease assets, intangible right-to-use assets, and subscription assets should be separately disclosed by major asset class. The Statement defines capital assets as held for sale if (1) the government has decided to pursue the sale of the capital asset and (2) it is probable that the sale will be finalized within one year. Capital assets held for sale now have additional disclosure requirements, including reporting ending balances and the carrying amount of debt for which the capital assets held for sale are pledged as collateral, where applicable. The adoption of this standard had no effect on the University's financial statements in the current fiscal year.

NOTE 2.
CASH AND CASH EQUIVALENTS, DEPOSITS AND INVESTMENTS

All deposits and investments of the University are under the control of the State Treasurer who, by law, has sole authority for investing State funds. Certain monies are deposited or invested with or managed by financial institutions and brokers.

The following schedule reconciles deposits and investments within the footnotes to the Statement of Net Position amounts:

Reconciliation of Deposits and Investments

Statement of Net Position	Amount	Footnotes	Amount
Cash and cash equivalents:		Cash on hand	$ 223,951
Current - unrestricted	$ 844,950,699	Deposits held by State Treasurer	1,496,926,945
Current - restricted	651,054,386	Other deposits	788,871
Noncurrent - restricted	1,934,682	Investments held by State Treasurer	154,439
Investments	5,930,860	Other investments	5,776,421
Total	**$1,503,870,627**	**Total**	**$1,503,870,627**

Deposits Held by State Treasurer

State law requires full collateralization of all State Treasurer bank balances. The State Treasurer must correct any deficiencies in collateral within seven days.

With respect to investments in the State's internal cash management pool, all of the State Treasurer's investments are insured or registered or are investments for which the securities are held by the State or its agent in the State's name. Information pertaining to the reported amounts, fair values, and credit risk of the State Treasurer's investments is disclosed in the Annual Comprehensive Financial Report of the State of South Carolina. For the fiscal year ended June 30, 2026, an unrealized loss of $2,595,084 is included in the $1,496,926,945 identified above as "Deposits held by State Treasurer."

Other Deposits

The University's other deposits at year-end were entirely covered by federal depository insurance or collateral held by custodial banks.

Investments Held by State Treasurer

Investments held by State Treasurer comprise investments held for the University and the State of South Carolina which are legally restricted, and earnings thereon become revenue of the specific fund from which the investment was made. These investments are specific, identifiable investment securities. Investments consist of Agricultural College stock with a carrying amount of $95,900 and Perpetual stock with a carrying amount of $58,539 held by the State Treasurer as Trustee in Perpetuity on which they are required to pay the University six percent per year. Since there is no readily determinable fair value for these investments, they have been assigned a fair value equal to their historical cost value.

Other Investments

The University has investments in mutual funds as authorized by a single donor. The mutual funds with a fair value of $2,841,289 are held and invested by Wells Fargo, as trustee in accordance with the endowment agreement specified by the donor. These investments are stated at fair value and include unrealized appreciation of $2,625,389. Purchases and sales are accounted for on the trade date. Both unrealized and realized gains and losses on investments have been recorded. Earnings are recorded on an accrual basis.

The University has split dollar life insurance policies with two athletic coaches and the athletic director. The University has recorded investments with a fair value of $2,935,132 related to these policies.

The University has adopted applicable accounting standards for its financial assets and liabilities which clarify that fair value is an exit price, representing the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The University utilizes market data or assumptions that market participants would use in pricing the asset or liability. The standards establish a three tier fair value hierarchy, which prioritizes the inputs used in measuring fair value. These tiers include: Level 1, defined as observable inputs such as quoted prices in active markets; Level 2, defined as inputs other than quoted prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs about which little or no market data exists, therefore requiring an entity to develop its own assumptions. The University's investments consist entirely of mutual funds and other investments with readily determinable fair values in an active market. These investments have been categorized as Level 1.

The University does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Other investments as of June 30, 2026 were as follows:

Other Investments

Description	Effective Fair Value	Maturity (Years)	Credit Rating
Domestic bond fund	$ 634,728	6.99	N/A
International bond fund	170,217	9.99	N/A
Equity funds	2,036,344	N/A	N/A
Split dollar life insurance	2,935,132	N/A	AA+
Total other investments	**$ 5,776,421**		

NOTE 3.
RECEIVABLES

University receivables reported in the Statement Net Position, as of June 30, 2026, were as follows:

University Receivables

Description	Current	Noncurrent	Total
Accounts receivable	$ 80,566,305	$ —	$ 80,566,305
Grants and contracts receivable	45,041,637	—	45,041,637
Lease obligations receivable	288,902	6,965,247	7,254,149
Notes receivable	—	326,753,335	326,753,335
Contributions receivable, net	1,181,630	3,343,667	4,525,297
Interest and income receivable	10,955,108	—	10,955,108
Student loans receivable	—	537,397	537,397
Total University receivables	**$ 138,033,582**	**$ 337,599,646**	**$ 475,633,228**

Accounts receivable are reported net of allowances for doubtful accounts of $970,759, based on credit losses experienced in prior years and evaluation of current portfolios. Student payment allowances of $670,000, Sullivan Center allowances of $101,911, parking services allowances of $121,481, emergency medical service allowances of $76,719, and Clemson Life allowances of $648 comprise this amount. Contributions receivable are reported net of allowances for current uncollectible pledges of $216,596 and allowances for non-current uncollectible pledges of $581,985.

Accounts receivable for the year ended June 30, 2026, were comprised of the following balances:

Accounts Receivable

Description	Amount
Students/scholarships	$ 9,672,866
State capital appropriations	19,384,654
Bond proceeds	6,600,184
Auxiliaries	40,017,907
Fees	13,739
Computer services	952,695
Educational programs	3,731,748
Other	192,512
Total accounts receivable	**$ 80,566,305**

Grants and contracts receivable are comprised of amounts due for sponsored research projects, federal land-grant appropriations, and federal scholarship programs. Grants and contracts receivable for the year ended June 30, 2026, were comprised of the following balances:

Grants and Contracts Receivable

Description	Federal	State	Local	Nongovernmental	Total
Sponsored research	$ 33,526,062	$ 1,966,368	$ 74,866	$ 3,252,129	$ 38,819,425
Land-grant appropriations	2,080,658	—	—	—	2,080,658
Scholarship programs	4,141,554	—	—	—	4,141,554
Total grants and contracts receivable	**$ 39,748,274**	**$ 1,966,368**	**$ 74,866**	**$ 3,252,129**	**$ 45,041,637**

Lease obligations receivable are comprised of amounts due to the University for various office spaces and/or buildings for which the University serves as the lessor. Lease obligations receivable are accounted for as the present value of the remaining lease payments expected to be received during the lease term. See Note 7 - Lease Obligations for additional information regarding the University's lessor agreements. For the year ended June 30, 2026, lease obligations receivable were as follows:

Lease Obligations Receivable

Description	Current	Noncurrent	Total
Remaining lease payments from lessees	$ 288,902	$ 6,965,247	$ 7,254,149
Total lease obligations receivable	**$ 288,902**	**$ 6,965,247**	**$ 7,254,149**

Contributions receivable are comprised of pledges for gifts to support specifically identified University programs and to provide athletic scholarships. Contributions receivable are accounted for at their estimated net realizable value, or the present value of long-term pledges and reductions for allowances for uncollectible pledges. Pledges vary from one to ten years.

Contributions Receivable

Description	Current	Noncurrent	Total
University programs	$ 1,181,630	$ 3,343,667	$ 4,525,297
Total contributions receivable	**$ 1,181,630**	**$ 3,343,667**	**$ 4,525,297**

Part II, Section 9 of the 1998-99 State Appropriations Act amended the South Carolina Code of Laws by adding Section 59-101-410. This amendment allowed the governing boards of state-supported universities to lend their endowment and auxiliary enterprise funds on deposit with the State Treasurer's Office to separately chartered not-for-profit legal entities whose existence is primarily providing financial assistance and other support to the institution and its educational program.

Accordingly, as of June 30, 2026, the University had notes receivable from the Clemson University Foundation, a related party, totaling $326,753,335. This amount includes the original loan of $35,358,188, additional net deductions totaling $6,086,909 since the fiscal year 1999 original loan, plus related income and appreciation. Funds loaned to the Clemson University Foundation will be paid back to the University with interest at a rate equal to that which is necessary to produce a sum which is equal to the total return (consisting of appreciation and income), provided, however, such rate will not be less than zero. The Memorandum of Understanding between Clemson University and the Clemson University Foundation is for a ten-year period. It is reviewed annually by both parties and may be extended automatically for an additional twelve-month period unless either party provides written notice of objection to the extension, in which case, the Memorandum of Understanding will not automatically extend for an additional twelve-month period. The above not-withstanding, either party may terminate the Memorandum of Understanding at any time without cause upon one hundred eighty days written notice to the other party.

With minor exceptions, losses for loans to students are not estimated or recorded in allowances for uncollectible accounts. At the time a loan is considered uncollectible it is charged to principal. Any accounts receivable written off is recognized in the period in which the receivable is considered uncollectible. Based on past experience, potential losses are not deemed material.

Interest and income receivable consists of amounts due from the State Treasurer related to holdings in the State's internal cash management pool and cash invested in various short-term investments by that agency. It also includes amounts due from lease agreements for which the University is the lessor.

NOTE 4.
CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2026, is summarized as follows:

Capital Assets

Description	Beginning Balance July 1, 2025	Increases	Decreases	Transfers	Ending Balance June 30, 2026
Capital assets not being depreciated or amortized:					
Land and improvements	$ 34,753,457	$ —	$ —	$ —	$ 34,753,457
Construction in progress	382,300,516	336,748,468	4,163,250	(285,313,051)	429,572,683
Development in progress	22,867,861	25,988,969	—	(6,182,745)	42,674,085
Total capital assets not being depreciated or amortized	439,921,834	362,737,437	4,163,250	(291,495,796)	507,000,225
Other capital assets:					
Utilities systems and other non-structural improvements	239,105,553	319,961	—	5,145,830	244,571,344
Buildings and improvements	2,048,480,168	4,730,475	—	280,167,221	2,333,377,864
Computer software	22,783,203	—	—	—	22,783,203
Equipment	439,093,750	22,415,176	21,861,157	225,988	439,873,757
Vehicles	33,883,758	3,809,730	283,453	—	37,410,035
Lease equipment	3,651,772		—	(225,988)	3,425,784
Lease office space	32,270,259	3,618,120	471,880	—	35,416,499
Software subscriptions	73,305,517	12,349,815	13,015,122	6,182,745	78,822,955
Total other capital assets at historical cost	2,892,573,980	47,243,277	35,631,612	291,495,796	3,195,681,441
Less accumulated depreciation for:					
Utilities systems and other non-structural improvements	76,929,398	9,531,541	—		86,460,939
Buildings and improvements	690,491,790	49,180,193	—	—	739,671,983
Computer software	22,783,203	—	—	—	22,783,203
Equipment	305,199,341	29,211,230	21,026,053	225,988	313,610,506
Vehicles	23,956,187	2,738,353	283,453	—	26,411,087
Less accumulated amortization for:					
Lease equipment	1,749,302	610,609	—	(225,988)	2,133,923
Lease office space	10,535,056	3,686,109	181,391	—	14,039,774
Software subscriptions	39,869,552	18,862,928	12,891,311	—	45,841,169
Total accumulated depreciation and amortization	1,171,513,829	113,820,963	34,382,208	—	1,250,952,584
Other capital assets, net	1,721,060,151	(66,577,686)	1,249,404	291,495,796	1,944,728,857
Capital assets, net	**$ 2,160,981,985**	**$ 296,159,751**	**$ 5,412,654**	**$ —**	**$ 2,451,729,082**

NOTE: The University recognized $187,005 in proceeds from the sale of capital assets.

NOTE 5.
UNEARNED REVENUES, DEPOSITS AND FUNDS HELD FOR OTHERS

Unearned revenues consist primarily of athletic ticket sales and related fees and unearned student revenues for summer session and fall semester. These monies were collected in advance and were not earned at June 30, 2026.

Athletic sales and related event receipts include advance sales of football tickets and program advertising fees. Unearned student revenues consist mainly of student tuition and fees, room and board, and other fees related to the long summer session and fall semester. Also included are amounts received in advance for sponsored research programs.

Fees collected in advance for municipal services, contract credit courses, and various departmental accounts comprise the remaining balance of unearned revenues.

A summary listing of unearned revenue follows:

Unearned Revenues

Description	Amount
Athletic event receipts	$ 30,877,938
Sponsored research programs	19,292,171
Academic and other fees	32,696,362
Educational programs	166,729
Public service programs	5,025
Other	925,982
Total unearned revenues	**$ 83,964,207**

Current deposits are comprised of football game guarantees, student campus card balances, and miscellaneous departmental amounts.

Deposits

Description	Current Amount
Athletics	$ 14,175
Student campus card balances	72,743
Miscellaneous departmental	6,317,051
Total deposits	**$ 6,403,969**

Funds held for others consists of current and noncurrent components. Current funds held for others is comprised of agency funds held in trust for others. The federal Perkins loan liability balance represents the noncurrent funds held for others.

Funds Held for Others

Description	Current Amount	Noncurrent Amount
Federal Perkins Loans	$ —	$ 667,563
Amounts held in trust	527,249	—
Total funds held for others	**$ 527,249**	**$ 667,563**

NOTE 6.
BONDS AND NOTES PAYABLE

At June 30, 2026, bonds payable consisted of the following:

Bonds Payable

Description	Original Debt	Interest Rate (Outstanding)	Maturity Dates	June 30, 2026 Balance	Debt Retired in Fiscal Year 2026
State Institution Bonds					
Bonds dated 06/10/14 (Series 2014B)	$ 33,030,000	3.00 to 4.00%	04/01/2034	$ 16,440,000	$ 1,755,000
Bonds dated 10/06/16 (Series 2016F)	52,395,000	2.00 to 3.00%	06/01/2036	31,920,000	2,745,000
Bonds dated 08/24/17 (Series 2017A)	120,885,000	2.25 to 5.00%	04/01/2037	76,840,000	8,360,000
Bonds dated 05/23/19 (Series 2019A)	5,635,000	3.00 to 5.00%	04/01/2039	4,190,000	235,000
Bonds dated 01/28/21 (Series 2021E)	6,385,000	3.00 to 5.00%	04/01/2040	5,220,000	255,000
Bonds dated 06/29/22 (Series 2022A)	100,310,000	5.00%	04/01/2042	86,220,000	3,470,000
				220,830,000	16,820,000
State Institution Bond Anticipation Notes					
Bonds dated 05/29/25 (Series 2025A)	185,350,000	3.057%	05/29/2026	—	185,350,000
Bonds dated 05/29/26 (Series 2026A)	185,540,000	3.260%	05/29/2027	185,540,000	—
				185,540,000	185,350,000
Higher Education Revenue Bonds					
Bonds dated 05/01/15 (Series 2015)	90,285,000	4.00 - 5.00%	05/01/2045	29,070,000	45,760,000
Bonds dated 12/01/15 (Series 2015B)	191,000,000	2.75 - 5.00%	05/01/2046	150,905,000	5,905,000
Bonds dated 05/03/23 (Series 2023A)	50,115,000	4.00 - 5.00%	05/01/2053	50,115,000	—
Bonds dated 05/30/24 (Series 2024A)	51,975,000	5.00%	05/01/2054	51,140,000	835,000
Bonds dated 10/28/25 (Series 2025A)	173,915,000	5.00%	05/01/2055	173,915,000	—
Total Higher Education Revenue Bonds				455,145,000	52,500,000
Athletic Facilities Revenue Bonds					
Bonds dated 12/01/14 (Series 2014A)	30,695,000	3.00 - 5.00%	05/01/2045	27,555,000	—
Bonds dated 12/01/14 (Series 2014B)	9,240,000	3.25%	05/01/2027	100,000	110,000
Bonds dated 05/01/15 (Series 2015)	60,695,000	4.00 - 5.00%	05/01/2045	15,920,000	—
Bonds dated 12/01/15 (Series 2015B)	18,875,000	3.00 - 5.00%	05/01/2046	13,910,000	470,000
Bonds dated 01/01/18 (Series 2018A)	11,300,000	3.00 - 5.00%	05/01/2047	10,095,000	315,000
Bonds dated 12/02/21 (Series 2021A)	51,990,000	2.00 - 5.00%	05/01/2051	51,890,000	100,000
Bonds dated 12/02/21 (Series 2021B)	12,520,000	1.50 to 1.95%	05/01/2030	5,385,000	1,475,000
Bonds dated 2/05/25 (Series 2025A)	84,530,000	5.00%	05/01/2055	84,205,000	325,000
Bonds dated 2/05/25 (Series 2025B)	33,055,000	5.00%	05/01/2040	31,075,000	1,980,000
Total Athletic Facilities Revenue Bonds				240,135,000	4,775,000
Total Revenue Bonds				695,280,000	57,275,000
Subtotal bonds payable				1,101,650,000	259,445,000
Plus unamortized bond premium				76,943,270	6,630,450
Total Bonds Payable				**$1,178,593,270**	**$ 266,075,450**

The University's currently outstanding debt falls into the following categories:

State Institution Bonds

General Obligation State Institution Bonds of the State of South Carolina (the "State Institution Bonds") may be issued by the State upon an approved request of the University to finance any permanent improvement project of the University. State Institution Bonds are secured by a pledge of the full faith, credit, and taxing power of the State, and in addition, by a pledge of designated "Tuition Fees" collected by the University (as such term is defined in the State Institution Bond enabling act). Such Tuition Fees paid to the University are pledged for the payment of principal and interest on these bonds. State Institution Bonds are issued by the State on behalf of the University.

Covenants of the University in connection with State Institution Bonds require that it impose Tuition Fees on an ongoing basis, such that the maximum annual amount of debt service on outstanding State Institution Bonds issued on behalf of the University does not exceed ninety percent of Tuition Fees received in each fiscal year. The incurrence of State Institution Bonds is also subject to a legal debt margin test that requires that projected maximum annual debt service cannot exceed ninety percent of Tuition Fees for the immediately preceding fiscal year. The fiscal year 2025 tuition fees used to calculate the University's ability to issue additional State Institution Bonds totaled $87,860,251 which results in a legal annual debt service limit for State Institution Bonds issued in fiscal year 2026 of $79,074,226. The annual debt service payments for the fiscal year 2026 were $26,569,513. Tuition fees in fiscal year 2026 totaled $89,347,221.

The following State Institution Bonds issued on behalf of the University were outstanding at June 30, 2026:

The Series 2014B General Obligation State Institution Bonds mature on April 1 in each of the years 2015 through 2034 and are not subject to redemption prior to maturity.

The Series 2016F General Obligation State Institution Bonds mature on June 1 in each of the years 2018 through 2036 and are subject to redemption prior to maturity.

The Series 2017A General Obligation State Institution Bonds mature on April 1 in each of the years 2018 through 2037 and are subject to redemption prior to maturity.

The Series 2019A General Obligation State Institution Bonds mature on April 1 in each of the years 2020 through 2039 and are subject to redemption prior to maturity.

The Series 2021E General Obligation State Institution Bonds mature on April 1 in each of the years 2022 through 2040 and are not subject to redemption prior to maturity.

The Series 2022A General Obligation State Institution Bonds mature on April 1 in each of the years 2023 through 2042 and are subject to optional redemption prior to maturity.

During the fiscal year ended June 30, 2026 the State issued, at the request of the University, a short-term General Obligation State Institution Bond Anticipation Note, Series 2026A, in the amount of $185,540,000. The Series 2026A General Obligation State Institution Bond Anticipation Note was issued to (i) refund the Series 2025A General Obligation State Institution Bond Anticipation Note and (ii) defray the costs of (a) replacing Lehotsky Hall with the new Forestry and Environmental Conservation Building, (b) construction of the Advanced Materials Innovation Complex, (c) expansion and upgrades of the chiller plant facilities located on campus. The General Obligation State Institution Bond Anticipation Note will mature during fiscal year 2027, at which time re-financing via an issuance of State Institution Bonds is anticipated.

Higher Education Revenue Bonds

Higher Education Revenue Bonds may be issued by the University for the purpose of financing or refinancing, in whole or in part, the cost of the acquisition, construction, reconstruction, renovation and improvement of land, buildings and other improvements to real property and equipment for the purpose of providing facilities serving the needs of the University including, but not limited to, dormitories, apartment buildings, dwelling houses, bookstore and other store operated by the University, laundry, dining halls, cafeterias, parking facilities, student recreational, entertainment and fitness related facilities, inns, conference and other non-degree educational facilities and similar auxiliary facilities of the University and other facilities which are auxiliary to any of the foregoing, excluding, however, Athletic department projects which primarily serve varsity athletic teams of the University (collectively, the "Facilities").

Higher Education Revenue Bonds are payable from and secured by a pledge of the "Net Revenues" derived from the operation of the Facilities and from the "Additional Funds" comprising the "University Fee" imposed by the Board of Trustees (as such terms are defined in the bond resolution authorizing the Higher Education Revenue Bonds, dated December 1, 1997, as amended). Under such bond resolution the University is subject to certain covenants and agreements related to the operation of the Facilities, the imposition of related rates and charges, and debt service coverage requirements on an ongoing basis and as a precondition to the issuance of additional parity Higher Education Revenue Bonds. The following Higher Education Revenue Bonds were outstanding at June 30, 2026:

The Series 2015 Higher Education Revenue Bonds mature on May 1 in each of the years 2016 through 2045 and are subject to redemption prior to maturity.

The Series 2015B Higher Education Revenue Bonds mature on May 1 in each of the years 2016 through 2046 and are subject to redemption prior to maturity.

The Series 2023A Higher Education Revenue Bonds mature on May 1 in each of the years 2023 through 2053 and are subject to redemption prior to maturity.

The 2024A Higher Education Revenue Bonds mature on May 1 in each of the years 2024 through 2054 and are subject to redemption prior to maturity.

During the fiscal year ended June 30, 2026 the University issued Higher Education Revenue Bonds, Series 2025A, in the amount of $173,915,000. The Series 2025A Higher Education Revenue Bonds were issued to (i) defray a portion of the costs of constructing, reconstructing, renovating, expanding, and/or improving the Williamson Road parking garage, Lever Hall High Rise, and Douthit Hills Residential Community, (ii) currently refund a portion of the University's outstanding Higher Education Revenue Bonds, Series 2015; and (iii) pay the cost of issuance of the Series 2025A bonds. The current refunding resulted in an economic gain of $2,465,684 and decreased total debt service over the next 13 years by $3,450,217.

Athletic Facilities Revenue Bonds

Athletic Facilities Revenue Bonds may be issued by the University for the purpose of financing or refinancing, in whole or in part, the cost of constructing and improving facilities designated by the Board of Trustees as intercollegiate athletic facilities. Athletic Facilities Revenue Bonds are secured by a pledge of "Net Revenues" of the Athletic department and the gross receipts from the imposition of any "Admissions Fees" and "Special Student Fee" (as such terms are defined in the bond resolution authorizing the Athletic Facilities Revenue Bonds, dated April 16, 1999, as amended) by the University. Under such bond resolution the University is subject to certain covenants and agreements related to the operation of the Athletic department and the Athletic facilities, the imposition of related rates and charges, and debt service coverage requirements on an ongoing basis and as a precondition to the issuance of additional parity Athletic Facilities Revenue Bonds.

The following Athletic Facilities Revenue Bonds were outstanding at June 30, 2026:

The Series 2014A Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2015 through 2045 and are subject to redemption prior to maturity.

The Series 2014B taxable Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2015 through 2027 and are subject to redemption prior to maturity.

The Series 2015 Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2016 through 2045 and are subject to redemption prior to maturity.

The Series 2015B Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2016 through 2046 and are subject to redemption prior to maturity.

The Series 2018A Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2022 through 2047 and are subject to redemption prior to maturity.

The Series 2021A Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2026 through 2051 and are subject to optional redemption prior to maturity.

The Series 2021B taxable Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2022 through 2030 and are not subject to optional redemption prior to maturity.

The Series 2025A Athletic Facilities Revenue Bonds mature on May 1 in each of the years 2026 through 2055 and are subject to optional redemption prior to maturity.

The Series 2025B Athletic Facilities Revenue Refunding Bonds mature on May 1 in each of the years 2026 through 2040 and are subject to optional redemption prior to maturity.

The State Institution Bonds are paid periodically throughout the year. Amounts, including interest, required to complete payment of the State Institution Bonds as of June 30, 2026, are as follows:

State Institution Bonds

	Principal	Interest	Total
Years Ending June 30:			
2027	$ 203,190,000	$ 14,957,865	$ 218,147,865
2028	18,420,000	8,148,212	26,568,212
2029	19,215,000	7,353,412	26,568,412
2030	19,485,000	6,780,325	26,265,325
2031	19,835,000	5,925,625	25,760,625
2032 through 2036	77,860,000	19,929,313	97,789,313
2037 through 2041	40,790,000	7,333,050	48,123,050
2042 through 2046	7,575,000	378,750	7,953,750
Total General Obligation Bonds	**$ 406,370,000**	**$ 70,806,552**	**$ 477,176,552**

The Higher Education Revenue bonds are payable in semiannual installments, plus interest. Amounts, including interest, required to complete payment of the Higher Education Revenue bond obligations as of June 30, 2026, are as follows:

Higher Education Revenue Bonds

	Principal	Interest	Total
Years Ending June 30:			
2027	$ 10,515,000	$ 20,302,714	$ 30,817,714
2028	12,030,000	19,776,964	31,806,964
2029	12,500,000	19,299,439	31,799,439
2030	13,125,000	18,674,439	31,799,439
2031	13,670,000	18,131,144	31,801,144
2032 through 2036	77,255,000	81,739,219	158,994,219
2037 through 2041	96,015,000	63,513,662	159,528,662
2042 through 2046	114,425,000	40,326,762	154,751,762
2047 through 2051	58,155,000	20,224,675	78,379,675
2052 through 2055	47,455,000	5,434,475	52,889,475
Total Higher Education Revenue Bonds	**$ 455,145,000**	**$ 307,423,493**	**$ 762,568,493**

The Athletic Facilities Revenue bonds are payable in semiannual installments, plus interest. Amounts, including interest, required to complete payment of the Higher Education Revenue bond obligations as of June 30, 2026, are as follows:

Athletics Facilities Revenue Bonds

	Principal	Interest	Total
Years Ending June 30:			
2027	$ 6,350,000	$ 9,797,911	$ 16,147,911
2028	6,620,000	9,534,661	16,154,661
2029	6,910,000	9,254,749	16,164,749
2030	7,175,000	8,994,469	16,169,469
2031	7,455,000	8,704,319	16,159,319
2032 through 2036	42,305,000	38,505,081	80,810,081
2037 through 2041	51,620,000	29,216,731	80,836,731
2042 through 2046	56,810,000	18,277,850	75,087,850
2047 through 2051	35,175,000	9,184,238	44,359,238
2052 through 2055	19,715,000	2,524,250	22,239,250
Total Athletics Facilities Revenue Bonds	**$ 240,135,000**	**$ 143,994,259**	**$ 384,129,259**

The University reported net principal retirements and interest expenditures related to the bonds as follows for the year ended June 30, 2026:

Principal Retirements and Interest Expenses

Bond Type	Net Principal	Interest
State Institution Bonds	$ 202,170,000	$ 13,054,881
Higher Education Revenue Bonds	52,500,000	16,860,557
Athletic Facilities Revenue Bonds	4,775,000	9,303,617
Total Net Principal Retirements and Interest Expenses	**$ 259,445,000**	**$ 39,219,055**

Notes Payable

On July 8, 2022, the Board of Trustees approved a resolution authorizing the University to use the South Carolina Master Lease Program for the purpose of financing the costs of purchasing and implementing energy conservation measures that will benefit the University. The energy savings associated with these conservation measures are used to make debt service payments. Pursuant to this resolution, the University borrowed $40,000,000 from Banc of America Public Capital Corp, via direct borrowing at an interest rate of 2.61%, during fiscal year 2023. Principal payments related to this note totaled $1,665,074 for fiscal year 2026.

The scheduled maturities of the note payable are as follows:

Notes Payable

	Principal	Interest	Total
Years Ending June 30:			
2027	$ 1,864,186	$ 943,149	$ 2,807,335
2028	1,991,271	893,609	2,884,880
2029	2,117,922	840,751	2,958,673
2030	2,232,569	784,662	3,017,231
2031	2,351,396	725,549	3,076,945
2032 through 2036	13,695,185	2,627,341	16,322,526
2037 through 2040	12,302,222	708,819	13,011,041
Total Notes Payable	**$ 36,554,751**	**$ 7,523,880**	**$ 44,078,631**

Total interest expense for notes payable for the year ended June 30, 2026 was $987,953.

NOTE 7.
LEASE OBLIGATIONS

Lessee Arrangements

The University leases equipment and office space from external parties for various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through 2038 and some provide for renewal options ranging from one year to five years. In accordance with GASB Statement No. 87, *Leases*, the University records right-of-use assets and lease liabilities based on the present value of expected payments over the lease term of the respective leases. The expected payments are discounted using the interest rate charged on the lease, if available, or are otherwise discounted using an estimated incremental borrowing rate. The University uses guidance from the State of South Carolina Comptroller General's Office in determining the interest rate by which expected payments should be discounted when it was not stated in the lease agreement. The University does not have any leases featuring payments tied to an index or market rate or any leases subject to a residual value guarantee. See Note 4 - Capital Assets for information on lease assets and associated accumulated amortization. Future commitments for leases having remaining terms in excess of one year as of June 30, 2026 were as follows:

Lease Commitments

Description	Lease Obligations Payable	Interest
Years Ending June 30:		
2027	$ 2,911,830	$ 449,293
2028	2,620,836	366,594
2029	2,251,601	294,960
2030	1,917,466	232,976
2031	1,244,951	181,872
2032 through 2036	4,279,216	419,959
2037 through 2038	1,069,992	23,613
Total remaining lease commitments	**$ 16,295,892**	**$ 1,969,267**

Lease commitments consist of:

Description	Lease Obligations Payable
Agreements between the University and third-party vendors, as well as related parties, for real estate space payable in monthly, quarterly, and annual installments ranging from $12 - $1,163,108 respectively, with fixed and implicit interest rates ranging from 0.13% - 5.18%. The agreements expire in various fiscal years from 2027-2038, with some agreements that offer extension options through 2038.	$ 15,038,730
Agreements between the University and third-party vendors for various types of equipment. Payable in monthly, semi-annual and annual installments ranging from $1 - $327,600, respectively, with fixed and implicit interest rates ranging from 2.87%-10.49%. The agreements expire in various fiscal years from 2027-2029.	1,257,162
Present value of minimum lease commitments	**$ 16,295,892**

Lessor Arrangements

The University leases office space to both external and related parties. The leases expire at various dates through 2043, with some providing renewals in five year intervals. Lease obligation receivables and deferred inflows of resources are recorded based on the present value of expected receipts over the term of the respective leases. The expected receipts are discounted using the interest rate charged on the lease, or are otherwise discounted using an estimated incremental borrowing rate. The University uses guidance from the State of South Carolina Comptroller General's Office in determining the interest rate by which expected payments should be discounted when it was not stated in the lease agreement. During the fiscal year ended June 30, 2026, the University recognized revenues related to these lease agreements in other operating revenue, totaling $511,578. Total minimum lease payments to be received under lessor agreements are as follows:

Lease Obligations Receivable

Description	Lease Obligations Receivable	Interest
Years Ending June 30:		
2027	$ 288,902	$ 233,494
2028	310,404	223,080
2029	332,946	211,903
2030	297,892	201,101
2031	314,115	191,401
2032 through 2036	1,937,056	785,132
2037 through 2041	2,621,160	418,105
2042 through 2043	1,151,674	37,056
Total Remaining Lease Obligations Receivable	**$ 7,254,149**	**$ 2,301,272**

NOTE 8.
SUBSCRIPTION OBLIGATIONS AND DEVELOPMENT IN PROGRESS

The University has software subscriptions from external parties for various terms under long-term, non-cancelable subscription agreements. The subscriptions expire at various dates through 2033 and some provide for renewal options ranging from one year to four years. Subscriptions payments are made monthly, quarterly, semi-annually, and annually ranging from $0 - $3,089,726, with estimated incremental borrowing rates ranging from 0.000% - 4.249%. In accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangement*, the University records right-of-use assets and subscription liabilities based on the present value of expected payments over the subscription term of the respective software. The expected payments are discounted using an estimated incremental borrowing rate. See Note 4 - Capital Assets for information on subscription assets and associated accumulated amortization. Future commitments for software subscriptions having remaining terms in excess of one year as of June 30, 2026 were as follows:

Subscription Commitments

Description	Subscription Obligations Payable	Interest
Years Ending June 30:		
2027	$ 7,691,980	$ 540,100
2028	6,996,308	334,333
2029	4,598,104	154,009
2030	484,182	31,926
2031	384,684	21,636
2032 through 2033	668,368	19,271
Total remaining subscription commitments	**$ 20,823,626**	**$ 1,101,275**

At June 30, 2026, the University had initial implementation activities in progress associated with the subscription-based information technology arrangements (SBITA) in the table below. Per GASB 96, activities in the initial implementation stage include ancillary charges related to designing the SBITA, such as configuration, coding, testing, and installation. The standard prescribes that these costs be reported as a prepayment (an asset) until commencement of the subscription term - at which time the prepayment should be reclassified as an addition to the initial measurement of the subscription asset. The University recognized costs related to these initial implementation activities as development in progress, totaling $42,674,085. Such costs will continue until the software is placed into service, at which time the subscription will be capitalized as an intangible software subscription asset and amortized over the contractual subscription term.

Development in Progress

Project	Beginning Balance July 1, 2025	Increases	Decreases/ Transfers	Ending Balance June 30, 2026
Enterprise Resource Planning (ERP) System	$ 18,068,142	$ 24,605,943	$ —	$ 42,674,085
Data Warehouse - Enterprise Reporting	150,476	294,382	(444,858)	—
Contract Lifecycle Management	41,904	138,012	(179,916)	—
Enterprise Document Repository	577,659	824,023	(1,401,682)	—
Automated Testing Solution	64,369	40,314	(104,683)	—
Enterprise Workflow Automation Platform	1,035,062	—	(1,035,062)	—
Parking Sensors	2,930,249	86,295	(3,016,544)	—
Total development in progress	**$ 22,867,861**	**$ 25,988,969**	**$ (6,182,745)**	**$ 42,674,085**

NOTE 9.
PENSION PLANS

The South Carolina Public Employee Benefit Authority (PEBA), created July 1, 2012, administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the State Fiscal Accountability Authority (SFAA), which consists of five elected officials, also reviews certain PEBA Board decisions regarding the funding of the South Carolina Retirement Systems (Systems) and serves as a co-trustee of the Systems in conducting that review. Effective July 1, 2017, the Retirement System Funding and Administration Act of 2017 assigned the PEBA Board of Directors as the Custodian of the Retirement Trust Funds and assigned SC PEBA and the Retirement Systems Investment Commission (RSIC) as co-trustees of the Retirement Trust Funds.

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Systems and additions to/ deductions from the Systems fiduciary net position have been determined on the accrual basis of accounting as they are reported by the Systems in accordance with generally accepted accounting principles (GAAP). For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Benefit and refund expenses are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

PEBA issues an Annual Comprehensive Financial Report (ACFR) containing financial statements and required supplementary information for the South Carolina Retirement Systems' Pension Trust Funds. The ACFR is publicly available through the Retirement Benefits' link on PEBA's website at www.peba.sc.gov, or a copy may be obtained by submitting a request to PEBA, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, retirement trust fund financial information is also included in the ACFR report of the State.

Plan Descriptions

The South Carolina Retirement System (SCRS), a cost- sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for employees of the state, its public school districts, and political subdivisions. SCRS covers employees of state agencies, public school districts, higher education institutions, other participating local subdivisions of government and first-term individuals elected to the South Carolina General Assembly.

The State Optional Retirement Program (State ORP) is a defined contribution plan that is offered as an alternative to SCRS to certain newly hired employees of state agencies, institutions of higher education, public school districts and individuals first elected to the S.C. General Assembly at or after the general election in November 2012. State ORP participants direct the investment of their funds into an account administered by one of four third party service providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the four third party service providers. For this reason, State ORP assets are not part of the retirement system's trust funds for financial statement purposes.

The South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement and other benefits to police officers and firefighters. PORS also covers peace officers, coroners, probate judges, and magistrates.

Membership

Membership requirements are prescribed in Title 9 of the South Carolina Code of Laws. A brief summary of the requirements under each system is presented below.

SCRS – Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012 is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012 is a Class Three member.

State ORP – As an alternative to membership in the SCRS, newly hired state, public school, and higher education employees and individuals newly elected to the South Carolina General Assembly at or after the November 2012 general election have the option to participate in the State ORP. Employee and employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employer to the member's account with the ORP service provider for the employee contribution and a portion of the employer contribution (5 percent). A direct remittance is also required to SCRS for the remaining portion of the employer contribution and an incidental death benefit contribution, if applicable, which is retained by SCRS.

PORS – To be eligible for PORS membership, an employee must be required by the terms of his employment, by election or appointment, to preserve public order, protect life and property, and detect crimes in the state; to prevent and control property destruction by fire; or to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least $2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. A member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. A member of the system with an effective date of membership on or after July 1, 2012 is a Class Three member.

Benefits

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation/current annual salary. A brief summary of benefit terms for each system is presented below.

SCRS – A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five- or eight-year earned service requirement, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

PORS – A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty.

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

Contributions

Actuarial valuations are performed annually by an external consulting actuary to ensure applicable contribution rates satisfy the funding parameters specified in Title 9 of the South Carolina Code of Laws. Under these provisions, SCRS and PORS contribution requirements must be sufficient to maintain an amortization period for the financing of the unfunded actuarial accrued liability (UAAL) over a period that does not exceed the number of years scheduled in state statute. Effective July 1, 2017, employee rates were increased and capped at 9.00 percent for SCRS and 9.75 percent for PORS. The legislation also increased employer contribution rates beginning July 1, 2017, for both SCRS and PORS until reaching 18.56 percent for SCRS and 21.24 percent for PORS. The legislation included a further provision that if the scheduled contributions are not sufficient to meet the funding periods set in state statute, the PEBA board would increase the employer contribution rates as necessary to meet the funding periods set for the applicable year.

Pension reform legislation modified statute such that the employer contribution rates for SCRS and PORS to be further increased, not to exceed one-half of one percent in any one year if necessary, in order to improve the funding of the plans. The statute set rates intended to reduce the unfunded liability of SCRS and PORS to the maximum amortization period of 20 years from 30 years over a ten-year schedule, as determined by the annual actuarial valuations of the plan. Finally, under the revised statute, the contribution rates for SCRS and PORS may not be decreased until the plans are at least 85 percent funded.

Required *employee* contribution rates [1] are as follows:

	Fiscal Year 2026	Fiscal Year 2025
SCRS		
Employee Class Two	9.00%	9.00%
Employee Class Three	9.00%	9.00%
State ORP		
Employee	9.00%	9.00%
PORS		
Employee Class Two	9.75%	9.75%
Employee Class Three	9.75%	9.75%

Required *employer* contribution rates [1] are as follows:

	Fiscal Year 2026	Fiscal Year 2025
SCRS		
Employer Class Two	18.56% [3]	18.56% [3]
Employer Class Three	18.56% [3]	18.56% [3]
State ORP		
Employer Contribution (2)	18.56% [3]	18.56% [3]
PORS		
Employer Class Two	21.24% [4]	21.24% [4]
Employer Class Three	21.24% [4]	21.24% [4]

[1] Calculated on earnable compensation as defined in Title 9 of the South Carolina Code of Laws.

[2] Of this employer contribution, 5% of earnable compensation must be remitted by the employer directly to the ORP vendor to be allocated to the member's account with the remainder of the employer contribution remitted to the SCRS.

[3] Includes incidental death benefit contribution rate of 0.15%.

[4] Includes incidental death benefit and accidental death benefit contribution rate of 0.20% each.

For the year ended June 30, 2026, the University's SCRS contributions totaled $46,079,005. The University's PORS contributions totaled $1,784,952. Total contributions directly to the ORPs were approximately $14,311,240 (excluding the surcharge) from Clemson University as employer and approximately $25,760,231 from its employees as plan members. The remaining employer contribution amounts sent to SCRS (excluding the surcharge) were $38,789,915.

Net Pension Liability

At June 30, 2026, the University reported liabilities of $682,144,370 and $10,694,893 for its proportionate shares of the SCRS and PORS net pension liabilities, respectively. The net pension liabilities were measured as of June 30, 2025, and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of July 1, 2024, rolled-forward to June 30, 2025. The University's proportionate shares of the net pension liabilities were based on a projection of the University's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The University's proportionate share of the SCRS plan increased by 0.004027% from the prior year. The University's proportionate share of the PORS plan decreased by 0.002207% over the prior year. At June 30, 2026, the University's proportionate shares of the SCRS and PORS plans were 3.156765% and 0.386753%, respectively.

For the year ended June 30, 2026, the University recognized pension expense of $53,506,784 and $1,162,253 for SCRS and PORS, respectively.

The net pension liability (NPL) is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB Statement No. 67, less that System's fiduciary net position. NPL totals, as of June 30, 2025, for SCRS and PORS are presented below.

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	$63,956,318,760	$42,347,352,061	$21,608,966,699	66.2%
PORS	10,857,734,777	8,092,430,248	2,765,304,529	74.5%

The total pension liability is calculated by the Systems' actuary, and each plan's fiduciary net position is reported in the Systems' financial statements. The net pension liability is disclosed in accordance with the requirements of GASB Statement No. 67 in the Systems' notes to the financial statements and required supplementary information. Liability calculations performed by the Systems' actuary for the purpose of satisfying the requirements of GASB Statement Nos. 67 and 68 are not applicable for other purposes, such as determining the plans' funding requirements.

Employers' proportionate shares were calculated on the basis of employer contributions remitted to the plan by employers and non-employer contributions appropriated in the State's budget. In an effort to help offset a portion of the increased contribution requirements for employers, the General Assembly again provided nonemployer contributions to PEBA for fiscal year 2025. The State budget appropriated these funds directly to PEBA and a credit was issued for each employer to use when submitting their quarterly remittances to PEBA. For the year ended June 30, 2025 measurement period, PEBA provided non-employer contributions to the University in the amount of $2,932,589 and $37,431 for the SCRS and PORS plans, respectively, which is shown as a reduction to net pension liability and an increase to state grants and contracts revenue in the year ended June 30, 2026.

Deferred Outflows of Resources and Deferred Inflows of Resources related to Pensions

At June 30, 2026, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

South Carolina Retirement System

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
University contributions subsequent to the measurement date	$ 84,868,921	$ —
Differences between expected and actual experience	32,004,673	—
Assumption changes	8,061,996	—
Net difference between projected and actual earnings on pension plan investments	—	43,796,198
Differences due to changes in proportionate share of contributions	17,512,183	—
Total outflows and inflows of resources	**$ 142,447,773**	**$ 43,796,198**

Police Officers Retirement System

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
University contributions subsequent to the measurement date	$ 1,784,952	$ —
Differences between expected and actual experience	1,255,589	—
Assumption changes	142,128	—
Net difference between projected and actual earnings on pension plan investments	—	1,007,209
Difference due to changes in proportionate share of contributions	100,123	67,724
Total outflows and inflows of resources	**$ 3,282,792**	**$ 1,074,933**

The $84,868,921 and $1,784,952 reported as deferred outflows of resources related to pensions resulting from University contributions paid subsequent to the measurement date for the SCRS and PORS plans, respectively, during the year ended June 30, 2026 will be recognized as a reduction of the net pension liabilities in the year ending June 30, 2027. The contributions made after the measurement date of the net pension liability, but before the end of employer's or governmental non-employer contributing entity's reporting period, will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than in the current fiscal period.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized as follows for the SCRS and PORS plans, respectively:

Years ended June 30:	SCRS	PORS
2026	$ 35,921,815	$ 797,311
2027	2,160,370	123,951
2028	(14,202,664)	(268,984)
2029	(10,096,867)	(229,371)

Actuarial Assumptions and Methods

Actuarial valuations of the ongoing plan involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. The GASB Statement No. 67 valuation report prepared as of June 30, 2025 is based on the experience study report for the period ending June 30, 2023.

The June 30, 2025 total pension liability, net pension liability, and sensitivity information were determined by the Systems' consulting actuary, Gabriel, Roeder, Smith and Company (GRS) and are based on the actuarial valuation performed as of July 1, 2024. The total pension liability was rolled-forward from the valuation date to the Systems' fiscal year ended June 30, 2025, using generally accepted actuarial principles. There was no legislation enacted during the 2025 legislative session that had a material change in the benefit provisions for any of the systems.

The following table provides a summary of the actuarial assumptions and methods used to calculate the total pension liability as of June 30, 2025.

Actuarial cost method	SCRS	PORS
Actuarial assumptions:		
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return [1]	7.00%	7.00%
Projected salary increases	3.0% to 11.25% (varies by service)[1]	3.5% to 11.0% (varies by service)[1]
Benefit adjustments	lesser of 1% or $500 annually	lesser of 1% or $500 annually

[1] includes inflation at 2.25%

The post-retiree mortality assumption is dependent upon the member's job category and gender. The base mortality assumptions, the 2020 Public Retirees of South Carolina Mortality table (2020 PRSC), was developed using the Systems' mortality experience. These base rates are adjusted for future improvement in mortality using 80% of Scale UMP projected from the year 2020. Assumptions used in determination of the June 30, 2025 total pension liability are as follows:

Former Job Class	Males	Females
Educators	2020 PRSC Males multiplied by 95%	2020 PRSC Females multiplied by 94%
General Employees and Members of the General Assembly	2020 PRSC Males multiplied by 97%	2020 PRSC Females multiplied by 107%
Public Safety and Firefighters	2020 PRSC Males multiplied by 127%	2020 PRSC Females multiplied by 107%

Long Term Expected Rate of Return

The long-term expected rate of return on pension plan investments is based upon 30-year capital market assumptions. The long-term expected rates of return represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market-based inputs. Expected returns are net of investment fees.

The expected returns, along with the expected inflation rate, form the basis for the revised target asset allocation adopted at the beginning of the 2025 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation and is summarized in the table below. For actuarial purposes, the 7.00 percent assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75 percent real rate of return and a 2.25 percent inflation component.

Allocation/Exposure	Policy Target	Expected Arithmetic Real Rate of Return	Long Term Expected Portfolio Real Rate of Return
Public Equity	46.0%	5.87%	2.70%
Bonds	26.0%	3.20%	0.83%
Private Equity [1]	9.0%	8.50%	0.77%
Private Debt [1]	7.0%	7.40%	0.52%
Real Assets	**12.0%**		
Real Estate [1]	9.0%	5.00%	0.45%
Infrastructure [1]	3.0%	7.70%	0.23%
Expected Real Return [2]	**100.0%**		5.50%
Inflation for Actuarial Purposes			2.25%
Expected Rate of Return			**7.75%**

[1] RSIC staff and consultant will notify the Commission if the collective exposure to Private Equity, Private Debt and Private Real Assets exceeds 30 percent of total plan assets.

[2] Portable Alpha Strategies, which utilize Hedge Funds and are not included in the Policy Target, will be capped at 15% of total assets.

Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina Code of Laws. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity Analysis

The following table presents the University's proportionate share of the net pension liability calculated using the discount rate of 7.00 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 (6.00 percent) or 1 percentage point higher (8.00 percent) than the current rate:

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

System	1.00% Decrease (6.00%)	Current Discount Rate (7.00%)	1.00% Increase (8.00%)
SCRS	$921,810,743	$682,144,370	$482,705,866
PORS	16,278,103	10,694,893	6,114,421

Additional Financial and Actuarial Information

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the Systems' audited financial statements for the fiscal year ended June 30, 2025 (including the unmodified audit opinion on the financial statements). Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2025.

NOTE 10.
POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

The South Carolina Public Employee Benefit Authority (PEBA) was created by the South Carolina General Assembly as part of Act No. 278, effective July 1, 2012. PEBA is a state agency responsible for the administration and management of the state's employee insurance programs, other post- employment benefits trusts and retirement systems and is part of the State of South Carolina primary government.

The governing board of PEBA is a board of 11 members. The membership composition is three members appointed by the Governor, two members appointed by the President Pro Tempore of the Senate, two members appointed by the Chairman of the Senate Finance Committee, two members appointed by the Speaker of the House of Representatives and two members appointed by the Chairman of the House Ways and Means Committee. Individuals appointed to the PEBA board must possess certain qualifications. Members of the PEBA board serve for terms of two years and until their successors are appointed and qualify. Terms commence on July first of even numbered years. The PEBA board appoints the Executive Director. The laws of the State and the policies and procedures specified by the State for State agencies are applicable to all activities of PEBA.

Plan Descriptions

The Other Post-Employment Benefits Trust Funds (OPEB Trusts) collectively refers to the South Carolina Retiree Health Insurance Trust Fund (SCRHITF) and the South Carolina Long-Term Disability Insurance Trust Fund (SCLTDITF), which were established by the State of South Carolina as Act 195, effective May 2008. The SCRHITF was created to fund and account for the employer costs of the State's retiree health and dental plans. The SCLTDITF was created to fund and account for the employer costs of the State's Basic Long-Term Disability Income Benefit Plan.

In accordance with Act 195, the OPEB Trusts are administered by the PEBA- Insurance Benefits and the State Treasurer is the custodian of the funds held in trust. The Board of Directors of PEBA has been designated as the Trustee.

The OPEB Trusts are cost-sharing multiple-employer defined benefit OPEB plans. Article 5 of the State Code of Laws defines the two plans and authorizes the Trustee to at any time adjust the plans, including its benefits and contributions, as necessary to insure the fiscal stability of the plans. In accordance with the South Carolina Code of Laws and the annual Appropriations Act, the State provides post-employment health and dental and long-term disability benefits to retired State and school district employees and their covered dependents.

Benefits

The SCRHITF is a healthcare plan that covers retired employees of the State of South Carolina, including all agencies, and public school districts. The SCRHITF provides health and dental insurance benefits to eligible retirees. Generally, retirees are eligible for the health and dental benefits if they have established at least ten years of retirement service credit. For new hires beginning employment May 2, 2008 and after, retirees are eligible for benefits if they have established 25 years of service for 100% employer funding and 15-24 years of service for 50% employer funding. Benefits become effective when the former employee retires under a State retirement system. Basic Long-Term Disability (BLTD) benefits are provided to active state, public school district, and participating local government employees approved for disability.

The SCLTDITF is a long-term disability plan that covers employees of the State of South Carolina, including all agencies and public school districts and all participating local governmental entities. The SCLTDITF provides disability payments to eligible employees that have been approved for disability.

Contributions and Funding Policies

Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires these postemployment and long-term disability benefits to be funded through non-employer and employer contributions for active employees and retirees to the PEBA - Insurance Benefits. The SCRHITF is funded through participating employers that are mandated by State statute to contribute at a rate assessed each year by the Department of Administration Executive Budget Office on active covered payroll. The covered payroll surcharge for the year ended June 30, 2025 was 6.35 percent. The South Carolina Retirement System collects the monthly surcharge for all participating employers and remits it directly to the SCRHITF. Other sources of funding for the SCRHITF include mandatory transfers of accumulated PEBA, Insurance Benefits' reserves and income generated from investments. Employer contributions also include the implicit subsidy, or age-related subsidy inherent in the healthcare premiums structure. The implicit subsidy represents a portion of the health care expenditures paid on behalf of the employer's active employees. For purposes of GASB Statement No. 75, this expenditure on behalf of the active employee is reclassified as a retiree health care expenditure so that the employer's contributions towards the plan reflect the underlying age- adjusted, retiree benefit costs.

The SCLTDITF is funded through employer contributions for active employees that elect health insurance coverage. For this group of active employees, PEBA - Insurance Benefits bills and collects premiums charged to State agencies, public school districts and other participating local governments. The monthly premium per active employee was $3.22 for the fiscal year ended June 30, 2025. The SCLTDITF premium is billed monthly by PEBA, Insurance Benefits and transferred monthly to the SCLTDITF. It is also funded through investment income.

In accordance with part (b) of paragraph 69 of GASB Statement No. 75, participating employers should recognize revenue in an amount equal to the employer's proportionate share of the change in the collective net OPEB liability arising from contributions to the OPEB plan during the measurement period from non-employer contributing entities for purposes other than the separate financing of specific liabilities to the OPEB plan. Therefore, employers should classify this revenue in the same manner as it classifies grants from other entities.

For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB Trusts, and additions to and deductions from the OPEB Trusts fiduciary net position have been determined on the same basis as they were reported by the OPEB Trusts. For this purpose, revenues are recognized when earned and expenses are recognized when incurred. Therefore, benefit and administrative expenses are recognized when due and payable. Investments are reported at fair value.

PEBA, Insurance Benefits issues audited financial statements and required supplementary information for the OPEB Trust Funds. This information is publicly available through the Insurance Benefits' link on PEBA's website at www.peba.sc.gov or a copy may be obtained by submitting a request to PEBA, Insurance Benefits, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, OPEB Trust fund financial information is also included in the annual comprehensive financial report of the State.

For the year ended June 30, 2026, the University's SCRHITF contributions totaled $28,422,175. The University's SCLTDITF contributions totaled $204,489. The University's proportionate share of the implicit subsidy recognized for the year ended June 30, 2026 was $(5,650,762).

Net OPEB (Retiree Health Benefit) Liability

At June 30, 2026 the University reported liabilities of $669,829,741 and $460,923 for its proportionate shares of the SCRHITF and SCLTDITF net OPEB liabilities, respectively. The University's proportionate share of the SCRHITF liability increased by 0.022677% over the prior year. The University's proportionate share of the SCLTDITF liability increased by 0.068387% from the prior year. At June 30, 2026, the University's proportionate shares of the SCRHITF and SCLTDITF plans were 4.430599% and 2.658041% respectively. For the year ended June 30, 2026, the University recognized OPEB expense of $45,338,497 and $304,208 for the SCRHITF and SCLTDITF plans, respectively.

The Net OPEB Liability (NOL) is calculated separately for each OPEB Trust Fund and represents that particular Trust's Total OPEB Liability (TOL) determined in accordance with GASB Statement No. 74 less that Trust's fiduciary net position. The allocation of each employer's proportionate share of the collective Net OPEB Liability and collective OPEB Expense was determined using the employer's payroll-related contributions over the measurement period. This method is expected to be reflective of the employer's long-term contribution effort as well as be transparent to individual employers and their external auditors.

The following table represents the components of the net OPEB liability as of June 30, 2026:

OPEB Trust	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
SCRHITF	$ 17,049,657,227	$ 1,931,391,247	$ 15,118,265,980	11.33%
SCLTDITF	49,767,853	32,427,147	17,340,706	65.16%

The TOL is calculated by the Trusts' actuary, and each Trust's fiduciary net position is reported in the Trust's financial statements. The NOL is disclosed in accordance with the requirements of GASB Statement No. 74 in the Trusts' notes to the financial statements and required supplementary information. Liability calculations performed by the Trusts' actuary for the purpose of satisfying the requirements of GASB Statement Nos. 74 and 75 and are not applicable for other purposes, such as determining the Trusts' funding requirements.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2026, the University reported deferred outflows of resources and deferred inflows or resources related to OPEB from the following sources.

South Carolina Retiree Health Insurance Trust Fund (SCRHITF)

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
University contributions subsequent to the measurement date	$ 28,422,175	$ —
Net differences between projected and actual earnings on OPEB plan investments	—	729,296
Differences between expected and actual experience	53,494,481	79,274,487
Assumption changes	104,991,691	189,373,696
Change in proportion and differences between University contributions and proportionate share of plan contributions	20,444,724	1,731,585
Total outflows and inflows of resources	**$ 207,353,071**	**$ 271,109,064**

South Carolina Long-Term Disability Insurance Trust Fund (SCLTDITF)

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
University contributions subsequent to the measurement date	$ 204,489	$ —
Net differences between projected and actual earnings on OPEB plan investments	19,936	—
Differences between expected and actual experience	142,982	32,261
Assumption changes	37,164	98,824
Change in proportion and differences between University contributions and proportionate share of plan contributions	13,590	2,229
Total outflows and inflows of resources	**$ 418,161**	**$ 133,314**

The $28,422,175 and $204,489 reported as deferred outflows of resources related to other post-employment benefits resulting from University contributions paid subsequent to the measurement date for the SCRHITF and SCLDITF plans, respectively, during the year ended June 30, 2026 will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2027. The contributions made after the measurement date of the net OPEB liability, but before the end of employer's or governmental non-employer contributing entity's reporting period, will be recognized as a reduction of the net OPEB liability in the subsequent fiscal period rather than in the current fiscal period.

The net amount of deferred outflows of resources and deferred inflows of resources related to retiree health benefits will be amortized as follows for the SCRHITF and SCLTDITF plans, respectively:

Years ended June 30:	SCRHITF	SCLTDITF
2027	$ (14,945,917)	$ 38,146
2028	(32,391,372)	9,055
2029	(43,295,366)	3,708
2030	(2,944,018)	4,611
2031	7,509,172	9,750
2032 and thereafter	(6,110,667)	15,088

Actuarial Assumptions and Methods

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plans (as understood by the employer and plan participants) and include the types of benefits provided at the time the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

Additional information as of the latest actuarial valuation for SCRHITF:

Actuarial Assumptions	SCRHITF
Valuation date:	June 30, 2024 census data; rolled forward to June 30, 2025
Actuarial cost method:	Individual Entry - Age Normal
Inflation:	2.25%
Investment rate of return:	2.75%, net of OPEB Plan investment expense; including inflation
Single discount rate:	5.05% as of June 30, 2025
Demographic assumptions:	Based on the experience study performed for the South Carolina Retirement Systems for the 5-year period ending June 30, 2023
Mortality:	For healthy retirees, the gender-distinct South Carolina Retirees 2020 Mortality Tables are used with multipliers based on plan experience; the rates are projected on a fully generational basis using 80% of the ultimate rates of Scale MP-2020 to account for future mortality improvements.
Healthcare trend rate:	Initial trend starting at 6.80% and gradually decreasing to an ultimate trend rate of 4.25% over a period of 15 years
Aging Factors:	Based on plan specific experience
Retiree participation:	75% for retirees who are eligible for funded premiums 60% participation for retirees who are eligible for Partially Funded Premiums 20% participation for retirees who are eligible for Non-Funded Premiums
Notes:	The discount rate changed from 3.97% as of June 30, 2024 to 5.05% as of June 30, 2025. Additionally, the demographic and salary increase assumptions were updated to reflect the 2024 SCRS experience study, and both the health care trend rates and election assumption rates were updated to reflect the plans' anticipated experience.

Additional information as of the latest actuarial valuation for SCLTDITF:

Actuarial Assumptions	SCLTDITF
Valuation date:	June 30, 2024 census data; rolled forward to June 30, 2025
Actuarial cost method:	Individual Entry - Age Normal
Inflation:	2.25%
Investment rate of return:	3.00%, net of Plan investment expense; including inflation
Single discount rate:	4.41% as of June 30, 2025
Salary, Termination, and Retirement Rates:	Based on the experience study performed for the South Carolina Retirement Systems for the 5-year period ending June 30, 2023
Disability Incidence:	The disability rates used in the valuation are 245% of the rates developed for the South Carolina Retirement Systems pension plans.
Disability Recovery:	For participants in payments, 1987 CGDT Group Disability; for active employees, 60% were assumed to recover after the first year and 93% were assumed to recover after the first two years.
Offsets:	45% are assumed to be eligible for Social Security benefits; assumed percentage who will be eligible for a pension plan offset varies based on employee group
Expenses:	Third party administrative expenses are included in the benefit projections
Notes:	The discount rate changed from 3.68% as of June 30, 2024 to 4.41% as of June 30, 2025. Additionally, the demographic and salary increase assumptions were updated to reflect the 2024 experience study for the SCRS and the disability incidence assumption was updated to reflect anticipated experience.

The actuarial valuations were performed as of June 30, 2024. Update procedures were used to roll forward the total OPEB liability to June 30, 2025.

Long Term Expected Rate of Return

The long-term expected rate of returns represent assumptions developed using an arithmetic building block approach primarily based on consensus expectations and market based inputs. The expected returns, along with the expected inflation rate, form the basis for the target asset allocation adopted at the beginning of the 2018 fiscal year. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentage and adding expected inflation. This information is summarized in the following tables:

South Carolina Retiree Health Insurance Trust Fund

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return	Allocation Weighted Long-Term Expected Real Rate of Return
U.S. Domestic Fixed Income	80.00%	0.95%	0.76%
Cash Equivalents	20.00%	0.35%	0.07%
Total	100.00%		0.83%
Expected Inflation			2.25%
Total Return			3.08%
Investment Return Assumption			2.75%

South Carolina Long-Term Disability Insurance Trust Fund

Asset Class	Target Asset Allocation	Long-Term Expected Real Rate of Return	Allocation Weighted Long-Term Expected Real Rate of Return
U.S. Domestic Fixed Income	80.00%	0.95%	0.76%
Cash Equivalents	20.00%	0.35%	0.07%
Total	100.00%		0.83%
Expected Inflation			2.25%
Total Return			3.08%
Investment Return Assumption			3.00%

Discount Rate

The Single Discount Rate of 5.05% was used to measure the total OPEB liability for the SCRHITF. The accounting policy for this plan is to set the Single Discount Rate equal to the prevailing municipal bond rate. Due to the plan's investment and funding policies, the difference between a blended discount rate and the municipal bond rate would be less than several basis points (several hundredths of one percent).

A Single Discount Rate of 4.41% was used to measure the total OPEB liability for the SCLTDITF. This Single Discount Rate was based on an expected rate of return on plan investments of 3.00% and a municipal bond rate of 5.20%. The projection of cash flows to determine this Single Discount Rate assumed that employer contributions will remain $38.64 per year for each covered active employee. Based on these assumptions, the plan's Fiduciary Net Position and future contributions were sufficient to finance the benefit payments through the year 2034. As a result, the long-term expected rate of return on plan investments was applied to project benefit payments through the year 2034, and the municipal bond rate was applied to all benefit payments after that date.

Sensitivity Analysis

The following table presents the University's proportionate share of the SCRHITF net other postemployment benefits (OPEB) liability calculated using the discount rate of 5.05 percent, as well as what the University's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.05 percent) or 1 percentage point higher (6.05 percent) than the current rate:

Sensitivity of the SCRHITF Net OPEB Liability to Changes in the Discount Rate

1.00% Decrease (4.05%)	Current Discount Rate (5.05%)	1.00% Increase (6.05%)
$784,789,039	$669,829,741	$579,242,992

Regarding the sensitivity of the SCRHITF's net OPEB liability to changes in the healthcare cost trend rates, the following table presents the University's proportionate share of the SCRHITF's net OPEB liability, calculated using the assumed trend rates as well as what the University's proportionate share of the SCRHITF's net OPEB liability would be if were calculated using a trend rate that is one percent lower or one percent higher.

1.00% Decrease	Current Healthcare Cost Trend Rate	1.00% Increase
$560,769,180	$669,829,741	$811,628,646

The following table presents the University's proportionate share of the SCLTDITF net OPEB liability calculated using the discount rate of 4.41 percent, as well as what the University's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.41 percent) or one percentage point higher (5.41 percent) than the current rate:

Sensitivity of the SCLTDITF Net OPEB Liability to Changes in the Discount Rate

1.00% Decrease (3.41%)	Current Discount Rate (4.41%)	1.00% Increase (5.41%)
$513,392	$460,923	$410,926

The SCLTDITF's net OPEB liability is not affected by changes in the healthcare cost trend rates due to the method used to calculate benefit payments. Therefore, the sensitivity to changes in the healthcare cost trend rates have not been calculated.

Additional Financial and Actuarial Information

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the Systems' audited financial statements for the fiscal year ended June 30, 2025 (including the unmodified audit opinion on the financial statements). Additional actuarial information is available in the accounting and financial reporting actuarial valuation as of June 30, 2025.

NOTE 11.
DEFERRED COMPENSATION PLANS

Several optional deferred compensation plans are available to State employees and employers of its political subdivisions. All Clemson University employees may participate in the deferred compensation plans, except those in student employment positions. Certain employees of the University have elected to participate. The multiple-employer plans, created under Internal Revenue Code Sections 457, 401(k), and 403(b), are administered by third parties and are not included in the Annual Comprehensive Financial Report of the State of South Carolina. Compensation deferred under the Section 401(k), 457 and 403(b) plans is placed in trust for the contributing employee. The State has no liability for losses under the plans. Employees may withdraw the current value of their contributions when they terminate State employment, if permitted by the plan. Eligibility rules and penalties may apply. Employees may also withdraw contributions prior to termination if they meet requirements specified by the applicable plan. In accordance with IRS regulations, effective January 1, 2009, Clemson University adopted a 403(b) plan document. Under the plan, loans and financial hardship distributions are permitted. Fifteen years of service catch-up contributions are not permitted.

NOTE 12.
LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2026 was as follows:

Long-Term Liabilities

Description	July 1, 2025	Additions	Reductions	June 30, 2026	Due Within One Year
Bonds, notes, lease and subscription obligations payable:					
General obligation bonds	$ 237,650,000	$ —	$ 16,820,000	$ 220,830,000	$ 17,650,000
State bond anticipation notes	185,350,000	185,540,000	185,350,000	185,540,000	185,540,000
Revenue bonds	333,730,000	173,915,000	52,500,000	455,145,000	10,515,000
Athletic facilities revenue bonds	244,910,000	—	4,775,000	240,135,000	6,350,000
Subtotal bonds payable	1,001,640,000	359,455,000	259,445,000	1,101,650,000	220,055,000
Unamortized revenue bond premium	66,730,876	16,842,845	6,630,450	76,943,270	4,315,237
Total bonds payable	1,068,370,876	376,297,845	266,075,450	1,178,593,270	224,370,237
Leases	17,202,612	3,618,124	4,524,844	16,295,892	2,911,830
Software subscriptions	24,981,610	11,866,001	16,023,985	20,823,626	7,691,980
Notes payable	38,219,825	—	1,665,074	36,554,751	1,864,186
Total bonds, notes, lease and subscriptions obligations payable	1,148,774,923	391,781,970	288,289,353	1,252,267,539	236,838,233
Other liabilities:					
Accrued compensated absences	43,349,000	13,640,776	17,898,776	39,091,000	17,111,642
Funds held for others	977,880	216,932		1,194,812	527,249
Net pension liability	750,994,908		58,155,644	692,839,264	—
Net postemployment benefit liability	711,082,892	—	40,792,229	670,290,663	—
Total other liabilities	1,506,404,680	13,857,708	116,846,649	1,403,415,739	17,638,891
Total long-term liabilities	**$ 2,655,179,603**	**$ 405,639,678**	**$ 405,136,002**	**$ 2,655,683,278**	**$ 254,477,124**

Additional information regarding Bonds Payable is included in Note 6. Additional information regarding Lease Obligations and Software Subscriptions is included in Note 7 and Note 8, respectively. “Funds held for others” represents the federal liability for the Perkins Loan program and longevity incentives for athletic coaches. See Note 5 for additional information.

NOTE 13.
CONSTRUCTION COSTS AND COMMITMENTS

Capitalized Costs and Commitments

The University has obtained, or has plans to obtain, funding for the acquisition, construction, renovation, and equipping of certain facilities which will be capitalized in the applicable capital asset categories upon completion. Management estimates that the University has sufficient resources available, and/or future resources identified, to complete the construction of such projects which are expected to be completed in varying phases over the next 2 or 3 years at an estimated cost of $1,039,142,010. The $1,039,142,010 includes estimated costs of $764,195,823 for capital projects currently in progress plus $272,831,071 estimated costs for other capital projects already in service. Of the total estimated cost, $245,718,740 was unexpended at June 30, 2026. Of the total expended through June 30, 2026, the University has capitalized substantially complete and in use projects in the amount of $249,409,594. Of the unexpended balance the University has remaining commitment balances of $213,710,733 with certain property owners, engineering firms, construction contractors, and vendors related to these projects. Retainage payable on these capitalized projects as of June 30, 2026, was $13,988,016. Capital projects at June 30, 2026, which constitute construction in progress that are to be capitalized when completed, are listed below.

Construction Costs and Commitments

Project	Approximate Cost	Amount Expended
AMIC Construction	$ 130,000,000	$ 148,831
ATU for Health Center, Douthit Expansion, CUFD Expansion	$ 459,300	$ 61,868
Agriculture Service Laboratory Renovation	1,746,090	66,427
BioResearch Sector Utility Expansion	4,100,000	3,131,881
Bryan Mall FF&E	3,694,000	119,074
Bryan Mall High Rise Renovation	155,000,000	50,537,722
C1 Parking Lot (future Student Health Center) Site Preparation	465,000	270,925
Chiller Plants Expansions & Upgrades	30,000,000	25,088,455
College of Veterinary Medicine Construction	273,400,000	207,338,045
CUFD Fire Station Addition	4,800,000	4,035,191
Douthit Hill Expansion	57,500,000	18,621,981
Edisto REC Research Infrastructure Upgrades and Expansion	7,000,000	5,650,132
Hardscramble Pavillion Shelter Construction	300,000	—
Johnstone / Core Campus Demo	16,000,000	13,274,162
Lehotsky Hall Replacement	68,300,000	2,529,819
Lee Hall Plaza	3,050,000	1,005,308
Littlejohn Coliseum and Swann Pavilion Renovation	40,000,000	24,029,723
Littlejohn Renovation FF&E	5,000,000	20,567
Lot C-1 Area Electrical Extension Design	5,000,000	2,544,660
Lot C-1 Area Water/Sewer Extension Design	1,100,000	619,384
Network Upgrade	41,391,292	33,905,505
Pee Dee REC Dargan's Pond Dam	7,451,178	242,437
Poultry Science Research Facility	8,264,564	777,396
PSA Animal Farms Infrastructure	15,466,000	10,449,000
Snow Family Outdoor Fitness & Wellness Area, Field Support Facility	4,008,400	73,040
Williamson Road Parking Garage	79,000,000	25,031,150
	$ 962,495,823	**$ 429,572,683**

The amount expended includes only capitalized project expenses and capitalized interest on construction debt for projects less than substantially complete and not in service at June 30, 2026. No non-capitalized expenditures are included in these totals.

Non-Capitalized Costs and Commitments

At June 30, 2026 the University had in progress other non-capital projects, which are for replacements, repairs, and/or renovations to existing facilities. Estimated costs on these non-capitalized projects total $171,899,278. This amount includes costs incurred to date of $86,109,638 estimated costs to complete of $83,253,478. The University has remaining commitment balances with certain parties related to these projects of $37,817,507. Retainage payable on the non-capitalized projects as of June 30, 2026, was $582,759. The University anticipates funding these projects out of current resources, current and future bond issues, state capital appropriations, private gifts and student fees.

NOTE 14.
RELATED PARTIES

Certain separately chartered legal entities whose activities are related to those of the University exist primarily to provide financial assistance and other support to the University and its educational program.

The activities of these entities are not included in the University's financial statements. However, the University's statements include transactions between the University and its related parties.

In accordance with Governmental Accounting Standards Board (GASB) Codification Sections 2100, Defining the Financial Reporting Entity, and Section 2600, Reporting Entity and Component Unit Presentation and Disclosure, management annually reviews its relationships with the related parties described in this note. The University excluded these related parties from the reporting entity because it is not financially accountable for them.

Following is a more detailed discussion of each of these entities and a summary of significant transactions (if any) between these entities and Clemson University.

Clemson University Research Foundation

The Clemson University Research Foundation (CURF) is separate 501(c)(3) corporation founded exclusively for charitable, educational and scientific purposes. CURF supports the generation and commercialization of intellectual property created from research conducted at Clemson University through sponsored research, business development outreach, technology transfer, marketing, and licensing activities. Collectively, these activities are integrated to achieve the overall mission of CURF, which is "To generate research funding opportunities for Clemson University to support research initiatives that advance University discoveries to create new products and services for public use and benefit". CURF's operations and activities are governed by a Board of Directors.

The University conducts research and development for CURF under performance agreements and is reimbursed for all associated direct and indirect costs. Revenues totaling $889,749 from CURF were recorded by the University in the Statement of Revenues, Expenditures and Changes in Net Position as state grants and contracts. Grants and contracts receivable in the Statement of Net Position include $213,225 due from CURF at June 30, 2026.

The University remitted $290,654 to CURF, per the operating agreement between the two entities, and $109,032 for other service-related expenses. CURF reimbursed the University $43,325 for salaries for time devoted by University employees to CURF.

Clemson Architectural Foundation

The Clemson Architectural Foundation (CAF) is a separately chartered nonprofit corporation established to provide supplemental financial support and other assistance to the architecture, construction science and management, planning and landscape architecture and visual arts programs in the College of Arts and Humanities. CAF's actions are governed by its Board of Trustees. The University's financial statements reflect $855,385 in expenses, primarily to reimburse CAF for administrative, educational, and facilities expenses incurred at the Charles E. Daniel Center for Building Research and Urban Studies in Genoa, Italy, which is owned by CAF.

Clemson Alumni Association

The Clemson Alumni Association is a separately chartered corporation established to serve Clemson University alumni and promote the welfare and future development of the University in its educational, scientific, and programmatic purposes.

The Alumni Association contributed $114,825 to the University, recognized as gifts, to fund administration, engagement, marketing, and events related to the Alumni Association. The Alumni Association also reimbursed the University $45,980 for salaries for time devoted by University employees. The University administers contracts for licensing of class rings and sports apparel. The University remitted $768,411 to the Alumni Association, primarily consisting of licensing royalties, for the fiscal year ended June 30, 2026.

Clemson University Continuing Education and Conference Complex Corporation

The Clemson University Continuing Education and Conference Complex Corporation (Finance Corporation), is a separately chartered corporation established in September 1993, to construct, operate and manage the golf course and hotel components of the Clemson University Continuing Education and Conference Complex. The Finance Corporation's actions are governed by its Board of Directors. The University billed the Finance Corporation $19,894 for salaries for time devoted by University employees to the Finance Corporation.

Clemson University Real Estate Foundation

The Clemson University Real Estate Foundation, Inc., is a separately chartered entity organized to serve as the efficient conduit through which gifts of real estate and property are received and liquidated. The Real Estate Foundation's actions are governed by its Board of Directors. This entity had no material transactions with the University and did not significantly require the time or service of any University employees.

Clemson Athletic Properties Company

The Clemson Athletic Properties Company (CAPCO) is a separately chartered organization founded exclusively for charitable, scientific, eleemosynary, and educational purposes. CAPCO's actions are governed by its Board of Directors. The University's financial statements show $6,000,000 in royalties receivable from the monetization of Clemson trademarks and any similar services to Clemson affiliates by CAPCO at yearend.

NOTE 15.
TRANSACTIONS WITH STATE ENTITIES

The University is granted an annual appropriation for operating purposes, as authorized by the General Assembly of the State of South Carolina. State appropriations are recognized as revenue when received and available. Amounts that are not expended by fiscal year-end lapse and are required to be returned to the General Fund of the State, unless the University receives authorization from the General Assembly to carry the funds over to the next year.

The original appropriation is the University's base budget amount presented in the General Funds column of Sections 14 and 45 of Part IA of the 2025-26 Appropriations Act. The following is a reconciliation of the original appropriation, as enacted by the General Assembly, to state appropriations revenue reported in the financial statements for the fiscal year ended June 30, 2026:

State Appropriations

Description	Educational and General	Public Service	Total
Original appropriation	$ 219,327,137	$ 69,299,715	$ 288,626,852
Allocation for health and dental plan contributions	1,567,001	603,432	2,170,433
Allocation for Recurring Adjustment - Salary & Fringe (COLA)	3,811,383	960,711	4,772,094
Allocation for Education Improvement Act	3,195,000	—	3,195,000
Appropriation allocations from the State Commission on Higher Education:			
For Academic Endowment Match	39,705	—	39,705
For Clemson Agriculture Education Teachers - teacher recruitment	—	2,140,308	2,140,308
Total state appropriations	**$ 227,940,226**	**$ 73,004,166**	**$ 300,944,392**

The University received substantial funding from the Commission on Higher Education ("CHE") for scholarships on behalf of students that are accounted for as operating state grants and contracts. Additional amounts received from CHE are accounted for as both operating and nonoperating revenues, depending upon the requirement of deliverables with a current or potential future economic value. The University also receives State funds from various other State agencies for sponsored research and public service projects. Following is a summary of amounts received from State agencies for scholarships, sponsored research, capital and public service projects for the fiscal year ended June 30, 2026:

Other Amounts Recognized from State Agencies

Description	Operating Revenues	Capital and Endowment Proceeds	Total
Received from the Commission on Higher Education (CHE):			
LIFE Scholarships	$ 37,874,947	$ —	$ 37,874,947
Palmetto Scholarships	29,553,349	—	29,553,349
Need-Based Grants	8,784,925	—	8,784,925
HOPE Scholarships	124,600	—	124,600
Received from the Department of Education - Other	1,358,940	—	1,358,940
Received from various other State agencies	11,831,203	—	11,831,203
Received from agencies outside South Carolina	442,758	—	442,758
Received from PEBA (nonemployer contributions for retiree health care and LTD plans)	105,240	—	105,240
Received from PEBA (nonemployer contributions for pension plans)	2,970,020	—	2,970,020
State appropriated funds for Next Gen Computing Complex	—	40,000,000	40,000,000
State appropriated funds for Pee Dee Rec Dargan's Pond Dam	—	3,000,000	3,000,000
State appropriated funds for FY26 Maintenance, Renovation and Replacement	—	4,000,000	4,000,000
Total other amounts recognized from state agencies	**$ 93,045,982**	**$ 47,000,000**	**$ 140,045,982**

The University provided no significant services free of charge to any State agency during the fiscal year; however, the University did provide computer services and information systems development for a fee to other State agencies during the fiscal year. Total fees received were $31,411,228 comprised of $245,680 in fees for computer services classified as other operating revenues, and $31,165,548 in information and systems development fees classified as sales and services of auxiliary enterprises. The University also collected and remitted $8,805 in pesticide penalties and other fees to the State General Fund.

Services received at no cost from State agencies include maintenance of certain accounting records by the Comptroller General; banking, bond trustee and investment services from the State Treasurer; legal services from the Attorney General; and grants services from the Governor's Office. Other services received at no cost from the various offices of the State Budget and Control Board include pension plan administration, insurance plans administration, audit services, personnel management, assistance in the preparation of the State Budget, review and approval of certain budget amendments, procurement services, and other centralized functions.

The University had financial transactions with various State agencies during the fiscal year. Significant payments were made to divisions of the State Budget and Control Board for pension and insurance plans employee and employer contributions, insurance coverage, office supplies, and interagency mail. Significant payments were also made for unemployment and workers compensation coverage for employees to the Employment Security Commission and State Accident Fund. The amounts of 2026 expenditures applicable to related transactions with state entities are not readily available.

NOTE 16.
RISK MANAGEMENT

The University is exposed to various risks of loss and maintains State or commercial insurance coverage for each of those risks. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. There were no significant reductions in insurance coverage from coverage in the prior year. The costs of settled claims have not exceeded this coverage in any of the past three years. The University pays insurance premiums to certain other State agencies and commercial insurers to cover risks that may occur in normal operations. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy period in accord with insurance policy and benefit program limits.

State management believes it is more economical to manage certain risks internally and set aside assets for claim settlement. Several State funds accumulate assets and the State itself assumes substantially all risks for the following:

(1) Claims of State employees for unemployment compensation benefits (Employment Security Commission);
(2) Claims of covered employees for workers' compensation benefits for job-related illnesses or injuries (State Accident Fund);
(3) Claims of covered public employees for health and dental insurance benefits (Office of Insurance Services); and
(4) Claims of covered public employees for long-term disability and group-life insurance benefits (Office of Insurance Services).

Employees elect health coverage through either a health maintenance organization or through the State's self-insured plan. All of the other coverages listed above are through the applicable State self-insured plan except dependent and optional life premiums are remitted to commercial carriers.

The University and other entities pay premiums to the State's Insurance Reserve Fund (IRF) which issues policies, accumulates assets to cover the risks of loss, and pays claims incurred for covered losses related to the following University assets, activities, and/or events:

(1) Theft of, damage to, or destruction of assets;
(2) Real property, its contents, and other equipment;
(3) Motor vehicles, aircraft, and watercraft (inland marine);
(4) Torts;
(5) Business interruptions;
(6) Natural disasters; and
(7) Medical malpractice claims against covered infirmaries and employees.

The IRF is a self-insurer and purchases reinsurance to obtain certain services and specialized coverage and to limit losses in the areas of property, boiler and machinery, automobile liability, and medical professional liability insurance. Also, the IRF purchases reinsurance for catastrophic property and medical professional liability insurance. Reinsurance permits partial recovery of losses from reinsurers, but the IRF remains primarily liable. The IRF purchases insurance for aircraft and ocean marine coverage. The IRF's rates are determined actuarially.

State agencies and other entities are the primary participants in the State's Health and Disability Insurance Fund and in the IRF.

The University obtains coverage through commercial insurers for employee fidelity bond insurance. All employees are covered for $1,000,000 for Commercial Crime. This coverage includes the following:

(1) Blanket employee dishonesty;
(2) Forgery/alterations;
(3) Theft, disappearance of money and security;
(4) Computer fraud; and
(5) Faithful Performance of duty

In addition, the CU Executive Vice President and Chief Financial Officer are covered for $250,000 under a specific public official bond. CU Manager Cash & Treasury Services, CU Director of Accounting for Related Organizations, President and CEO for Clemson University Foundation, Chief Financial Officer and Treasurer for Clemson University Foundation, Senior Financial Analyst and Project Manager for Clemson University Foundation, CU Director of Student Financial Services, Business Officer for Finance and Administration for CU Foundation and CU Executive Vice President & Chief Financial Officer are each covered under a $2,000,000 bond.

The University has recorded insurance premium expenses and expenses for deductibles in applicable functional expense categories.

The University has not transferred the portion of the risk of loss related to insurance policy deductibles, and policy limits for all coverage to a State or commercial insurer.

The University has not reported an estimated claims loss expenditure or a related liability at June 30, 2026, based on the requirements of GASB Statement No. 10 and No. 30, which state that a liability for claims must be reported only if information prior to issuance of the financial statements indicates that it is probable that an asset has been impaired or a liability has been incurred on or before June 30, 2026, and the amount of the loss is reasonably estimable.

In management's opinion, claims losses in excess of insurance coverage are unlikely and, if incurred, would be insignificant to the University's financial position. Furthermore, there is no evidence of asset impairment or other information to indicate that a loss expenditure and liability should be recorded at year-end. Therefore no loss accrual has been recorded.

Enterprise Risk Management Statement

Clemson University defines Enterprise Risk Management (ERM) as a process-driven tool that enables visualization, assessment, and management of significant risks that may adversely impact the attainment of key organizational objectives and to maximize opportunities for enhancement in all Clemson University activities.

It is the responsibility of the President to lead and cultivate a culture of awareness to identify, assess, and manage risks using the ERM process. It is the responsibility of the Board members, institutional leaders, faculty, staff and students to identify, analyze, evaluate, respond, monitor and communicate risks associated with any activity, function or process within their relevant scope of responsibility and authority.

Risk, when appropriately identified and managed, is a part of regular business activities. However, in certain cases there are types of risks which may not be acceptable, such as:

(1) Willful exposure of students, employees, or others to hazardous environments or activities;
(2) Intentional violation of laws;
(3) Waste, fraud, and abuse: or,
(4) Unethical behavior

Clemson's approach to risk management is to minimize the effects of compliance, financial, operational, reputational, and strategic risks, while accepting a reasonable degree of managed risk in pursuit of its mission and objectives. Clemson recognizes that risk varies according to the activity undertaken, and that acceptance of risk is always subject to ensuring potential benefits and risks are fully understood, and that prudent measures to mitigate risk are established.

NOTE 17.
CONTINGENCIES AND LITIGATION

The University is involved in a number of legal proceedings and claims with various parties which arose in the normal course of business and cover a wide range of matters. Because, in the opinion of management and counsel, the risk of material loss in excess of insurance coverage for these items is remote, the outcome of the legal proceedings and claims is not expected to have a material effect on the financial position of the University. Therefore, an estimated liability has not been recorded.

The various federal programs administered by the University for fiscal year 2026 and prior years are subject to examination by the federal grantor agencies. At the present time, amounts, if any, which may be due federal grantors have not been determined but the University believes that any such amounts in the aggregate would not have a material adverse effect on the financial position of the University. Therefore, an estimated loss has not been recorded.

NOTE 18.
DONOR-RESTRICTED ENDOWMENTS

If a donor has not provided specific instructions, state law permits the Board of Trustees to authorize for expense the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is spent is required to be spent for the purposes for which the endowment was established.

Clemson University delegated responsibility for endowment management, including spending policy, to the Clemson University Foundation Board of Trustees. In accordance with the spending policy which is established by the Clemson University Foundation Board, endowment-derived program expenses are based on a percentage of an endowment's rolling 12 quarter average. For fiscal year 2026, this rate was 4.0%. At June 30, 2026, net appreciation gains of $38,159,806 were recorded and reported in the Statement of Net Position as unrestricted.

NOTE 19.
DETAILS OF RESTRICTED ASSETS

The purposes and amounts of Restricted Assets are as follows:

Details of Restricted Assets

Description		Amount
Current:		
Cash and cash equivalents:		
As specified by sponsors/donors	$	20,954,996
University administered loans		621,742
Payment of maturing debt		85,494,443
Unspent bond proceeds		116,743,948
Amounts restricted for capital projects		428,957,422
Funds held for others		(1,718,165)
Total current restricted assets	**$**	**651,054,386**
Noncurrent:		
Cash and cash equivalents:		
Endowments	$	64,432
Federal Perkins Loan Program		1,870,250
Total noncurrent restricted cash and cash equivalents	**$**	**1,934,682**
Student Loans Receivable:		
Total Federal Perkins Loan Program	**$**	**537,397**

NOTE 20.
COMPONENT UNITS

Clemson University Foundation

The Clemson University Foundation (CUF) is a separately chartered corporation organized exclusively to promote the development and welfare of Clemson University in its educational and scientific purposes.

As discussed in Note 1, CUF has been included in the reporting entity as a component unit. Because CUF is deemed not to be a governmental entity and uses a different reporting model, its balances and transactions are reported on separate financial statements.

CUF transfers funds earmarked from private contributions to the University to support University scholarship, fellowship, professorship, and research programs and to reimburse the University for purchases made by CUF through the University's procurement system. These transfers for fiscal year 2026 were recorded by the University as operating gift revenues totaling $41,073,535.

Equipment donated by CUF to the University totaled $27,541 and was recorded as capital grants and gifts in the Statement of Revenues, Expenses and Changes in Net Position. Also recorded as capital grants and gifts upon receipt were CUF donations totaling $3,598,763 for University building projects. As of June 30, 2026, unexpended funds held by CUF designated for University building projects totaled $3,524,320.

As referenced in Note 3, a 1999 amendment to the South Carolina Code of Laws allowed state-supported universities to lend endowment balances on deposit with the State Treasurer to entities (like CUF) whose existence is primarily providing financial assistance and other support to the institution and its educational program. At fiscal year end, the amount loaned, including income and appreciation, totaled $326,753,334. Current year gains and appreciation on the loan totaled $45,159,806.

CUF charges an annual fee for managing the University's owned endowments. For the fiscal year ending June 30, 2026, this fee was 1.25% of the 12 quarter market value average of these University owned funds or $3,834,201. At fiscal year-end, $758,788 was due to CUF and recorded in accounts payable. The management fee is included in the current year income, gains and appreciation recorded on the CUF loan.

Endowment funds, including those owned by the University, are invested as a part of the overall investment portfolio managed by CUF. A unitized approach is taken in allocating pooled investment income and realized and unrealized gains and losses, net of external management and other fees, to individual endowment funds. Real estate investments are stated primarily at the current appraised value.

CUF investment income, net of external and internal management expenses and fees, and gains and losses arising from the sale or other disposition of investments and other noncash assets is distributed to the various endowments using a pooled income approach. This approach distributes income following the market value unit method, which is based on the number of units each fund owns in the managed investment pool.

CUF Endowment and board-designated funds are invested on the basis of a total return policy to provide income and to realize appreciation in investment values. Under this policy, earnings, not to exceed a specified percentage, could be used to support the intended purposes. Any such earnings used to support the intended purposes are allocated only from those funds which have a market value in excess of historical value.

A summary of investments at fair value at June 30, 2026 follows:

Investments

Description	Amount
Money market	$ 1,690,048
Treasury/Agency	20,135,325
Mortgage backed securities	8,460,141
Corporate bonds	4,430,127
International bonds	342,058
US equities	104,254,285
Global equities	50,480,967
Commodities	9,388,903
Hedge funds	41,858,453
Private equity	55,650,144
Public real assets	90,006
Private real assets	7,326,421
Other	2,646,457
Subtotal - marketable investments	306,753,335
Subordinated note receivable from Clemson University Real Estate Foundation, Inc.	20,000,000
Total Investments	**$ 326,753,335**

Clemson University Land Stewardship Foundation

The Clemson University Land Stewardship Foundation (CULSF) is a separately chartered corporation established to serve the needs of Clemson University in the management, development, and investment of real property and related assets. CULSF's activities are governed by its Board of Directors.

As discussed in Note 1, CULSF has been included in the reporting entity as a component unit. Because CULSF is deemed not to be a governmental entity and uses a different reporting model, its balances and transactions are reported on separate financial statements.

The University leases and utilizes several facilities owned and operated by CULSF. In October 2012, the University entered into a lease with CULSF for space in the Greenville One Building in downtown Greenville. For the fiscal year ended June 30, 2026, $196,017 was paid by the University to CULSF for common area maintenance costs and $2,304,630 for leases and operating expenses at the CU-ICAR campus and Greenville One building.

CULSF reimbursed the University $323,887 for salaries for time devoted by University employees to CULSF, management services, and other operating expenses.

IPTAY

IPTAY is a separately chartered corporation established exclusively to support University athletics. IPTAY's activities are governed by its Board of Directors.

As discussed in Note 1, IPTAY has been included in the reporting entity as a component unit. Because IPTAY is deemed not to be a governmental entity and uses a different reporting model, its balances and transactions are reported on separate financial statements.

In the fiscal year beginning July 1, 2014, IPTAY began operating as an independent entity. Previously, although recognized as a tax-exempt organization by the Internal Revenue Service, all IPTAY receipts were deposited through the University into State Treasurer bank accounts and related disbursements were also made from these accounts. During the fiscal year ended June 30, 2026, IPTAY contributed $67,633,956 to the University for qualifying athletic scholarships, operating expenses, capital project funding, and debt service obligations.

At June 30, 2026, the Statement of Net Position includes accounts receivable from IPTAY of $11,182,488.

NOTE 21.
OPERATING EXPENSES BY FUNCTION

Operating expenses by functional classification for the year ended June 30, 2026 are summarized as follows:

Operating Expenses by Function

Description	Salaries and Wages	Fringe Benefits	Services and Supplies	Utilities	Scholarships and Fellowships	Depreciation and Amortization	Refunds to Grantors	Facilities and Administrative Remittances	Total
Instruction	$ 232,447,281	$ 76,776,367	$ 42,975,328	$ 1,758,845	$ 1,163,611	$ —	$ —	$ —	$ 355,121,432
Research	147,186,409	48,671,389	82,251,081	2,295,579	1,299,080	—	380,043	—	282,083,581
Public Service	51,031,217	22,557,257	27,272,693	1,578,427	7,100	—	—	319,841	102,766,535
Academic Support	51,250,036	30,943,033	14,396,055	630,260	107,639	—	—	—	97,327,023
Student Services	25,570,968	10,762,388	18,250,095	399,573	124,500	—	—	—	55,107,524
Institutional Support	58,061,893	27,649,036	19,040,133	444,718	108,816	—	—	—	105,304,596
Operation and Maintenance of Plant	24,209,930	14,889,723	49,627,901	10,667,846	—	—	—	—	99,395,400
Scholarships and Fellowships	69,200	6,091	168,844	—	41,648,956	—	—	—	41,893,091
Auxiliary Enterprises	72,976,792	22,380,504	169,915,803	11,008,790	—	—	—	—	276,281,889
Depreciation and Amortization	—	—	—	—	—	113,820,963	—	—	113,820,963
Pension and OPEB	—	(15,918,419)	—	—	—	—	—	—	(15,918,419)
Total Operating Expenses by Function	**$ 662,803,726**	**$ 238,717,369**	**$ 423,897,933**	**$ 28,784,038**	**$ 44,459,702**	**$ 113,820,963**	**$ 380,043**	**$ 319,841**	**$1,513,183,615**

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE UNIVERSITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

South Carolina Retirement System (SCRS)

For the Year	University's Proportionate Share of the Net Pension Liability	University's Proportionate Share of the Net Pension Liability	University's Covered Payroll During the Measurement Period	University's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2026	3.156765%	$ 682,144,370	$ 538,377,036	126.70%	66.20%
2025	3.152738%	739,326,931	501,094,284	147.54%	61.80%
2024	3.021493%	730,519,591	447,884,331	163.10%	58.60%
2023	2.947068%	714,432,799	413,909,076	172.61%	57.10%
2022	2.941342%	636,543,931	398,868,041	159.59%	60.70%
2021	2.945896%	752,728,463	391,028,661	192.50%	50.70%
2020	2.902484%	662,757,449	368,957,711	179.63%	54.40%
2019	2.814404%	630,618,329	353,863,380	178.21%	54.10%
2018	2.706197%	609,208,463	342,899,971	177.66%	53.30%
2017	2.649480%	565,925,017	323,787,717	174.78%	52.90%

Police Officers Retirement System (PORS)

For the Year	University's Proportionate Share of the Net Pension Liability	University's Proportionate Share of the Net Pension Liability	University's Covered Payroll During the Measurement Period	University's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2026	0.386753%	$ 10,694,893	$ 8,120,490	131.70%	74.50%
2025	0.388960%	11,667,977	7,672,595	152.07%	70.50%
2024	0.381379%	11,609,543	6,686,070	173.64%	67.80%
2023	0.383493%	11,500,882	6,068,766	189.51%	66.40%
2022	0.371610%	9,561,207	5,596,490	170.84%	70.40%
2021	0.370220%	12,277,294	5,602,769	219.13%	58.80%
2020	0.33347%	9,556,980	4,828,640	197.92%	62.70%
2019	0.29033%	8,226,555	4,026,706	204.30%	61.70%
2018	0.29435%	8,063,788	3,963,883	203.43%	60.90%
2017	0.28558%	7,243,538	3,640,094	198.99%	60.40%

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF UNIVERSITY CONTRIBUTIONS TO PENSION PLANS

South Carolina Retirement System (SCRS)

For the Year	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (excess)	University's Covered Payroll	Contributions as a Percentage of Covered Payroll
2026	$ 84,868,921	$ 84,868,921	$ —	$ 550,176,535	15.43%
2025	83,207,651	83,207,651	—	538,377,036	15.46%
2024	77,490,328	77,490,328	—	501,094,284	15.46%
2023	64,153,961	64,153,961	—	447,884,331	14.32%
2022	55,178,647	55,178,647	—	413,909,076	13.33%
2021	48,649,289	48,649,289	—	398,868,041	12.20%
2020	48,191,395	48,191,395	—	391,028,661	12.32%
2019	41,685,052	41,685,052	—	368,957,711	11.30%
2018	36,234,136	36,234,136	—	353,863,380	10.24%
2017	31,566,642	31,566,642	—	342,899,971	9.21%

Police Officers Retirement System (PORS)

For the Year	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (excess)	University's Covered Payroll	Contributions as a Percentage of Covered Payroll
2026	$ 1,784,952	$ 1,784,952	$ —	$ 8,396,253	21.26%
2025	1,687,590	1,687,590	—	8,120,490	20.78%
2024	1,591,149	1,591,149	—	7,672,595	20.74%
2023	1,315,829	1,315,829	—	6,686,070	19.68%
2022	1,130,273	1,130,273	—	6,068,766	18.62%
2021	1,331,211	1,331,211	—	5,596,490	23.79%
2020	982,682	982,682	—	5,602,769	17.54%
2019	1,087,404	1,087,404	—	4,828,640	22.52%
2018	614,762	614,762	—	4,026,706	15.27%
2017	564,457	564,457	—	3,963,883	14.24%

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE UNIVERSITY'S PROPORTIONATE SHARE OF THE NET RETIREE HEALTH BENEFITS LIABILITY

South Carolina Retiree Health Care Plan

For the Year	University's Proportionate Share of the Net Retiree Health Benefits Liability	University's Proportionate Share of the Net Retiree Health Benefits Liability	University's Covered Payroll During the Measurement Period	University's Proportionate Share of the Net Retiree Health Benefits Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Retiree Health Benefit Liability
2026	4.430599%	$ 669,829,741	$ 546,497,526	122.57%	11.33%
2025	4.407922%	710,636,461	508,766,879	139.68%	9.91%
2024	4.317048%	565,165,745	454,570,401	124.33%	11.24%
2023	4.272853%	649,979,613	419,977,842	154.77%	9.64%
2022	4.264744%	888,055,362	404,464,531	219.56%	7.48%
2021	4.302870%	776,730,275	396,631,430	195.83%	8.39%
2020	4.273880%	646,275,814	373,786,351	172.90%	8.44%
2019	4.150069%	588,089,053	357,890,086	164.32%	7.91%
2018	4.113249%	557,132,840	346,863,854	160.62%	7.60%

South Carolina Basic Long-Term Disability Plan

For the Year	University's Proportionate Share of the Net Retiree Health Benefits Liability	University's Proportionate Share of the Net Retiree Health Benefits Liability	University's Covered Payroll During the Measurement Period*	University's Proportionate Share of the Net Retiree Health Benefits Liability as a Percentage of its Covered Payroll*	Plan Fiduciary Net Position as a Percentage of the Total Retiree Health Benefit Liability
2026	2.658041%	$ 460,923	N/A	N/A	65.16%
2025	2.589654%	446,431	N/A	N/A	64.93%
2024	2.503754%	383,352	N/A	N/A	68.01%
2023	2.489910%	288,468	N/A	N/A	75.04%
2022	2.493876%	79,248	N/A	N/A	92.84%
2021	2.496725%	7,570	N/A	N/A	99.29%
2020	2.483323%	48,878	N/A	N/A	95.17%
2019	2.418150%	74,025	N/A	N/A	92.20%
2018	2.377844%	43,110	N/A	N/A	95.29%

*Because contributions to the LTD plan are not based on a measure of pay, no measure of payroll should be presented (see paragraph 13 of GASB 85).

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF UNIVERSITY CONTRIBUTIONS TO RETIREE HEALTH BENEFIT PLANS

South Carolina Retiree Health Care Plan					
For the Year	Contractually Required Contributions	Contributions Recognized by the Plan	Contribution Deficiency (excess)	University's Covered Payroll	Contributions as a Percentage of Covered Payroll
2026	$ 28,422,175	$ 28,422,175	$ —	$ 558,572,788	5.09%
2025	29,934,036	29,934,036	—	546,497,526	5.48%
2024	32,446,613	32,446,613	—	508,766,879	6.38%
2023	28,447,127	28,447,127	—	454,570,401	6.26%
2022	26,386,837	26,386,837	—	419,977,842	6.28%
2021	25,279,033	25,279,033	—	404,464,531	6.25%
2020	24,789,464	24,789,464	—	396,631,430	6.25%
2019	22,614,074	22,614,074	—	373,786,351	6.05%
2018	19,241,272	19,241,272	—	357,890,086	5.38%
2017	16,929,079	16,929,079	—	346,863,854	4.88%

South Carolina Basic Long-Term Disability Plan					
For the Year	Contractually Required Contributions	Contributions Recognized by the Plan	Contribution Deficiency (excess)	University's Covered Payroll*	Contributions as a Percentage of Covered Payroll*
2026	$204,489	$204,489	$—	N/A	N/A
2025	205,372	205,372	—	N/A	N/A
2024	195,052	195,052	—	N/A	N/A
2023	182,017	182,017	—	N/A	N/A
2022	178,023	178,023	—	N/A	N/A
2021	176,082	176,082	—	N/A	N/A
2020	176,543	176,543	—	N/A	N/A
2019	178,729	178,729	—	N/A	N/A
2018	169,114	169,114	—	N/A	N/A
2017	167,768	172,122	(4,354)	N/A	N/A

*Because contributions to the LTD plan are not based on a measure of pay, no measure of payroll should be presented (see paragraph 13 of GASB 85).



Statistical Section

(unaudited)

Statistical Section

This section of the Annual Comprehensive Financial Report provides additional information as a context for understanding what the information in the financial statements and note disclosures says about the University's and the State of South Carolina's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the University's financial performance and well-being have changed over time.	**92**
Debt Capacity These schedules present information to help the reader assess the affordability of the University's current levels of outstanding debt and the University's ability to issue additional debt in the future.	**98**
Operating Information These schedules contain service and capital asset data to help the reader understand how the information in the University's financial report relates to the services the University provides and the activities it performs.	**101**
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the University's and the State's financial activities take place.	**102**

SCHEDULE OF REVENUES BY SOURCE

	For the Year Ended June 30, *(amounts expressed in thousands)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Student tuition and fees (net of scholarship allowances)	$ 612,665	$ 582,682	$ 571,963	$ 566,608	$ 511,455	$ 478,014	$ 466,846	$ 425,219	$ 397,740	$ 364,126
Federal grants and contracts	171,359	205,048	187,768	153,456	140,260	101,160	95,749	90,469	83,570	81,924
State grants and contracts	93,046	107,698	90,002	85,875	82,659	87,704	85,256	78,533	68,444	62,055
Local grants and contracts	3,837	2,220	1,701	2,231	2,161	1,151	1,156	968	776	1,772
Nongovernmental grants and contracts	11,659	13,058	11,002	12,894	9,159	11,812	11,733	12,289	11,447	11,616
Sales and services of educational and other activities	27,996	27,179	26,466	26,041	24,753	18,348	18,317	22,587	22,193	21,303
Sales and services of auxiliary enterprises (net of scholarship allowances)	270,113	261,555	234,849	218,874	201,843	140,234	180,667	189,684	161,667	169,527
Federal appropriations	13,157	—	—	—	—	—	—	—	—	—
Gifts and grants	122,000	—	—	—	—	—	—	—	—	—
Other operating revenues	47,218	42,217	42,418	42,089	34,736	29,413	38,398	40,605	38,648	34,037
Total operating revenues	1,373,050	1,241,657	1,166,169	1,108,067	1,007,027	867,835	898,122	860,354	784,485	746,360
State appropriations	300,944	—	—	—	—	—	—	—	—	—
Federal student aid	1,611	—	—	—	—	—	—	—	—	—
Donor-funded scholarships	12,810	—	—	—	—	—	—	—	—	—
Total noncapital subsidies	315,365	—	—	—	—	—	—	—	—	—
Interest income (loss)	23,289	39,488	32,270	9,551	(25,681)	6	16,805	18,080	2,397	3,700
Endowment income (loss)	43,867	24,851	25,178	14,353	(4,395)	59,597	1,900	9,829	15,669	19,955
Proceeds from the sale of capital assets	187	(64)	918	202	14,775	125	114	1,283	189	1,397
State capital appropriations	47,000	—	—	—	—	—	—	—	—	—
Capital grants and gifts	9,953	—	—	—	—	—	—	—	—	—
Additions to permanent endowments	989	—	—	—	—	—	—	—	—	—
State appropriations	—	272,253	240,691	180,211	156,830	143,174	144,251	136,487	123,914	119,309
Federal appropriations	—	12,771	12,310	12,845	12,471	13,016	13,126	11,115	11,208	12,240
Gifts and grants	—	112,871	142,388	155,597	129,364	181,437	102,743	94,905	85,056	67,552
Other nonoperating revenues	—	338	339	118	248	322	500	4,665	2,150	330
Total other nonoperating revenues	125,284	462,508	454,094	372,876	283,611	397,677	279,439	276,364	240,583	224,483
Total revenues	**$1,813,699**	**$1,704,165**	**$1,620,263**	**$1,480,943**	**$1,290,638**	**$1,265,512**	**$1,177,561**	**$1,136,718**	**$1,025,068**	**$ 970,843**

	For the Year Ended June 30, *(percent of total revenues)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Student tuition and fees (net of scholarship allowances)	33.8 %	34.2 %	35.3 %	38.3 %	39.6 %	37.8 %	39.6 %	37.4 %	38.8 %	37.5 %
Federal grants and contracts	9.4 %	12.0 %	11.6 %	10.4 %	10.9 %	8.0 %	8.1 %	8.0 %	8.2 %	8.4 %
State grants and contracts	5.1 %	6.3 %	5.6 %	5.8 %	6.4 %	6.9 %	7.2 %	6.9 %	6.7 %	6.4 %
Local grants and contracts	0.2 %	0.1 %	0.1 %	0.2 %	0.2 %	0.1 %	0.1 %	0.1 %	0.1 %	0.2 %
Nongovernmental grants and contracts	0.6 %	0.8 %	0.7 %	0.9 %	0.7 %	0.9 %	1.0 %	1.1 %	1.1 %	1.2 %
Sales and services of educational and other activities	1.5 %	1.6 %	1.6 %	1.8 %	1.9 %	1.4 %	1.6 %	2.0 %	2.2 %	2.2 %
Sales and services of auxiliary enterprises (net of scholarship allowances)	14.9 %	15.3 %	14.5 %	14.8 %	15.6 %	11.1 %	15.3 %	16.7 %	15.8 %	17.5 %
Federal appropriations	0.7 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Gifts and grants	6.7 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Other operating revenues	2.6 %	2.5 %	2.6 %	2.8 %	2.7 %	2.3 %	3.3 %	3.6 %	3.8 %	3.5 %
Total operating revenues	75.7 %	72.9 %	72.0 %	74.8 %	78.0 %	68.6 %	76.3 %	75.7 %	76.5 %	76.9 %
State appropriations	16.6 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Federal student aid	0.1 %	0.0 %	— %	— %	— %	— %	— %	— %	— %	— %
Donor-funded scholarships	0.7 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Total noncapital subsidies	17.4 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Interest income (loss)	1.3 %	2.3 %	2.0 %	0.6 %	(2.0)%	0.0 %	1.4 %	1.6 %	0.2 %	0.4 %
Endowment income (loss)	2.4 %	1.5 %	1.6 %	1.0 %	(0.3)%	4.7 %	0.2 %	0.9 %	1.5 %	2.1 %
Proceeds from the sale of capital assets	— %	— %	0.1 %	— %	1.1 %	— %	— %	0.1 %	— %	0.1 %
State capital appropriations	2.6 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Capital grants and gifts	0.5 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Additions to permanent endowments	0.1 %	— %	— %	— %	— %	— %	— %	— %	— %	— %
State appropriations	— %	16.0 %	14.9 %	12.2 %	12.2 %	11.3 %	12.2 %	12.0 %	12.1 %	12.3 %
Federal appropriations	— %	0.7 %	0.8 %	0.9 %	1.0 %	1.0 %	1.1 %	1.0 %	1.1 %	1.3 %
Gifts and grants	— %	6.6 %	8.8 %	10.5 %	10.0 %	14.3 %	8.7 %	8.3 %	8.3 %	7.0 %
Other nonoperating revenues	— %	— %	— %	— %	— %	— %	— %	0.4 %	0.2 %	— %
Total other nonoperating revenues	6.9 %	27.1 %	28.0 %	25.2 %	22.0 %	31.4 %	23.7 %	24.3 %	23.5 %	23.1 %
Total revenues	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**

Source: Clemson University Annual Comprehensive Financial Reports.

SCHEDULE OF EXPENSES BY USE

	For the Year ended June 30, *(amounts expressed in thousands)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Compensation and employee benefits	$ 901,521	$ 910,458	$ 804,219	$ 750,532	$ 719,502	$ 743,857	$ 709,455	$ 632,151	$ 617,355	$ 556,537
Services and supplies	423,898	428,276	419,099	394,159	344,453	275,874	316,186	319,566	278,228	265,758
Utilities	28,784	27,679	28,858	25,626	22,719	19,217	16,656	20,548	20,593	19,730
Depreciation	113,821	109,158	93,989	88,857	72,352	68,024	66,648	59,346	57,491	51,759
Scholarships and fellowships	44,460	43,619	43,739	40,202	42,609	42,112	47,700	33,579	30,668	27,269
Refunds to grantors	380	—	—	—	—	—	—	—	—	—
Facilities and administrative remittances to the State	320	—	—	—	—	—	—	—	—	—
Total operating expenses	1,513,184	1,519,190	1,389,904	1,299,376	1,201,635	1,149,084	1,156,645	1,065,190	1,004,335	921,053
Interest on capital asset related debt	36,159	32,993	30,714	27,159	21,270	21,596	22,523	23,416	22,056	21,471
Loss (gain) on disposal of capital assets	620	1,930	3,182	675	1,648	322	1,655	1,540	826	1,965
Refunds to grantors	—	1,039	672	1,088	538	513	491	499	90	120
Facilities and administrative remittances to the State	—	354	451	478	287	292	269	280	252	317
Total nonoperating expenses	36,779	36,316	35,019	29,400	23,743	22,724	24,938	25,735	23,224	23,873
Total expenses	**$1,549,963**	**$1,555,506**	**$1,424,923**	**$1,328,776**	**$1,225,378**	**$1,171,808**	**$1,181,583**	**$1,090,925**	**$1,027,559**	**$ 944,926**

	For the Year Ended June 30, *(percent of total expenses)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Compensation and employee benefits	58.3 %	58.6 %	56.4 %	56.5 %	58.7 %	63.7 %	60.1 %	58.1 %	60.1 %	58.9 %
Services and supplies	27.3 %	27.5 %	29.4 %	29.7 %	28.1 %	23.5 %	26.8 %	29.3 %	27.1 %	28.1 %
Utilities	1.9 %	1.8 %	2.0 %	1.9 %	1.9 %	1.6 %	1.4 %	1.9 %	2.0 %	2.1 %
Depreciation	7.3 %	7.0 %	6.6 %	6.7 %	5.9 %	5.8 %	5.7 %	5.4 %	5.6 %	5.5 %
Scholarships and fellowships	2.9 %	2.8 %	3.1 %	3.0 %	3.5 %	3.6 %	4.0 %	3.1 %	3.0 %	2.9 %
Refunds to grantors	— %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Facilities and administrative remittances to the State	— %	— %	— %	— %	— %	— %	— %	— %	— %	— %
Total operating expenses	97.7 %	97.7 %	97.5 %	97.8 %	98.1 %	98.2 %	98.0 %	97.8 %	97.8 %	97.5 %
Interest on capital asset related debt	2.3 %	2.1 %	2.2 %	2.0 %	1.8 %	1.8 %	1.9 %	2.1 %	2.1 %	2.3 %
Loss (gain) on disposal of capital assets	— %	0.1 %	0.2 %	0.1 %	0.1 %	— %	0.1 %	0.1 %	0.1 %	0.2 %
Refunds to grantors	— %	0.1 %	0.1 %	0.1 %	— %	— %	— %	— %	— %	— %
Facilities and administrative remittances to the State	0.0 %	0.0 %	— %	— %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Total nonoperating expenses	2.3 %	2.3 %	2.5 %	2.2 %	1.9 %	1.8 %	2.0 %	2.2 %	2.2 %	2.5 %
Total expenses	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**

Source: Clemson University Annual Comprehensive Financial Reports.

SCHEDULE OF EXPENSES BY FUNCTION

	For the Year Ended June 30, *(amounts expressed in thousands)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Expenses:										
Instruction	$ 355,121	$ 354,535	$ 341,933	$ 309,553	$ 282,864	$ 269,269	$ 282,039	$ 270,130	$ 253,820	$ 238,535
Research	282,084	289,309	259,824	226,686	206,771	190,763	188,154	177,050	164,054	153,423
Public service	102,767	101,592	102,348	90,837	78,935	72,124	71,456	70,608	68,831	66,924
Academic support	97,327	90,366	66,842	77,137	71,531	71,209	73,424	62,996	58,640	51,740
Student services	55,108	53,897	57,389	49,929	50,249	58,691	47,265	46,942	43,468	39,686
Institutional support	105,305	110,888	100,576	80,465	60,171	60,850	59,972	49,459	46,434	40,112
Operation and maintenance of plant	99,395	95,605	104,027	92,736	84,922	65,274	78,212	69,346	73,406	67,762
Scholarships and fellowships	41,893	40,581	38,534	37,303	40,175	40,024	45,950	31,306	28,461	25,467
Auxiliary enterprises	276,282	255,508	233,554	225,602	194,287	163,959	182,774	188,064	168,030	164,425
Depreciation and amortization	113,821	109,158	93,990	88,857	72,352	68,024	66,648	59,346	57,491	51,759
Pension and OPEB	(15,918)	17,750	(9,113)	20,272	59,378	88,897	60,751	39,942	41,700	21,220
Interest on capital debt	36,159	32,993	30,714	27,159	21,270	21,596	22,523	23,417	22,056	21,471
Loss on disposal of capital assets	620	1,930	3,182	675	1,648	322	1,655	1,540	826	1,965
Refunds to grantors		1,039	672	1,088	538	514	491	499	90	120
Facilities and administrative remittances to the State		354	451	478	287	292	269	280	252	317
Total expenses	**$1,549,963**	**$1,555,505**	**$1,424,923**	**$1,328,776**	**$1,225,378**	**$1,171,808**	**$1,181,583**	**$1,090,925**	**$1,027,559**	**$ 944,926**

NOTE: Fiscal years 2017-2019 were restated to show pension and OPEB expense as a separate line instead of allocating across the various functions.

	For the Year Ended June 30, *(percent of total expenses)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Expenses:										
Instruction	22.9 %	22.8 %	24.0 %	23.1 %	23.0 %	23.9 %	24.8 %	24.7 %	25.2 %	25.6 %
Research	18.2 %	18.6 %	18.2 %	16.9 %	16.3 %	15.9 %	16.2 %	16.0 %	16.2 %	16.1 %
Public service	6.6 %	6.5 %	7.2 %	6.4 %	6.2 %	6.0 %	6.5 %	6.7 %	7.1 %	7.2 %
Academic support	6.3 %	5.8 %	4.7 %	5.8 %	6.1 %	6.2 %	5.8 %	5.7 %	5.5 %	5.1 %
Student services	3.6 %	3.5 %	4.0 %	4.1 %	5.0 %	4.0 %	4.3 %	4.2 %	4.2 %	4.0 %
Institutional support	6.8 %	7.1 %	7.1 %	4.9 %	5.2 %	5.1 %	4.5 %	4.5 %	4.2 %	4.3 %
Operation and maintenance of plant	6.4 %	6.1 %	7.3 %	6.9 %	5.6 %	6.6 %	6.4 %	7.1 %	7.2 %	7.9 %
Scholarships and fellowships	2.7 %	2.6 %	2.7 %	3.3 %	3.4 %	3.9 %	2.9 %	2.8 %	2.7 %	2.9 %
Auxiliary enterprises	17.8 %	16.4 %	16.4 %	15.9 %	14.0 %	15.5 %	17.2 %	16.4 %	17.4 %	18.1 %
Depreciation and amortization	7.3 %	7.0 %	6.6 %	5.9 %	5.8 %	5.6 %	5.4 %	5.6 %	5.5 %	5.6 %
Pension and OPEB	(1.0) %	1.1 %	(0.6) %	4.8 %	7.6 %	5.1 %	3.7 %	4.1 %	2.2 %	1.2 %
Interest on capital debt	2.3 %	2.1 %	2.2 %	1.7 %	1.8 %	1.9 %	2.1 %	2.1 %	2.3 %	1.9 %
(Gain) loss on disposal of capital assets	0.0 %	0.1 %	0.2 %	0.1 %	0.0 %	0.1 %	0.1 %	0.1 %	0.2 %	0.0 %
Refunds to grantors	0.0 %	0.1 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Facilities and administrative remittances to State	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.1 %
Total expenses	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**	**100.0 %**

Source: Clemson University Annual Comprehensive Financial Reports.

SCHEDULE OF NET POSITION AND CHANGES IN NET POSITION

	For the Fiscal Year *(amounts expressed in thousands)*									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Total revenues (from Schedule of Revenues by Source)	$ 1,498,334	$ 1,704,165	$ 1,620,263	$ 1,480,943	$ 1,290,638	$ 1,265,512	$ 1,177,561	$ 1,136,718	$ 1,025,068	$ 970,843
Total expenses (from Schedule of Expenses by Use and Function)	$(1,549,963)	$(1,555,506)	$(1,424,923)	$(1,328,776)	$(1,225,378)	$(1,171,808)	$(1,181,583)	$(1,090,925)	$(1,027,559)	$ (944,926)
Total noncapital subsidies (from Schedule of Revenues by Source)	315,365	—	—	—	—	—	—	—	—	—
Income (loss) before other revenues, expenses, gains or losses	—	148,659	195,340	152,167	65,260	93,704	(4,022)	45,793	(2,491)	25,917
State capital appropriations	—	126,000	112,781	64,001	50,620	—	10,900	9,850	—	5,240
Capital grants and gifts	—	17,255	9,851	8,317	4,572	3,155	19,619	24,094	17,561	56,006
Additions to permanent endowments	—	10,943	111	27	29	83	90	38	101	20
Total changes in net position	263,736	302,857	318,083	224,512	120,482	96,942	26,587	79,775	15,171	87,183
Net position, beginning	1,391,753	1,088,896	770,813	543,745	423,543	326,601	300,014	220,239	783,114	695,931
Cumulative effect of accounting changes	—	—	—	2,555	(280)	—	—	—	(578,046)	—
Net position, ending	**$1,655,489**	**$1,391,753**	**$1,088,896**	**$ 770,813**	**$ 543,745**	**$ 423,543**	**$ 326,601**	**$ 300,014**	**$ 220,239**	**$ 783,114**
Net investment in capital assets	$ 1,300,922	$ 1,054,202	$ 1,044,242	$ 909,657	$ 862,368	$ 824,010	$ 836,774	$ 814,368	$ 789,141	$ 770,325
Restricted - nonexpendable	70,477	69,153	59,542	59,169	58,973	59,504	209,643	183,297	150,070	144,460
Restricted - expendable	551,836	701,978	485,942	365,126	282,768	244,504	58,967	58,979	59,002	58,867
Unrestricted	(267,746)	(433,580)	(500,830)	(563,139)	(660,364)	(704,475)	(778,783)	(756,630)	(777,974)	(190,538)
Total	**$1,655,489**	**$1,391,753**	**$1,088,896**	**$ 770,813**	**$ 543,745**	**$ 423,543**	**$ 326,601**	**$ 300,014**	**$ 220,239**	**$ 783,114**

Source: Clemson University Annual Comprehensive Financial Reports.

SCHEDULE OF RATIOS OF OUTSTANDING DEBT

	For the Fiscal Year (amounts expressed in thousands except for outstanding debt per student)									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
General Obligation Bonds	$ 220,830	$ 237,650	$ 253,670	$ 268,930	284,625	$ 195,295	$ 199,360	$ 209,600	$ 213,380	$ 150,350
State Bond Anticipation Notes	185,540	185,350	160,155	—	—	—	—	—	—	—
Higher Education Revenue Bonds	455,145	333,730	341,630	297,185	254,240	261,065	267,570	274,470	281,050	289,205
Athletic Facilities Revenue Bonds	240,135	244,910	170,020	176,885	183,395	124,850	129,385	133,730	137,900	130,605
Subtotal bonds payable	1,101,650	1,001,640	925,475	743,000	722,260	581,210	596,315	617,800	632,330	570,160
Unamortized bond premiums	76,943	66,731	62,940	59,509	59,611	43,300	44,246	46,896	48,761	36,097
Total bonds payable	1,178,593	1,068,371	988,415	802,509	781,871	624,510	640,561	664,696	681,091	606,257
Notes payable	36,555	38,220	39,908	40,233	—	—	—	—	—	—
Lease obligations payable	16,296	17,203	19,700	17,288	18,160	10,408	11,142	11,688	11,991	11,990
Subscription obligations payable	20,824	24,982	27,830	31,378	—	—	—	—	—	—
Total outstanding debt	**$1,252,268**	**$1,148,776**	**$1,075,852**	**$ 891,408**	**$ 800,031**	**$ 634,918**	**$ 651,703**	**$ 676,384**	**$ 693,082**	**$ 618,247**
Full-time equivalent students	28,282	27,372	27,749	27,372	26,689	25,679	24,906	24,324	23,663	23,215
Outstanding debt per student	44,278	41,969	38,771	32,566	29,976	24,725	26,167	27,807	29,290	26,631

Note: Outstanding debt per student calculated using fall semester full-time equivalent student enrollment data for the last ten academic years (**page 102**).

Source: Clemson University Annual Comprehensive Financial Reports, Clemson University Office of Institutional Research

SCHEDULE OF BOND COVERAGE

Last Ten Fiscal Years
(amounts in thousands)

General Obligation Bonds

Fiscal Year Ended June 30	Tuition and Matriculation Fees	Total Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
			Principal	Interest	Total	
2026	$89,347	$89,347	$16,820	$9,750	$26,570	3.36
2025	87,860	87,860	16,020	10,551	26,571	3.31
2024	87,981	87,981	15,260	11,314	26,574	3.31
2023	60,518	60,518	15,695	10,872	26,567	2.28
2022	54,119	54,119	10,980	7,632	18,612	2.91
2021	50,389	50,389	10,450	7,890	18,340	2.75
2020	48,231	48,231	10,240	8,307	18,547	2.60
2019	43,155	43,155	9,415	8,566	17,981	2.40
2018	42,004	42,004	6,950	6,998	13,948	3.01
2017	35,818	35,818	6,480	5,967	12,447	2.88

Athletic Facilities Revenue Bonds

Fiscal Year Ended June 30	Athletic Revenues	Athletic Operating Expenses	Net Athletic Revenues	Admissions Fee	Total Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
						Principal	Interest	Total	
2026	$235,154	$210,737	$24,417	$2,231	$26,648	$4,775	$11,386	$16,161	1.65
2025	196,302	185,074	11,228	2,277	13,505	7,160	5,125	12,285	1.10
2024	193,923	170,076	23,847	2,407	26,254	6,865	6,181	13,046	2.01
2023	195,984	158,531	37,453	2,265	39,718	6,510	6,427	12,937	3.07
2022	158,293	131,184	27,109	1,908	29,017	5,965	5,601	11,566	2.51
2021	122,432	107,218	15,214	358	15,572	4,535	5,064	9,599	1.62
2020	140,679	121,802	18,877	2,208	21,085	4,345	5,254	9,599	2.20
2019	145,167	121,902	23,265	2,252	25,517	4,170	5,427	9,597	2.66
2018	128,631	109,270	19,361	2,179	21,540	4,005	5,327	9,332	2.31
2017	117,150	101,322	15,828	2,214	18,042	3,845	5,354	9,199	1.96

Higher Education Revenue Bonds

Fiscal Year Ended June 30	Revenues	Operating Expenses	Defined Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2026	$134,926	$70,844	$64,082	$9,130	$17,082	$26,212	2.44
2025	127,054	69,482	57,572	7,900	14,123	22,023	2.61
2024	109,695	59,204	50,491	7,530	12,097	19,627	2.57
2023	105,390	62,662	42,728	7,170	10,226	17,396	2.46
2022	97,003	57,504	39,499	6,825	10,567	17,392	2.27
2021	67,786	36,648	31,138	6,505	10,892	17,397	1.79
2020	77,834	46,189	31,645	6,900	11,232	18,132	1.75
2019	90,776	52,687	38,089	6,580	11,556	18,136	2.10
2018	70,107	45,143	24,964	8,155	11,777	19,932	1.25
2017	68,185	42,855	25,330	6,395	11,914	18,309	1.38

Note: The revenue bonds are secured by revenues from five sources: dining services, vending operations, the University bookstore, student housing and parking.

Source: Clemson University Annual Comprehensive Financial Reports

SCHEDULE OF CAPITAL ASSET INFORMATION

Last Ten Fiscal Years

	For the Fiscal Year									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Academic buildings:										
Net assignable square feet (in thousands)	1,990,111	1,841,715	1,801,844	1,734,377	1,559,309	1,477,334	1,362,528	1,347,951	1,347,951	1,326,740
Administrative and support buildings:										
Net assignable square feet (in thousands)	1,017,847	922,202	826,785	600,527	588,287	587,995	762,523	589,243	589,243	579,205
Laboratories:										
Net assignable square feet (in thousands)	1,223,186	844,378	806,917	639,589	588,478	588,478	605,671	604,448	604,448	597,556
Auxiliary and independent operations buildings:										
Net assignable square feet (in thousands)	4,147,056	3,836,670	3,152,562	2,455,888	2,424,461	2,424,461	1,954,624	1,692,580	1,692,580	1,644,622
Student housing:										
Residence halls	21	21	21	22	22	22	22	20	20	23
Suites	5	5	5	5	5	5	5	5	5	3
Apartments	8	8	8	8	8	8	8	4	4	4
Units available	7,640	7,671	7,444	7,791	7,598	7,598	7,579	6,473	6,469	6,236
Units in use	7,440	7,523	7,136	7,339	6,777	7,516	7,401	6,325	6,469	6,122
Percent occupancy	97.4 %	98.1 %	95.9 %	94.2 %	88.6 %	98.9 %	97.7 %	97.7 %	100.0 %	98.2 %
Dining facilities:										
Locations	32	26	24	21	22	22	22	19	19	17
Average daily customers	22,500	23,500	23,000	18,500	12,150	21,216	21,120	19,456	18,701	18,316
Parking facilities:										
Parking spaces available	13,521	14,068	14,548	14,875	14,901	14,403	14,290	14,404	12,784	12,125
Parking permits issued to students	19,935	18,570	18,527	18,380	11,897	15,241	15,934	15,834	15,812	15,625
Parking permits issued to faculty/staff	5,692	5,353	5,062	5,011	4,084	5,013	4,912	4,976	5,106	5,001

Sources:

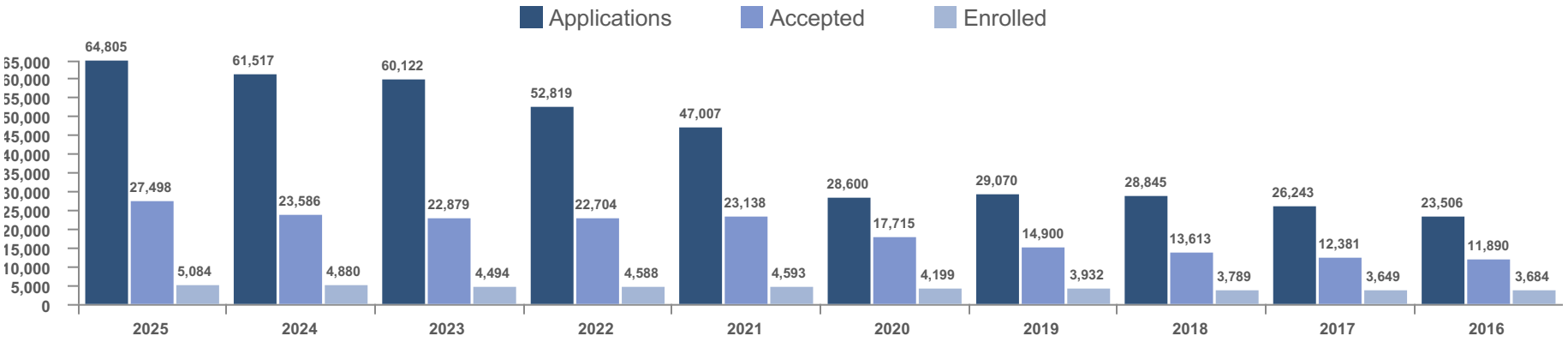
Building square footage	Clemson University Office of Institutional Research
Student housing	Clemson University Housing
Dining facilities	Clemson University Business Services
Parking facilities	Clemson University Parking Services

ADMISSIONS, ENROLLMENT AND DEGREE STATISTICS

Last Ten Academic Years

	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17
Admissions-Freshman										
Accepted as a percentage of applications	42.4%	38.3%	38.1%	43.0%	49.2%	62.0%	51.0%	47.0%	47.0%	51.0%
Enrolled as a percentage of accepted	18.5%	20.7%	19.6%	20.2%	19.9%	24.0%	26.0%	28.0%	29.0%	31.0%
SAT scores-total	1,323	1,321	1,320	1,310	1,312	1,302	1,318	1,307	1,302	1,242
Verbal	665	660	660	650	652	649	654	649	650	611
Math	658	661	660	660	660	654	664	658	652	631
South Carolina average SAT score-total	1,017	1,015	1,028	1,023	1,036	1,058	1,030	1,070	1,064	987

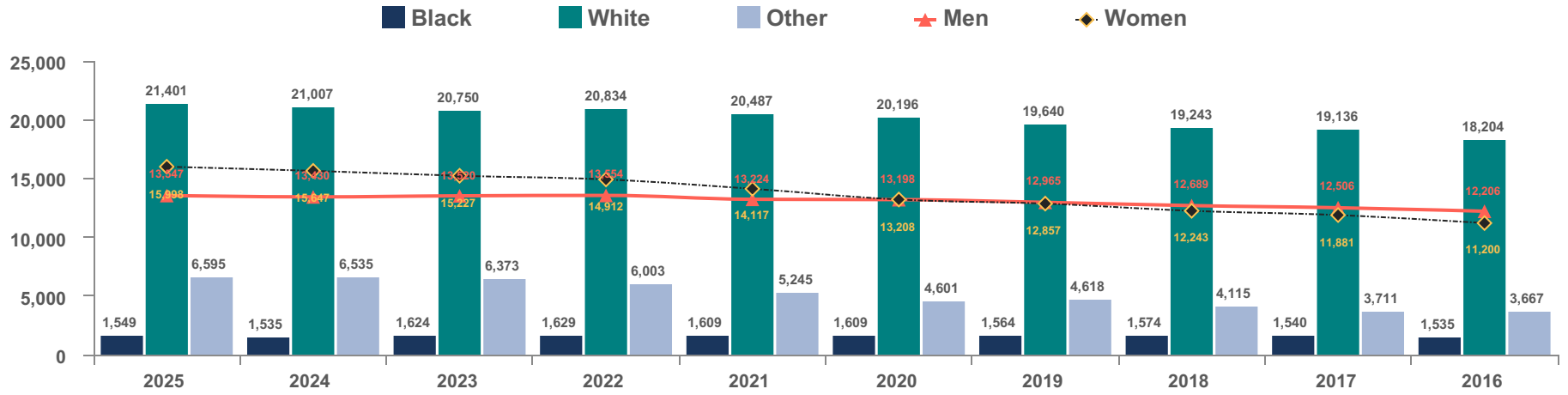
Admissions — Freshman Applied, Accepted and Enrolled



NOTES: Applications Applied, Accepted and Enrolled for 2015 and before include transfer students. Applications for 2016 and forward include only Freshman entering Clemson.
The National College Board changed the scoring for 2017 SAT's from Verbal and Math to Reading/Writing and Math from a 1600 scale to a 2400 scale which increases the total scores.

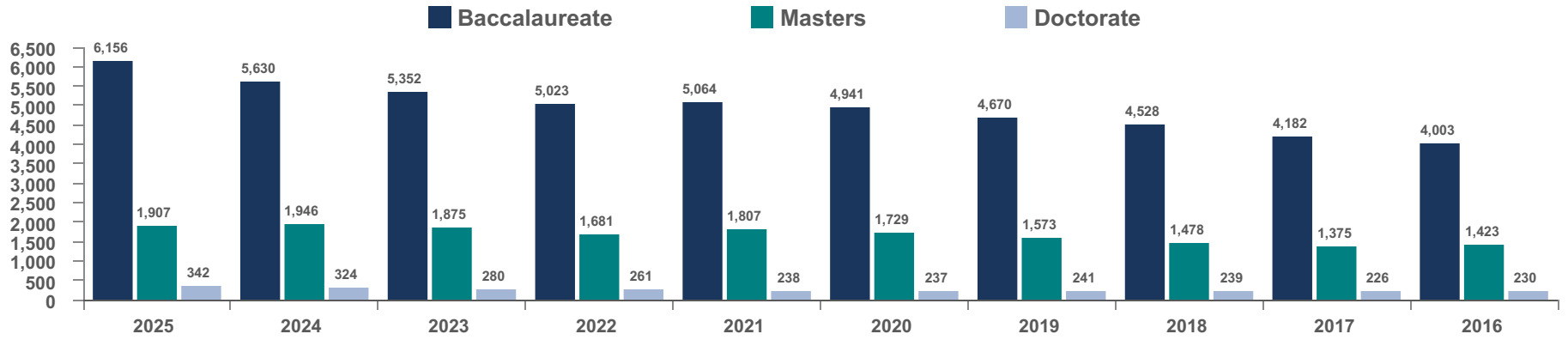
	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17
Enrollment										
Undergraduate and graduate FTE	28,282	27,749	27,372	26,689	25,679	24,906	24,324	23,663	23,215	22,307
Undergraduate and graduate headcount	29,545	29,077	28,747	28,466	27,341	26,406	25,822	24,932	24,387	23,406
Percentage of men	45.9 %	46.2 %	47.0 %	47.6 %	48.4 %	50.0 %	50.2 %	50.9 %	51.3 %	52.1 %
Percentage of women	54.1 %	53.8 %	53.0 %	52.4 %	51.6 %	50.0 %	49.8 %	49.1 %	48.7 %	47.9 %
Percentage of black	5.2 %	5.3 %	5.6 %	5.7 %	5.9 %	6.1 %	6.1 %	6.3 %	6.3 %	6.6 %
Percentage of white	72.4 %	72.2 %	72.2 %	73.2 %	74.9 %	76.5 %	76.1 %	77.2 %	78.5 %	77.8 %
Percentage of other	22.4 %	22.5 %	22.2 %	21.1 %	19.2 %	17.8 %	17.8 %	16.5 %	15.2 %	15.7 %

Enrollment — Undergraduate and Graduate Headcount



	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17
Degrees Earned*										
Baccalaureate	6,156	5,630	5,352	5,023	5,064	4,941	4,670	4,528	4,182	4,003
Masters**	1,907	1,946	1,875	1,681	1,807	1,729	1,573	1,478	1,375	1,423
Doctorate	342	324	280	261	238	237	241	239	226	230

* Includes May and August of the current year and December graduation from the previous year.
** Masters awards include specialist degrees.



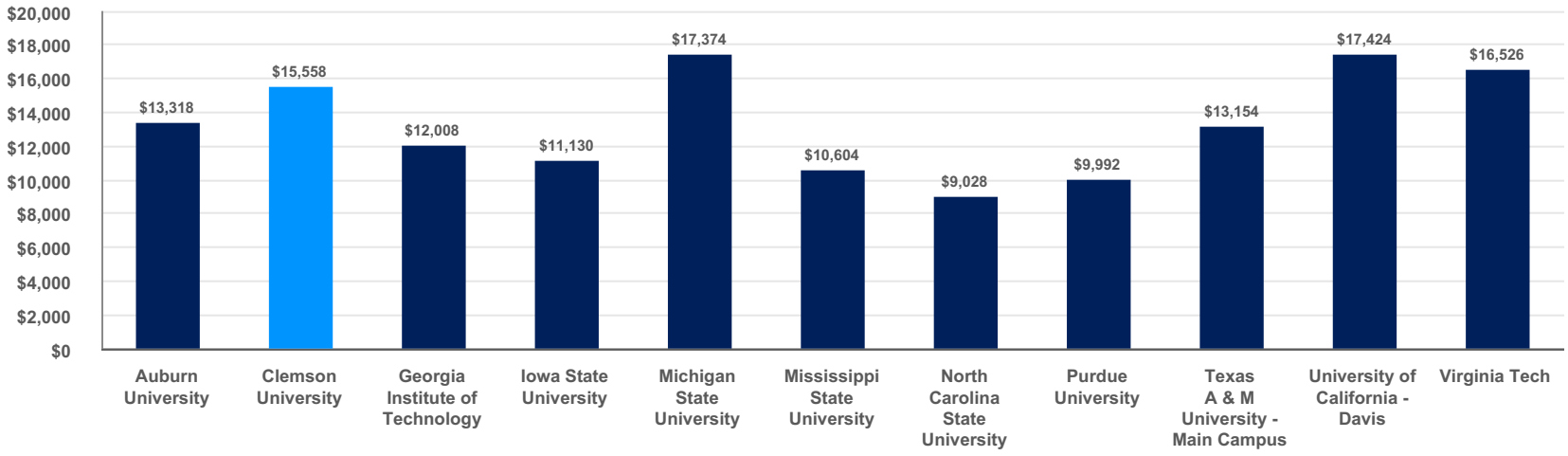
Source: Clemson University Office of Institutional Research (https://www.clemson.edu/institutional-effectiveness/oir/factbook/)

UNDERGRADUATE AVERAGE ANNUAL TUITION AND FEES

Clemson University in Comparison to Ten Peer Land-Grant Institutions
Last ten fiscal years

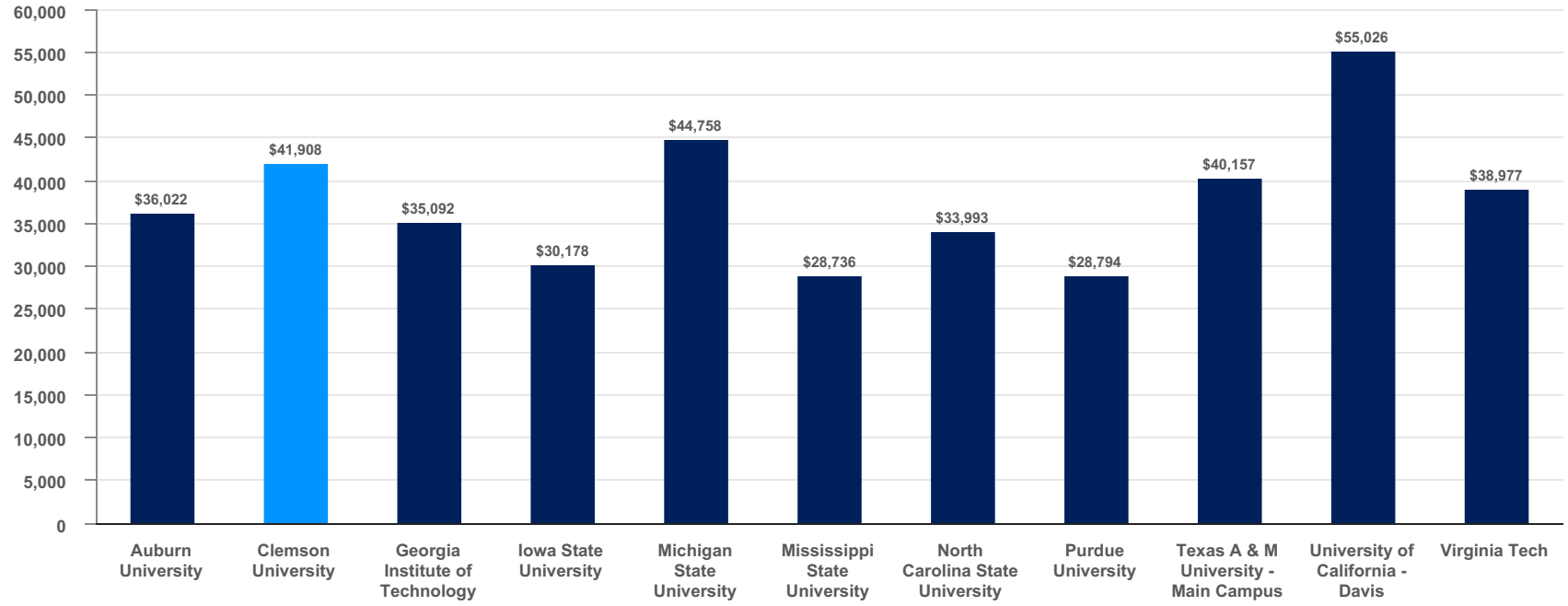
	For the Fiscal Year									
	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17
Institution - Resident										
Auburn University	$ 13,318	$ 12,890	$ 12,536	$ 12,176	$ 11,826	$ 11,796	$ 11,492	$ 11,279	$ 10,968	$ 10,696
Clemson University	**15,558**	**15,558**	**15,558**	**15,558**	**15,558**	**15,558**	**15,558**	**14,970**	**14,712**	**14,318**
Georgia Institute of Technology	12,008	12,058	11,764	11,764	12,852	12,852	12,682	12,424	12,418	12,212
Iowa State University	11,130	10,787	10,497	10,133	9,316	9,316	9,320	8,988	8,636	8,219
Michigan State University	17,374	16,458	15,988	15,372	14,460	14,460	14,460	14,521	14,460	14,063
Mississippi State University	10,604	10,202	9,815	9,398	8,910	8,910	8,910	8,650	8,318	7,780
North Carolina State University	9,028	8,799	8,895	9,128	9,101	9,101	9,101	9,101	9,058	8,880
Purdue University	9,992	9,992	9,992	9,992	9,992	9,992	9,992	9,992	9,992	10,002
Texas A & M University - Main Campus	13,154	13,154	13,099	13,239	12,783	12,296	12,153	10,968	10,403	10,030
University of California - Davis	17,424	16,774	15,247	14,858	14,597	14,597	14,490	14,462	14,419	14,047
Virginia Tech	16,526	15,948	15,478	14,586	14,175	13,749	13,691	13,620	13,230	12,852

Undergraduate Tuition and Fees - Resident — FY 2025-2026



	For the Fiscal Year									
	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17
Institution - Non Resident										
Auburn University	$ 36,022	$ 34,922	$ 33,944	$ 31,956	$ 31,986	$ 31,956	$ 31,124	$ 30,524	$ 29,640	$ 28,040
Clemson University	**41,908**	**40,687**	**39,502**	**39,502**	**39,502**	**38,550**	**38,550**	**36,724**	**35,654**	**32,800**
Georgia Institute of Technology	35,092	34,484	32,876	32,876	33,964	33,964	33,794	33,020	33,014	32,404
Iowa State University	30,178	28,881	27,683	26,617	24,504	24,504	24,508	23,392	22,472	21,583
Michigan State University	44,758	43,842	43,372	41,958	39,766	39,766	39,766	39,826	39,405	37,890
Mississippi State University	28,736	27,637	26,580	25,444	23,950	23,950	23,950	23,250	22,358	20,900
North Carolina State University	33,993	32,847	31,767	30,869	29,220	29,220	29,220	28,444	27,406	26,399
Purdue University	28,794	28,794	28,794	28,794	28,794	28,794	30,794	28,794	28,794	28,804
Texas A & M University - Main Campus	40,157	40,124	40,328	40,139	39,340	40,526	38,602	36,636	37,154	30,208
University of California - Davis	55,026	50,974	46,024	44,930	44,351	44,351	44,244	43,454	42,433	40,729
Virginia Tech	38,977	37,764	36,694	34,838	33,857	32,893	32,835	31,908	31,014	29,975

Undergraduate Tuition and Fees - Non Resident — FY 2025-2026



These figures are for undergraduate first-time, full-time students with an academic year of 24 semester hours or 30 quarter hours.
Source: College Tuition Compare (https://www.collegetuitioncompare.com)

FACULTY AND STAFF STATISTICS

Last Ten Academic Years

	Numbers are Based on the October 1st Freeze Date from the Clemson University Business System For the Academic Year									
	2025-26	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**
Faculty										
Part-time	252	253	416	386	288	110	125	122	132	117
Full-time	1,790	1,770	1,688	1,628	1,581	1,542	1,516	1,468	1,415	1,379
Percentage tenured	37.3 %	36.4 %	34.1 %	35.9 %	38.2 %	41.2 %	41.4 %	40.5 %	41.6 %	43.4 %
Staff and administrators with faculty rank										
Part-time	395	434	223	189	227	253	260	245	282	324
Full-time	4,127	4,182	3,954	3,642	3,602	3,680	3,663	3,557	3,439	3,413
Total employees										
Part-time	647	687	639	575	515	363	385	367	414	1,372
Full-time	5,917	5,952	5,642	5,270	5,183	5,231	5,179	5,025	4,854	3,850
Students per full-time										
Faculty	16.5	16.4	17.0	17.8	17.6	17.5	17.0	17.0	17.2	19.5
Staff	7.2	7.0	7.3	7.8	7.5	7.0	7.0	7.0	7.1	8.8
Average annual faculty salary*	$ 124,550	$ 121,414	$ 117,380	$ 110,488	$ 104,078	$ 103,099	$ 104,678	$ 99,157	$ 95,413	$ 94,510

*Full-time, permanent, instructional in Academic departments (AAUP definition)

Note: Full-time includes all regular full-time employees, and part-time includes all part-time and all temporary employees.
Source: Clemson University Office of Institutional Research (https://www.clemson.edu/institutional-effectiveness/oir/factbook/)

DEMOGRAPHIC STATISTICS

State of South Carolina

Year	Personal Income as of June 30 (a)	Population at July 1 (b)	Per Capita Income (c)	Average Annual Unemployment Rate (d)
2026	$351,924,341,046	5,570,274	$63,179	4.2%
2025	328,702,465,845	5,478,831	59,995	4.1%
2024	285,459,362,265	5,373,555	53,123	3.0%
2023	281,670,044,880	5,282,634	53,320	3.2%
2022	270,300,772,170	5,190,705	52,074	4.0%
2021	247,867,336,080	5,218,040	47,502	6.2%
2020	233,308,826,196	5,148,714	45,314	2.8%
2019	217,275,251,472	5,084,127	42,736	3.4%
2018	203,090,019,349	5,024,369	40,421	4.3%
2017	198,764,838,900	4,987,575	39,852	4.8%

(a) Source: U.S. Board of Economic Analysis
(b) Source: U.S. Board of Economic Analysis
(c) Source: U.S. Board of Economic Analysis
(d) Source: U.S. Department of Labor

TEN LARGEST EMPLOYERS

State of South Carolina
Latest Completed Calendar Year and Ten Years Prior
(*Listed Alphabetically*)

2025	2015
BMW Manufacturing Corp.	BILO LLC
Department of Defense	BLUE CROSS BLUE SHIELD OF SC
Food Lion, LLC	DEPARTMENT OF DEFENSE
Medical University of South Carolina Hospital Authority	GREENVILLE HEALTH SYSTEM
Michelin North America, Inc.	MICHELIN NORTH AMERICA INC
Prisma Health Upstate	PRISMA HEALTH MIDLANDS
Publix Super Markets, Inc.	SCHOOL DISTRICT OF GREENVILLE COUNTY
School District of Greenville County	UNIVERSITY OF SOUTH CAROLINA
Spartanburg Regional Medical Center	US POSTAL SERVICE
Walmart Associates, Inc.	WAL-MART ASSOCIATES INC

Note: Due to confidentiality issues, the number of employees for each company is not available, and the employers are listed alphabetically rather than in order of size.

Source: South Carolina Department of Employment and Workforce for 2015 and 2025



Additional Financial Information

(unaudited)

CLEMSON UNIVERSITY
SCHEDULE OF PLEDGED NET REVENUES
AUXILIARY REVENUE BONDS (SERIES 2015, 2015B, 2023A, 2024A and 2025A)
For the year ended June 30, 2026

Description	Dining Services	Vending Operations	Bookstore	Parking Services	Housing	Total
Revenues:						
Student meal plans	$ 47,847,192	$ —	$ —	$ —	$ —	$ 47,847,192
Other	3,245,203	129,965	—	31,554	89,135	3,495,857
Residence halls	—	—	—	—	70,010,662	70,010,662
Campus vending machines	—	730,416	—	—	—	730,416
ATM rental	—	211,000	—	35,033	—	246,033
Contract revenue	—	—	792,160	323,633	—	1,115,793
Parking permits	—	—	—	4,550,852	—	4,550,852
Transit fees	—	—	—	4,950,039	—	4,950,039
Parking citations	—	—	—	640,763	—	640,763
Meter revenue	—	—	—	907,670	—	907,670
Investment income	116,491	15,053	9,183	47,127	243,037	430,891
Total revenues	51,208,886	1,086,434	801,343	11,486,671	70,342,834	134,926,168
Expenses:						
Salaries	—	—	—	1,524,567	7,918,226	9,442,793
Fringe benefits	—	—	—	694,929	2,732,838	3,427,767
Travel	8,521	—	—	15,210	32,665	56,396
Contractual services	33,864,652	—	—	4,600,772	1,178,218	39,643,642
Repairs	286,106	—	160	142,222	1,118,842	1,547,330
Telecommunications	—	—	—	9,381	74,628	84,009
Heat, light, and power	1,737,374	—	46,358	83,708	3,964,138	5,831,578
Water, sewer and garbage	237,158	—	1,465	51,355	888,139	1,178,117
Rents	24,679	—	—	—	57,336	82,015
Supplies and materials	329,482	—	—	92,990	1,683,615	2,106,087
Insurance	27,628	1,041	—	59,157	480,872	568,698
Other operating expenses	954,451	2,212	—	897,750	4,853,050	6,707,463
Capital outlay	123,903	—	—	—	44,113	168,016
Total expenses	37,593,954	3,253	47,983	8,172,041	25,026,680	70,843,911
Net revenues	**$ 13,614,932**	**$ 1,083,181**	**$ 753,360**	**$ 3,314,630**	**$ 45,316,154**	**$ 64,082,257**

CLEMSON UNIVERSITY

SCHEDULE OF PLEDGED NET REVENUES ATHLETIC FACILITIES REVENUE BONDS (SERIES 2014A, 2014B, 2015, 2015B, 2018A, 2021A, 2021B, 2025A and 2025B)

For the year ended June 30, 2026

Description	Football	Basketball	Other Sports	Non Program Specific	Total
Revenues:					
Ticket Sales	$ 39,260,826	$ 2,480,642	$ 2,491,578	$ —	$ 44,233,046
Student Fees	—	—	—	8,995,549	8,995,549
Direct Institutional Support	2,428,682	803,504	14,442,567	9,717,767	27,392,520
Guarantees	—	280,000	210,887	—	490,887
Contributions	—	6,495	1,738	64,442,449	64,450,682
In Kind Car Leases	62,354	77,255	39,596	57,915	237,120
Media Rights	37,496,433	3,746,969	—	213,484	41,456,887
NCAA Distributions	329,174	694,404	1,022,761	(7,400)	2,038,938
Post-Season Non-Football NCAA Expense Reimbursements	—	158,965	168,459	—	327,424
Conference Distributions (Non Media and Non Post-Season)	11,263,589	270,000	—	1,833,404	13,366,994
Conference Distributions of Post-Season Generated Revenue	—	1,948,268	304,718	—	2,252,985
Program, Novelty, Parking and Concession Sales	2,042,535	208,837	453,386	3,397,711	6,102,469
Royalties, Licensing, Advertisement and Sponsorships	1,970,000	680,000	2,354,000	13,350,823	18,354,823
Sports Camp Revenues	585,149	—	—	—	585,149
Athletics Restricted Endowment and Investments Income	87,902	35,638	27,066	228,589	379,195
Other Operating Revenue	94,127	—	256,800	1,623,500	1,974,427
Post-Season Football Expense Reimbursements	2,510,702	—	—	—	2,510,702
Total revenues	98,131,473	11,390,977	21,777,567	103,853,791	235,153,808
Operating Expenditures:					
Athletic Student Aid	7,522,212	2,291,742	19,082,495	1,884,490	30,780,939
Guarantees	2,500,000	741,500	113,500	—	3,355,000
Coaching Salaries, Benefits and Bonuses Paid by the Institution and Related Entities	20,583,619	8,066,374	11,895,035	—	40,545,028
Support Staff/Administrative Salaries, Benefits and Bonuses Paid by the Institution and Related Entities	14,248,723	1,245,265	1,205,010	20,632,651	37,331,649
Severance Pay	2,629,800	65,216	58,333	—	2,753,349
Recruiting	3,208,138	585,984	1,366,696	—	5,160,818
Team Travel	2,550,996	2,790,863	5,447,345	—	10,789,204
Sports Equipment, Uniforms and Supplies	3,563,837	731,863	3,120,667	83,887	7,500,254
Game Expenses	5,064,714	769,776	1,622,092	948,902	8,405,484
Fund Raising, Marketing and Promotion	212,867	44,355	71,365	1,736,248	2,064,835
Sports Camp Expenses	767,530	—	—	—	767,530
Spirit Group Expenses	—	—	—	715,029	715,029
Direct Overhead and Administrative Expenses	52,382	—	—	670,314	722,696
Facilities Maintenance and Operations	4,576,498	1,660,315	1,915,616	2,044,261	10,196,690
Medical & Insurance Expenses	1,350,024	162,766	1,214,690	866,434	3,593,914
Memberships and Dues	22,315	2,358	15,164	44,776	84,613
Student-Athlete Meals (non-travel)	3,469,295	363,622	282,545	2,757,602	6,873,064
Other Operating Expenses	7,070,651	921,198	1,362,677	7,326,729	16,681,256

Post-Season Football Expenses	2,909,372	—	—	—	2,909,372
Post-Season Football Expenses – Coaching Compensation/ Bonuses	—	—	—	—	—
NCAA Post-Season Non-Football Expenses	—	253,208	798,190	33,187	1,084,585
NCAA Post-Season Non-Football Expenses – Coaching Compensation/ Bonuses	—	284,000	120,250	—	404,250
NCAA Non-Football Host Expense Settlements	—	—	—	—	—
Enhanced Educational Benefits (Alston or other)	—	20,930	358,800	—	379,730
Institutional NIL Revenue Share	14,018,291	3,102,125	517,789	—	17,638,205
Total operating expenditures	96,321,264	24,103,460	50,568,259	39,744,510	210,737,494
Net Revenues	**$ 1,810,209**	**$ (12,712,483)**	**$ (28,790,692)**	**$ 64,109,281**	**$ 24,416,314**

CLEMSON UNIVERSITY REPORTING ENTITY
COMBINED STATEMENT OF NET/FINANCIAL POSITION
June 30, 2026

Description	Clemson University	Clemson University Foundation	Clemson University Land Stewardship Foundation	IPTAY	Subtotal	Eliminations	FY26 Total	FY25 Total
Assets:								
Current Assets:								
Cash and cash equivalents	$ 844,950,699	$ 78,811,381	$ 3,232,582	$ 10,909,242	$ 937,903,904	$ —	$ 937,903,904	$ 835,590,047
Restricted Assets - Current:								
Cash and cash equivalents	651,054,386	—	—	—	651,054,386	—	651,054,386	639,916,248
Accounts receivable, net	80,566,305	12,846,717	123,083	79,162	93,615,267	(15,698,253)	77,917,014	180,177,781
Grants and contracts receivable	45,041,637	—	—	—	45,041,637	—	45,041,637	61,703,799
Lease obligation receivable	288,902	—	628,188	—	917,090	—	917,090	970,196
Contributions receivable, net	1,181,630	17,132,033	—	29,555,461	47,869,124	—	47,869,124	51,113,509
Interest and income receivable	10,955,108	—	—	—	10,955,108	—	10,955,108	9,776,599
Student loans receivable	—	—	—	—	—	—	—	—
Inventories	3,715,859	—	—	—	3,715,859	—	3,715,859	3,470,582
Prepaid items	32,466,441	—	—	—	32,466,441	—	32,466,441	31,490,662
Other current assets	625,778	1,661,283	687,553	—	2,974,614	—	2,974,614	7,767,495
Total current assets	1,670,846,745	110,451,414	4,671,406	40,543,865	1,826,513,430	(15,698,253)	1,810,815,177	1,821,976,918
Noncurrent Assets:								
Notes receivable	$ 326,753,335	326,753,335	—	—	653,506,670	(326,753,335)	326,753,335	288,593,528
Lease obligation receivable	6,965,247	6,019,017	6,723,043	—	19,707,307	(6,723,043)	12,984,264	13,329,176
Contributions receivable, net	3,343,667	57,498,163	—	45,597,750	106,439,580	(122,742,234)	(16,302,654)	2,575,877
Investments	5,930,860	1,247,364,878	94,670,318	62,140,703	1,410,106,759	(23,436,925)	1,386,669,834	1,186,238,028
Cash surrender value of life insurance	—	5,945,506	—	—	5,945,506	—	5,945,506	5,564,470
Restricted Assets - Noncurrent								
Cash and cash equivalents	1,934,682	—	—	—	1,934,682	—	1,934,682	13,575,872
Student loans receivable	537,397	—	—	—	537,397	—	537,397	800,428
Other noncurrent assets	1,030,841	—	923,058	463	1,954,362	—	1,954,362	1,400,760
Real estate held for resale	—	—	10,711,669	—	10,711,669	—	10,711,669	10,921,468
Capital assets, not being depreciated	507,000,225	—	—	—	507,000,225	—	507,000,225	439,921,834
Capital assets, net of accumulated depreciation and amortization	1,944,728,857	9,045,481	—	—	1,953,774,338	—	1,953,774,338	1,730,133,415
Total noncurrent assets	2,798,225,111	1,652,626,380	113,028,088	107,738,916	4,671,618,495	(479,655,537)	4,191,962,958	3,693,054,856
Total assets	4,469,071,856	1,763,077,794	117,699,494	148,282,781	6,498,131,925	(495,353,790)	6,002,778,135	5,515,031,774

Description	Clemson University	Clemson University Foundation	Clemson University Land Stewardship Foundation	IPTAY	Subtotal	Eliminations	FY26 Total	FY25 Total
Deferred outflows of resources:								
Deferred losses on bond refunding	1,641,555	—	—	—	1,641,555	—	1,641,555	1,969,866
Deferred outflows on net pension liability	145,730,565	—	—	—	145,730,565	—	145,730,565	154,232,493
Deferred outflows on net retiree health benefits liability	207,771,232	—	—	—	207,771,232	—	207,771,232	247,074,035
Total deferred outflows of resources	355,143,352	—	—	—	355,143,352	—	355,143,352	403,276,394
Total assets and deferred outflows of resources	**$4,824,215,208**	**$1,763,077,794**	**$ 117,699,494**	**$ 148,282,781**	**$6,853,275,277**	**$(495,353,790)**	**$6,357,921,487**	**$5,918,308,168**
Liabilities:								
Current Liabilities								
Accounts and retainages payable	$ 49,584,492	$ 2,173,016	$ 73,612	$ 12,280,552	$ 64,111,672	$ (15,698,253)	$ 48,413,419	$ 95,616,103
Accrued payroll and related liabilities	37,821,492	—	—	—	37,821,492	—	37,821,492	38,156,975
Accrued compensated absences and related liabilities	17,111,642	—	—	—	17,111,642	—	17,111,642	22,271,741
Accrued interest payable	8,322,131	—	48,064	—	8,370,195	—	8,370,195	8,580,999
Unearned revenues	83,964,207	—	3,254,154	—	87,218,361	—	87,218,361	80,551,219
Bonds payable, net	224,370,237	—	—	—	224,370,237	—	224,370,237	219,949,512
Lease obligations payable	2,911,830	—	—	—	2,911,830	—	2,911,830	3,743,704
Subscription obligations payable	7,691,980	—	—	—	7,691,980	—	7,691,980	11,503,906
Notes payable	1,864,186	—	1,301,635	—	3,165,821	—	3,165,821	2,873,154
Deposits	6,403,969	—	180,788	—	6,584,757	—	6,584,757	1,205,978
Funds held for others	527,249	—	—	—	527,249	—	527,249	1,563,479
Total current liabilities	440,573,415	2,173,016	4,858,253	12,280,552	459,885,236	(15,698,253)	444,186,983	486,016,770
Noncurrent Liabilities:								
Accrued compensated absences and related liabilities	21,979,358	—	—	—	21,979,358	—	21,979,358	21,077,259
Due to the University	—	326,753,335	—	—	326,753,335	(326,753,335)	—	—
Deposits	—	—	—	—	—	—	—	—
Funds held for others	667,563	122,742,234	23,436,925	—	146,846,722	(146,179,159)	667,563	977,880
Net pension liability	692,839,263	—	—	—	692,839,263	—	692,839,263	750,994,908
Net retiree health benefits liability	670,290,663	—	—	—	670,290,663	—	670,290,663	711,082,892
Bonds payable, net	954,223,033	—	—	—	954,223,033	—	954,223,033	848,421,364
Lease obligations payable	13,384,062	6,139,731	—	—	19,523,793	(6,723,043)	12,800,750	12,404,411
Subscription obligations payable	13,131,646	—	—	—	13,131,646	—	13,131,646	13,477,704
Notes payable	34,690,565	—	41,694,720	12,000,000	88,385,285	—	88,385,285	89,789,374
Annuities payable	—	3,676,862	—	—	3,676,862	—	3,676,862	2,707,284
Total noncurrent liabilities	2,401,206,153	459,312,162	65,131,645	12,000,000	2,937,649,960	(479,655,537)	2,457,994,423	2,450,933,076
Total liabilities	2,841,779,568	461,485,178	69,989,898	24,280,552	3,397,535,196	(495,353,790)	2,902,181,406	2,936,949,846

Description	Clemson University	Clemson University Foundation	Clemson University Land Stewardship Foundation	IPTAY	Subtotal	Eliminations	FY26 Total	FY25 Total
Deferred inflows of resources:								
Deferred gains on bond refunding	3,766,184	—	—	—	3,766,184	—	3,766,184	1,519,375
Deferred inflows on leases receivable	7,066,882	—	—	—	7,066,882	—	7,066,882	7,300,009
Deferred inflows on net pension liability	44,871,131	—	—	—	44,871,131	—	44,871,131	30,154,207
Deferred inflows on net retiree health benefits liability	271,242,378	—	—	—	271,242,378	—	271,242,378	253,809,838
Total deferred inflows of resources	326,946,575	—	—	—	326,946,575	—	326,946,575	292,783,429
Total liabilities and deferred inflows of resources	**$3,168,726,143**	**$ 461,485,178**	**$ 69,989,898**	**$ 24,280,552**	**$3,724,481,771**	**$(495,353,790)**	**$3,229,127,981**	**$3,229,733,275**
Net Position								
Net investment in capital assets	$1,300,921,935	$ 9,045,481	$ —	$ —	$ 1,309,967,416	$ —	$1,309,967,416	$1,063,275,542
Restricted for non expendable purposes:								
Scholarships and fellowships	70,477,351	—	—	—	70,477,351	—	70,477,351	69,152,506
Restricted for expendable purposes:								
Scholarships and fellowships	17,304,173	1,206,474,418	—	—	1,223,778,591	—	1,223,778,591	1,067,835,335
Research	(7,696,533)	—	—	—	(7,696,533)	—	(7,696,533)	7,460,132
Instructional/departmental use	20,058,060	—	—	—	20,058,060	—	20,058,060	24,314,326
Loans	2,399,457	—	—	—	2,399,457	—	2,399,457	2,339,654
Capital projects	494,186,039	—	—	—	494,186,039	—	494,186,039	628,670,181
Debt service	25,584,836	—	—	—	25,584,836	—	25,584,836	10,713,336
Unrestricted	(267,746,253)	86,072,717	47,709,596	124,002,229	(9,961,711)	—	(9,961,711)	(185,186,119)
Total net position	**$1,655,489,065**	**$1,301,592,616**	**$ 47,709,596**	**$ 124,002,229**	**$3,128,793,506**	**$ —**	**$3,128,793,506**	**$2,688,574,893**

CLEMSON UNIVERSITY REPORTING ENTITY
COMBINED STATEMENT OF REVENUES, EXPENSES, ACTIVITIES AND CHANGES IN NET POSITION
For the year ended June 30, 2026

	Clemson University	Clemson University Foundation	Clemson University Land Stewardship Foundation	IPTAY	Subtotal	Eliminations	FY26 Total	FY25 Total
Revenues:								
Operating Revenues:								
Student tuition and fees (net of scholarship allowances of $134,518,589)	$ 612,664,901	$ —	$ —	$ —	$ 612,664,901	$ —	$ 612,664,901	$ 582,682,221
Federal grants and contracts	171,359,215	—	—	—	171,359,215	—	171,359,215	205,047,807
State grants and contracts	93,045,982	—	—	—	93,045,982	—	93,045,982	107,697,993
Local grants and contracts	3,837,107	—	—	—	3,837,107	—	3,837,107	2,220,223
Nongovernmental grants and contracts	11,658,665	—	—	—	11,658,665	—	11,658,665	13,058,136
Sales and services of educational and other activities	27,995,558	—	—	—	27,995,558	—	27,995,558	27,179,501
Sales and services of auxiliary enterprises - pledged for revenue bonds (net of scholarship allowances of $23,253,679)	233,175,261	—	—	—	233,175,261	—	233,175,261	220,067,585
Sales and services of auxiliary enterprises - not pledged	36,937,941	—	—	—	36,937,941	—	36,937,941	41,487,404
Federal appropriations	13,157,494	—	—	—	13,157,494	—	13,157,494	12,770,814
Gifts and grants	121,999,528	72,093,847	—	74,254,133	268,347,508	(118,275,431)	150,072,077	142,411,576
Other operating revenues	47,218,149	3,597,768	6,780,084	—	57,596,001	(1,798,287)	55,797,714	51,129,453
Total operating revenues	1,373,049,801	75,691,615	6,780,084	74,254,133	1,529,775,633	(120,073,718)	1,409,701,915	1,405,752,713
Expenses:								
Operating Expenses:								
Compensation and employee benefits	901,521,095	7,001,063	445,519	5,264,897	914,232,574	(445,519)	913,787,055	922,625,588
Services and supplies	423,897,933	58,360,459	2,674,653	75,019,571	559,952,616	(122,354,924)	437,597,692	451,810,878
Utilities	28,784,039	—	—	—	28,784,039	—	28,784,039	27,679,339
Depreciation and amortization	113,820,963	27,783	209,799	—	114,058,545	—	114,058,545	109,394,224
Scholarships and fellowships	44,459,701	—	—	—	44,459,701	—	44,459,701	43,618,650
Refunds to grantors	380,043	—	—	—	380,043	—	380,043	1,039,356
Facilities and administrative remittances to the State	319,841	—	—	—	319,841	—	319,841	354,425
Total operating expenses	1,513,183,615	65,389,305	3,329,971	80,284,468	1,662,187,359	(122,800,443)	1,539,386,916	1,556,522,460

	Clemson University	Clemson University Foundation	Clemson University Land Stewardship Foundation	IPTAY	Subtotal	Eliminations	FY26 Total	FY25 Total
Operating income/(loss)	(140,133,814)	10,302,310	3,450,113	(6,030,335)	(132,411,726)	2,726,725	(129,685,001)	(150,769,747)
Noncapital Subsidies:								
State appropriations	300,944,392	—	—	—	300,944,392	—	300,944,392	272,253,307
Federal student aid	1,610,537	—	—	—	1,610,537	—	1,610,537	
Donor-funded scholarships	12,809,698	—	—	—	12,809,698	—	12,809,698	
Total noncapital subsidies	315,364,627	—	—	—	315,364,627	—	315,364,627	272,253,307
Operating income and noncapital subsidies	175,230,813	10,302,310	3,450,113	(6,030,335)	182,952,901	2,726,725	185,679,626	121,483,560
Nonoperating Revenues (Expenses):								
Interest income (loss)	23,288,844	164,279,337	53,444	358,149	187,979,774	—	187,979,774	135,963,126
Endowment income (loss)	43,866,849	1,792,944	—	4,946,397	50,606,190	—	50,606,190	30,861,504
Interest on capital asset related debt	(36,158,977)	—	(1,797,292)	—	(37,956,269)	—	(37,956,269)	(34,826,877)
Gain/loss on disposal of capital assets	(433,444)	—	—	—	(433,444)	—	(433,444)	(1,993,950)
State capital appropriations	47,000,000	—	—	—	47,000,000	—	47,000,000	126,000,000
Capital grants and gifts	9,952,848	—	—	—	9,952,848	(3,598,763)	6,354,085	4,721,006
Additions to permanent endowments	988,653	—	—	—	988,653	—	988,653	10,943,320
Net nonoperating revenues	88,504,773	166,072,281	(1,743,848)	5,304,546	258,137,752	(3,598,763)	254,538,989	271,668,129
Income before other revenues, expenses, gains or losses	263,735,586	176,374,591	1,706,265	(725,789)	441,090,653	(872,038)	440,218,615	393,151,689
Intra-entity contributions	—	(1,030,829)	—	158,791	(872,038)	872,038	—	—
Increase (decrease) in net position	263,735,586	175,343,762	1,706,265	(566,998)	440,218,615	—	440,218,615	393,151,689
Net Position:								
Net position, beginning of year, as originally stated	1,391,753,479	1,126,248,854	46,003,331	124,569,227	2,688,574,891	—	2,688,574,891	2,295,423,204
Restatement	—	—	—	—	—	—	—	—
Net position, beginning of year	1,391,753,479	1,126,248,854	46,003,331	124,569,227	2,688,574,891	—	2,688,574,891	2,295,423,204
Net position, end of year	**$1,655,489,065**	**$1,301,592,616**	**$ 47,709,596**	**$ 124,002,229**	**$3,128,793,506**	**$ —**	**$3,128,793,506**	**$2,688,574,893**

This Annual Comprehensive Financial Report is also available on the Clemson University Controller's Office website located at *www.clemson.edu/finops/controller/reports-schedules/annual-financial-reports.html*

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