



BROWN UNIVERSITY

Independent Auditors' Reports as Required by Uniform Guidance,
Government Auditing Standards and Related Information

Year Ended June 30, 2024

(With Independent Auditors' Report Thereon)

BROWN UNIVERSITY

Independent Auditors' Reports as Required by Uniform Guidance,
Government Auditing Standards and Related Information

Year ended June 30, 2024

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Independent Auditors' Report

The President and Corporation
Brown University:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Brown University (the University), which comprise the balance sheets as of June 30, 2024 and 2023, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the University as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with U.S. generally accepted accounting principles.

Basis for Opinion

We conducted our audits 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 opinion.

Responsibilities of Management for the Financial Statements

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

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

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



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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2024, 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 the University's internal control over financial reporting and compliance.

KPMG LLP

Providence, Rhode Island
October 25, 2024

BROWN UNIVERSITY

Balance Sheets

June 30, 2024 and 2023

(Dollars in thousands)

Assets	2024	2023
Cash and cash equivalents	\$ 324,447	356,255
Accounts receivable and other assets	106,471	94,769
Contributions receivable, net	498,901	428,516
Funds held in trust by others	43,774	75,276
Right-of-use assets-operating	69,061	84,405
Investments	7,383,910	6,831,006
Land, buildings and equipment, net	1,638,719	1,556,136
Total assets	\$ <u>10,065,283</u>	<u>9,426,363</u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued liabilities	\$ 146,319	140,240
Student deposits and grant advances	80,594	95,096
Funds held for others	49,942	—
Operating lease obligations	70,812	85,655
Other long-term obligations	45,025	50,324
Retirement obligations	54,051	57,436
Bonds, loans and notes payable	1,282,108	1,303,412
Total liabilities	<u>1,728,851</u>	<u>1,732,163</u>
Net assets:		
Without donor restrictions	1,683,536	1,578,411
With donor restrictions	6,652,896	6,115,789
Total net assets	<u>8,336,432</u>	<u>7,694,200</u>
Total liabilities and net assets	\$ <u>10,065,283</u>	<u>9,426,363</u>

See accompanying notes to financial statements.

BROWN UNIVERSITY

Statement of Activities

Year ended June 30, 2024

(Dollars in thousands)

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Operating revenues:			
Net tuition and fees	\$ 412,243	—	412,243
Grants and contracts	298,602	—	298,602
Contributions	66,925	26,915	93,840
Endowment return appropriated	276,448	4,309	280,757
Sales and services of auxiliary enterprises	139,008	—	139,008
Other income	130,374	—	130,374
Net assets released from restrictions	38,263	(38,263)	—
Total operating revenues	<u>1,361,863</u>	<u>(7,039)</u>	<u>1,354,824</u>
Operating expenses:			
Salaries and wages	569,905	—	569,905
Employee benefits	166,454	—	166,454
Graduate student support	106,711	—	106,711
Purchased services	161,335	—	161,335
Supplies and general	235,342	—	235,342
Utilities and occupancy	35,640	—	35,640
Interest	27,351	—	27,351
Depreciation	93,961	—	93,961
Operating expenses	<u>1,396,699</u>	<u>—</u>	<u>1,396,699</u>
Change in net assets from operating activities	<u>(34,836)</u>	<u>(7,039)</u>	<u>(41,875)</u>
Nonoperating activities:			
Contributions	29,105	237,974	267,079
Net investment return	119,877	573,086	692,963
Endowment return appropriated	(42,448)	(238,309)	(280,757)
Other changes, net	9,139	(4,317)	4,822
Net assets released from restrictions	24,288	(24,288)	—
Change in net assets from nonoperating activities	<u>139,961</u>	<u>544,146</u>	<u>684,107</u>
Change in net assets	105,125	537,107	642,232
Net assets, beginning of year	<u>1,578,411</u>	<u>6,115,789</u>	<u>7,694,200</u>
Net assets, end of year	<u>\$ 1,683,536</u>	<u>6,652,896</u>	<u>8,336,432</u>

See accompanying notes to financial statements.

BROWN UNIVERSITY

Statement of Activities

Year ended June 30, 2023

(Dollars in thousands)

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Operating revenues:			
Net tuition and fees	\$ 391,103	—	391,103
Grants and contracts	284,534	—	284,534
Contributions	67,538	11,328	78,866
Endowment return appropriated	232,671	8,651	241,322
Sales and services of auxiliary enterprises	129,152	—	129,152
Other income	121,216	—	121,216
Net assets released from restrictions	40,498	(40,498)	—
	<u>1,266,712</u>	<u>(20,519)</u>	<u>1,246,193</u>
Operating expenses:			
Salaries and wages	515,655	—	515,655
Employee benefits	145,584	—	145,584
Graduate student support	96,091	—	96,091
Purchased services	156,463	—	156,463
Supplies and general	211,340	—	211,340
Utilities and occupancy	36,798	—	36,798
Interest	35,126	—	35,126
Depreciation	86,338	—	86,338
	<u>1,283,395</u>	<u>—</u>	<u>1,283,395</u>
Change in net assets from operating activities	<u>(16,683)</u>	<u>(20,519)</u>	<u>(37,202)</u>
Nonoperating activities:			
Contributions	14,276	293,672	307,948
Net investment return	27,386	119,167	146,553
Endowment return appropriated	(37,349)	(203,973)	(241,322)
Other changes, net	(17,011)	3,268	(13,743)
Net assets released from restrictions	112,355	(112,355)	—
	<u>99,657</u>	<u>99,779</u>	<u>199,436</u>
Change in net assets from nonoperating activities	<u>99,657</u>	<u>99,779</u>	<u>199,436</u>
Change in net assets	82,974	79,260	162,234
Net assets, beginning of year	<u>1,495,437</u>	<u>6,036,529</u>	<u>7,531,966</u>
Net assets, end of year	\$ <u><u>1,578,411</u></u>	<u><u>6,115,789</u></u>	<u><u>7,694,200</u></u>

See accompanying notes to financial statements.

BROWN UNIVERSITY

Statements of Cash Flows

Years ended June 30, 2024 and 2023

(Dollars in thousands)

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ 642,232	162,234
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Net realized and unrealized gains on investments	(729,860)	(183,505)
Depreciation	93,961	86,338
Amortization of bond premium and refinancing gain	(13,789)	(5,068)
Net loss from disposals of land, building and equipment	4,119	536
Change in funded status of pension obligation	(12,745)	(7,619)
Change in fair value of interest rate swap liabilities	(2,556)	(8,380)
Change in asset retirement obligation	471	1,408
Change in estimate of split-interest obligations	1,843	1,371
Contributions restricted for plant and endowment	(195,119)	(211,478)
Change in accounts receivable and other assets	(13,351)	(14,267)
Change in accounts payable and accrued liabilities	11,440	29
Change in contributions receivable, net	(70,385)	(65,559)
Change in other assets and liabilities, net	43,322	(4,616)
Net cash used in operating activities	<u>(240,417)</u>	<u>(248,576)</u>
Cash flows from investing activities:		
Additions to land, buildings and equipment	(185,541)	(181,324)
Purchases of investments	(2,978,247)	(2,144,056)
Sales and redemptions of investments	3,128,973	2,237,445
Notes repaid by students and others, net	1,649	1,334
Change in funds held in trust by others	31,502	(39,057)
Net cash used in investing activities	<u>(1,664)</u>	<u>(125,658)</u>
Cash flows from financing activities:		
Contributions restricted for plant and endowment	195,119	211,478
Proceeds from sale of restricted gifts of securities	25,747	37,666
Payments under split-interest obligations	(3,078)	(3,051)
Payments on long-term debt	(118,530)	(67,185)
Proceeds from issuance of debt, including premium	111,015	100,739
Advance from line of credit	—	150,000
Payment of advance from line of credit	—	(150,000)
Net cash provided by financing activities	<u>210,273</u>	<u>279,647</u>
Change in cash and cash equivalents	(31,808)	(94,587)
Cash and cash equivalents, beginning of year	<u>356,255</u>	<u>450,842</u>
Cash and cash equivalents, end of year	\$ <u><u>324,447</u></u>	\$ <u><u>356,255</u></u>

See accompanying notes to financial statements.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(1) Summary of Significant Accounting Policies

(a) Organization

Brown University (the University or Corporation) is a private, not-for-profit, nonsectarian, co-educational institution of higher education with approximately 7,300 undergraduate students and 3,700 graduate and medical students. Established in 1764, Brown University offers educational programs for undergraduates in liberal arts and engineering, professional training for students pursuing a career in medicine, and graduate education and training in the arts and sciences, engineering and medicine.

(b) Basis of Presentation and Tax Status

The accompanying financial statements are presented on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (GAAP) and present balances and transactions according to the existence or absence of donor-imposed restrictions.

The John Nicholas Brown Center for the Study of American Civilization and certain entities established by the University's investment office that hold certain investment funds, are all separate legal entities that are consolidated in the financial statements. Brown University and these consolidated entities are collectively referred to herein as the University. All significant inter-entity transactions and balances have been eliminated.

(c) Tax Status

The University is a not-for-profit organization as described in Section 501(c)(3) of the Internal Revenue Code, as amended, and is generally exempt from income taxes. The University assesses uncertain tax positions and determined that there are no such positions that have a material effect on the financial statements.

For fiscal year 2024 and 2023, the University was subject to the federal excise tax of 1.4% on net investment income imposed on colleges and universities meeting certain criteria under the Tax Cuts and Jobs Act signed into law on December 22, 2017. Net investment income includes interest, dividends, and net realized gains on the sale of investments and other assets subject to the tax. Additionally, the University has made provisions for a deferred tax liability. The deferred tax liability represents future excise tax payable on unrealized gains in excess of the tax basis of investments. The current and deferred liabilities are included within accounts payable and accrued expenses on the balance sheets and related expenses are included in the net investment return and other changes on the statement of activities.

(d) Classification of Net Assets

Net assets, revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions into two classes of net assets. Accordingly, net assets of the University are classified and reported as follows:

- *Without donor restrictions* – Net assets that are not subject to donor-imposed stipulations.
- *With donor restrictions* – Net assets subject to donor-imposed stipulations that are more specific than broad limits resulting from a not-for-profit's nature, environment in which it operates and

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

incorporating documents. Some donors impose restrictions that are temporary in nature for example, stipulating that resources be used only after a specific date, for particular programs or services, or to acquire buildings and equipment. Other donors impose restrictions that are perpetual in nature, for example, donor-restricted endowment funds stipulating that resources be maintained in perpetuity.

Revenues are reported as increases in net assets without donor restrictions unless their use is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law. The University is incorporated in and subject to the laws of Rhode Island, which contain the provisions outlined in the Uniform Prudent Management of Institutional Funds Act (UPMIFA). Under UPMIFA, the net assets of a donor-restricted endowment fund may be appropriated for expenditure by the Corporation of the University in accordance with the standard of prudence prescribed by UPMIFA.

(e) Fair Value Measurements

Investments, funds held in trust by others, and interest rate swaps are reported at fair value in the University's financial statements. Fair value represents the price that would be received upon the sale of an asset or paid upon the transfer of a liability in an orderly transaction between market participants as of the measurement date. The University uses a three-tiered hierarchy to categorize those assets and liabilities based on the valuation methodologies employed. The hierarchy is defined as follows:

- Level 1 – Valuation based on quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities;
- Level 2 – Valuations based on inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Valuation based on unobservable inputs used in situations in which little or no observable market data is available.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. The University utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible. Transfers between categories occur when there is an event that changes the inputs used to measure the fair value of an asset or liability. Transfers between fair value categories are recognized at the end of the reporting period.

Investments measured at net asset value as a practical expedient to estimate fair value are not categorized in the fair value hierarchy.

(f) Statements of Activities

The statements of activities separately report changes in net assets from operating and nonoperating activities. Operating activities consist principally of revenues and expenses related to ongoing educational and research programs, including endowment return appropriated by the Corporation to support those programs. Nonoperating activities consist of contributions for long-term purposes, net investment return, an offset for endowment return appropriated for operating activities, changes in fair

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

values of interest rate swaps, change in pension plan and other long-term obligations, net assets released from donor restrictions for property placed in service, and other activities not in direct support of annual operations.

Revenue from contracts with customers is recognized when control of the promised goods or services is transferred in an amount that reflects the consideration to which the University expects to be entitled in exchange for those goods or services (i.e., the transaction price). Revenues are derived from various sources, as follows:

- Revenue from student education, residence, and dining services is determined based on published rates and is billed and reflected net of reductions from institutional student aid, which may be funded by endowment funds or other institutional resources. Such revenue is recognized as the services are provided over the academic year, which generally aligns with the University's fiscal year. Aid in excess of a student's tuition and fees is reflected as a reduction of residence and dining charges. Disbursements made directly to students for living costs or other purposes are reported as an expense. Payments for student services are generally received prior to the commencement of each academic term and are reported as student deposits to the extent services will be rendered in the following fiscal year. The student deposits are included in student deposits and grant advances on the balance sheets and were \$41,854 and \$45,322 at June 30, 2024 and 2023, respectively.

The composition of student tuition and fee revenue was as follows for the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Undergraduate	\$ 514,749	480,319
Graduate and masters programs	<u>215,583</u>	<u>195,426</u>
Tuition and fees	730,332	675,745
Less university scholarships	<u>(318,089)</u>	<u>(284,642)</u>
Net tuition and fees	<u>\$ 412,243</u>	<u>391,103</u>

Sales and services of auxiliary enterprises revenues are recognized when goods or services are provided to students and customers. Auxiliary enterprises revenues consisted of the following for the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Residence, dining and health services	\$ 112,116	102,514
Bookstore, rental and other auxiliary income	<u>26,892</u>	<u>26,638</u>
Total	<u>\$ 139,008</u>	<u>129,152</u>

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

- Contributions, including unconditional promises from donors reported as contributions receivable, are recognized at fair value in the period received and are classified based upon the existence or absence of donor-imposed restrictions. Expirations of donor-imposed restrictions are reported as net assets released from restrictions. Contributions which impose donor restrictions that are met in the same fiscal year they are received are reported as increases in net assets without donor restrictions. Bequest intentions and conditional promises are not recorded in the University's financial statements.
- Grants and contracts awarded by federal and other sponsors, which generally are considered nonexchange transactions restricted by sponsors for certain purposes, are recognized as revenue when qualifying expenditures are incurred and conditions under the agreements are met. The University has elected the simultaneous release policy available under GAAP, which allows a not-for-profit organization to recognize a restricted contribution directly in net assets without donor restrictions if the restriction is met in the same period that the revenue is recognized. Total revenue from grants and contracts recognized in net assets without donor restrictions was \$298,602 and \$284,534 for the years ended June 30, 2024 and 2023, respectively. Payments received from sponsors in advance of conditions being met are reported as grant advances, which totaled \$33,309 and \$43,513 as of June 30, 2024 and 2023, respectively. Conditional awards from federal sponsors outstanding as of June 30, 2024 were \$416,837.
- Dividends, interest and realized and unrealized gains (losses) on investments are reported as increases (decreases) in (1) net assets with donor restrictions if the terms of the contributions require them to be added to principal or if the terms of the related contributions impose restrictions on their availability or use; or (2) net assets without donor restrictions in all other cases. Investment return attributable to donor-restricted endowment funds is reported as net assets with donor restrictions to the extent not appropriated and spent.

(g) Cash Equivalents

For purposes of the statements of cash flows, cash equivalents, except for those held by investment managers and those held as collateral for debt or interest rate swaps, consist of money market funds and investments with original maturities of three months or less and are carried at cost, which approximates fair value.

(h) Accounts and Notes Receivable and Other Assets

Accounts receivable and other assets include amounts due from students, reimbursements due from sponsors of externally funded research, accrued income on investments, inventory and prepaid expenses. Notes and accounts receivable are presented net of allowances for expected credit losses based on historical, current, and future factors.

(i) Land, Buildings and Equipment

Land, buildings and equipment are stated at cost of acquisition or construction (including capitalized interest) or, to the extent received as a gift, at estimated fair value at the time of receipt, and are presented net of accumulated depreciation. All other expenditures for maintenance and repairs are charged to operating activities as incurred.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

Depreciation is calculated using the straight-line method with estimated useful lives of 30-to-40 years for buildings, 20-to-30 years for building improvements, and 3-to-15 years for equipment, depending upon asset class. Depreciation on buildings that support research efforts are componentized and depreciated over useful lives ranging from 15–40 years.

(j) Funds Held in Trust by Others

Funds held in trust by others represent funds that are held and administered by outside trustees, including perpetual trusts established by donors of \$37,729 and \$36,576 at June 30, 2024 and 2023, respectively. The University receives all or a specified portion of the return on the underlying assets of most of the trusts, which is primarily restricted for scholarships. Most of these trust interests are classified in Level 3 in the fair value hierarchy. Other trustee funds of \$6,045 and \$38,700 at June 30, 2024 and 2023, respectively, represent debt proceeds to be utilized for construction projects or otherwise required to be held as collateral or in reserve in accordance with debt or interest rate swap agreements. These are classified in Level 1 in the fair value hierarchy because the underlying securities held by the trustee are based on quoted market prices.

(k) Collections

The University's collections include works of art, historical treasures, and artifacts that are maintained in the University's libraries and museums. These collections are protected and preserved for education and research purposes. The collections are not recognized as assets in the financial statements of the University.

(l) Derivatives

The University uses derivatives for both debt and investment-related purposes. Interest-rate swaps, as described in note 7 (c), are initially used to manage interest-rate risk by fixing the rate on associated variable-rate debt issuances. In addition, certain of the University's investment strategies utilize various derivative financial instruments for a number of investment purposes, including hedging or altering exposure to certain asset classes and cost-effectively adding exposures to portions of the portfolio. Positions are expected to create gains or losses which, when combined with the applicable portion of the total investment portfolio, provide an expected result. The derivative instruments that may be entered from time to time include total return swaps to manage exposures in equity markets and foreign currency forward contracts to manage currency exposures in the portfolio. The University has established policies and procedures to monitor and manage risks related to these instruments. In connection with its investment derivative activities, the University generally maintains master netting agreements and collateral agreements with its counterparties. The agreements provide the University the right, in the event of default by the counterparty, to net a counterparty's rights and obligations under the agreement and to liquidate and offset collateral against any net amount owed by the counterparty.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(m) Other Long-Term Obligations

Other long-term obligations consisted of the following for the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Federal student loan advances	\$ 3,442	5,421
Split interest obligations	9,768	11,003
Asset retirement obligations	20,620	20,149
Interest-rate swap liabilities	<u>11,195</u>	<u>13,751</u>
Total	<u>\$ 45,025</u>	<u>50,324</u>

(n) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the dates of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates. Significant estimates made by management include the valuation of certain investments and the actuarially determined pension obligation.

(o) Leasing

The University determines if an arrangement is a lease at inception. The University has leases for which it is a lessee. Operating leases are included in right of use assets, and the related lease obligations in the balance sheet.

Lease right-of-use assets represent the University's right to use an underlying asset for the lease term. Lease obligations represent the University's liability to make lease payments arising from the lease. Operating lease right-of-use assets and related obligations are recognized at commencement date based on the present value of lease payments over the lease term discounted using an appropriate incremental borrowing rate. The incremental borrowing rate is based on the information available at commencement date in determining the present value of lease payments. The value of an option to extend or terminate a lease is reflected to the extent it is reasonably certain management will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The cash paid for amounts included in the measurement of these liabilities for operating leases for the years ended June 30, 2024 and 2023 was \$8,542 and \$9,129, respectively.

Rental income arising from operating leases as a lessor is included in operating revenues in other income in the statement of activities.

BROWN UNIVERSITY
Notes to Financial Statements
June 30, 2024 and 2023
(Dollars in thousands)

(2) Liquidity and Availability

Financial assets available for general expenditures within one year of June 30 are as follows:

	2024	2023
Financial assets:		
Cash and cash equivalents	\$ 324,447	356,255
Accounts receivable, net	61,176	55,944
Contribution receivables available for operations and due within one year	17,613	19,706
Working capital investments	463,691	418,579
Approved endowment income appropriated for upcoming fiscal year	350,669	280,757
Total financial assets available within one year	1,217,596	1,131,241
Liquidity resources:		
Taxable commercial paper	125,000	125,000
Bank line of credit	200,000	150,000
Total financial assets and liquidity resources available within one year	\$ 1,542,596	1,406,241

The University manages its financial assets to be available as its operating expenditures, liabilities and other obligations come due. In addition, the University invests cash in excess of daily requirements in short-term investments or fixed income securities. To supplement working capital, the University has a \$200,000 line of credit and a \$125,000 taxable commercial paper program at June 30, 2024.

Additionally, the University has Corporation-designated endowment funds without donor restrictions of \$930,713 and \$872,954 as of June 30, 2024 and 2023, respectively. Although the University does not intend to spend from its Corporation-designated endowment funds, other than amounts appropriated for general expenditure, as part of its annual budget approval and appropriation process, amounts from its Corporation-designated endowment funds could be made available if necessary. However, both the Corporation-designated funds and donor-restricted endowment funds contain investments with liquidity constraints, of which \$2,608,721 can be liquidated on a daily to quarterly basis at June 30, 2024 (refer to note 4 for disclosures about investments).

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(3) Contributions Receivable

The University's contributions receivable are recognized net of discounts at rates commensurate with the risks involved and after allowances for uncollectible accounts are reported at net realizable value. Contributions receivable were as follows at June 30:

	<u>2024</u>	<u>2023</u>
Contributions expected to be received in:		
Less than one year	\$ 146,501	111,473
Between one and five years	340,261	300,046
More than five years	<u>97,497</u>	<u>96,597</u>
Gross contributions receivable	584,259	508,116
Unamortized discount (at rates ranging from 0.3% to 4.8%) and allowance for uncollectibles	<u>(85,358)</u>	<u>(79,600)</u>
Contributions receivable, net	<u>\$ 498,901</u>	<u>428,516</u>

At June 30, 2024, the ten largest balances comprised approximately 50% of the gross contribution receivable. At June 30, 2024, the University had conditional promises to give of \$241,578. These conditional promises to give are not recognized as assets or revenue in the financial statements.

(4) Investments

Investment Strategy

In addition to traditional stocks and fixed-income securities, the University may also hold shares or units in institutional funds as well as in alternative investment funds involving absolute return, private equity and real asset strategies. Absolute return strategies involve funds whose managers have the authority to invest in various asset classes at their discretion, including the ability to invest long and short. Funds with absolute return strategies generally hold securities or other financial instruments for which a ready market exists and may include stocks, bonds, put or call options, swaps, currency hedges and other instruments, and are valued accordingly. Private equity funds employ buyout and venture capital strategies and may focus on investments in turn-around situations. Real asset funds generally hold interests in public real estate investment trusts (REITs), commercial properties, commodities, or oil and gas, generally through commingled funds. Private equity and real asset strategies therefore often require the estimation of fair values by fund managers in the absence of readily determinable market values.

Direct investments are primarily valued using a combination of independent appraisals and /or one or more industry standard valuation techniques (e.g., income approach, market approach, or cost approach). The income approach is primarily based on the investment's anticipated future income using one of two principal methods: the discounted cash flow method or the capitalization method. Inputs and estimates developed and utilized with these techniques may be subjective, unobservable, and require judgment regarding significant matters such as estimating the amount of timing of future cash flows, forward pricing assumptions and the selection of discount and capitalization rates that appropriately reflect market and

BROWN UNIVERSITY

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credit risks. The market approach derives investment value through comparison to recent and relevant market transactions with similar investment characteristics. The cost approach is utilized when the cost of the investment is determined to be the best representation of fair value. This method is typically used for newly purchased or undeveloped assets. When applicable, the University examines market data and collaborates closely with independent appraisers and investment managers to arrive at the best estimation of fair value for each respective asset. The University makes determinations on significant matters impacting valuation that may arise from time to time.

Investments also include assets related to donor annuities, pooled income funds, and charitable remainder trusts. Certain of these funds are held in trust by the University for one or more beneficiaries who are generally paid lifetime income, after which the principal is made available to the University in accordance with donor restrictions, if any. The assets are reported at fair value and related liabilities, which are reported as split-interest obligations, represent the present value of estimated future payments to beneficiaries.

Basis of Reporting

Investments are reported at estimated fair value. If an investment is held directly by the University and an active market where quoted prices exists, the market price of an identical security is used to report fair value. Fair values for shares in registered mutual funds are based on published share prices. The University's interests in alternative investment funds are generally reported at the net asset value (NAV) reported by the fund managers and assessed as reasonable by the University, which is used as a practical expedient to estimate the fair value of the University's interest therein, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. At June 30, 2024 and 2023 the University had no plans or intentions to sell investments at amounts different from NAV.

Because of the inherent uncertainties of valuation, these estimated fair values may differ significantly from values that would have been used had a ready market existed, and the differences could be material. Such valuations are determined by fund managers and generally consider variables such as operating results, comparable earnings multiples, projected cash flows, recent sales prices, and other pertinent information, and may reflect discounts for the illiquid nature of certain investments held.

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June 30, 2024 and 2023

(Dollars in thousands)

The following tables summarize the University's investments by strategy type as of June 30, 2024 and 2023:

	2024				
	Investments measured at NAV	Investments classified in the fair value hierarchy			Total
		Level 1	Level 2	Level 3	
Investments:					
Equities:					
Domestic	\$ 130,608	230,238	7,663	4,385	372,894
Global	550,068	94,762	1,158	—	645,988
Fixed income:					
Domestic	158,210	57,139	20,589	3,601	239,539
Global	230,366	—	26,570	—	256,936
Absolute return:					
General arbitrage	436,743	—	—	—	436,743
Distressed	73	—	—	—	73
Global	785,080	285,588	—	—	1,070,668
Private equity:					
Buy-out	1,604,324	—	—	99,894	1,704,218
Venture	1,542,594	—	—	30,042	1,572,636
Real assets:					
Real estate	517,597	8,075	—	65,942	591,614
Commodities, oil and gas	51,563	—	82,751	9,259	143,573
Cash and cash equivalents	—	349,028	—	—	349,028
Total	\$ <u>6,007,226</u>	<u>1,024,830</u>	<u>138,731</u>	<u>213,123</u>	<u>7,383,910</u>

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Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

	2023				
	Investments measured at NAV	Investments classified in the fair value hierarchy			Total
		Level 1	Level 2	Level 3	
Investments:					
Equities:					
Domestic	\$ 252,719	236,225	589	3,350	492,883
Global	464,672	46,701	—	—	511,373
Fixed income:					
Domestic	139,602	99,216	6,949	3,697	249,464
Global	189,697	1,578	45,380	50	236,705
Absolute return:					
General arbitrage	529,636	—	—	—	529,636
Distressed	167	—	—	—	167
Global	725,088	235,915	—	—	961,003
Private equity:					
Buy-out	1,276,102	—	—	57,575	1,333,677
Venture	1,494,091	—	—	31,977	1,526,068
Real assets:					
Real estate	394,911	7,636	—	68,618	471,165
Commodities, oil and gas	49,546	—	40,759	9,932	100,237
Cash and cash equivalents	—	418,628	—	—	418,628
Total	<u>\$ 5,516,231</u>	<u>1,045,899</u>	<u>93,677</u>	<u>175,199</u>	<u>6,831,006</u>

Registered mutual funds and directly held equity securities are classified in Level 1 of the fair value hierarchy. Investments classified in Level 2 and 3 consist of directly held investments that have valuations based on inputs other than quoted prices.

Certain funds contain “rolling” lock-up provisions. Under such provisions, tranches of the investment are available for redemption once every two to five years, if the University makes a redemption request prior to the next available withdrawal date in accordance with the notification terms of the agreement. Private equity and real assets are held in funds that have initial terms of ten to twelve years with extensions of one to three years, and have an average remaining life of approximately five to eight years.

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Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

The following tables present activities for the years ended June 30, 2024 and 2023 for the University's investments classified in Level 3:

Level 3 roll forward	2024				
	Equities	Fixed income	Private equity	Real assets	Total
Fair value at June 30, 2023	\$ 3,350	3,747	89,552	78,550	175,199
Acquisitions	600	—	148	—	748
Dispositions	(25)	(52)	(54)	(2,104)	(2,235)
Net realized and unrealized gains (losses)	460	(94)	40,290	(1,245)	39,411
Fair value at June 30, 2024	\$ 4,385	3,601	129,936	75,201	213,123

Level 3 roll forward	2023				
	Equities	Fixed income	Private equity	Real assets	Total
Fair value at June 30, 2022	\$ 3,297	3,261	78,813	99,945	185,316
Acquisitions	—	—	218	—	218
Dispositions	(1)	(2)	(56)	(5,876)	(5,935)
Net realized and unrealized gains (losses)	54	488	10,577	(15,519)	(4,400)
Fair value at June 30, 2023	\$ 3,350	3,747	89,552	78,550	175,199

There were no transfers between Levels 1 and 2 and no transfers between Levels 2 and 3 in 2024 and 2023, respectively.

Total investment return is included in the statements of activities as follows for the years ended June 30:

	2024	2023
Operating:		
Endowment return appropriated	\$ 280,757	241,322
Included in other income	52,539	38,150
Nonoperating activities:		
Net investment return	692,963	146,553
Endowment return appropriated	(280,757)	(241,322)
Total return	\$ 745,502	184,703

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June 30, 2024 and 2023
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(a) Liquidity

Investment liquidity as of June 30, 2024 and 2023 is aggregated below based on redemption or sale ability:

	2024						
	Daily	Monthly	Quarterly	Semi- annually	Subject to rolling lock-ups	Illiquid	Total
Equities	\$ 307,233	133,191	415,488	7,663	120,691	34,616	1,018,882
Fixed income	107,865	—	182,514	—	58,755	147,341	496,475
Absolute return	—	93,449	844,170	—	553,378	16,487	1,507,484
Private equity	—	—	31,265	—	242,378	3,003,211	3,276,854
Real assets	144,518	—	—	—	—	590,669	735,187
Cash and cash equivalents	349,028	—	—	—	—	—	349,028
Total	<u>\$ 908,644</u>	<u>226,640</u>	<u>1,473,437</u>	<u>7,663</u>	<u>975,202</u>	<u>3,792,324</u>	<u>7,383,910</u>

	2023						
	Daily	Monthly	Quarterly	Semi- annually	Subject to rolling lock-ups	Illiquid	Total
Equities	\$ 275,720	67,947	459,247	7,663	118,433	82,909	1,004,256
Fixed income	156,785	—	149,986	—	51,934	127,464	486,169
Absolute return	—	122,549	791,703	—	557,256	19,298	1,490,806
Private equity	—	—	26,190	—	226,130	2,607,425	2,859,745
Real assets	78,311	—	—	—	—	493,091	571,402
Cash and cash equivalents	418,628	—	—	—	—	—	418,628
Total	<u>\$ 929,444</u>	<u>190,496</u>	<u>1,427,126</u>	<u>7,663</u>	<u>953,753</u>	<u>3,330,187</u>	<u>6,831,006</u>

Investments with daily liquidity generally do not require advance notice prior to withdrawal. Investments with monthly, quarterly, semi-annual, and annual redemption frequency typically require notice periods, ranging from 5 to 180 days, at June 30, 2024 and 2023.

(b) Commitments

Private equity and real asset investments are generally made through limited partnerships. Under the terms of these agreements, the University is obligated to remit additional funding periodically as capital or liquidity calls are exercised by the manager. These partnerships have a limited existence, generally ten years, and such agreements may provide for annual extensions for the purpose of disposing portfolio positions and returning capital to investors. However, depending on market conditions, the inability to execute the fund's strategy, and other factors, a manager may extend the terms of a fund beyond its originally anticipated existence or may wind the fund down prematurely. As a result, the timing and amount of future capital or liquidity calls expected to be exercised in any particular future year is uncertain. The aggregate amount of unfunded commitments associated with private equity, real assets and private credit as of June 30, 2024 and 2023 was \$1,648,889 and \$1,494,833, respectively.

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Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(c) Investment Derivatives

The University's investment-related derivative positions, categorized by primary underlying risk, are as follows as of June 30, 2024 and 2023:

	<u>2024</u>		
	<u>Long notional</u>	<u>Short notional</u>	<u>Unrealized gain (loss)</u>
Instrument type:			
Total return swaps	\$ 3,763	—	(24)
Futures and options	16,265	—	(2,426)
	<u>2023</u>		
	<u>Long notional</u>	<u>Short notional</u>	<u>Unrealized gain (loss)</u>
Instrument type:			
Total return swaps	\$ 18,581	—	217
Futures and options	116,620	(133,770)	(2,745)

Contracts in a net asset position are included in investments on the balance sheets, and contracts in a net liability position are included in accounts payable and accrued liabilities on the balance sheets and are as follows as of June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Instrument type included in investments:		
Total return swaps	\$ 12	614
Futures and options	1,158	382
Instrument type included in accounts payable and accrued liabilities:		
Total return swaps	\$ 35	397
Futures and options	—	123

(5) Endowment

The University's endowment consists of approximately 3,800 individual funds established for a variety of purposes, including both donor-restricted endowment funds and funds designated by the Corporation to function as endowments. Net assets associated with the endowment are classified and reported based upon the existence or absence of donor-imposed restrictions.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

Endowment net assets consist of the following at June 30, 2024:

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Donor-restricted endowment funds:			
Historical gift value	\$ —	2,234,188	2,234,188
Appreciation	—	3,490,406	3,490,406
Corporation-designated endowment funds	<u>930,713</u>	<u>63,478</u>	<u>994,191</u>
Total endowment net assets	\$ <u>930,713</u>	<u>5,788,072</u>	<u>6,718,785</u>

Endowment net assets consist of the following at June 30, 2023:

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Donor-restricted endowment funds:			
Historical gift value	\$ —	2,101,187	2,101,187
Appreciation	—	3,164,542	3,164,542
Corporation-designated endowment funds	<u>872,954</u>	<u>62,751</u>	<u>935,705</u>
Total endowment net assets	\$ <u>872,954</u>	<u>5,328,480</u>	<u>6,201,434</u>

Changes in endowment net assets for the year ended June 30, 2024 are as follows:

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Endowment net assets, June 30, 2023	\$ 872,954	5,328,480	6,201,434
Investment return, net	100,158	569,018	669,176
Endowment return appropriated	(42,448)	(238,309)	(280,757)
Contributions	3	129,177	129,180
Reclassifications and other changes	<u>46</u>	<u>(294)</u>	<u>(248)</u>
Endowment net assets, June 30, 2024	\$ <u>930,713</u>	<u>5,788,072</u>	<u>6,718,785</u>

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Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

Changes in endowment net assets for the year ended June 30, 2023 are as follows:

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Endowment net assets, June 30, 2022	\$ 886,825	5,254,418	6,141,243
Investment return, net	20,333	112,183	132,516
Endowment return appropriated	(37,349)	(203,973)	(241,322)
Contributions	3,091	154,523	157,614
Reclassifications and other changes	54	11,329	11,383
Endowment net assets, June 30, 2023	\$ <u>872,954</u>	<u>5,328,480</u>	<u>6,201,434</u>

(a) Interpretation of Relevant Laws

In accordance with UPMIFA, the University considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the University and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the University
- The investment policies of the University

(b) Funds with Deficiencies

From time to time, the fair value of assets associated with an individual donor-restricted endowment fund may fall below the fund's historic dollar value. Deficiencies of this nature are reported in net assets with donor restrictions. As of June 30, 2024 and 2023, funds with original gift value of \$114,459 and \$142,177 were underwater by \$3,240 and \$7,792, respectively.

(c) Return Objectives and Risk Parameters

The University has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets, including both donor-restricted and designated funds. The long-term investment return objective is formulated to maintain purchasing power after accounting for both inflation and spending. The Corporation has set a long-term return goal at 5.5% above the higher education price index. Actual returns in any given year or period of years may vary from this amount.

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June 30, 2024 and 2023

(Dollars in thousands)

(d) Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the University relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The University targets a diversified asset allocation to achieve its long-term return objectives within prudent risk constraints.

(e) Spending Policy and How the Investment Objectives Relate to Spending Policy

The University invests its endowment funds and allocates the related return for expenditure in accordance with the total return concept. The endowment utilization is determined in accordance with the policy adopted by the Corporation. This policy fixes the spending range between 4.5% and 5.5% of the average fair value of applicable endowments over the prior twelve quarters, with the objective being to hold the spending rate to no more than a 5% average over time. Applicable endowments include Corporation-designated and donor-restricted endowment funds.

(6) Land, Buildings and Equipment

Land, buildings and equipment include the following at June 30:

	<u>2024</u>	<u>2023</u>
Land	\$ 109,742	109,660
Buildings	1,238,110	1,104,953
Improvements	1,443,333	1,384,158
Equipment	292,081	268,267
Construction in progress	<u>86,509</u>	<u>135,780</u>
	3,169,775	3,002,818
Accumulated depreciation	<u>(1,531,056)</u>	<u>(1,446,682)</u>
Land, buildings and equipment, net	<u>\$ 1,638,719</u>	<u>1,556,136</u>

Outstanding commitments on uncompleted construction contracts total \$64,310 at June 30, 2024.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(7) Bonds, Loans and Notes Payable

The University has entered into various agreements primarily for the purpose of financing the acquisition, renovation, and improvement of its facilities. The bonds, loans and notes payable outstanding for these purposes are as follows:

Name of issue	Interest rate(s)	Type of rate	Final maturity	Balance at June 30	
				2024	2023
Rhode Island Health and Education Building Corporation (RIHEBC) Facilities Revenue Bonds:					
Series 2003B	3.73%	Variable	2044	\$ 37,290	37,910
Series 2005A	3.93%	Variable	2035	85,500	85,500
Series 2013	4.00%–5.00%	Fixed	2044	—	114,180
Series 2015	4.73%	Variable	2046	34,730	36,220
Series 2017A	4.00%–5.00%	Fixed	2048	138,865	140,125
Series 2019	5.00%	Fixed	2030	54,560	54,560
Series 2022	5.00%	Fixed	2034	86,340	87,220
Series 2023	5.00%	Fixed	2044	96,535	—
Brown University Taxable Bonds:					
Series 2020A	1.91%–2.92%	Fixed	2051	665,000	665,000
Promissory note	noninterest bearing	N/A	2030	2,600	2,700
				<u>1,201,420</u>	<u>1,223,415</u>
Total bonds, loans and notes payable before premium					
Unamortized premium				80,688	79,997
				<u>80,688</u>	<u>79,997</u>
Total bonds, loans and notes payable				\$ <u>1,282,108</u>	<u>1,303,412</u>

(a) Tax Exempt Bonds

The University's tax-exempt debt, primarily Facilities Revenue Bonds, is issued through RIHEBC, a state agency serving as a conduit issuer of tax exempt debt. The University is required under certain of its financing agreements with RIHEBC to appropriate funds from operating and other net assets for payment of principal and interest and for maintenance of the related properties. The Revenue Bonds currently outstanding were issued primarily to finance new and ongoing capital projects, student housing, academic, research and administrative buildings, and infrastructure.

In July 2023, the University issued through RIHEBC tax exempt bonds with a par value of \$96,535 at an interest rate of 5%, maturing in 2044. The bonds were sold at a premium of \$14,480, resulting in an effective yield of 2.88%. The proceeds were used to refund the Series 2013 in September 2023.

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In July 2022, the University issued through RIHEBC tax exempt bonds with a par value of \$87,220 at an interest rate of 5%, maturing in 2034. The bonds were sold at a premium of \$13,519, resulting in an effective yield of 3.11%. The proceeds will be used to fund construction projects.

In September 2022, the University paid the final bullet payment in the amount of \$60,600 on the Series 2012 bonds, effectively retiring the series.

Principal payments of bonds, notes and loans payable as of June 30, 2024 for each of the succeeding five fiscal years ending June 30 and thereafter are as follows:

Fiscal year:		
2025	\$	10,295
2026		10,110
2027		8,950
2028		9,395
2029		9,860
Thereafter		<u>1,152,810</u>
Total	\$	<u>1,201,420</u>

(b) Other Debt

The University has a \$125,000 Taxable Commercial Paper Program that allows for the issuance of Standard Commercial Paper Notes, Series A. These unsecured, taxable promissory notes can be issued in various amounts with maturities no greater than 270 days. At June 30, 2024 and 2023, there were no outstanding notes.

The University provided self-liquidity for its taxable commercial paper program at June 30, 2024 and 2023.

At June 30, 2023, the University had a \$150,000 committed line of credit maturing in May 2024 available at a rate of Bloomberg short-term bank yield (BSBY) index rate plus 40 basis points. On November 1, 2023 the line of credit was increased to \$200,000 with a maturity date of November 2025 at a rate of BSBY index rate plus 70 basis points. On June 20, 2024, the line of credit was amended to change the index rate from BSBY to the secured overnight financing rate (SOFR) plus 70 basis points. As of June 30, 2024 and 2023, there were no amounts drawn or outstanding.

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The University has two stand-by bond purchase agreements with financial institutions totaling \$124,163 in the event that the Series 2003B and Series 2005A bonds cannot be remarketed. The \$86,456 agreement matures in December 2027. The \$37,707 agreement matures November 2025. There were no amounts outstanding at June 30, 2024 and 2023, under these agreements, nor has either agreement ever been called upon.

(c) *Interest Rate Swaps*

At June 30, 2024 and 2023, the University had two interest-rate swap agreements in place to effectively convert a portion of its variable-rate debt to fixed rates until maturity of the associated bonds. The notional amounts for the JP Morgan swap and the \$85,500 Goldman Sachs swap match the par amounts of the bonds and amortize at the same rate as the associated debt.

As of June 30, the following interest-rate swap agreements were outstanding:

Counterparty	Associated debt	Expiration date	June 30, 2024 remaining notional value	Swap fixed rate	Fair value of liability at June 30	
					2024	2023
JP Morgan	Series 2003B	9/1/2043	\$ 37,290	3.73 %	\$ (4,290)	(5,815)
Goldman Sachs	Series 2005A	5/1/2035	85,500	3.98	(6,594)	(7,576)
Goldman Sachs	None	9/1/2032	9,548	3.89	(311)	(360)
					\$ (11,195)	(13,751)

The variable rate on the two Goldman Sachs swaps is based on the USD-BMA Municipal Swap Index. The variable rate on the JP Morgan swap is based on the daily secured overnight financing rate plus fallback spread times 67%. The Goldman Sachs swaps require posting of collateral by either party at thresholds based on their respective credit ratings. Cash collateral must be posted by the University if the aggregate mark-to-market liability payable by the University exceeds \$25,000. The JP Morgan swap stipulates that if the University meets a minimum credit rating there are no collateral posting requirements. There was no collateral posting requirement at June 30, 2024 or June 30, 2023.

Interest rate volatility, remaining outstanding notional value and time to maturity will affect each swap's fair value at subsequent reporting dates. To the extent the University holds a swap through its expiration date, the swap's fair value will reach zero. Because the swap fair values are based predominantly on observable inputs corroborated by market data, they are classified in Level 2 in the GAAP fair value hierarchy.

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(8) Retirement Benefits

The University participates in two contributory retirement plans. The expense to the University, representing its contributions to the accounts of faculty and staff, was \$40,369 and \$36,384 for the years ended June 30, 2024 and 2023, respectively.

The University also has a non-qualified deferred compensation plan under IRC 457(b) that is offered to a select group of employees. Assets are held by a custodian on behalf of the University and are restricted for payments to participants and beneficiaries. At June 30, 2024 and 2023, total assets held by the University were \$53,747 and \$44,387, respectively, and included in investments on the balance sheets. A corresponding liability is included in retirement obligations.

The Brown University Food Services and Plant Operations Employees' Pension Plan is a qualified, noncontributory defined benefit plan which provides pensions for certain full-time weekly paid employees. The policy of the University is to fund pension costs in accordance with the Employee Retirement Income Security Act of 1974, as amended.

Information regarding the defined benefit pension plan for the years ended June 30 is as follows:

	<u>2024</u>	<u>2023</u>
Change in projected benefit obligation:		
Projected benefit obligation at beginning of year	\$ 115,499	115,268
Service cost	4,180	4,210
Interest cost	5,560	5,184
Benefits paid	(4,357)	(4,296)
Actuarial gain	(6,469)	(4,867)
Projected benefit obligation at end of year	\$ <u>114,413</u>	<u>115,499</u>

The actuarial gains for both 2024 and 2023 relate to changes in the discount rate.

The projected benefit obligation was determined using the following assumptions as of June 30:

	<u>2024</u>	<u>2023</u>
Discount rate	5.32 %	4.90 %
Rate of compensation increase	3.00	3.00

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

The following is a summary of activity under the plan for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Change in plan assets:		
Fair value of plan assets at beginning of year	\$ 102,450	94,600
Actual return on plan assets	12,016	8,646
Contributions	4,000	3,500
Benefits paid	<u>(4,357)</u>	<u>(4,296)</u>
Fair value of plan assets at end of year	114,109	102,450
Projected benefit obligation at end of year	<u>(114,413)</u>	<u>(115,499)</u>
Funded status included in retirement obligations	\$ <u><u>(304)</u></u>	\$ <u><u>(13,049)</u></u>
	<u>2024</u>	<u>2023</u>
Net periodic pension cost:		
Service cost	\$ 4,180	4,210
Interest cost	5,560	5,184
Expected return on assets	(5,374)	(4,714)
Amortization of unrecognized loss and prior service cost	<u>145</u>	<u>148</u>
Net periodic pension cost	\$ <u><u>4,511</u></u>	\$ <u><u>4,828</u></u>

Net periodic pension cost was determined using the following assumptions for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Discount rate	4.90 %	4.42 %
Rate of compensation increase	3.00	3.00
Expected long-term rate of return	5.25	5.00

The expected rate of return on plan assets was derived based upon assumptions of inflation, real returns, anticipated value added by the investment manager and expected asset class allocations.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

Net periodic pension cost is reflected in operating activities on the statements of activities. As of June 30, 2024 and 2023, items not yet recognized as components of net periodic pension cost are unrecognized prior service cost of \$756 and \$902, respectively, and a net unrecognized actuarial gain of \$19,543 and \$6,431, respectively. These changes affecting the funded status of the plan are included in other changes, net in nonoperating activities in the statements of activities.

The plan assets at June 30, 2024 and 2023 consist of variable annuity investments with various equity and fixed income focuses, which are classified as Level 1 in the GAAP fair value hierarchy.

The investment strategy for the Plan takes into account several factors consistent with the characteristics of an employee pension plan. As such, the strategy recognizes a long-term time horizon where a substantial allocation to equities is appropriate and will help to maximize returns; broad diversification in order to increase return and reduce risk; and investment in institutional retirement annuities that serves to reduce administrative costs.

The actual asset allocation for the pension plan as of June 30, 2024 and 2023, and the weighted average asset targeted allocation are as follows:

	<u>Target</u>	<u>Actual</u>	
		<u>2024</u>	<u>2023</u>
Equity funds	75 %	78 %	78 %
Fixed income funds	25	22	22
Total	<u>100 %</u>	<u>100 %</u>	<u>100 %</u>

The University's estimated contribution for 2025 is \$5,000.

Estimated future benefit payments as of June 30, 2024 are as follows:

Fiscal year:	
2025	\$ 5,179
2026	5,391
2027	5,779
2028	6,170
2029	6,553
2030–2034	37,992

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(9) Net Assets

The University's net assets as of June 30 are as follows:

	<u>2024</u>	<u>2023</u>
Without donor restrictions:		
Corporation-designated endowment funds	\$ 930,713	872,954
Investment in plant, net	548,943	498,495
University operations	<u>203,880</u>	<u>206,962</u>
Total without donor restrictions	<u>1,683,536</u>	<u>1,578,411</u>
With donor restrictions:		
Donor-restricted endowment funds:		
Scholarships and student support	1,854,187	1,695,686
Professorships	1,506,987	1,402,542
Departmental and programmatic support	1,339,076	1,220,794
General use	406,467	382,323
Instruction and lectureships	359,143	329,337
Fellowships	<u>322,212</u>	<u>297,798</u>
	5,788,072	5,328,480
Contributions receivable	498,901	428,516
Donor restricted for programs	230,962	243,765
Split-interest net assets	72,117	67,175
Investment in plant, net	<u>62,844</u>	<u>47,853</u>
Total with donor restrictions	<u>6,652,896</u>	<u>6,115,789</u>
	<u>\$ 8,336,432</u>	<u>7,694,200</u>

(10) Functional Classification of Expenses

The statements of activities present expenses by natural classification. The University also summarizes its operating expenses by functional classification. Functional categories are reported after allocating, on a square footage basis, expenses for operation and maintenance of plant, interest on indebtedness, and depreciation.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

Operating expenses by nature and function are summarized as follows for the fiscal year ended June 30, 2024:

	2024					
	Instruction and departmental research	Sponsored programs	Academic and student support	Auxiliary services	Institutional support	Total
Salaries and wages	\$ 251,339	81,136	112,651	43,268	81,511	569,905
Employee benefits	73,198	25,049	32,319	12,476	23,412	166,454
Graduate student support	22,934	20,841	62,936	—	—	106,711
Purchased services	43,764	60,455	16,809	14,621	25,686	161,335
Supplies and general	44,924	25,296	98,368	35,139	31,615	235,342
Utilities and occupancy	9,560	2,675	7,836	12,313	3,256	35,640
Interest	8,041	2,656	5,278	8,554	2,822	27,351
Depreciation	29,335	9,687	19,253	31,205	4,481	93,961
	<u>\$ 483,095</u>	<u>227,795</u>	<u>355,450</u>	<u>157,576</u>	<u>172,783</u>	<u>1,396,699</u>

Operating expenses by nature and function are summarized as follows for the fiscal year ended June 30, 2023:

	2023					
	Instruction and departmental research	Sponsored programs	Academic and student support	Auxiliary services	Institutional support	Total
Salaries and wages	\$ 225,659	77,972	98,423	38,397	75,204	515,655
Employee benefits	62,864	22,947	27,005	10,616	22,152	145,584
Graduate student support	20,758	19,292	56,041	—	—	96,091
Purchased services	39,804	61,022	16,478	14,111	25,048	156,463
Supplies and general	33,690	23,725	88,877	32,676	32,372	211,340
Utilities and occupancy	9,771	2,791	8,249	12,903	3,084	36,798
Interest	10,966	3,622	7,197	11,665	1,676	35,126
Depreciation	26,955	8,901	17,691	28,673	4,118	86,338
	<u>\$ 430,467</u>	<u>220,272</u>	<u>319,961</u>	<u>149,041</u>	<u>163,654</u>	<u>1,283,395</u>

(11) Commitments and Contingencies

All funds expended in conjunction with government grants and contracts are subject to audit by governmental agencies. In the opinion of management, any potential liability resulting from these audits will not have a material effect on the University's financial position.

The University is a defendant in various legal actions arising in the normal course of its operations. Although the final outcome of such actions cannot currently be determined, the University believes that the ultimate unrecognized liability, if any, will not have a material effect on the University's financial position.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(12) Related-Party Transactions

Members of the Corporation and senior management may, from time to time, be associated either directly or indirectly with companies doing business with the University. The University has a written conflict of interest policy that requires annual reporting by each Corporation member, individuals who serve on committees of the Corporation, and University senior management. When such relationships exist, measures are taken to mitigate any actual or perceived conflict, including requiring that such transactions be conducted at arms' length, based on terms that are fair and reasonable to and in the best interest of the University.

Effective July 1, 2017, the University, along with The Neurology Foundation, Inc.; University Emergency Medicine Foundation; University Medicine Foundation; University Surgical Associates, Inc.; Brown Urology, Inc.; and Brown Dermatology, Inc. (collectively the Foundations), joined to create the nonprofit Brown Physicians, Inc. (BPI). BPI is an affiliated clinical practice that enhanced the partnership between the Foundations and the Warren Alpert Medical School. Under the formation and support agreement, the University is obligated to pay BPI \$25,000 over a 10-year period. In 2024, the University paid \$2,500 to BPI, with the remaining \$2,500 included in accounts payable and accrued liabilities at June 30, 2024. In addition, the University authorized a line of credit agreement with BPI, up to \$30,000. There was no amount outstanding under the line of credit at June 30, 2024.

In June 2024, the University signed a set of expanded affiliation agreements with Lifespan Corporation (Lifespan). Three of the Lifespan hospitals, including Rhode Island, The Miriam, and Bradley, are academic teaching hospitals in Rhode Island, and many of the faculty members of Brown's Warren Alpert Medical School are employed by Lifespan. As part of the agreements, Lifespan will change its name to Brown University Health. Lifespan and the University will continue as separate, independent organizations after Lifespan is rebranded to Brown University Health. The agreements also formalize a series of terms around academic affiliation, including establishing that the Warren Alpert Medical School will be the exclusive medical school affiliate of Lifespan, and Lifespan will continue to be home of eleven of the medical schools' clinical departments.

Beginning July 1, 2024, Brown will make annual investments in Lifespan, totaling \$150,000 over seven years. The funds will support Lifespan's capacity to sustain and advance the shared academic mission of Brown and Lifespan. Following that seven-year period, Lifespan will pay \$15,000 annually to support the Warren Alpert Medical School's medical education and research efforts for the life of the agreement. The agreement is effective through June 26, 2044, and is subject to renewal for successive five-year terms, unless a termination notice is given by either party.

In addition, the University will manage approximately \$600,000 to \$800,000 of Lifespan's investment portfolio, creating the capacity for increased returns to support Lifespan's mission. The transfer of funds will be phased-in on a schedule expected to result in up to approximately \$200,000 in transfers annually over four years. Lifespan transferred \$50,000 into the University's investment pool in 2024, the fair market value of which was \$49,942 at June 30, 2024, and is included in investments with an offset reported as funds held for others on the balance sheet.

BROWN UNIVERSITY

Notes to Financial Statements

June 30, 2024 and 2023

(Dollars in thousands)

(13) Supplemental Disclosure of Cash Flow Information

Following is information intended to supplement the statements of cash flows for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Cash paid for interest, including recurring swap settlements, net of capitalized interest of \$2,312 and \$3,932	\$ 41,443	39,390
(Decrease) increase in accounts payable for land, buildings and equipment	(4,878)	783
Decrease in payables for purchases of investments	(483)	(3,478)

(14) Subsequent Events

The University considers events or transactions that occur after the balance sheet date, but before the financial statements are issued, to provide additional evidence relative to certain estimates or to identify matters that require additional disclosure. These financial statements were issued October 25, 2024, and subsequent events have been evaluated through that date.

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Research and Development Cluster:				
Department of Agriculture:				
Agriculture and Food Research Initiative (AFRI)	10.310	Direct	\$ —	\$ 104,571
Wake Forest University	10.310	20-013	—	60,288
Subtotal			—	164,859
COVID-19 - Gus Schumacher Nutrition Incentive Program	10.331	01_BROWNU_06163	—	53,598
Department of Agriculture total			—	218,457
Department of Commerce:				
Climate and Atmospheric Research	11.431	Direct	—	26,543
Congressionally Identified Awards and Projects	11.469	AWD-004074-G2	—	301,204
Department of Commerce total			—	327,747
Department of Defense:				
Department of Defense – Other research	12.000	Direct	1,130,352	3,088,252
Auburn University	12.000	21-CIVENG-202667-BROWN	—	149,729
BEM Systems, Inc.	12.000	23-EQMS-01	—	310,832
Cornell University	12.000	158083-22470	—	6,234
Eaton Corporation	12.000	0011-45381	—	87,422
Karagozian & Case Inc	12.000	K23916.00	—	6,380
Massachusetts Institute of Technology	12.000	S5618	—	132,144
Massachusetts Institute of Technology	12.000	S5719	—	278,468
Paragon Professional Services, LLC	12.000	PPS-2210020-BU	—	(625)
Peraton Labs Inc.	12.000	PO-0061970	—	7,139
University of Minnesota	12.000	P008101902	—	48,504
University of Rhode Island	12.000	0007844/010421	—	490
Subtotal			1,130,352	4,114,969
Basic and Applied Scientific Research				
Colorado School of Mines	12.300	Direct	369,123	8,942,515
Cornell University	12.300	402170-5801	—	240,981
Dartmouth College	12.300	150177-22472	—	68,979
Ellison Institute, LLC	12.300	R1682	—	45,425
	12.300	SP-ONR_Subaward_Kim-Armani	—	17,439

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Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
ReliaCoat Technologies, LLC	12.300	RCT1023S	—	(12,550)
University of California, Riverside	12.300	S-001604	—	122,941
University of Central Florida	12.300	65016A22	—	163,704
University of Pennsylvania	12.300	579262	—	136,506
University of Southern California	12.300	SCON-00003657	—	54,720
University of Wisconsin, Madison	12.300	0000001087	—	577,693
University of Wisconsin, Madison	12.300	0000001555	—	324,570
University of Wisconsin, Madison	12.300	0000001725	—	103,180
University of Wisconsin, Madison	12.300	0000003530	—	60,830
Washington University in Saint Louis	12.300	WU-24-0184	—	247,166
Subtotal			369,123	11,094,099
Scientific Research - Combating Weapons of Mass Destruction	12.351	Direct	291,039	444,197
Military Medical Research and Development	12.420	Direct	63,955	271,543
Ocean State Research Institute	12.420	292207	—	4,616
Rhode Island Hospital	12.420	7137942	—	9,875
University of California, Davis	12.420	A23-2045-S002	—	79,011
Washington State University	12.420	143150 WSU001093	—	17,860
Subtotal			63,955	382,905
Basic Scientific Research	12.431	Direct	—	1,121,730
Oklahoma State University	12.431	1-500751-BU	—	(2,316)
University of Wisconsin, Madison	12.431	0000003127	—	74,929
Subtotal			—	1,194,343
Air Force Defense Research Sciences Program	12.800	Direct	476,458	1,773,478
Mercatus Center at George Mason University	12.800	E2056131	—	178,055
Geosyntec Consultants	12.800	001	—	837
Subtotal			476,458	1,952,370
Research and Technology Development	12.910	Direct	33,518	743,239
University of Virginia	12.910	GR100443.SUB00001019	—	74,819
Subtotal			33,518	818,058
Department of Defense total			2,364,445	20,000,941
Central Intelligence Agency:				
Central Intelligence Agency	13.000	Direct	—	635

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Central Intelligence Agency total			—	635
Department of Education:				
Fulbright Hays Doctoral Dissertation Research Abroad	84.022A	Direct	—	58,100
Twenty-First Century Community Learning Centers	84.287C	2024-1	—	77,050
University of California, Riverside	84.305A	S-001448	—	35,706
University of Pennsylvania	84.305	R305D210014	—	46,444
Partnerships and Collaborations Focused on Problems of Practice or Policy	84.305H	Direct	213,131	975,142
City of Providence Public School District	84.374	Providence School District	19,146	141,137
Department of Education total			232,277	1,333,579
Department of Energy:				
Fermi National Accelerator Laboratory	81.000	656186	—	147,345
Fermi National Accelerator Laboratory	81.000	658618	—	3,448
Fermi National Accelerator Laboratory	81.000	664117	—	294,118
Fermi National Accelerator Laboratory	81.000	684497	—	22,291
Fermi National Accelerator Laboratory	81.000	701212	—	31,158
Fermi National Accelerator Laboratory	81.000	706439	—	551,108
Idaho National Laboratory	81.000	287761	—	99,689
Lawrence Livermore National Laboratory	81.000	No. B656118	—	2,641
Lawrence Livermore National Laboratory	81.000	No. B656211	—	30,081
Lawrence Livermore National Laboratory	81.000	No. B656377	—	27,035
Lawrence Livermore National Laboratory	81.000	No. B662144	—	35,312
Oak Ridge National Laboratory	81.000	4000126928	—	123,890
Oak Ridge National Laboratory	81.000	4000175015	—	5,370
Pacific Northwest National Laboratory	81.000	433306	—	121,162
Sandia National Laboratories	81.000	1926728	—	39,973
Sandia National Laboratories	81.000	2178181	—	1,495
Sandia National Laboratories	81.000	2364764	—	25,277
Sandia National Laboratories	81.000	2342121	—	102,472
Sandia National Laboratories	81.000	2502660	—	124,031
Sandia National Laboratories	81.000	2547733	—	8,445
The Regents of the University of California	81.000	7388270	—	14,377
Subtotal			—	1,810,718
Office of Science Financial Assistance Program	81.049	Direct	332,092	3,774,892

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Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Clemson University	81.049	2481-219-2025738		177,994
Oak Ridge National Laboratory	81.049	4000183969	—	179,130
Oregon State University	81.049	U1497A-A	—	75,357
Rice University	81.049	X03120310		11,397
University of Nebraska-Lincoln	81.049	25-0521-0226-005	—	573,348
University of New Hampshire	81.049	PZL0338	—	68,869
Subtotal			<u>332,092</u>	<u>4,860,987</u>
Western Michigan University	81.086	10566-Brown	—	113,314
State University of New York, Stony Brook	81.086	1171564/2/92707	—	261,741
Subtotal			<u>—</u>	<u>375,055</u>
Pacific Northwest National Laboratory	81.087	671259		257,899
Renewable Energy Research and Development	81.087	Direct	—	347,866
Subtotal			<u>—</u>	<u>605,765</u>
University of Maryland - College Park	81.135	113238-Z7152202	—	113,841
Subtotal			<u>—</u>	<u>113,841</u>
Department of Energy total			<u>332,092</u>	<u>7,766,366</u>
Department of Health and Human Services:				
Department of Health and Human Services – Other research	93.000	Direct	1,178,565	3,346,207
Bradley Hospital	93.000	712-1001	—	91,802
Dartmouth College	93.000	R997	—	227
Emmes Company LLC	93.000	TO#75N94023F00001	—	183,558
Subtotal			<u>1,178,565</u>	<u>3,621,794</u>
State of Michigan Procurement	93.070	MA 20000000860 - DO Doc ID: 210000005535	—	36,751
Boston University	93.077	4500004547	—	10,276
National Institute on Drug Abuse	93.077	GR16839	—	27,175
University of Vermont	93.077	32359SUB52490	—	309,387
University of Vermont	93.077	AWD00001681SUB00000557		42,911
Wake Forest University	93.077	WFUHS 119438	—	10,965
Wake Forest University	93.077	WFUHS119379	—	70,807
Wake Forest University	93.077	273-100500-119421	—	92,865
Subtotal			<u>—</u>	<u>564,386</u>
Stanford University	93.084	63401011-148206	—	115,390
Broad Institute	93.084	5008010-5500002148	—	6,779

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Subtotal			—	122,169
Duke University	93.103	303002746	—	53,625
Model State-Supported Area Health Education Centers	93.107	Direct	203,046	276,369
Environmental Health	93.113	Direct	488,048	3,197,933
Amelia Technologies	93.113	Amelia Technologies	—	456,370
Cincinnati Childrens Hospital Medical Center	93.113	314404	—	45,809
Florida Gulf Coast University	93.113	17056-NIH-Brown-01	—	58,256
Michigan State University	93.113	RC112064A	—	62,377
President and Fellows of Harvard College – SPH	93.113	112190-5104406	—	19,727
Tufts University	93.113	PO EP0234322	—	73,595
University of Nevada, Las Vegas	93.113	GR16778	—	52,728
University of Louisville	93.113	ULRF_20-1190B-01 (Year 3)	—	47,019
University of North Carolina, Chapel Hill	93.113	5129475	—	14,697
University of North Carolina, Chapel Hill	93.113	5129585	—	5,864
University of Pennsylvania	93.113	582722	—	42,616
Subtotal			488,048	4,076,991
Oral Diseases and Disorders Research	93.121	Direct	—	91,763
Rhode Island Hospital	93.121	7137973	—	20,995
Subtotal			—	112,758
Brandeis University	93.136	GR404470	—	49,934
Injury Prevention and Control Research and State and Community Based Programs	93.136	Direct	579,855	951,553
Rhode Island Hospital	93.136	7017137520	—	166,606
State of Rhode Island Department of Health	93.136	3723334 - 6NU17CE924967	—	24,504
University of California, Los Angeles	93.136	1535 G LB141	—	23,884
Subtotal			579,855	1,216,481
Women and Infants Hospital	93.137	BU-100051	—	15,789
Human Genome Research	93.172	Direct	—	499,898
President and Fellows of Harvard College	93.172	150562.5116721.0002	—	806,834
Subtotal			—	1,306,732
Research Related to Deafness and Communication Disorders	93.173	Direct	203,862	2,025,178
Stanford University	93.173	62532441-116469	—	23,466
Stanford University	93.173	62894329-193336	—	54,301
University of Massachusetts Medical School	93.173	OSP32755-00	—	18,247
Subtotal			203,862	2,121,192

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Beth Israel Deaconess Medical Center	93.213	01064530		9,130
Research and Training in Complementary and Integrative Health	93.213	Direct	391,540	1,197,184
Massachusetts General Hospital	93.213	236636	—	13,940
Miriam Hospital	93.213	7147232	—	6,309
Miriam Hospital	93.213	7147337	—	7,578
University of Rochester	93.213	SUB00000450 / UR FAO GR533012	—	151,005
Subtotal			391,540	1,385,146
National Research Service Awards Health Services Research Training	93.225	Direct	—	285,737
Research on Healthcare Costs, Quality and Outcomes	93.226	Direct	136,535	653,515
COVID-19 - Research on Healthcare Costs, Quality and Outcomes	93.226	Direct	—	234,760
University of Pennsylvania	93.226	588969	—	28,721
Subtotal			136,535	916,996
Rhode Island Hospital	93.233	7137688	—	10,999
Mental Health Research Grants	93.242	Direct	4,059,286	13,681,480
COVID-19 - Mental Health Research Grants	93.242	Direct	—	647,854
American University	93.242	31756-A240003-S03	—	88,532
Baylor College of Medicine	93.242	7000001191	—	756
Baylor College of Medicine	93.242	7000001617	—	1,602
Baylor College of Medicine	93.242	P700000831	—	18,014
Binghamton University	93.242	94804-1176155_Brown Univ	—	19,579
Boston College	93.242	5107901-3	—	129,164
Boston Medica Center	93.242	4141-Brown-05AG-01	—	165,625
Boston University	93.242	4500003428	—	21,063
Bradley Hospital	93.242	712-7678	—	9,617
Butler Hospital	93.242	5001871BROWN	—	114,172
Butler Hospital	93.242	5001571-RCTBROWN	—	14,472
Butler Hospital	93.242	5001701BROWN	—	113,459
Butler Hospital	93.242	5001751BROWN	—	24,265
Butler Hospital	93.242	5001931-Brown	—	38,945
Dartmouth Medical School	93.242	R1441	—	66,576
Emory University	93.242	A175688	—	19,269
Emory University	93.242	A202614	—	15,130
Emory University	93.242	A849491	—	35,396

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Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Massachusetts General Hospital	93.242	236496	—	88,827
Massachusetts General Hospital	93.242	236910	—	60,249
Massachusetts General Hospital	93.242	236969	—	82,472
Massachusetts General Hospital	93.242	239518	—	91,159
McLean Hospital	93.242	401665	—	193,180
Michigan State University	93.242	RC114239Brown	—	393,039
Michigan State University	93.242	RC114240Brown	—	79,098
Miriam Hospital	93.242	7147068AN	—	15,479
New York Genome Center	93.242	2021-0050-BROWN-01	—	534
Ocean State Research Institute	93.242	512204	—	43,046
Research Foundation for Mental Hygiene, Inc	93.242	1019000/6/28470	—	78,026
Rhode Island Hospital	93.242	7137670	—	15,293
Rhode Island Hospital	93.242	7137763	—	27,687
Rhode Island Hospital	93.242	7137805	—	33,296
University of California, Los Angeles	93.242	1935 G YA101	—	11,963
University of Chicago	93.242	AWD102252 (SUB00000578)	—	(213)
University of Illinois at Chicago	93.242	19753	—	59,951
University of Maryland – College Park	93.242	2003802	—	151,302
University of Massachusetts Medical School	93.242	SUB00000421	—	13,479
University of Missouri - Columbia	93.242	C00078940-1	—	30,382
University of New Hampshire	93.242	L0180	—	11,294
University of Rochester	93.242	SUB00000362 / UR FAO GR532179	—	289,543
University of Washington	93.242	UWSC14887	—	63,685
Yale University	93.242	CON-80004873(GR122842)	—	12,503
Subtotal			<u>4,059,286</u>	<u>17,070,244</u>
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Direct	185,164	605,215
University of Missouri - Kansas City	93.243	00118057/00079829	—	449,066
Subtotal			<u>185,164</u>	<u>1,054,281</u>
Health Systems Strengthening and HIV/AIDS Prevention, Care and Treatment Under the President's				
Emergency Plan for AIDS Relief	93.266	Direct	<u>548,660</u>	<u>1,507,617</u>
Adult Viral Hepatitis Prevention and Control	93.270	Direct	—	192,191
Alcohol Research Programs	93.273	Direct	881,843	8,369,901

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COVID-19 - Center for Innovative Public Health Research	93.273	CiPHR 20215223912	—	35,187
Boston University	93.273	4500003456	—	105,316
Burnham Institute	93.273	60871-13184-Brown	—	(3,990)
Burnham Institute	93.273	71136-13811-BU	—	29,013
Butler Hospital	93.273	501681Brown	—	4,086
Rhode Island Hospital	93.273	7137820	—	3,933
Rhode Island Hospital	93.273	7137830	—	60,176
Rutgers University	93.273	2102 - PO 25063909	—	(1,961)
Trustees of Boston University	93.273	4500003904	—	83,952
University of California, Los Angeles	93.273	0875 G ZA737	—	23,810
University of Illinois, Urbana-Champaign	93.273	106344-18715	—	32,812
University of Missouri, Columbia	93.273	C00071288-1	—	56,021
University of Rhode Island	93.273	10278/100323	—	16,817
University of Southern California	93.273	103132179	—	7,500
University of Wisconsin Milwaukee	93.273	243405608	—	2,798
Subtotal			<u>881,843</u>	<u>8,825,371</u>
Drug-Free Communities Support Program Grants	93.276	Direct	—	56,178
Drug Abuse and Addiction Research Programs	93.279	Direct	2,630,849	9,796,492
COVID-19 - Drug Abuse and Addiction Research Programs	93.279	Direct	—	683,994
Boston Children's Hospital	93.279	GENFD0001711879	—	(9,863)
Boston Medical Center	93.279	7290-Brown-01	—	11,891
Bradley Hospital	93.279	7127712	—	83,616
Butler Hospital	93.279	5001821-1	—	27,609
Butler Hospital	93.279	5001961BROWN	—	17,580
Butler Hospital	93.279	5001821-2	—	1,441
Giner, Inc.	93.279	407582	—	(383)
Hennepin Healthcare Research Institute	93.279	15212-2	—	13,425
Massachusetts General Hospital	93.279	237496	—	30,516
Massachusetts General Hospital	93.279	241225	—	12,066
Massachusetts Institute of Technology	93.279	S5861 PO#836061	—	16,769
Miriam Hospital	93.279	710-7147113	—	20,596
Miriam Hospital	93.279	7147185ASN	—	27,529
Mount Sinai School of Medicine	93.279	0255-H181-4609	—	47,304
New York University School of Medicine	93.279	#22-A0-00-1008771	—	363,432

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Northeastern University	93.279	60062765 BU	—	57,216
Northeastern University	93.279	60062766 Brown	—	63,258
Rhode Island Hospital	93.279	7017137679	—	2,738
Rhode Island Hospital	93.279	7137757	—	8,148
Rhode Island Hospital	93.279	7137875	—	2,164
Rhode Island Hospital	93.279	7137925	—	15,391
Simon Fraser University	93.279	GRT26399	—	47,976
Stanford University	93.279	63019051-257650	—	25,622
University of California, San Francisco	93.279	13704sc	—	370,118
University of Chicago	93.279	AWD104433 (SUB00001045)	—	13,897
University of Florida	93.279	SUB00002792	—	13,293
Weill Cornell Medical College	93.279	201851-3	—	217,325
Weill Cornell Medical College	93.279	222892-4	—	38,023
Women and Infants Hospital	93.279	5001631-2	—	11,350
Subtotal			<u>2,630,849</u>	<u>12,030,533</u>
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	Direct	6,534	445,585
University of New Hampshire	93.286	PZL0214	—	74,381
Subtotal			<u>6,534</u>	<u>519,966</u>
Minority Health and Health Disparities Research	93.307	Direct	288,439	1,959,488
Bradley Hospital	93.307	712-7573	—	30,471
Brigham and Women's Hospital	93.307	127174	—	54,484
University of California, Riverside	93.307	S-001543	—	(51,448)
University of Kansas	93.307	GR500773	—	11,816
University of Rhode Island	93.307	10371/121123	—	69,851
Subtotal			<u>288,439</u>	<u>2,074,662</u>
Trans-NIH Research Support	93.310	Direct	289,195	743,606
COVID-19 - Trans-NIH Research Support	93.310	Direct	—	101,229
COVID-19 - Carnegie Mellon University	93.310	1090746 - 437999	—	(289)
Carnegie Mellon University	93.310	1090661-437999	—	822
Carnegie Mellon University	93.310	1090785 - 437999	—	446,745
New York University	93.310	F1977-02	—	30,415
Rhode Island Hospital	93.310	7137538	—	28,793
Rhode Island Hospital	93.310	7137951	—	13,384

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Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Subtotal			289,195	1,364,705
California State University - Northridge	93.311	A15-0012-S030	—	1,507
University of Minnesota	93.311	P009879301	—	16,446
Subtotal			—	17,953
Miriam Hospital	93.349	710-7147144	—	19,556
Research Infrastructure Programs	93.351	Direct	—	1,390,836
Dana-Farber Cancer Institute	93.353	1204001	—	3,066
Thomas Jefferson University	93.353	080-31000-S51601	—	31,516
Subtotal			—	34,582
Nursing Research	93.361	Direct	374,741	795,249
Center for Innovative Public Health Research	93.361	CiPHR - R01NR020309	—	1,756
Mount Sinai School of Medicine	93.361	0255-F561-409	—	3,010
University of California, San Diego	93.361	123245755	—	19,769
Women and Infants Hospital	93.361	5001941BROWN	—	66,217
Subtotal			374,741	886,001
Brigham and Women's Hospital	93.393	127445	—	55,865
Cancer Cause and Prevention Research	93.393	Direct	456,616	1,488,217
Columbia University	93.393	1(GG017675-01)	—	12,331
Dana Farber Cancer Institute	93.393	1322201	—	64,964
Fox Chase Cancer Center	93.393	FCCC # 15152-01	—	41,542
Fox Chase Cancer Center	93.393	1513700YR5	—	325,380
Massachusetts General Hospital	93.393	232008	—	7,982
Massachusetts General Hospital	93.393	243799	—	22,671
Massachusetts General Hospital	93.393	243,844	—	66,035
Regents of the University of Michigan	93.393	SUBK00019306	—	19,319
San Diego Biomedical Research	93.393	23430-215-415	—	98,018
Tufts Medical Center, Inc.	93.393	EP0239997	—	16,130
University of California, Irvine	93.393	2022-1739	—	161,228
University of California, Irvine	93.393	2023-1893	—	178,059
University of California, San Francisco	93.393	10234sc	—	649
University of Kansas Medical School	93.393	AWD-0002659	—	23,080
University of Texas MD Anderson	93.393	3001528852	—	43,662
Subtotal			456,616	2,625,132

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Cancer Detection and Diagnosis Research	93.394	Direct	270,056	2,516,103
ECOG-ACRIN Medical Research Foundation, Inc	93.394	UWSC12941	—	80,682
International Agency for Research on Cancer	93.394	GEM/92/6-5-BrownU	—	25,648
University of Washington	93.394	UWSC13957	—	130,241
Subtotal			<u>270,056</u>	<u>2,752,674</u>
Cancer Treatment Research	93.395	Direct	291,213	1,163,700
Dana-Farber Cancer Institute	93.395	1227206	—	261,550
Dana-Farber Cancer Institute	93.395	1800007	—	1,378,262
Regents of the University of Michigan	93.395	SUBK00014075	—	169,705
Subtotal			<u>291,213</u>	<u>2,973,217</u>
Cancer Biology Research	93.396	Direct	380,901	1,421,189
Duke University	93.396	A032495	—	24,145
University of Alabama, Birmingham	93.396	000528128-SC002	—	27,950
University of Massachusetts, Worcester	93.396	OSP32272-BROWN	—	70,543
Subtotal			<u>380,901</u>	<u>1,543,827</u>
Indiana University – Indianapolis	93.397	8671	—	48,245
Cancer Research Manpower	93.398	Direct	—	84,946
ECOG-ACRIN Medical Research Foundation, Inc	93.399	UG1CA189828-06-BRWN2	—	241,021
ECOG-ACRIN Medical Research Foundation, Inc	93.399	2UG1CA189828-06-BRWN3	—	766,391
ECOG-ACRIN Medical Research Foundation, Inc	93.399	UG1CA189828-06-BRWN1	—	226,870
ECOG-ACRIN Medical Research Foundation, Inc	93.399	UG1CA189828-07-BRWN-AYA	—	36,540
Subtotal			<u>—</u>	<u>1,270,822</u>
Council of State and Territorial Epidemiologists, Inc.	93.421	PO No. 8062	52,032	155,062
COVID-19 - Stanford University	93.421	63301091-306582	—	23,420
Stanford University	93.421	62877981-250198	—	13,349
Subtotal			<u>52,032</u>	<u>191,831</u>
University of Massachusetts, Worcester	93.433	SUB00000433	—	3,965
Yale University	93.498	CON-80004337 (GR119798)	—	192,329
Trans-NIH Recovery Act Research Support	93.701	Direct	—	(10,409)
University of Missouri – Kansas City	93.788	0010328500070912	—	50,639
University of Rhode Island	93.829	9645/050922	—	4,806

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Hennepin Healthcare Research Institute	93.830	15019-5	—	16,013
California Polytechnic State University	93.837	2022-31-45195	—	11,899
Cardiovascular Diseases Research	93.837	Direct	260,750	2,413,119
George Washington University	93.837	21-M119	—	31,624
Kent Hospital	93.837	5001731-12-BROWN	—	169,562
Lundquist Institute	93.837	031690-01-Brown/PO# 20006410	—	5,216
Miriam Hospital	93.837	710-7147188	—	6,265
Miriam Hospital	93.837	7147247	—	26,407
Miriam Hospital	93.837	7147339	—	6,731
Ocean State Research Institute	93.837	462504 NIH P AM AGED	—	96,207
Ohio State University	93.837	SPC1000012294 /GR133149	—	21,424
Ohio State University	93.837	SPC-1000012896 GR134400	—	138,149
Rhode Island Hospital	93.837	7137976SL	—	83,205
Rhode Island Hospital	93.837	7137489	—	3,371
Rutgers University	93.837	2926	—	38,401
Rutgers University	93.837	2356	—	(6,285)
University of Florida	93.837	SUB00003696	—	126,539
University of Miami	93.837	OS00001212	—	16,765
University of Pennsylvania	93.837	588396 - 10082399 - PO #5188874	—	79,679
University of Pittsburgh	93.837	0054665 (129258-2)	—	(582)
Subtotal			260,750	3,267,696
Lung Diseases Research	93.838	Direct	94,641	1,908,734
Emory University	93.838	A713997	—	263,509
Rhode Island Hospital	93.838	7137797	—	57,585
Rhode Island Hospital	93.838	701-7137305	—	36,025
Rhode Island Hospital	93.838	7137832	—	52,507
Weill Cornell Medical College	93.838	204296-1	—	441,754
Subtotal			94,641	2,760,114
Blood Diseases and Resources Research	93.839	Direct	469,229	734,568
Translation and Implementation Science Research for Heart, Lung, Blood Diseases, and Sleep Disorders	93.840	Direct	—	378,422
Massachusetts General Hospital	93.840	234862	—	44,385
Subtotal			—	422,807
Arthritis, Musculoskeletal and Skin Diseases Research	93.846	Direct	292,436	737,854

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Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Children's Hospital of Philadelphia	93.846	GRT-00000242 / PO# 20190018	—	457,819
Rhode Island Hospital	93.846	7137948	—	159,757
State University of New York, Stony Brook	93.846	1171294/2/92721	—	16,553
Subtotal			292,436	1,371,983
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	Direct	628,466	2,955,336
COVID-19 - Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	Direct	—	105,497
Clemson University	93.847	2535-209-2016078	—	9,610
Duke University	93.847	303001548	—	12,505
Hartford Hospital	93.847	126403-Brown	—	1,826
Miriam Hospital	93.847	710-7147150	—	197
Miriam Hospital	93.847	710-7147122	—	2,809
Miriam Hospital	93.847	7147169	—	9,411
Miriam Hospital	93.847	7147265	—	2,247
Miriam Hospital	93.847	7147284	—	54,830
Rhode Island Hospital	93.847	7017137407	—	428
Tulane University	93.847	TUL-HSC-562207-23/24	—	19,653
University of Pittsburgh	93.847	AWD00004528 (136771-1)	—	214,639
Women and Infants Hospital	93.847	5001581-02	—	26,885
Subtotal			628,466	3,415,873
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	Direct	596,217	8,337,214
Baylor College of Medicine	93.853	7000000370	—	(7,581)
Baylor College of Medicine	93.853	7000000765	—	2,022
Baylor College of Medicine	93.853	7000001745	—	5,256
Baylor College of Medicine	93.853	P700000437	—	8,091
Baylor College of Medicine	93.853	7000001773	—	419
Central Michigan University	93.853	F64485	—	96,175
Cleveland Clinic	93.853	1483-SUB	—	15,238
Cleveland Clinic	93.853	CCF21246753	—	43,273
Connecticut College	93.853	141584	—	293
New York University	93.853	19-A0-00-1002081/113033	—	178,350
New York University	93.853	19-A0-001002081/113030	—	220,839
Stanford University	93.853	62754161-205480	—	291,273
University of California, San Francisco	93.853	12322sc	—	210,704
University of New England	93.853	23101-H2	—	57,054

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Subtotal			596,217	9,458,620
Allergy and Infectious Diseases Research	93.855	Direct	1,267,693	7,064,067
Broad Institute	93.855	5000385-5500002040	—	65,611
Broad Institute	93.855	5000577 - 5500002044	—	75,385
Cincinnati Childrens Hospital Medical Center	93.855	OS00000727/401019	—	257,458
Emory University	93.855	A555850	—	15,466
HIV Prevention Trials Network	93.855	PO22002120	—	22,887
Johns Hopkins University	93.855	2004103391	—	46,517
Loyola University of Chicago	93.855	213646-3	—	12,398
Miriam Hospital	93.855	7147085JH	—	64,244
Miriam Hospital	93.855	7147101DJM	—	7,385
Miriam Hospital	93.855	7147105CK	—	275
Miriam Hospital	93.855	7147101W	—	(1,645)
Miriam Hospital	93.855	7147154JH	—	85,347
Miriam Hospital	93.855	7147248JWH	—	5,067
Miriam Hospital	93.855	7147291ASN	—	147,658
Miriam Hospital	93.855	7147341ASN	—	57,166
Miriam Hospital	93.855	7147321IBW	—	25,402
Miriam Hospital	93.855	7147325ARE	—	11,337
Miriam Hospital	93.855	7147322JWH	—	136,887
Miriam Hospital	93.855	7147324CWK	—	34,793
Rhode Island Hospital	93.855	7137596	—	7,191
Rhode Island Hospital	93.855	7137771	—	44,488
Sloan-Kettering Institute	93.855	PO #C22645356	—	110,013
St. Jude Children's Research Hospital	93.855	GR-0003353-0005635	—	200,450
University of California, San Francisco	93.855	10968sc	—	(1,424)
University of California, San Francisco	93.855	12313sc	—	95,583
University of California, San Francisco	93.855	12421sc	—	48,306
University of California, San Francisco	93.855	13772sc	—	168,594
University of California, San Francisco	93.855	14606sc	—	72,234
University of Massachusetts Medical School	93.855	SUB00000136	—	99,940
University of North Carolina, Chapel Hill	93.855	5112615	—	62,952
University of North Carolina, Chapel Hill	93.855	5113719	—	38,260
University of North Carolina, Chapel Hill	93.855	5121972	—	104,328
University of North Carolina, Chapel Hill	93.855	5128645	—	27,908

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University of North Carolina, Chapel Hill	93.855	5129197	—	71,953
University of Rhode Island	93.855	0006818-08162018 - PO#000141488	—	(325)
Subtotal			<u>1,267,693</u>	<u>9,284,156</u>
Butler Hospital	93.856	5001511-9	—	100,750
Biomedical Research and Research Training	93.859	Direct	2,302,251	19,933,690
Bradley Hospital	93.859	712-1001	—	12,502
Bradley Hospital	93.859	712-1000 Kimberly	—	7,371
Bradley Hospital	93.859	7121010	—	42,306
Butler Hospital	93.859	5001511-2	—	13,390
Butler Hospital	93.859	5001511-4	—	41,635
Butler Hospital	93.859	5001511-5	—	4,519
Butler Hospital	93.859	5001511-22BROWN	—	95,091
Butler Hospital	93.859	5001511-10BROWN	—	(211)
Massachusetts Institute of Technology	93.859	S5275	—	136,232
Miriam Hospital	93.859	7147250	—	4,215
Miriam Hospital	93.859	7147123	—	68,193
Miriam Hospital	93.859	7147251	—	56,677
Montana State University	93.859	G316-23-WA255	—	76,831
Ocean State Research Institute	93.859	312240-6500	—	7,610
Ocean State Research Institute	93.859	N/A	—	29,502
Ocean State Research Institute	93.859	312250-NIHS-C3SUP	—	283,324
Ocean State Research Institute	93.859	312254	—	45,000
Rhode Island Hospital	93.859	7137385BM	—	69,206
Rhode Island Hospital	93.859	7137781AS2	—	22,585
Rhode Island Hospital	93.859	701-7137296	—	(443)
Rhode Island Hospital	93.859	RIH 7137782NJ	—	13,518
Rhode Island Hospital	93.859	7137963ABC	—	14,708
Rhode Island Hospital	93.859	7017137313	—	(6)
Rhode Island Hospital	93.859	7137931	—	172,584
Rhode Island Hospital	93.859	701-7137506	—	2,283
Rhode Island Hospital	93.859	7137296	—	(83)
Rhode Island Hospital	93.859	7137961BDLM	—	208,454
Rhode Island Hospital	93.859	7137384JWH	—	8,810

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Rhode Island Hospital	93.859	7137387AC	—	5,622
Rhode Island Hospital	93.859	7137783HF	—	1,831
Rhode Island Hospital	93.859	7137962JWH	—	23,320
University of Chicago	93.859	AWD065769(SUB00000441)	—	2,868
University of Rhode Island	93.859	0009701/07152022A	—	151,958
University of Rhode Island	93.859	0012496/529241	—	26,163
University of Rhode Island	93.859	0010076/06092023	—	158,501
West Virginia University	93.859	23-278-Brown-Yr1	—	643
Yale University	93.859	GR111848 (CON-80002879)	—	51,114
Subtotal			<u>2,302,251</u>	<u>21,791,513</u>
Child Health and Human Development Extramural Research	93.865	Direct	2,349,049	5,649,168
COVID-19 - Center for Innovative Public Health Research	93.865	CIPHR - R01HD106635	—	28,431
Bradley Hospital	93.865	7127549	—	8,168
Butler Hospital	93.865	5001921-Brown	—	9,364
Center for Innovative Public Health Research	93.865	CIPHR	—	(1,990)
Cincinnati Childrens Hospital Medical Center	93.865	OS00000691/400759	—	29,541
Emory University	93.865	A704132	—	20,632
Florida State University	93.865	R000003168	—	344,219
Northeastern University	93.865	500649-78052	—	78,680
Research Triangle Institute	93.865	2-312-0215374-65459L	—	(5,560)
Research Triangle Institute	93.865	3-312-0218642-67513L	—	110,862
Rhode Island Hospital	93.865	7017137362-1	—	1,291
Rhode Island Hospital	93.865	7017137362-2	—	1,431
Rhode Island Hospital	93.865	7017137362-4	—	(2)
University of Massachusetts Medical School	93.865	SUB00000242	—	29,035
University of North Carolina, Chapel Hill	93.865	5117443	—	4,402
University of Wisconsin, Madison	93.865	0000002519	—	(8,109)
Wayne State University	93.865	WSU20064	—	16,334
Subtotal			<u>2,349,049</u>	<u>6,315,897</u>
Aging Research	93.866	Direct	14,223,705	37,528,324
COVID-19 - Aging Research	93.866	Direct	—	47,183
Bolden Therapeutics	93.866	2021-01	—	117,023

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Butler Hospital	93.866	5001911BROWN	—	15,808
Butler Hospital	93.866	6799521-2	—	14,288
Columbia University	93.866	3(GG018634-01)	—	98,140
Hebrew SeniorLife	93.866	90113	—	10,103
Hebrew SeniorLife	93.866	Hebrew Rehab Center - 90088	—	317,789
Hebrew SeniorLife	93.866	92335	—	28,191
Hebrew SeniorLife	93.866	92375	—	38,582
Hebrew SeniorLife	93.866	90104	—	94,152
Hebrew SeniorLife	93.866	90108	—	136,489
Hebrew SeniorLife	93.866	90120	—	29,627
Indiana University	93.866	7870_BRWN	—	110,223
Indiana University – Bloomington	93.866	IN4683237BRWN	—	372,959
Johns Hopkins University	93.866	2004313048	—	9,201
Massachusetts General Hospital	93.866	232815	—	(10,563)
Massachusetts General Hospital	93.866	235379	—	111,491
Massachusetts General Hospital	93.866	243649	—	17,387
Miriam Hospital	93.866	7147286	—	10,530
Mount Sinai School of Medicine	93.866	0254-4608-4609	—	24,631
President and Fellows of Harvard College	93.866	116362-5128954	—	24,634
Regents of the University of Michigan	93.866	3004822522	—	34,220
Regents of the University of Michigan	93.866	3004832691	—	33,427
Regents of the University of Michigan	93.866	SUBK00012781	—	21,540
Regents of the University of Michigan	93.866	SUBK00019038	—	23,748
Regents of the University of Michigan	93.866	SUBK00018695	—	21,555
Regents of the University of Minnesota	93.866	P008441953	—	51,395
Rhode Island Hospital	93.866	701-7137465	—	3,074
Rhode Island Hospital	93.866	7137878	—	17,091
Rhode Island Hospital	93.866	7137839	—	12,950
Rockefeller University	93.866	SUB00000288	—	239,045
Syracuse University	93.866	30917-05467-S22	—	31,562
University of California, Irvine	93.866	2022-1765	—	233,749
University of California, San Diego	93.866	703934	—	99,532
University of Colorado, Denver	93.866	FY22.930.003	—	(5)
COVID-19 - University of Minnesota	93.866	P011089953	—	20,540
The University of Alabama, Tuscaloosa	93.866	A19-0473-S008	—	28,988

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
University of Massachusetts Medical	93.866	SUB0000368	—	26,596
University of Minnesota	93.866	P009273455	—	9,249
University of Nebraska-Lincoln	93.866	34-5430-2006-001	—	30,261
University of North Carolina at Greensboro	93.866	1R61AG084479-01	—	12,677
University of Pittsburgh	93.866	AWD00004643	—	201,262
University of Rhode Island	93.866	0009115/111221	—	31,560
University of Rhode Island	93.866	0009847/00117232	—	103,367
University of Rhode Island	93.866	0009847/762023	—	199,418
University of Southern California	93.866	SCON-00004046	—	24,610
University of Texas Health Science Center	93.866	172344/168699	—	101,652
Vigorous Mind	93.866	N/A	—	40,487
Subtotal			14,223,705	40,799,742
Vision Research	93.867	Direct	37,496	2,170,179
Medical Library Assistance	93.879	Direct	—	25,717
Northeastern University	93.879	500663-78051	—	23,483
President and Fellows of Harvard College	93.879	117362-5119919	—	46,376
Subtotal			—	95,576
University of Rhode Island	93.958	9626/051722	—	5,134
Emory University	93.989	A764414	143,884	14,540
International Research and Research Training	93.989	Direct	—	653,131
New York University	93.989	F1977-04	—	22,992
University of Cape Town	93.989	UCT00029094	—	34,803
Subtotal			143,884	725,466
Maternal and Child Health Services Block Grant to the States	93.994	Direct	(2,559)	—
State of Rhode Island Department of Health	93.994	01/01/24 - 09/30/24 - PO 3573706-9	—	448,840
State of Rhode Island Department of Health	93.994	2018-2023 Agreement - PO3573706	—	173,485
State of Rhode Island Department of Health	93.994	2018-2022 Agreement - PO3573706-8	—	75,051
COVID-19 - State of Rhode Island Department of Health	93.994	2018-2022 Agreement - PO3573706-8	—	460,474
Subtotal			(2,559)	1,157,850
Department of Health and Human Services total			36,560,238	178,794,552
United States Agency for International Development:				
USAID Foreign Assistance for Programs Overseas	98.000	Direct	—	190,390
Department of the Interior:				
University of Southern California	15.808	SCON-00004994	—	10,000
Natural Resource Stewardship	15.944	Direct	—	10,022
Cooperative Research and Training Programs – Resources of the National Park System	15.945	Direct	—	9,491

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Department of the Interior total			—	29,513
Department of Transportation:				
Giner, Inc.	20.000	405686	—	(18)
Pipeline Safety Research Competitive Academic Agreement Program (CAAP)	20.724	Direct	39,769	182,110
Department of Transportation total			39,769	182,092
Department of Veterans Affairs:				
Department of Veterans Affairs – Other Research	64.000	36C24122P0883	—	149,290
Providence VA Medical Center	64.000	36C24120D0027 / 650D32007	—	11,221
Providence VA Medical Center	64.000	36C24120D0027 / 650D32011	—	7,178
Providence VA Medical Center	64.000	650D35044	—	53,815
Providence VA Medical Center	64.000	36C24120D0027 / 36C24123N0993 / 650D32013	—	30,147
Providence VA Medical Center	64.000	36C24120D0027 36C24123N1030 650D32018	—	30,695
Providence VA Medical Center	64.000	36C24120D0027 / 650D32003	—	28,320
Providence VA Medical Center	64.000	650D35051	—	41,914
Providence VA Medical Center	64.000	36C24120D0027 / 650D42000	—	35,177
Providence VA Medical Center	64.000	650D15015	—	4,552
Providence VA Medical Center	64.000	650D35050	—	10,361
Providence VA Medical Center	64.000	36C24120D0027/650D42004	—	43,868
Providence VA Medical Center	64.000	36C24120D0027 / 36C24124N0778 / 650D42007- T.O. #24	—	1,163
Providence VA Medical Center	64.000	650D22015	—	1,567
Providence VA Medical Center	64.000	36C24120D0027 / 650D42011	—	7,178
Providence VA Medical Center	64.000	650D25047	—	51,755
Providence VA Medical Center	64.000	650D25048	—	46,213
Providence VA Medical Center	64.000	36C24124D0066 / 650D42009	—	6,625
Providence VA Medical Center	64.000	650D35015	—	80,008
Providence VA Medical Center	64.000	650D35019	—	753
Providence VA Medical Center	64.000	650D35020	—	19,516
Providence VA Medical Center	64.000	650D35022	—	54,435
Providence VA Medical Center	64.000	650D35025	—	66,433
Providence VA Medical Center	64.000	N/A	—	7,626
Providence VA Medical Center	64.000	650D35005	—	10,698
Providence VA Medical Center	64.000	36C24120D0027 / 36C24123N0595 - 650D32002 - T.O.#16	—	26,083
Providence VA Medical Center	64.000	36C24120D0027 / 650D32009	—	18,288
Providence VA Medical Center	64.000	650D15033	—	26,440
Rutgers University	64.000	SUB00002469	—	44,068
VA Bedford Healthcare Administration	64.000	518-C34022 VA IPA	—	81,053
VA Bedford Healthcare Administration	64.000	IPA	—	24,721
Department of Veterans Affairs total			—	1,021,161
Environmental Protection Agency:				

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Purdue University	66.511	16200038-031	—	10,832
Environmental Protection Agency total			—	10,832
National Aeronautics and Space Administration:				
Other Research	43.000	Direct	—	61,311
California Institute of Technology	43.000	S465370	—	6,002
Smithsonian Astrophysical Observatory	43.000	SV1-21009	—	24,213
University of Arizona	43.000	546247	—	33,643
University of Arizona	43.000	570406	—	236,908
University of Maryland – College Park	43.000	23913-Z6927002	—	26,303
Subtotal			—	388,380
Science	43.001	Direct	414,258	4,674,393
Jet Propulsion Laboratory	43.001	1668996	—	10,515
Jet Propulsion Laboratory	43.001	1672951	—	34,908
Jet Propulsion Laboratory	43.001	1698757	—	95,818
Johns Hopkins University Applied Physics Laboratory, LLC.	43.001	182338	—	13,845
Planetary Science Institute	43.001	1797-BRWN	—	55,719
Smithsonian Astrophysical Observatory	43.001	SV1-21003	—	4,650
University of California, Berkeley	43.001	00011295	—	17,396
University of California, Riverside	43.001	S-001475	—	5,750
University of California, San Diego	43.001	706545	—	26,699
University of Idaho	43.001	SP4662-880966	—	12,255
University of Tennessee Knoxville	43.001	A23-1008-S001	—	42,362
University of New Mexico	43.001	133803 - 87T6	—	26,699
Subtotal			414,258	5,021,009
Aeronautics	43.002	Direct	169,389	279,230
Exploration	43.003	Direct	3,459	560,131
Office of Stem Engagement (OSTEM)	43.008	Direct	591,047	1,811,173
National Aeronautics and Space Administration total			1,178,153	8,059,923
National Science Foundation:				
Other Research	47.000	Direct	—	438,298

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Engineering Grants	47.041	Direct	70,379	2,007,571
COVID-19 - Engineering Grants	47.041	Direct	—	169,231
Boston University	47.041	4500004161	—	79,120
Texas A & M University - College Station	47.041	M2305062	—	84,054
University of California, Los Angeles	47.041	3020 G IA014	—	6,242
University of Rhode Island	47.041	0008544/04012023	—	42,168
Subtotal			<u>70,379</u>	<u>2,388,386</u>
Mathematical and Physical Sciences	47.049	Direct	175,164	12,249,362
Brandeis University	47.049	GR404040	—	101,465
Northeastern University	47.049	512216-78051	—	135,758
State University of New York-Environmental Science & Forestry	47.049	550-98878-1185934	—	6,505
University of Notre Dame	47.049	QuarkNet Program – PHY1806631	—	1,920
University of Notre Dame	47.049	QuarkNet Program - PHY-2309272	—	2,520
University of Pennsylvania	47.049	583087	—	38,749
University of Utah	47.049	10055084-S1	—	210,228
Subtotal			<u>175,164</u>	<u>12,746,507</u>
Geosciences	47.050	Direct	361,604	4,276,992
Columbia University	47.050	86F(GG009393-04)	—	20,000
Columbia University	47.050	86G(GG009393-04)	—	6,560
Columbia University	47.050	86H(GG009393-04)	—	24,151
Columbia University	47.050	86I(GG009393-04)	—	11,408
Oregon State University	47.050	S2306F-C	—	45,196
State University of New York-Environmental Science&Forestry	47.050	550-98211-1184431	—	11,878
University of Southern California	47.050	SCON-00006517	—	307
Woods Hole Oceanographic Institution	47.050	A101646 / 81958900	—	6,980
Subtotal			<u>361,604</u>	<u>4,403,472</u>
Computer and Information Science and Engineering	47.070	Direct	19,134	3,552,555
Computing Research Association	47.070	2021CIF-Brown-70	—	132,638
Computing Research Association	47.070	CIF2020Year3-BU-24	—	21,629
Massachusetts Institute of Technology	47.070	s5698, PO #771749	—	183,216
Subtotal			<u>19,134</u>	<u>3,890,038</u>
Biological Sciences	47.074	Direct	760,908	3,220,245
Florida Gulf Coast University	47.074	17056-BROWN-01	—	(44,502)
University of Alabama, Birmingham	47.074	000535058-SC002	—	125,443
Subtotal			<u>760,908</u>	<u>3,301,186</u>

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Social, Behavioral, and Economic Sciences	47.075	Direct	58,084	2,014,857
COVID-19 - Social, Behavioral, and Economic Sciences	47.075	Direct	—	56,520
American Sociological Association	47.075	2023 ASA DDRI	—	5,199
President and Fellows of Harvard College	47.075	100888-5124784	—	8,961
University of Pennsylvania	47.075	585353	—	29,500
Subtotal			58,084	2,115,037
STEM Education (Formerly Education and Human Resources)	47.076	Direct	245,520	3,202,169
Polar Programs	47.078	Direct	—	345,638
Office of International Science and Engineering (OISE)	47.079	Direct	12,071	47,504
Office of Integrative Activities	47.083	Direct	618,380	1,618,161
National Science Foundation total			2,321,244	34,496,396
Research and Development Cluster total			43,028,218	252,432,584
Student Financial Assistance Cluster:				
Department of Education:				
Federal Supplemental Educational Opportunity Grants	84.007	Direct	—	1,202,485
Federal Work-Study Program	84.033	Direct	—	1,158,893
Federal Perkins Loan Program (note 3)	84.038	Direct	—	5,758,742
Federal Pell Grant Program	84.063	Direct	—	6,556,788
Federal Direct Student Loans (note 3)	84.268	Direct	—	45,673,755
Department of Education total			—	60,350,663
Department of Health and Human Services:				
Health Professions Student Loans, Including Primary Care-Loans/Loans for Disadvantaged Students (note 3)	93.342	Direct	—	179,586
Department of Health and Human Services total			—	179,586
Student Financial Assistance Cluster total			—	60,530,249
Other Federal Awards:				
Department of Energy:				
Office of Science Financial Assistance Program	81.049	Direct	—	269,225
Department of Energy total			—	269,225
Department of Interior:				
Preservation of Japanese American Confinement Sites	15.933	Direct	—	55,372
Cultural Resources Management	15.946	Direct	—	105,275
Department of Interior total			—	160,647

BROWN UNIVERSITY

Supplementary Schedule of Expenditures of Federal Awards

June 30, 2024

Federal grantor/pass-through grantor/program or cluster title	Assistance Listing number	Direct award or pass-through entity identifying number	Passed through to subrecipients	Total federal expenditures
Department of Labor:				
Rhode Island Department of Labor and Training	17.225	RESA-PO3744963-1	—	137,985
Department of Labor total			—	137,985
Department of State:				
American University	19.345	31719-A230045-S02	—	20,895
Department of State total			—	20,895
National Endowment for the Arts & Humanities				
Promotion of the Arts Grants to Organizations and Individuals	45.024	Direct	—	29,272
Rhode Island Council for the Humanities	45.129	2023MIN-Org14	—	1,988
University of Florida	45.161	SUB00003484	—	20,999
University of Wisconsin, Milwaukee	45.161	213405499	—	(425)
Subtotal			—	20,574
Promotion of the Humanities Professional Development	45.163	Direct	—	76,631
Promotion of the Humanities Office of Digital Humanities	45.169	Direct	—	162,857
Vanderbilt University	45.169	OSA00000307	—	6,883
Subtotal			—	169,740
Laura Bush 21st Century Librarian Program	45.313	Direct	—	41,852
National Endowment for the Arts & Humanities total			—	340,057
Japan-US Friendship Commission:				
Japan-U.S. Friendship Commission Grants	90.300	Direct	—	6,545
Japan-US Friendship Commission total			—	6,545
Department of Health and Human Services:				
University of Rhode Island	93.696	10406/01292024	—	16,472
Department of Health and Human Services total			—	16,472
Corporation for National and Community Service:				
Rhode Island Commission for National Community	94.013	17VSARI002	—	2,751
Corporation for National and Community Service total			—	2,751
Other Programs total			—	954,577
Total Expenditures of Federal Awards			\$ 43,028,218	\$ 313,917,410

See accompanying notes to supplementary schedule of expenditures of federal awards.

BROWN UNIVERSITY

Notes to Supplementary Schedule of Expenditures of Federal Awards

Year ended June 30, 2024

(1) Basis of Presentation

The accompanying supplementary schedule of expenditures of federal awards (the Schedule) summarizes the expenditures of Brown University (the University) under programs funded by the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Because the Schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net assets or cash flows of the University.

For purposes of the Schedule, federal awards include all grants, contracts and similar agreements entered into directly between the University and agencies and departments of the federal government and all subawards to the University by nonfederal organizations pursuant to federal grants, contracts and similar agreements. The Schedule also denotes awards passed through from the University to other nonfederal subrecipient organizations.

(2) Significant Accounting Policies

For purposes of the Schedule, expenditures for federal award programs are recognized as incurred using the accrual method of accounting and the cost accounting principles. Under these cost principles, certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Expenditures under the research and development cluster include facilities and administrative (F&A) cost recoveries, relating primarily to facilities operation and maintenance; facilities and equipment depreciation; and general, divisional, and departmental administration services, which are charged to applicable federal grants under negotiated rates agreed to with the Department of Health and Human Services, the University's federal cognizant agency. The University has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

(3) Federal Student Financial Assistance

Student Loan Programs

The Federal Perkins Loan and Health Professional Student Loan programs are administered directly by the University and balances and transactions relating to these programs are included in the University's financial statements.

Congress did not renew the Federal Perkins Loan Program after September 2017 and the transition period permitting disbursements ended June 30, 2018. Therefore, no new loans have been awarded after September 2017 and the University will continue to service outstanding loans throughout the repayment

BROWN UNIVERSITY

Notes to Supplementary Schedule of Expenditures of Federal Awards
Year ended June 30, 2024

period. For the year ended June 30, 2024, the University did not recover an administrative cost allowance under the Federal Perkins Loan Program. Perkins loan activities and balances consist of the following:

	Federal CFDA number	Balance as of June 30, 2023	Payments received and other adjustments	Balance as of June 30, 2024
Perkins Loan Program	84.038	\$ 5,758,742	(1,739,283)	4,019,459

In 2024 the University closed out the Health Professions Student Loan (HPSL) program by purchasing the remaining loan balances which became a University receivable. No new HPSL loans have been issued during the year ended June 30, 2024 and the University will continue to service outstanding loans throughout the repayment period.

Federal Direct Loans

Federally guaranteed loans awarded to students of the University during the year ended June 30, 2024 are summarized as follows:

Subsidized Stafford Loan Program	\$ 1,895,866
Unsubsidized Stafford Loan Program	24,416,891
PLUS Loan Program	<u>19,360,998</u>
Total	<u>\$ 45,673,755</u>

The University is responsible only for the performance of certain administrative duties relating to Federal Direct Loans and, accordingly, these loans are not included in the University's financial statements. It is not practical to determine the balances of loans outstanding to students of the University under this program as of June 30, 2024.



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Providence, RI 02903

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

The President and Corporation
Brown University:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Brown University (the University), which comprise the University's balance sheet as of June 30, 2024, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 25, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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



Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KPMG LLP

Providence, Rhode Island
October 25, 2024



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Providence, RI 02903

Independent Auditors' Report on Compliance for the Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

The President and Corporation
Brown University:

Report on Compliance for the Major Federal Program

Opinion on Major Federal Program

We have audited Brown University's (the University) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the University's major federal program for the year ended June 30, 2024. The University's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2024.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the University and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for the major federal program. Our audit does not provide a legal determination of the University's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the University's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the University's compliance based on our audit. 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,



Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the University's compliance with the requirements of the major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 University's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the University's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the University as of and for the year ended June 30, 2024, and have issued our report thereon dated October 25, 2024 which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards for the year ended June 30, 2024 is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 2024 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2024 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2024 financial statements or to the 2024 financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the 2024 financial statements as a whole.

KPMG LLP

Providence, Rhode Island
March 11, 2025

BROWN UNIVERSITY
 Schedule of Findings and Questioned Costs
 Year ended June 30, 2024

(1) Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether financial statements were prepared in accordance with U.S. GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(s) identified? _____ Yes X None reported

Noncompliance material to the financial statements noted? _____ Yes X No

Federal Awards

Internal control over major federal program:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(s) identified? _____ Yes X None reported

Type of auditors' report issued on compliance for major federal program: Unmodified

Any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)? _____ Yes X No

Identification of Major Programs

<u>Name of federal program/cluster</u>	<u>ALN numbers</u>
Research and Development	Various

Dollar threshold used to distinguish between type A and type B programs: \$3,000,000

Auditee qualified as low risk auditee? X Yes _____ No

(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*

None.

(3) Findings and Questioned Costs Relating to Federal Awards

None.