

Drexel University and Subsidiaries

**Consolidated Financial Statements and
Schedule of Expenditures of Federal Awards and
Reports in Accordance with the Uniform
Guidance**

For the Year Ended June 30, 2025

EIN # 23-1352630

Drexel University and Subsidiaries
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For the Years Ended June 30, 2025 and 2024

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I. Consolidated Financial Statements



Report of Independent Auditors

To the Board of Trustees of Drexel University

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Drexel University and its subsidiaries (the "University"), which comprise the consolidated statements of financial position as of June 30, 2025 and 2024, and the related consolidated statements of activities, and of cash flows for the years then ended, including the related notes (collectively referred to as the "consolidated financial statements").

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the University as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS) and the standards applicable to the financial audits contained in the *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 Consolidated 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 Consolidated Financial Statements

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

In preparing the consolidated 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 consolidated financial statements are issued.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 US 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 consolidated financial statements.

In performing an audit in accordance with US 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 consolidated 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 consolidated 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 consolidated 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.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards for the year ended June 30, 2025 is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures, in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the consolidated financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2025, 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 for the year ended June 30, 2025. 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 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.



Philadelphia, Pennsylvania
October 28, 2025

Drexel University and Subsidiaries
Consolidated Statements of Financial Position
June 30, 2025 and 2024 (in thousands)

	2025	2024
Assets:		
Cash, cash equivalents, and restricted cash		
Operating	\$ 40,805	\$ 20,394
Restricted	14,115	15,133
Accounts receivable	167,920	173,770
Contributions receivable, net	58,882	63,677
Loans receivable	12,905	14,605
Prepaid expenses and other assets	127,472	100,708
Malpractice insurance trust	6,704	7,780
Beneficial interests in trusts	47,492	45,414
Investments	1,079,976	1,023,279
Land, buildings and equipment, net	1,061,141	1,086,564
Finance lease right-of-use (ROU) asset	7,765	12,894
Operating lease right-of-use (ROU) asset	451,435	472,111
Total assets	\$ 3,076,612	\$ 3,036,329
Liabilities:		
Accounts payable	\$ 47,354	\$ 44,008
Accrued liabilities	113,507	95,072
Deposits and deferred revenue	193,935	185,134
Finance lease liability	7,766	8,840
Operating lease liability	569,295	587,360
Government advances for student loans	15,916	17,688
Accrued retirement obligations	22,712	25,164
Bonds and notes payable	552,015	555,120
Liabilities held for sale	401	516
Total liabilities	1,522,901	1,518,902
Net Assets:		
Without donor restrictions	595,673	629,272
With donor restrictions	958,038	888,155
Total net assets	1,553,711	1,517,427
Total liabilities and net assets	\$ 3,076,612	\$ 3,036,329

The accompanying notes are an integral part of these consolidated financial statements.

Drexel University and Subsidiaries
Consolidated Statement of Activities
For the Year Ended June 30, 2025 (in thousands)

	Without Donor Restrictions	With Donor Restrictions	Total
Operating			
Revenues and releases:			
Tuition and fees, room and board	\$ 718,564	\$ -	\$ 718,564
Grants and contracts	137,042	25,162	162,204
Physician services	28,321		28,321
Auxilliary enterprises	17,619		17,619
Commonwealth appropriations	1,704		1,704
Contributions	8,614	25,565	34,179
Allocation of endowment spending from financial capital	24,692	26,983	51,675
Investment income, net	12,180	880	13,060
Other income	42,254	375	42,629
Total revenues	990,990	78,965	1,069,955
Net assets released from restrictions	73,867	(73,867)	-
Total revenues and releases	1,064,857	5,098	1,069,955
Expenses:			
Salaries and wages	517,770		517,770
Employee benefits	125,723		125,723
Depreciation and amortization	57,520		57,520
Interest	20,185		20,185
Other operating expenses	388,473		388,473
Total expenses	1,109,671	-	1,109,671
(Decrease) / increase in net assets from operating activities	(44,814)	5,098	(39,716)
Non-operating			
Contributions - Endowment and other gifts	1,033	28,202	29,235
Realized / unrealized net gain on investments, net of endowment payout and expenses	12,438	36,583	49,021
Change in funding status of post-retirement and defined benefit plans	624		624
Other decreases	(2,880)		(2,880)
Increase in net assets from non-operating activities	11,215	64,785	76,000
Total (decrease) / increase in net assets	(33,599)	69,883	36,284
Net assets, beginning of year	629,272	888,155	1,517,427
Net assets, end of year	\$ 595,673	\$ 958,038	\$ 1,553,711

The accompanying notes are an integral part of these consolidated financial statements.

Drexel University and Subsidiaries
Consolidated Statement of Activities
For the Year Ended June 30, 2024 (in thousands)

	Without Donor Restrictions	With Donor Restrictions	Total
Operating			
Revenues and releases:			
Tuition and fees, room and board	\$ 674,574	\$ -	\$ 674,574
Grants and contracts	136,702	23,377	160,079
Physician services	24,008		24,008
Auxiliary enterprises	18,850		18,850
Commonwealth appropriations	2,017		2,017
Contributions	3,481	11,985	15,466
Allocation of endowment spending from financial capital	22,832	30,477	53,309
Investment income, net	12,286	1,873	14,159
Other income	50,179	555	50,734
Total revenues	944,929	68,267	1,013,196
Net assets released from restrictions	75,338	(75,338)	-
Total revenues and releases	1,020,267	(7,071)	1,013,196
Expenses:			
Salaries and wages	481,277		481,277
Employee benefits	136,583		136,583
Depreciation and amortization	55,265		55,265
Interest	19,556		19,556
Other operating expenses	383,949		383,949
Total expenses	1,076,630	-	1,076,630
Decrease in net assets from operating activities	(56,363)	(7,071)	(63,434)
Non-operating			
Contributions - Endowment and other gifts	1,973	20,805	22,778
Realized / unrealized net (loss) / gain on investments, net of endowment payout and expenses	(2,476)	17,875	15,399
Net assets acquired from Salus University	91,070	13,069	104,139
Change in funding status of post-retirement and defined benefit plans	175		175
Other decreases	(876)		(876)
Increase in net assets from non-operating activities	89,866	51,749	141,615
Total increase in net assets	33,503	44,678	78,181
Net assets, beginning of year	595,769	843,477	1,439,246
Net assets, end of year	\$ 629,272	\$ 888,155	\$ 1,517,427

The accompanying notes are an integral part of these consolidated financial statements.

Drexel University and Subsidiaries

Consolidated Statements of Cash Flows

For the Years Ended June 30, 2025 and 2024 (in thousands)

	2025	2024
Operating activities:		
Increase in net assets	\$ 36,284	\$ 78,181
Adjustments to reconcile change in net assets to net cash (used in) / provided by operating activities:		
Depreciation and amortization	54,834	52,945
(Gain) / Loss on disposal of assets	1,357	(10,381)
Net assets acquired from Salus University	-	(104,139)
Change in market value in beneficial interests in trusts	(2,078)	(2,941)
Contributions restricted for long-term investment	(23,263)	(12,084)
Non-cash contributions received	(1,666)	(3,000)
Proceeds from the sale of donated securities	1,352	2,843
Actuarial change on annuity liabilities	(147)	286
Realized/unrealized gain on investments	(107,306)	(71,270)
Changes in assets and liabilities that provide / (use) cash:		
Accounts receivable	5,850	(5,281)
Contributions receivable	2,281	14,428
Prepaid expenses and other assets	(26,773)	(6,661)
Accounts payable and accrued liabilities	22,681	(46,226)
Accrued retirement obligations	(2,452)	(2,332)
Deposits and deferred revenue	8,801	6,705
Right-of-use assets and liabilities	6,776	3,690
Other, net	(115)	(450)
Net cash used in operating activities	(23,584)	(105,687)
Investing activities:		
Purchase of investments	(128,805)	(84,123)
Proceeds from sales and maturities of investments	179,715	130,796
Change in malpractice insurance trust	1,076	5,618
Student loans repaid	1,700	2,134
Purchases of land, buildings and equipment	(32,590)	(30,195)
Sales of land, buildings and equipment	15	16,268
Cash acquired from Salus University	-	6,337
Net cash provided by investment activities	21,111	46,835
Financing activities:		
Proceeds from restricted contributions	23,263	12,084
Proceeds from sale of contributed securities restricted for endowment	2,468	4,704
Payments on annuity obligations	(502)	(358)
Repayments of federal student loan funds	(1,772)	(2,927)
Proceeds from short-term debt	10,000	20,000
Payments on finance lease liability	(1,176)	(1,324)
Repayments of long-term debt	(10,415)	(9,935)
Net cash provided by financing activities	21,866	22,244
Net increase in cash and cash equivalents, and restricted cash	19,393	(36,608)
Cash and cash equivalents, and restricted cash, beginning of year	35,527	72,135
Cash and cash equivalents, and restricted cash, end of year	\$ 54,920	\$ 35,527
Supplemental Information		
Gifts-in-kind	30	153
Cash paid for interest	19,452	19,929
Amounts accrued for purchase of land, buildings and equipment	9,614	9,273
Donated securities	4,121	7,573
Net assets acquired from Salus University:		
Cash acquired	-	6,337
Fair value of assets acquired (excluding cash)	-	136,839
Liabilities assumed	-	(39,037)
	-	-

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

1. Nature of Organization and Operations

Drexel University (the “University”) is one of the largest private universities in the United States of America. The University has the distinction of having one of the nation’s oldest, largest, and best-known cooperative education programs. Founded in 1891 by founder and philanthropist Anthony Joseph Drexel, the University is a private comprehensive global research university with three campuses located in Philadelphia, Pennsylvania, as well as other regional sites. With over 24,000 enrolled undergraduate, graduate and professional students, the University is dedicated to advancing knowledge and society and to providing every student with a valuable, rigorous, experiential, technology-infused education. The University offers over 200-degree programs in its 15 colleges and schools in arts and sciences, biomedical engineering and sciences, business, computing and informatics, economics, education, engineering, entrepreneurship, food and hospitality management, law, media arts and design, medicine, optometry, audiology, nursing and health professions, and public health.

Academy of Natural Sciences of Philadelphia

Pursuant to an affiliation agreement dated September 30, 2011, the University owns 100% of the Academy of Natural Sciences of Philadelphia, doing business as the Academy of Natural Sciences of Drexel University (“ANS”). ANS, founded in 1812, is a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code. ANS is dedicated to encouraging and cultivating the sciences and advancing learning. ANS operates a public museum in Philadelphia and conducts systematic research and research in aquatic ecosystems, including integrating such research with education regarding biodiversity and environmental science in collaboration with the University and its students.

Academic Properties, Inc.

The University owns 100% of Academic Assets, Inc. which owns 100% of Academic Properties, Inc. (“API”), a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code. API manages properties used by the University, as well as other strategically located properties contiguous to its campus.

Drexel University Online, LLC

Drexel University Online, LLC (“DUO”) is a non-profit, Delaware, single-member, limited liability company, wholly owned subsidiary of the University that specializes in marketing, recruiting, instructional design, and supporting innovative internet-based distance education programs for working professionals and corporations in the U.S. and abroad. DUO also provides training, performs industry comparison research, and supports grants. DUO was created on July 1, 2015, as the successor entity to the former for-profit operations of Drexel eLearning, Inc., which merged with and into DUO on that date. On June 30, 2025, Drexel University Online, LLC (“DUO”) was dissolved, and its operations and activities were merged into the University.

Dragon Risk Limited, Co.

Dragon Risk Limited, Co. (“DRLC”) is a single member, limited liability company formed and domiciled in the State of Vermont, of which the University is the sole member. DRLC received its Articles of Organization on May 23, 2014, from the Vermont Secretary of State,

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

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its Certificate of Authority from the Vermont Department of Financial Regulation on June 11, 2014 and commenced business on July 1, 2014. DRLC provides excess liability coverage to the University.

Drexel Global Initiatives, LLC

Drexel Global Initiatives, LLC (“Drexel Global”) is a non-profit Pennsylvania, single member limited liability company established on February 1, 2014, of which the University is the sole member. Drexel Global’s purpose is to operate exclusively for educational purposes within the meaning of Section 501 (c)(3) of the Internal Revenue Code, and it has been established to assist the University in its international operations. The business and affairs of Drexel Global are managed by a board of managers established by the University.

Drexel Global India Private Limited

Drexel University has established Drexel Global India Private Limited (“Drexel PLC”), an Indian private limited company, to facilitate international academic activities. Drexel University holds a 99.99% ownership interest in Drexel PLC, with the remaining 0.01% held by Drexel Global Initiatives, LLC, as a nominee shareholder. Drexel PLC will in turn hold a 99.99% interest in Drexel NPC, a not-for-profit company to be incorporated in India, with the remaining 0.01% to be held by a nominee shareholder as required under Indian law.

DUC, LLC

DUC, LLC is a Pennsylvania limited liability company established on December 13, 2013, of which the University has 95% ownership, with the remaining 5% held by API. DUC, LLC’s purpose is to carry out the purposes of the University, including, but not limited to assisting in the financing for the development, construction and leasing of certain real estate owned by the University located at 3610 Warren Street, Philadelphia, Pennsylvania 19104 (the “Land”). The University’s portion of business (“POB”) constructed and developed an approximately 90,000 square foot building on this land to house the K-8 school campus for the Powel-Science Leadership Academy Middle School (“Powel/SLA-MS”). The business and affairs of DUC, LLC are managed by the University.

11th Street Family Health Services, Inc.

11th Street Family Health Services, Inc. (“11th Street”), a Pennsylvania non-profit corporation, was formed on December 12, 2013. 11th Street is a non-profit real estate holding company, wholly owned by the University, organized to operate in furtherance of the activities of the University and to facilitate the use of new market tax credits in rehabilitating and expanding the structures located at 850 North 11th Street, Philadelphia (the “Property”) which was donated from the University on December 23, 2013. The Property is in a qualified census tract that meets certain income, unemployment and poverty level requirements that qualified under the New Market Tax Credit Program as a qualified active low-income community business (a “QALICB”), as defined by Section 45D of the Internal Revenue Code of 1986, as amended, and Section 1.45D-1(d)(4) of the Code of Federal Regulations. The project was funded by a qualified low-income community investment loan. On December 24, 2020, the New Market Tax Credit financing was unwound. As part of the unwind, the University became the holder of the investment

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

loan, which was satisfied in full pursuant to a Mortgage Satisfaction effective December 24, 2020. 11th Street continues to own the fee interest in the Property and leases the Property to the University pursuant to an amended lease agreement effective January 1, 2021.

1200 Chestnut Street General Partner, Inc.

1200 Chestnut Street GP, Inc. (“1200 Chestnut GP”), a Pennsylvania corporation, is the sole general partner in 1200 Chestnut Street I, LP (the “Partnership”). 1200 Chestnut GP is a wholly owned subsidiary of the University. The officers of 1200 Chestnut GP are also the officers and senior leadership of the University. 1200 Chestnut GP was formed as a for-profit single purpose entity to act as the general partner of the Partnership in connection with the historic rehabilitation of the 1200-1202 Chestnut Street property in a manner intended to qualify for the historic rehabilitation tax credit described in Section 47 of the Internal Revenue Code of 1986, as amended. 1200 Chestnut GP is no longer active. The underlying property has been transferred back to the University, and the Partnership is in the process of being formally dissolved. Final tax filings and other wind-down activities have been completed in connection with the dissolution. 1200 Chestnut GP follows a calendar based fiscal year.

1200 Chestnut Street I, Limited Partnership

1200 Chestnut Street I, LP, a Pennsylvania limited partnership (the “Partnership”), was formed on November 28, 2016, to acquire, own, rehabilitate and lease, manage and operate Partnership property in a manner that was intended to qualify such rehabilitation for historic rehabilitation tax credits allowable pursuant to Section 47 of the Internal Revenue Code of 1986, as amended. 1200 Chestnut LP property is comprised of land and historic building located at 1200-1202 Chestnut Street, Philadelphia, Pennsylvania 19107. The general partner is 1200 Chestnut Street GP, which held a 1% interest in 1200 Chestnut LP. On February 7, 2023, the “Flip Date” (as defined in the Partnership Agreement) occurred resulting in 1200 Chestnut GP’s ownership interest being increased to 95% with the University acquiring the remaining 5% ownership interest. The Partnership also transferred fee ownership in the Property to the University. The University meets the requirements for consolidation of the Partnership through its 100% ownership of 1200 Chestnut GP and direct ownership of the remaining 5% limited partnership interest in the Partnership. The Partnership is no longer active. The underlying property was transferred back to the University, and the Partnership is in the process of being formally dissolved. Final tax filings and other wind-down activities have been completed in connection with the dissolution. The Partnership follows a calendar based fiscal year.

3509 Spring Garden GP, Inc.

3509 Spring Garden GP, Inc., (“3509 GP”) a Pennsylvania corporation, is the sole general partner in 3509 Spring Garden, LP (“3509 LP”). 3509 GP is a wholly owned subsidiary of the University. The officers of 3509 GP are also the officers and senior leadership of the University. As part of the new market tax credit and historic tax credit transactions, a for-profit, single purpose entity was needed to acquire, own, rehabilitate, lease, manage and operate the 3509 Spring Garden property (the “Dornsife Center”) and to own the 3509

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Spring Garden, LP Qualified Active Low-Income Community Business (“QALICB”). The 3509 LP QALICB was established, with 3509 GP acting as the general partner and holding a 90% interest. On September 30, 2020, the new market tax credit and historic tax credit financing was unwound, and the investment loans have been deemed satisfied. 3509 GP follows a calendar based fiscal year.

3509 Spring Garden, LP

3509 Spring Garden, LP, a Pennsylvania limited partnership (“3509 LP”), was formed on February 25, 2013, to acquire, own, rehabilitate, lease, manage and operate the Dornsife Center in a manner that will qualify such rehabilitation for historic rehabilitation tax credits allowable pursuant to Section 47 of the Internal Revenue Code of 1986, as amended (the “Code”). The Dornsife Center is also located in a qualified census tract that meets certain income, unemployment and poverty level requirements and qualifies under the New Market Tax Credit Program as a QALICB under Section 45D of the Code. On September 30, 2020, the new market tax credit and historic tax credit financing was unwound, and the investment loans have been deemed satisfied. 3509 LP follows a calendar based fiscal year.

2. Summary of Significant Accounting Policies

General

The University is a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code. The consolidated financial statements include the University, the Academy of Natural Sciences of Philadelphia, Drexel University Online, LLC, Academic Properties, Inc., and the University’s other subsidiaries which are described in detail in these notes. All University subsidiaries have a fiscal year ending June 30, unless otherwise indicated in Note 1. The financial information of all subsidiaries has been consolidated in accordance with the University’s fiscal year for reporting purposes.

Basis of Presentation

The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and with the provision of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) 958, *Not-for-Profit Entities*, which requires the university to classify its net assets into two categories according to donor-imposed restrictions; net assets without donor imposed restrictions and net assets with donor imposed restrictions. All material transactions between the University and its subsidiaries have been eliminated.

Net Assets without Donor Restrictions – Net assets derived from tuition and other University resources that are not subject to explicit donor-imposed restrictions. Net assets without donor restrictions include board designated funds functioning as endowment funds.

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

Net Assets with Donor Restrictions - Net assets which are subject to explicit donor-imposed restrictions on the expenditure of contributions or income and gains on contributed assets, net assets from endowments not yet appropriated for spending by the University and student loan funds. In some cases, donor restrictions can be fulfilled by actions of the University in accordance with those stipulations or by the passage of time. In other cases, some restrictions, such as endowed funds, are permanent, and typically, the donors of these assets permit the University to use all, or part of the income earned on these assets for operations. Restrictions include support of specific schools, colleges and departments of the University, professorships, research, faculty support, scholarships, and fellowships, building construction and other purposes. When time and purpose restrictions expire, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Measure of Operations

The University's measure of operations as presented in the Consolidated Statements of Activities includes revenue from tuition and fees, room and board, grants and contracts, physician services, contributions for operating programs, the allocation of endowment spending for operations and other revenues. Operating expenses are reported on the Consolidated Statements of Activities by natural classification.

Liquidity and Availability

The University's financial assets available within one year of the balance sheet date for general expenditure as of June 30, 2025 and 2024 are as follows:

<i>(in thousands)</i>	2025	2024
Total assets at year-end	\$ 3,076,612	\$ 3,036,329
Less: non-financial and financial assets not available within one year		
Restricted cash	(14,115)	(15,133)
Tuition receivable due in more than one year	(6,823)	(5,566)
Contributions receivable with donor restrictions	(58,882)	(63,677)
Loans receivable due in more than one year	(9,544)	(11,059)
Prepaid expenses and other assets	(127,472)	(100,708)
Malpractice insurance trust	(6,704)	(7,780)
Beneficial Interests in trusts	(47,492)	(45,414)
Investments	(1,079,976)	(1,023,279)
Land, buildings and equipment, net	(1,061,141)	(1,086,564)
Finance lease right-of-use (ROU) asset	(7,765)	(12,894)
Operating lease right-of-use (ROU) asset	(451,435)	(472,111)
Financial assets available at year-end for current use	\$ 205,263	\$ 192,144

As of June 30, 2025, the University has \$205,263,000 of financial assets that are available within one year of the balance sheet date to meet cash needs for general expenditure. In addition to these available financial assets, a significant portion of the University's annual expenditures will be funded by current year operating revenues including tuition and fees, room and board, grant and contract income and auxiliary enterprise income. The University structures its financial assets to be available as general expenditures, liabilities and other obligations come due.

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Notes to Consolidated Financial Statements

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The University's endowment funds consist of donor-restricted and board-designated endowment funds. Income from donor-restricted endowments is restricted for specific purposes and, therefore, is not available for general expenditure. As described in Note 7, for fiscal year 2025 and 2024, the Board of Trustees approved the spending of endowment resources to 6.00% and 7.00%, respectively, of the average fair value of the pooled endowment portfolio for the prior seven fiscal years, except for ANS in which the Board of Trustees approved a distribution to 7.00% of the fair market value of the pooled endowment assets for the prior seven fiscal years. Under the approved spending rules, the University received an allocation of \$51,675,000 and \$53,309,000 in fiscal years 2025 and 2024, respectively. The endowment portfolio structures cash to be available for the endowment spend and to fulfill capital calls for alternative investments.

To help manage unanticipated liquidity needs, the University has committed lines of credit in the amount of \$170,000,000, of which the University drew down \$30,000,000 as of June 30, 2025. Additionally, the University has a board-designated endowment of \$371,945,000 as of June 30, 2025. Although the University does not intend to spend from its board-designated endowment funds other than amounts appropriated for general expenditure as part of its annual budget approval and appropriation process, amounts from its board-designated endowment could be made available if necessary. However, the board-designated endowment funds contain investments with lock-up provisions that reduce the total investments that could be made available.

Cash, Cash Equivalents, and Restricted Cash

Cash and cash equivalents represent demand deposits and other investments with an initial maturity date not exceeding 90 days. At June 30, 2025, and 2024, the University had cash balances in financial institutions, which exceed federal depository insurance limits. Management believes the credit risks related to these deposits to be minimal. Cash and cash equivalents are carried at a cost, which approximates fair value. Restricted cash includes funds related to the Perkins Loan program and K-8 Powel Elementary School and Science Leadership Academy Middle School ("Powel/SLA-MS") project. All money market funds that are held in endowment are considered investments by the University.

Contributions Receivable

Contributions and unconditional pledges are recorded at the present value of their expected future cash flows. Unconditional pledges that are expected to be collected within one year are recorded at their estimated net realizable value. Conditional pledges are not included as revenue until the conditions, which represent barriers that must be overcome before the University is entitled to the assets transferred, are fulfilled. Contributions are reported as an increase in the appropriate net asset category.

Beneficial Interests in Trusts and Split-Interest Agreements

The University is the beneficiary of the income of certain trusts but has neither possession nor control of the investments. Beneficial interests in trusts are classified as Level 3. (See Note 6 for investment level definitions). The trusts are recorded at fair value based on the interest in the trust as determined by the trustee based on the value of underlying securities held by the trusts and are primarily composed of equity and fixed income

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securities that have readily determinable values. The primary unobservable inputs used in the fair value measurement of the trusts are the present value of expected future cash flows. Significant fluctuation in the securities held in the trusts could result in a material change in fair value. The University is also party to certain split-interest agreements. The related liabilities to these arrangements are revalued annually based on the current interest rate tables from the Society of Actuaries and are categorized as Level 3.

Fair Value of Financial Instruments

The University applies fair value measurements in the year of receipt to contributions receivable, beneficial interests in trusts, investments, self-insurance escrow funds, internally held real estate of the endowment, funds held by trustees, interest rate swaps, and annuities on an annual basis. A reasonable estimate of the fair value of student loans receivable under government loan programs and refundable federal student loans cannot be made because the loans cannot be sold and can only be assigned to the U.S. Government or its designees. These loans are recorded at cost, less an allowance for doubtful accounts and the carrying value of the loan receivable from students under Drexel's loan programs approximate fair value. (Notes 5, 6, 7, and 10 for additional fair value disclosures).

Physician Services

Faculty physicians participate in several physician practice plans that are managed by the University. Revenue and expenses related to these practice plans are recorded by the University as physician services. Physician services include patient service revenue and other physician service activities.

Patient service revenue is reported at the estimated net realizable amounts due from patients, third-party payers, and others for services rendered. The University provides care to patients under various reimbursement arrangements, including Medicare and Medicaid. These arrangements provide payment for covered services at agreed-upon rates under certain fee schedules and various discounts. Price concessions to estimate the difference between gross rates and contracted rates with payers have been included in the determination of net revenue.

The University's College of Medicine participates in 340B pediatric and adult practice programs as approved by the Health Resources and Services Administration (HRSA) in the areas of Infectious Disease (pediatric and adult) and Family Planning (pediatrics). The University has contracts with drug distributors that provide medications at a reduced cost to contracted pharmacies. The pharmacies bill insurances for prescriptions issued by these practices and remit the revenue to the University less administrative fees. The difference between the amounts received by the University from the pharmacies and the cost of the medications and administrative fees to the University is used by the practices to provide comprehensive services that otherwise could not be offered under the traditional health insurance fee for service model.

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Contributions

All contributions received are available for unrestricted use unless specifically restricted by the donor. Amounts to be received in the future or that are designated for future periods or restricted by the donor for specific purposes are classified as such. Contributions having restrictions that are general purpose in nature are released in the year of the donation.

Contributed property and equipment are recorded at fair value as of the date of the donation. If the donor restricts how long the asset must be used or how the asset is used, the contributions are recorded as restricted. In the absence of stipulations, these contributions are recorded without restrictions.

Non-operating Activities

Non-operating activities include contributions to the University's endowment, investment returns, gains and losses on investments, and other activities related to endowment, post-retirement benefit plan and defined benefit pension plan adjustments, merger and restructuring costs.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The University has been granted tax-exempt status as a non-profit organization under Section 501 (c)(3) of the Internal Revenue Code and, accordingly, files Federal Tax Form 990 (*Return of Organization Exempt from Income Tax*), annually. The University files U.S. federal, state and local informational returns. The statute of limitations on the University's U.S. federal information returns remains open for three years following the year they are filed.

The University and its affiliates engage in activities that are subject to unrelated business income taxes for which appropriate income tax returns are filed (Note 17).

The FASB issued ASC No. 740-10, *Accounting for Uncertainty in Income Taxes*, which requires that a tax position be recognized or derecognized based on a "more likely than not" threshold. The University does not believe there are any uncertain tax positions that require recognition in the financial statements.

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Recently Adopted Accounting Pronouncements

In June 2016, FASB issued Accounting Standards Update (ASU) 2016-13, *Financial Instruments—Credit Losses (Topic 326)*. This ASU represents a significant change in the allowance for credit losses accounting model by requiring immediate recognition of management’s estimates of current expected credit losses. Under the current model, losses are recognized only as they are incurred, which FASB has noted delayed recognition of expected losses that might not yet have met the threshold of being probable. ASU No. 2016-13 is effective for fiscal years beginning after December 15, 2022, with early adoption permitted. The University has adopted the standard effective July 1, 2023. The adoption of this guidance did not have a material impact on the consolidated financial statements.

In June 2022, the FASB issued ASU No. 2022-03, *Fair Value Measurement (Topic 820): Fair Value Measurement of Equity Securities Subject to Contractual Sale Restrictions*. The ASU clarifies that contractual restrictions on the sale of equity securities should not be considered part of the unit of account of such securities and, therefore, should not be considered in fair value measurements. ASU No. 2022-03 is effective for fiscal years beginning after Dec. 15, 2024, with early adoption permitted. The University has adopted the standard effective July 1, 2024. The adoption of this guidance did not have a material impact on the consolidated financial statements.

In March 2023, the FASB issued ASU No. 2023-01, *Leases (Topic 842): Common Control Arrangements*. The ASU addresses two distinct issues (1) terms and conditions to be considered in common control arrangements and (2) accounting for leasehold improvements in common control arrangements. ASU 2023-01 is effective for fiscal years beginning after December 15, 2023, including interim periods within those fiscal years. Early adoption is permitted. The University has adopted the standard effective July 1, 2023. The adoption of this guidance did not have a material impact on the consolidated financial statements.

Recently Issued Accounting Pronouncements

In March 2023, the FASB issued ASU No. 2023-02, *Investments – Equity Method and Joint Ventures (Topic 323): Accounting for Investments in Tax Credit Structures Using the Proportional Amortization Method (a Consensus of the Emerging Issues Task Force)*. The ASU expands use of the proportional amortization method of accounting to equity investments in tax credit programs beyond those in low-income-housing tax credit (LIHTC) programs. ASU 2023-02 is effective for fiscal years beginning after December 15, 2024, with early adoption permitted. The University is currently evaluating the standard to determine the potential impact on its consolidated financial statements.

In December 2023, the FASB issued ASU No. 2023-08, *Intangibles—Goodwill and Other—Crypto Assets (Subtopic 350-60): Accounting for and Disclosure of Crypto Assets*. The ASU addresses the accounting and disclosure requirements for certain crypto assets. The new guidance requires entities to subsequently measure certain crypto assets at fair value, with changes in fair value recorded in net income in each reporting period. In addition, entities are required to provide additional disclosures about the holdings of certain crypto assets. ASU 2023-08 is effective for fiscal years beginning after December

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15, 2024, with early adoption permitted. The University is currently evaluating the standard to determine the potential impact on its consolidated financial statements.

In December 2023, the FASB issued ASU No. 2023-09, *Income Taxes (Topic 740): Improvements to Income Tax Disclosures*. The amendments require enhanced disclosures about income taxes, including consistent categories and disaggregation of information in the rate reconciliation and expanded disclosures regarding income taxes paid. ASU 2023-09 is effective for annual periods beginning after December 15, 2024, with early adoption permitted. The University is currently evaluating the guidance to determine the potential impact on its consolidated financial statements.

3. Accounts Receivable

Accounts receivable are reported less estimates for uncollectable amounts and contractually based discounts.

Accounts receivable as of June 30, 2025, and 2024 were as follows:

<i>(in thousands)</i>	2025	2024
Tuition	\$ 85,625	\$ 74,188
Grants, contracts, and other	94,449	110,064
Patient, net of contractual allowance	3,317	1,516
St. Christopher Hospital for Children	129	-
Accounts receivable, gross	183,520	185,768
Allowance for doubtful accounts:		
Tuition	(6,146)	(5,378)
Grants, contracts, and other	(8,516)	(6,553)
Patient	(938)	(67)
Accounts receivable	\$ 167,920	\$ 173,770

Student loans are disbursed based on financial need and include loans granted by the University from institutional resources and under Federal government loan programs. Students have a grace period until repayment is required based upon the earlier of graduation or no longer maintaining full-time status. The grace period varies depending on the type of loan. Loans accrue interest after the grace period and are repaid directly to the University. Student loans are uncollateralized and carry default risk.

The availability of funds for loans under Federal government revolving loan programs is dependent on reimbursements to the pool from repayments of outstanding loans. Funds advanced by the federal government of \$15,925,000 and \$17,696,000 at June 30, 2025 and 2024, respectively, are ultimately refundable to the government and are classified as liabilities in the Statements of Financial Position. Outstanding loans cancelled under the program result in a reduction of the funds available to loan and a decrease in the liability

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to the government. As of October 1, 2017, the Federal Perkins Loan Program expired, and new loans are no longer awarded and disbursed.

At June 30, 2025 and 2024, student loans consisted of the following:

<i>(in thousands)</i>	2025	2024
Federal government loan programs:		
Perkins loan program	\$ 3,157	\$ 4,279
Health professions student loans and loans for disadvantaged students	8,512	8,742
National direct student loans	640	979
Federal government loan programs	12,309	14,000
Institutional loan programs	3,725	4,022
Student loans receivable, gross	16,034	18,022
Less: Allowance for doubtful accounts	(3,129)	(3,417)
Student loans receivable	\$ 12,905	\$ 14,605

Allowances for doubtful accounts are established based on prior collection experience and current economic factors which, in management's judgment, could influence the ability of loan recipients to repay the amounts according to the terms of the loan. Student loans are considered past due when payment is not received within 30 days of the due date, and interest continues to accrue until the loan is paid in full or written off. When a student loan receivable is deemed uncollectible, an allowance for doubtful accounts is established.

4. Contributions Receivable

Unconditional pledges are reported as contributions receivable and revenue in the appropriate net asset category. Contributions receivable with a payment due more than a year from the pledge date are recorded net of a discount using rates as of June 30, 2025 and June 30, 2024 that range between 3.72% to 4.24% and 4.33% to 4.71%, respectively. The University considers these discount rates to be a Level 3 input in the context of ASC 820-10 (Note 6).

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Net contributions receivable at June 30 were as follows:

<i>(in thousands)</i>	2025	2024
Amounts due in		
Less than one year	\$ 19,705	\$ 19,625
One to five years	25,674	31,573
Greater than five years	24,995	26,172
Contributions receivable, gross	70,374	77,370
Less:		
Allowance for uncollectibles	(1,686)	(1,845)
Discounts to present value	(9,806)	(11,848)
Contributions receivable, net	\$ 58,882	\$ 63,677

As of June 30, 2025 and June 30, 2024, the University has outstanding unrecorded conditional promises to give, including non-legally binding bequests, of \$159,299,000 and \$155,927,000, respectively. When the conditional barriers are overcome and the donor's right of return has expired, the revenue is recorded and is generally restricted for operations, endowment and capital projects as stipulated by the donors.

5. Investments and Investment Return

At June 30, 2025 and 2024, the fair value of the malpractice insurance trust and investments included the following:

<i>(in thousands)</i>	Fair value	
	2025	2024
Money market funds	\$ 58,336	\$ 36,309
U.S. equity	197,942	184,280
Global equity	172,708	225,028
Fixed income securities and bond funds	149,748	111,282
Real estate and real assets funds	102,225	93,537
Hedge funds	53,422	44,715
Private equity	227,390	210,219
Directly-held real estate	104,822	103,365
Total endowment investments	1,066,593	1,008,735
Self-insurance escrow funds	25,689	31,169
Interest in a partnership	(29,956)	(35,250)
Other investments	17,652	18,625
Total investments	1,079,977	1,023,279
Malpractice insurance trust	6,704	7,780
Total investments and malpractice insurance trust	\$ 1,086,681	\$ 1,031,059

Self-insurance escrow funds are comprised of mutual funds that trade on active markets with readily observable prices. Malpractice insurance trust funds are comprised of fixed income securities with readily observable prices.

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The following summarizes the University's total investment return and its classification in the financial statements for the years ended June 30, 2025 and 2024:

<i>(in thousands)</i>	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Investment income, net of expenses	\$ 7,271	\$ 16,618	\$ 23,889
Realized/unrealized gain	29,859	46,948	76,807
Endowment payout under spending formula	(24,692)	(26,983)	(51,675)
Realized/unrealized gain on investments, net of endowment payout and expenses	12,438	36,583	49,021
Operating investment income, net	12,180	880	13,060
Total return on investments	\$ 24,618	\$ 37,463	\$ 62,081

<i>(in thousands)</i>	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Investment income, net of expenses	\$ 3,623	\$ 9,159	\$ 12,782
Realized/unrealized gain	16,733	39,193	55,926
Endowment payout under spending formula	(22,832)	(30,477)	(53,309)
Realized/unrealized (loss) / gain on investments, net of endowment payout and expenses	(2,476)	17,875	15,399
Operating investment income, net	12,286	1,873	14,159
Total return on investments	\$ 9,810	\$ 19,748	\$ 29,558

6. Fair Value of Financial Instruments

The three-level hierarchy for fair value measurements is based on observable and unobservable inputs to the valuation of an asset or liability at the measurement date. It prioritizes the inputs to the valuation techniques used to measure fair value by giving the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants ("exit price") at the measurement date.

The University maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value. When available, fair value is based on actively quoted market prices. In the absence of actively quoted market prices, price information from external sources, including broker quotes and industry publications, is used. If pricing information from external sources is not available, or if observable pricing

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is not indicative of fair value, judgment is required to develop the estimates of fair value. In those cases, prices are estimated based on available historical financial data or comparable investment vehicles that reflect widely accepted market valuation practices. In some cases, the inputs used to measure fair value might fall in different levels of the fair value hierarchy. In those cases, the lowest level input that is significant to a fair value measurement in its entirety determines the applicable level in the fair value hierarchy. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment and consideration of factors specific to the asset. Fair value measurements are categorized as Level 3 when a significant number of price or other inputs, considered to be unobservable, are used in their valuations. The fair value hierarchy and inputs to valuation techniques are as follows:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets and liabilities at the measurement date. Instruments categorized in Level 1 primarily consist of a broadly traded range of equity and debt securities.
- Level 2 Inputs other than quoted prices included within Level 1 that are either directly or indirectly observable for the asset or liability, including quoted prices for similar assets or liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability and inputs that are derived from observable market data by correlation or other means. Instruments categorized in Level 2 primarily include nonexchange traded fixed income securities and interest rate swaps.
- Level 3 Unobservable inputs for the asset or liability, including situations where there is little, if any, market activity for the asset or liability. Instruments categorized in Level 3 consist of trusts and annuities, directly held real estate, and interest in real estate.

As a practical expedient, the University estimates the fair value of an investment in an investment company fund at the measurement date using the reported net asset value (NAV). The fair values of alternative investments represent the University's ownership interest in the net asset value (NAV) of the respective fund. Investments held by the funds consist of marketable securities, as well as securities that do not have readily determinable fair values. The fair values of the securities held by these funds that do not have readily determinable fair values are based on appraisals or other estimates that require varying degrees of judgment. If no public market exists for the investment securities, the fair value is determined by taking into consideration, among other things, the cost of the securities, prices of recent significant placements of securities of the same issue, and subsequent developments concerning the companies to which the securities relate.

The significant unobservable inputs used in the fair value measurements of the University's investments in real estate include the selection of certain investment rates (discount rate, terminal capitalization rate, and overall capitalization rate). Significant increases or decreases in any of those inputs in isolation would result in a significantly lower or higher fair value measurement, respectively.

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As of June 30, 2025, and 2024, assets and liabilities at fair value were as follows:

2025					
<i>(in thousands)</i>	Level 1	Level 2	Level 3	Investments at NAV	Total
Assets					
Beneficial interest in trusts	\$ -	\$ -	\$ 47,386	\$ -	\$ 47,386
Malpractice insurance trust	6,704	-	-	-	6,704
Investments					
Money market funds	58,336	-	-	-	58,336
U.S. Equity	176,273	-	-	21,669	197,942
Global Equity	111,343	-	-	61,365	172,708
Fixed Income securities and bond funds	85,231	1,505	-	63,012	149,748
Real estate and real assets funds	-	-	6,050	96,175	102,225
Hedge funds	3,168	-	-	50,254	53,422
Private Equity	-	-	-	227,390	227,390
Directly-held real estate	-	-	104,822	-	104,822
Investments held in endowment	434,351	1,505	110,872	519,865	1,066,593
Self-insurance escrow funds	25,689	-	-	-	25,689
Other investments	16,092	-	-	1,560	17,652
Total investments	476,132	1,505	110,872	521,425	1,109,934
Total assets measured at fair value	\$ 482,836	\$ 1,505	\$ 158,258	\$ 521,425	\$ 1,164,024
Liabilities					
Split-interest agreements	-	-	1,507	-	1,507
Annuities	-	-	3,799	-	3,799
Total liabilities measured at fair value	\$ -	\$ -	\$ 5,306	\$ -	\$ 5,306

2024					
<i>(in thousands)</i>	Level 1	Level 2	Level 3	Investments at NAV	Total
Assets					
Beneficial interest in trusts	\$ -	\$ -	\$ 45,255	\$ -	\$ 45,255
Malpractice insurance trust	7,780	-	-	-	7,780
Investments					
Money market funds	36,309	-	-	-	36,309
U.S. Equity	184,280	-	-	-	184,280
Global Equity	144,745	-	-	80,283	225,028
Fixed Income securities and bond funds	68,551	1,400	-	41,331	111,282
Real estate and real assets funds	-	-	5,250	88,287	93,537
Hedge funds	2,956	-	-	41,759	44,715
Private Equity	-	-	-	210,219	210,219
Directly-held real estate	-	-	103,365	-	103,365
Investments held in endowment	436,841	1,400	108,615	461,879	1,008,735
Self-insurance escrow funds	31,169	-	-	-	31,169
Other investments	15,379	-	-	3,246	18,625
Total investments	483,389	1,400	108,615	465,125	1,058,529
Total assets measured at fair value	\$ 491,169	\$ 1,400	\$ 153,870	\$ 465,125	\$ 1,111,564
Liabilities					
Split-interest agreements	-	-	1,661	-	1,661
Annuities	-	-	5,265	-	5,265
Total liabilities measured at fair value	\$ -	\$ -	\$ 6,926	\$ -	\$ 6,926

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Details related to the fair value of investments that have been estimated using a net asset value practical expedient (e.g., ownership interest in partners' capital to which a proportionate share of net assets is attributable) were as follows:

<i>(in thousands)</i>	Fair Value	Unfunded Commitments	2025 Redemption Terms (If Currently Eligible)	Redemption Notice Period (If Applicable)
Hedge funds:				
Multi-Strategy Hedge Funds (a)	\$ 10,496	\$ -		
Distressed Debt Hedge Funds (b)	32,659	-		
Real Estate Hedge Funds (c)	<u>7,099</u>	<u>-</u>	Quarterly	60 days
Subtotal Hedge funds	50,254	-		
Private Equity:				
Private Capital Funds-Secondaries (d)	2,649	2,834		
Private Capital Funds-Venture Capital (e)	946	198		
Private Capital Funds-Buy-out (f)	114,158	39,576		
Private Capital Funds-Debt (g)	18,124	7,170		
Private Capital Funds-Real Asset Funds (h)	72,828	42,603		
Private Capital Funds-Real Estate Funds (i)	18,679	7,130		
Private Capital Funds-Hedge Fund Seeder (j)	<u>6</u>	<u>222</u>		
Subtotal Private Equity	227,390	99,732	Close-ended funds not available for redemption	
US Equity (k)	21,669	-		
Global Equity (k)	61,365	-		
Fixed Income Securities and Bond Funds (k)	63,012	-		
Real Estate and Real Assets Funds (k)	96,175	-		
Other investments (k)	<u>1,560</u>	<u>-</u>		
	<u>\$ 521,425</u>	<u>\$ 99,732</u>		

- a. This category invests in hedge funds that pursue multiple strategies to diversify risks and reduce volatility. As of June 30, 2025, the composite portfolio includes 99% in a multi-strategy hedge fund that invests a significant portion of its assets in certain less liquid special situations opportunities, and 1% in private equity investments which can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets in the portfolio. If these investments were held, it is estimated that the underlying assets would be liquidated over the next 1 to 4 years. The fair values of the investments have been estimated using the reported net asset value per share of the hedge fund.

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- b. This category includes investments in hedge funds that invest in debt of companies in or facing bankruptcy. As of June 30, 2025, the composite portfolio includes 96% in an opportunistic credit strategy that invests in liquid and special situation credits, and 4% in private equity investments which can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets in the portfolio. If these investments were held, it is estimated that the underlying assets would be liquidated over the next 1 to 4 years. The fair values of the investments have been estimated using the reported net asset value per share of the hedge fund.
- c. This category includes investment in hedge funds that invest in diversified U.S. real estate properties. The fair values of the investments have been estimated using the reported net asset value per share of the hedge fund.
- d. This category includes investments in private equity funds that invest in the secondary market. The private equity secondary market refers to the buying and selling of pre-existing investor commitments to private equity and other alternative investment funds. These investments can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets of the fund. As of June 30, 2025, it is estimated that the underlying assets of the fund would be liquidated over the following periods: 100% in 1 to 4 years. As of June 30, 2024, the liquidation periods were expected to be: 100% in 1 to 4 years. The fair value has been estimated using the reported net asset value per share of the private capital fund.
- e. This category includes investments in private equity funds that invest primarily in technology and healthcare companies in the U.S. These investments can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets of the fund. As of June 30, 2025, it is estimated that the underlying assets of the fund would be liquidated over the following periods: 100% in 1 to 4 years. As of June 30, 2024, the liquidation periods were expected to be: 100% in 1 to 4 years. The fair value has been estimated using the reported net asset value per share of the private capital fund.
- f. This category includes investments in private equity funds that invest in buyouts. A buyout is the purchase of a company or a controlling interest of a corporation's shares or product line or some business. These investments are diversified across industries and primarily in the U.S. These investments can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets of the fund. As of June 30, 2025, it is estimated that the underlying assets of the fund would be liquidated over the following periods: 67% over 1 to 4 years; 29% in 5 to 7 years; and 4% in 8 to 10 years. As of June 30, 2024, the liquidation periods were expected to be: 58% over 1 to 4 years; 36% in 5 to 7 years; and 6% in 8 to 10 years. The fair value has been estimated using the reported net asset value per share of the private capital fund.

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- g. This category includes investments in private equity funds that provide debt financing to middle market firms. These investments can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets of the fund. As of June 30, 2025, it is estimated that the fund's underlying assets would be liquidated over the following time frames: 62% in 1 to 4 years and 38% in 8 to 10 years. As of June 30, 2024, the liquidation periods were expected to be: 36% in 1 to 4 years; 39% in 5 to 7 years; and 25% in 8 to 10 years. The fair value has been estimated using the reported net asset value per share of the private capital fund.
- h. This category includes investments in private equity funds that invest primarily in real assets (e.g., investments with intrinsic value, such as real estate, infrastructure, or commodities). These investments can never be redeemed with the funds. Instead, distributions are received through the liquidation of the underlying assets of the fund. As of June 30, 2025, it is estimated that the underlying assets of the fund would be liquidated over the following periods: 52% in 1 to 4 years; 30% in 5 to 7 years; and 18% in 8 to 10 years. As of June 30, 2024, the liquidation periods were expected to be: 49% in 1 to 4 years; 44% in 5 to 7 years; and 7% in 8 to 10 years. The fair value has been estimated using the reported net asset value per share of the real asset fund.
- i. This category includes investments in private equity funds that invest in U.S. commercial real estate. These investments can never be redeemed. Instead, distributions are received through the liquidation of the underlying assets of the fund. As of June 30, 2025, it is estimated that the fund's underlying assets would be liquidated over the following time frames: 56% in 1 to 4 years and 44% in 5 to 7 years. As of June 30, 2024, the liquidation periods were expected to be: 46% in 1 to 4 years; 21% in 5 to 7 years; and 33% in 8 to 10 years. The fair value has been estimated using the reported net asset value per share of the real estate fund.
- j. This category includes investments in private equity funds that invest in newly started hedge funds that pursue multiple strategies. The fund provides start-up funding to hedge funds of various strategies with the potential to share in the appreciation of the investment, as well as to share in the management fees gathered by the underlying start-up hedge funds. As of June 30, 2025, the remaining investment is made up of cash held by the investment manager until the fiscal year end audit has been completed. It is estimated that the remaining audit holdback will be distributed within 1 year. The fair value has been estimated using the reported net asset value per share of the private capital fund.
- k. This category includes investments in US equity, global equity, fixed income securities and bond funds, real estate and real assets funds, and other investments. Investments in this category reflect the fair value of the specific assets or the underlying ventures' net assets. The valuations of these investments are the net asset values prepared by fund managers. The majority of these investments are commingled funds.

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The University owns partnership interests in a real estate portfolio classified real estate and real estate funds as a Level 3 asset. The interests have a fair market value of \$6,050,000. The valuation of these investment properties is prepared annually by an independent appraiser.

7. Endowment Funds

The University has an investment policy for endowment assets designed to maximize the total return within an acceptable level of risk consistent with long-term preservation of the real value of the funds. The goal is to manage the portfolio for risk as well as total return, consistent with fiduciary standards of the prudent investor rule.

To satisfy its 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). Endowment assets are invested in several asset classes and subclasses thereof to moderate the volatility of the returns for the entire portfolio.

For the years ended June 30, 2025, and 2024, the University had an endowment spending rule that limited the spending of endowment resources to 6.00% and 7.00% of the average fair value of the pooled endowment portfolio for the prior seven fiscal years, except for ANS. For the fiscal years ended June 30, 2025, and 2024, ANS had an endowment spending rule that limited the spending of endowment resources to 7.00% of the fair market value of the pooled endowment assets for the prior seven fiscal years. This rule was applied except in cases where the spending rate had been stipulated by the donor agreement (typically 5.00%).

The University's endowment funds include both donor-restricted funds and funds designated by the Board of Trustees to function as endowments (quasi endowments). Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The earnings on these funds are utilized by the University in a manner consistent with specific donor restrictions on the original contributions.

Interpretation of Relevant Law

The Board of Trustees has interpreted Pennsylvania Act 141 ("PA Act 141") as requiring the preservation of the fair value of the original gift as specified in the individual trust instruments. Because of this interpretation, the University internally classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) earnings of the endowment made in accordance with the direction of the applicable donor designation. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by PA Act 141. Both permanently restricted and temporarily restricted net assets are considered net assets with donor restrictions as per the applicable accounting standards.

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Endowment Funds with Deficiencies

From time to time, the fair value of some assets associated with individual donor-restricted endowment funds may fall below the level that donors require to be retained as a perpetual fund. The aggregate amount of funds with deficiencies is reported in net assets with donor restrictions in the Consolidated Statements of Activities. Subsequent investment gains are used to restore the balance to the fair market value of the original amount of the gift. Aggregate deficiencies were \$139,000 and \$1,221,000 as of June 30, 2025 and 2024, respectively. The original gift amount and the fair value of underwater endowment funds in the aggregate were \$2,704,000 and \$2,565,000 as of June 30, 2025 and \$41,763,000 and \$40,542,000 as of June 30, 2024, respectively.

The net asset balances for the endowment composition by fund as of June 30, 2025, and 2024 were as follows:

<i>(in thousands)</i>	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 758,916	\$ 758,916
Board-designated endowment funds	371,945	-	371,945
Total assets	\$ 371,945	\$ 758,916	\$ 1,130,861

<i>(in thousands)</i>	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 698,779	\$ 698,779
Board-designated endowment funds	367,370	-	367,370
Total assets	\$ 367,370	\$ 698,779	\$ 1,066,149

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Changes in the University's endowment assets (excluding annuities and trusts) and for the years ended June 30, 2025 and 2024 were as follows:

<i>(in thousands)</i>	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment, at beginning of year	\$ 367,370	\$ 698,779	\$ 1,066,149
Endowment return:			
Investment income, net of fees	7,271	16,618	23,889
Net realized/unrealized gain	22,423	53,832	76,255
Total endowment return	29,694	70,450	100,144
Contributions	1,022	26,126	27,148
Use of endowment assets:			
Endowment payout used in operations	(15,511)	(36,164)	(51,675)
Other	(10,630)	(275)	(10,905)
Total uses of endowment assets	(26,141)	(36,439)	(62,580)
Endowment, at end of year	\$ 371,945	\$ 758,916	\$ 1,130,861

<i>(in thousands)</i>	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment, at beginning of year	\$ 308,565	\$ 653,626	\$ 962,191
Endowment return:			
Investment income, net of fees	3,623	9,159	12,782
Net realized/unrealized gain	16,614	43,976	60,590
Total endowment return	20,237	53,135	73,372
Contributions	2,010	20,077	22,087
Endowments acquired from Salus University	51,175	10,868	62,043
Use of endowment assets:			
Endowment payout used in operations	(14,617)	(38,693)	(53,310)
Other	-	(234)	(234)
Total uses of endowment assets	(14,617)	(38,927)	(53,544)
Endowment, at end of year	\$ 367,370	\$ 698,779	\$ 1,066,149

Drexel University and Subsidiaries

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Endowment Loan

On March 3, 2021, the University's Board of Trustee's authorized management to fund the capital expenditures associated with the renovation and expansion of Kelly Hall with a loan investment from the University's endowment portfolio, not to exceed \$40,000,000. The renovation addresses the needs of the building envelope and modernizes the building throughout to provide an improved living experience and includes a 4,000 square foot addition to provide flexible open space for students. The loan investment is consistent with the asset allocation provisions of the University's endowment Investment Policy Statement. Furthermore, the interest rate associated with this loan investment is comparable to investments of similar risk that are available to the endowment for investment.

The loan investment is interest-only over the five-year term, with a balloon payment of principal due no later the last day of the 60th month following the initial/first Anniversary Date. The interest rate is fixed for the first four years at 6.10% per annum ("Base Rate"). Effective as of the fifth anniversary date, the Base Rate will increase to the greater of (a) 6.10% plus 100 basis points (bps) or (b) the 10-year U.S. Treasury note plus 200 bps, not to exceed a rate of 8%. While the loan investment is outstanding, any donor funds received in support of this project, in supporting or naming the building, or associated activities concerning the property, are directly applied to the outstanding principal balance of the loan investment. The University incurs zero fees, and the entire loan investment can be prepaid, at any time, without penalty at the discretion of the University. As of June 30, 2025 and 2024, the University borrowed \$40,000,000 for the project.

8. Land, Buildings and Equipment

Land, buildings and equipment are stated at cost or, if acquired by gift, at the appraised value on the date of acquisition. Amortization and depreciation are computed on a straight-line basis over the lesser of the estimated useful lives of the assets ranging from 3 to 30 years for equipment, 3 to 5 years for software, and 5 to 60 years for buildings and improvements or the shorter of the term of the lease.

The University determined that there were legal obligations to retire certain facilities and equipment. The total asset retirement cost and obligation was \$2,571,000 and \$5,346,000 at June 30, 2025 and \$1,275,000 and \$3,960,000 at June 30, 2024, respectively, and is included in buildings and improvements and accrued expenses, respectively, on the Consolidated Statements of Financial Position.

The University maintains ownership of a parcel of property located at 1200 Chestnut Street, Philadelphia, PA. The use of the building is restricted for use by the Thomas R. Kline School of Law's Trial Advocacy Program.

On June 28, 2024, the University sold the Stiles Residence Hall, located at 325 North 15th Street, an approximately 186,330 sq. ft. building on the University's Center City campus. The net proceeds received from the sale of the property, related taxes and fees, was \$16,268,000 resulting in a gain of \$11,540,000 included in other income in the Consolidated Statements of Activities.

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

<i>(in thousands)</i>	2025	2024
Works of art	\$ 10,941	\$ 10,859
Land and improvements	170,030	154,443
Buildings and improvements	1,432,636	1,420,659
Equipment, software and library books	228,014	221,449
Construction in progress	16,296	28,255
Land, buildings, and equipment, gross	1,857,917	1,835,665
Less: Accumulated depreciation	(796,776)	(749,101)
Land, buildings, and equipment, net	\$ 1,061,141	\$ 1,086,564

9. Leases

In February 2016, the FASB issued ASU 2016-02 (Topic 842) "Leases." Under Topic 842, lessees are required to recognize assets and liabilities on the balance sheet for most leases and provide enhanced disclosures. Leases can be classified as either finance or operating.

The University adopted and applied Topic 842 to all leases effective July 1, 2019. The University elected the practical expedient package to not reassess at adoption (i) expired or existing contracts for whether they are or contain a lease, (ii) the lease classification of any existing leases or (iii) initial indirect costs for existing leases. Also, the University also elected the policy exemption that allows lessees to choose to not separate lease and non-lease components by class of underlying asset and are applying this expedient to all relevant asset classes.

The University determines if an arrangement is or contains a lease at inception of the contract. The right-of-use assets represent the right to use the underlying assets for the lease term and the lease liabilities represent the obligation to make lease payments arising from the leases. Right-of-use assets and lease liabilities are recognized at commencement date based on the present value of lease payments over the lease term. The University uses the implicit rate noted within the contract. If not readily available, the University uses the estimated incremental borrowing rate, which is derived using a collateralized borrowing rate and term as the associated lease. A right-of-use asset and lease liability is not recognized for leases with an initial term of 12 months or less and a lease expense is recognized for these leases on a straight-line basis over the lease term within lease and rental expense.

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The components of lease expense for the fiscal year ended June 30, 2025, and 2024 are as follows:

<i>(in thousands)</i>	2025	2024
Lease Expense:		
Finance lease expense		
Amortization of ROU assets	1,065	1,117
Interest on lease liabilities	50	69
Operating lease expense	44,202	45,089
Short-term lease expense	2,147	1,029
Variable lease expense	24,142	24,136
Total	71,606	71,440

Other Information

Cash paid for amounts included in the measurement of lease liabilities for finance leases

Finance - Financing cash flows	1,176	1,324
Finance - Operating cash flows	50	69
Operating - Operating cash flows	41,591	41,399

ROU assets obtained in the exchange for lease liabilities

Finance leases	102	609
Operating leases	2,772	4,944

Weighted-average remaining lease terms (in years)

Finance leases	39.43	36.48
Operating leases	24.22	24.7

Weighted-average discount rate

Finance leases	0.61%	0.88%
Operating leases	3.73%	3.70%

Minimum lease payments as of June 30, 2025 were as follows:

	Finance	Operating
07/01/2025 - 06/30/2026	917	40,068
07/01/2026 - 06/30/2027	839	38,542
07/01/2027 - 06/30/2028	241	30,579
07/01/2028 - 06/30/2029	201	29,021
07/01/2029 - 06/30/2030	123	29,417
Thereafter	5,488	754,738
Total	7,809	922,365
Less: Present value discount	(43)	(353,070)
Lease liability	7,766	569,295

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In August 2024, the University executed a 20-year long-term operating lease agreement with Gattuso for space located at 3201 Cuthbert (Floors 0 and 1). Although the lease has been fully executed, the right-of-use lease liability of \$37.0 million and right-of-use lease asset of \$32.7 million have not been recognized as of June 30, 2025, because the University has not yet obtained control of the leased premises. Consistent with ASC 842, lease commencement is defined as the date the lessor makes the underlying asset available for use by the lessee. As of year-end, the landlord had not delivered possession, and the University did not have the ability to access or use the space. Accordingly, no amounts have been recorded in the financial statements related to this lease as of June 30, 2025.

The University entered into an agreement with the Commonwealth of Pennsylvania (the “Commonwealth”) on August 1, 2002, to lease space in the Armory Building (the “Armory”) at no cost for an initial period of fifty years during which time the University agreed to complete certain improvements to the Armory at the University’s expense. Thereafter, the lease may be renewed for two additional twenty-year periods at fair value. In the event the Commonwealth should desire to sell the property during the initial or additional lease periods, the University has the option to purchase the Armory for \$1,700,000, adjusted for inflation. In June 2018, the University and the Commonwealth of Pennsylvania entered into an amendment to the original lease agreement to extend the initial term for the “Drill Hall” portion of the lease to sixty-five years. The University remeasured the capital lease asset and liability based on the fair market value of the rent under the arrangement for the revised lease term of 65 years. The capital lease liability amounted to \$6,105,000 and \$6,229,000 at June 30, 2025 and 2024, respectively. These costs have been capitalized and a comparable capital lease liability recorded. In June 2018, the University entered into a sublease agreement for the Drill Hall portion of the Armory, the term of which is coterminous with the Armory lease. The sublease is for the benefit of the U.S. Squash Racquet Association. Rent under the sublease agreement is nominal for the entire lease term.

On January 23, 2012, the University and ACC OP (Chestnut PA), LLC, an affiliate of American Campus Communities (“ACC”), entered a triple net ground lease structure governing the conveyance of the land area located on 3200 Chestnut Street with a base lease term of forty years and three, ten-year option periods. In consideration for the right to develop, own, and operate the proposed project referred to as “Chestnut Square” on the University’s campus, ACC pays the University annual ground rent of \$254,000. Chestnut Square includes 360,000 square feet of residential space, housing approximately 863 students. The facility also includes 36,000 square feet of retail and office space along the Chestnut Street frontage. The structures consist of two eight story low-rise buildings and a nineteen-story high-rise residential tower at the corner of 32nd and Chestnut Streets. A 101,500-square foot parking structure containing 267 spaces is also included for the south side of the existing Creese Student Center. The University bears no cost of the Chestnut Square project. At the end of the lease (40-70 years), the asset reverts to the University.

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On August 30, 2013, the University entered into a land purchase agreement with 3175 JFK Associates, LP and L-A 31, LP, both affiliates of ACC, whereby ACC contributed land, air rights and a subsurface parcel it owned contiguous to Drexel's campus (i.e. 3175 JFK Boulevard) to the University as a gift, without any purchase consideration, but retained the ownership of the "University Crossings" building and improvements erected on this land. The University Crossings property consists of 1.15 acres of land and a 17-story, 452,483 square foot building with 261 units and a total bed capacity of 1,016. As a condition of the land purchase agreement, Drexel and ACC also entered into a ground lease agreement whereby Drexel leased the land back to ACC for no consideration other than reimbursement of property tax that Drexel would be required to pay as the landowner. The term of the lease is forty years with an option to renew for three consecutive ten-year terms. Payments to the University from ACC are recorded as a cost recovery of property taxes. Within five years from the effective date, ACC is required to complete no less than \$22,327,000 in capital improvements. The University's financial statements include a ground lease liability for the sub-parcel and air rights at June 30, 2025, and 2024 of \$8,450,000 and \$8,750,000, respectively. The University recognized \$300,000 of ground lease income related to this agreement during fiscal years 2025 and 2024.

The University entered into a ground lease agreement with ACC OP (Lancaster PA), LLC ("ACC Lancaster"), an affiliate of ACC, on August 30, 2013 for property located at 3400 Lancaster Avenue to undertake "The Summit" project on the University's campus. The Summit project features a tiered eight story and five story mid-and low-rise building along Lancaster Avenue which includes 19,120 square feet of ground floor retail that faces Lancaster Avenue and 34th Street, a 23-story residential tower that sits on a one-story student amenity plinth and a one-story dining venue. The initial term of the lease is forty years, with an option to renew for three consecutive ten-year terms. In consideration for the right to develop, own, and operate The Summit, ACC pays the University annual ground rent of \$725,000.

In tandem with the execution of the ground lease agreement, the University entered into a sublease agreement with ACC Lancaster, for the dining facility at The Summit property at 3400 Lancaster Avenue. The sublease calls for annual rent payments of \$741,395 for the first thirty years of the sublease. The sublease is, in all respects, subject to and subordinate to the ground lease between the University and ACC established on August 30, 2013, to develop the 3400 Lancaster Avenue property. The term of the sublease follows the term of the ground lease, commencing September 2015. The initial term is 40 years with three, ten-year renewal options. At the expiration or sooner termination of the ground lease, title shall vest with the University and belong exclusively to the University without any interest on the part of ACC. The sublease provides a rent prepayment option, which allows the full 30 years of rent for the dining facility to be satisfied with an upfront payment of \$9,200,000. The University executed the option in September 2015. The amount is capitalized and amortized over the term of the lease.

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In June 2014, the University entered into ground lease agreements with Wexford 3750 Lancaster Avenue, LLC, Wexford 115 North 38th Street, LLC, Wexford 225 North 38th Street, LLC, and Wexford 3701 Filbert Street, LLC (all to be referred to as “Wexford”) for property located at 3601 Filbert Street. Wexford has prepaid the University \$17,616,000, the full amount of the lease. The prepayment has been recorded as deferred rental income and will be amortized over the 99-year term of the lease. In addition, Drexel is obligated to fund an amount not to exceed \$13,200,000 for the development of the property.

On December 17, 2014, the University entered into a ground lease agreement with Study Philadelphia Holding, LLC (“SPHLLC”) to build an upscale hotel, “The Study”, on University property located at 3301 Chestnut Street and 20-40 South 33rd Street. The hotel features a ground floor restaurant and retail space, a conference center, approximately 212 hotel rooms, and accessory hotel amenities, with a main entrance on 33rd Street. The hotel includes a ten-story building, totaling 145,000 square feet of space. The base term of the lease is fifty years with two, ten-year renewal options. The annual rent commencement date is December 17, 2016, i.e. twenty-four months from the date of the lease. Upon the expiration of the lease, the leased premises will become the property of the University. The University recognized \$154,000 of ground lease income related to this agreement during fiscal years 2025 and 2024.

On October 2, 2015, the University entered into a ground lease agreement with RPG 32 Race, LP (“RPG”) for the University property located at 3201 Race Street. RPG intends to lease the property and develop a 178,000-square foot multi-storied, mixed-use facility, consisting of 164 “Class A” rental apartment units, 13,800 square foot childcare center, ancillary amenities and improvements including a café and rooftop sundeck, 27 on-site parking spaces, accommodation for customer curbside drop-off for use in connection with the childcare center. Nobel Learning Communities, Inc. is the approved childcare operator. The annual rent commencement date is September 13, 2018, defined as twelve months following the substantial completion of the project. The initial term of the lease is seventy-five years with the option to extend the lease for one additional term of twenty-four years. The University recognized ground lease income of \$215,000 related to this agreement during fiscal years 2025 and 2024.

Schuylkill Yards

On May 9, 2016, the University entered into a master development agreement (the “Development Agreement”) with Brandywine Realty Trust (“BRT”), the sole general partner of Brandywine Operating Partnership, LP. As the master developer, BRT is provided certain rights and obligations, for a multi-phase, multi-component development on approximately 10.11 acres of the University owned land (the “Drexel Site”) adjacent to the University’s main campus in the University City section of Philadelphia. The project’s master planned area includes the Drexel Site and up to four additional adjacent acres owned separately by the University and BRT, to be branded as “Schuylkill Yards.”

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Schuylkill Yards is contemplated to be developed in six phases over approximately 20 years, excluding extension options, and will consist of approximately 5,000,000 square feet of floor area ratio (FAR) of commercial, office, educational, research, residential, and related facilities, as well as accessory green space uses. Approximately 50% of the total FAR value will consist of office, educational and research space, and the balance in residential, retail, hospitality and parking use.

BRT intends to fund costs to develop each phase of Schuylkill Yards through a combination of cash on hand, capital raised through one or more joint venture formations, proceeds from the sale of other assets or debt financing, including project-specific leasehold mortgage financing. Terms of the Development Agreement were determined through arm's-length negotiation between the University and BRT.

On April 22, 2022, the University completed the fourth conveyance for the Schuylkill Yards project, 3151 Market Street and the 3101R parking garage. The combined parcel was conveyed through a 99-year prepaid ground lease for \$27,349,000 resulting in a gain of \$18,649,000.

10. Retirement Plans

Defined Benefit and Defined Contribution Plans

The University established the Drexel University Defined Contribution Retirement Plan ("DU DC") effective April 1, 1972. Drexel University is the DU DC administrator. The Drexel University Defined Contribution Retirement Plan has been administered by TIAA-CREF as the single record keeper, trustee, and custodian. The University contribution rates, eligibility and vesting requirements remained the same.

The DU DC is subject to the provisions of the Employee Retirement Income Security Act of 1974. The Institution's Investment Committee determines the appropriateness of the plan's investment offerings, monitors investment performance, and reports to the Institution's Board, who is responsible for the oversight of the Plan.

All eligible employees, defined as a full-time staff or faculty member, or a part-time employee who earns 1,000 hours of service or more during the 12-consecutive calendar month period beginning with his or her date of hire, can contribute their own deferrals on a pre-tax basis. Effective, January 1, 2015, all full-time faculty and professional staff who do not enroll in the DU DC within 31 days of their date of hire will be automatically enrolled at a rate of two percent (2%) to the default vendor, TIAA-CREF, with the next available payroll. Contribution changes, including stopping participation can be done at any time. Provided that an eligible employee contributes at least one percent (1%) of compensation, the University contributes a "Basic Contribution" to the DU DC equal to three percent (3%) for an eligible employee under the age of 50, and five percent (5%) for those 50 or older. The University contributes matching contributions to DU DC that are equal to one hundred percent (100%) of an eligible employee's contributions up to six

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percent (6%). All basic and matching contributions are subject to certain Internal Revenue Code limitations.

As part of Salus University's acquisition, the Salus 403(b) plan was frozen for all contributions as of June 30, 2024, the merger date. Effective July 1, 2024, all Salus eligible employees became Drexel employees and were invited to participate in the Plan. Salus employees will be eligible to receive the same employer contributions based on the same criteria as Drexel employees.

The University suspended the 403b employer contributions to employee retirement plans for the calendar year 2025. The suspension is part of a multi-year plan to build financial resilience.

The University also sponsors a deferred compensation plan in accordance with Section 457(b) of the Internal Revenue Code of 1986 (IRC). Benefits are payable under the plan equal to the fair value of the underlying investments. Benefits payable under the plan are reported in accrued liabilities with the offsetting fair value of the related assets included in other assets in the Consolidated Statements of Financial Position. The amount reflected in accrued liabilities and other assets was \$21,200,000 and \$18,199,000 as of June 30, 2025, and 2024.

The University participates in a contributory retirement plan as well which provides benefits for certain union employees. The policy is to fund pension costs accrued for these plans. Total retirement plan expense for all plans was \$27,005,000 and \$43,041,000 in 2025 and 2024, respectively.

ANS also maintains a defined benefit pension plan. This plan was frozen by the ANS Board of Trustees effective December 31, 2009, prior to the affiliation agreement with Drexel University on September 30, 2011.

The assumptions for the pension liabilities, the accumulated benefit obligation, change in projected benefit obligation, and change in plan assets are as follows:

<i>(in thousands)</i>	2025	2024
Weighted average assumptions as of June 30		
Discount rate	5.60 %	5.60 %
Expected return on plan assets	5.70 %	6.00 %
Accumulated benefit obligation		
Accumulated benefit obligation at June 30	\$ 14,699	\$ 15,256
Change projected in benefit obligation		
Net benefit obligation at June 30	\$ 15,256	\$ 15,786
Service costs	200	290
Interest costs	817	848
Actuarial gain	(90)	(145)
Gross benefits paid	(1,484)	(1,523)
Net benefit obligation at June 30	\$ 14,699	\$ 15,256

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<i>(in thousands)</i>	2025	2024
Change in plan assets		
Fair value of plan assets, at beginning of year	\$ 16,016	\$ 15,489
Actual return on plan assets	1,434	1,272
Employer contributions	550	778
Gross benefits paid	(1,484)	(1,523)
Fair value of plan assets, at June 30	\$ 16,516	\$ 16,016
Fair value of plan assets, at June 30	\$ 16,516	\$ 16,016
Benefit obligation	14,699	15,256
Net amount recognized, at June 30*	\$ 1,817	\$ 760

* These amounts are recognized in the financial statements including the Consolidated Statements of Financial Position in the “Accrued retirement obligations” financial statement line item.

The components of net periodic benefit cost are noted below:

<i>(in thousands)</i>	2025	2024
Weighted average assumptions used to determine net periodic benefit costs		
Discount rate	5.60 %	5.60 %
Expected return on plan assets	6.00 %	6.50 %
Components of net periodic benefit costs		
Service costs	\$ 200	\$ 290
Interest costs	817	848
Expected return on assets	(943)	(996)
Amortization of actuarial gain	(581)	(422)
Net periodic benefit cost	\$ (507)	\$ (280)

As of June 30, 2025, and 2024, the pension plan had a projected benefit obligation and an accumulated benefit obligation in excess of plan assets. Both the projected and accumulated benefit obligations were \$14,699,000 and \$15,256,000 at June 30, 2025 and 2024, respectively. The fair value of the plan assets was \$16,516,000 and \$16,016,000 as of June 30, 2025, and 2024, respectively.

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Information about the expected cash flows for the pension plan is as follows:

Expected benefit payments

(in thousands)

June 30,	
2026	1,332
2027	1,335
2028	1,315
2029	1,290
2030	1,253
2031-2035	5,669

Plan Assets

The ANS pension plan weighted-average asset allocations at June 30, 2025 and 2024 by asset category are as follows:

	2025	2024
Asset category		
Equity securities	12.0 %	27.4 %
Hedge fund and alternative investments	86.6 %	70.3 %
Cash	1.4 %	2.3 %
	100.0 %	100.0 %

The ANS investment policy and strategy is to shift investments to the target allocation to control the volatility of investment returns for the portfolio. As the investment horizon is expected to be long-term, the portfolio needs to provide long-term capital growth while also being protected from incurring major losses due to the poor performance of one sector of the market and must be invested to reduce the overall investment risk and volatility of investment returns.

The target composition of the plan assets is characterized as 10%, 2%, 3%, and 85% allocation between equity, alternative investments, cash, and a liability matching strategy. The asset portfolio currently utilizes indexed and actively managed equity funds, fixed income funds (for the liability matching strategy), and one alternative investment vehicle, currently allocated to real estate. The change in the asset portfolio's target allocations was due to the increase in funded status of the plan (over 100% funded). The liability matching strategy refers to a fixed income allocation managed towards achieving a target duration close or equal to the pension plan liabilities. As the funded status has improved, there is now a higher degree of focus on risk management versus return generation. The remaining investments allow the ANS to invest in a diversified manner with a mix of assets that are set not to be highly correlated. The expected rate of return on assets was based on the current interest rate environment and historical market premiums of equity and other asset classes relative to fixed income rates.

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The following tables present the plan assets at fair value as of June 30, 2025, and 2024 according to the valuation hierarchy (Note 6):

<i>(in thousands)</i>	2025			Investments at NAV	Total
	Level 1	Level 2	Level 3		
Assets, at fair value					
Cash equivalents	\$ 224	\$ -	\$ -	\$ -	\$ 224
Mutual funds	1,997	-	-	-	1,997
Alternative investments	-	-	-	14,295	14,295
	\$ 2,221	\$ -	\$ -	\$ 14,295	\$ 16,516

<i>(in thousands)</i>	2024			Investments at NAV	Total
	Level 1	Level 2	Level 3		
Assets, at fair value					
Cash equivalents	\$ 366	\$ -	\$ -	\$ -	\$ 366
Mutual funds	4,394	-	-	-	4,394
Alternative investments	-	-	-	11,256	11,256
	\$ 4,760	\$ -	\$ -	\$ 11,256	\$ 16,016

11. Other Post-Retirement Benefits

In addition to retirement plan benefits, the University also provides post-retirement benefits to retirees in the form of group life insurance, major medical insurance, and tuition remission. All eligible faculty and professional staff members who have completed ten (10) years of full-time consecutive service with the University and are age 55 or older, if hired before September 1, 2013, or who have completed fifteen years of full-time consecutive service with the University and are age 60 or older if hired on or after September 1, 2013, excluding any professional staff member who is affiliated with a collective bargaining unit. Full-time consecutive service (10 or 15 years) is strictly services with Drexel University and does not include any subsidiaries.

The University shares the cost of coverage for medical plan options under this Plan with eligible retirees who retired prior to July 1, 2017. Retirees must pay the difference between the monthly cost for the health plan in which they are enrolled and the University's retiree allowance. For eligible retirees who retired from employment prior to September 1, 2014, the retiree allowance is \$400 per month for an eligible retiree and up to an additional \$400 per month for his or her spouse or same-sex domestic partner. For eligible retirees who retire from employment on or after September 1, 2014, but before July 1, 2017, the retiree allowance is \$300 per month for an eligible retiree and up to an additional \$300 per month for his or her spouse or same-sex domestic partner. The University reserves the

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right to change the level of the retiree allowance at any time. For eligible retirees who retire from employment after July 1, 2017, there is no retiree allowance and eligible retirees must pay the entire cost of medical coverage under this Plan. The retirees have a choice of various providers. The post-retirement health care plan is contributory, and the life insurance plan is noncontributory.

The net periodic post-retirement benefit costs and related funded status as of June 30 are shown below. Adjustments to the unfunded status amounted to \$1,656,000 and \$554,000 respectively, for the years ended 2025 and 2024 and are reflected in the Consolidated Statements of Activities and included in Accrued retirement obligations in the Consolidated Statements of Financial Position.

The following tables provide information with respect to the other post-retirement plans for the years ended June 30:

Plans Funded Status

<i>(in thousands)</i>	2025	2024
Change in benefit obligation		
Benefit obligation, beginning of year	\$ 19,260	\$ 21,295
Service cost	31	32
Interest cost	985	1,030
Actuarial (gain)/loss	433	(636)
Plan participant contributions	592	570
Actual benefits paid	(3,161)	(3,031)
Benefit obligation, end of year	18,140	19,260
Change in plan assets		
Fair value of plan assets, beginning of year	-	-
Employer contributions	2,569	2,461
Plan participant contributions	592	570
Actual benefits paid	(3,161)	(3,031)
Fair value of plan assets, end of year	-	-
Unfunded status of the plan*	\$ 18,140	\$ 19,260

* These amounts are recognized in the financial statements including the Consolidated Statements of Financial Position in the Accrued retirement obligations financial statement line item.

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Weighted average assumptions to determine benefit obligations and net cost as of June 30

Discount rate - benefit obligations	5.32%	5.48%
Discount rate - benefit cost	5.48%	5.27%
Ultimate retiree health care cost trend	4.50%	4.50%
Year ultimate trend rate is achieved	2034	2034

Net Periodic Benefit Cost

(in thousands)

	2025	2024
Components of net periodic benefit cost		
Service cost	\$ 31	\$ 32
Interest cost	985	1,030
Amortization of:		
Prior service credit	(1,536)	(1,536)
Net loss	314	346
Net periodic benefit cost	\$ (206)	\$ (128)
Other changes recognized in net assets without restrictions		
Net actuarial gain	\$ 433	\$ (636)
Amortization of:		
Prior service cost	1,536	1,536
Net loss	(314)	(346)
Total recognized in net assets without restrictions	\$ 1,655	\$ 554
Amounts not yet reflected in net periodic benefit cost and included in net assets without restrictions		
Prior service credit	\$ (9,032)	\$ (10,568)
Actuarial loss	6,223	6,103
Amounts in unrestricted net assets, end of year	\$ (2,809)	\$ (4,465)
Amounts in net assets without restrictions expected to be recognized in net periodic benefit cost		
Prior service credit	\$ (1,536)	
Actuarial loss	\$ 349	

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For the fiscal years ended June 30, 2025, and 2024, the effect of a 1% change in the health care cost trend rate is as follows:

<i>(in thousands)</i>	<u>2025</u>		<u>2024</u>	
	<u>1% Increase</u>	<u>1% Decrease</u>	<u>1% Increase</u>	<u>1% Decrease</u>
Effect on net periodic benefit cost	\$ 8	\$ \$ (9)	\$ 10	\$ \$ (10)
Effect on postretirement benefit obligation	82	(85)	116	(128)

Contributions

Expected contributions for the 2026 fiscal year are \$2,119,000.

Estimated future benefit payments

The following benefit payments (net of retiree contributions), which reflect the effects of the Medicare Act and expected future service, as appropriate, are expected to be paid in:

<u><i>(in thousands)</i></u>	
June 30,	
2026	2,119
2027	2,101
2028	2,045
2029	1,949
2030	1,841
Thereafter	7,478

Salus University provided full-time employees hired before October 23, 2003 with post-retirement benefits other than pension, primarily medical and life insurance coverage.

Drexel University and Subsidiaries
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The following tables provide information with respect to Salus University's other post-retirement plan for the years ended June 30, 2025, and 2024:

Reconciliation of Benefit Obligation, Plan Assets, and Funded Status

<i>(in thousands)</i>	2025	2024
Change in benefit obligation		
Benefit obligation, beginning of year	\$ 5,904	\$ 6,788
Service cost	3	12
Interest cost	263	309
Plan participant contributions	16	14
Amendments	-	(323)
Actuarial gain	(1,316)	(538)
Actual benefits paid	(298)	(358)
Benefit obligation, end of year	4,572	5,904
Change in plan assets		
Fair value of plan assets, beginning of year	-	-
Employer contributions	282	344
Plan participant contributions	16	14
Actual benefits paid	(298)	(358)
Fair value of plan assets, end of year	-	-
Unfunded status of the plan*	\$ 4,572	\$ 5,904

* These amounts are recognized in the financial statements including the Consolidated Statements of Financial Position in the Accrued retirement obligations financial statement line item.

Weighted average assumptions to determine benefit obligations and net cost as of June 30

Discount rate	5.15%	5.30%
Current Year Health Care Cost Trend Rate	6.75%	7.00%
Ultimate Health Care Cost Trend Rate	5.00%	5.00%
Years Until Ultimate is Reached	7	8

Drexel University and Subsidiaries
Notes to Consolidated Financial Statements
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Net Periodic Benefit Cost

(in thousands)

	2025	2024
Components of net periodic benefit cost		
Service cost	\$ 3	\$ 12
Interest cost	263	309
Amortization of:		
Prior service credit	-	(323)
Net gain	(1,161)	(505)
Net periodic benefit cost	\$ (895)	\$ (507)
Other changes recognized in net assets without restrictions		
Net actuarial gain	\$ (1,316)	\$ (538)
Total recognized in net assets without restrictions	\$ (155)	\$ (33)
Amounts not yet reflected in net periodic benefit cost and included in net assets without restrictions		
Actuarial gain	(3,092)	(2,937)
Amounts in unrestricted net assets, end of year	\$ (3,092)	\$ (2,937)
Amounts in net assets without restrictions expected to be recognized in net periodic benefit cost		
Actuarial gain	\$ (1,181)	

Sensitivity Analysis

The obligations are not significantly impacted by the health care cost trend assumption because current health care premiums are greater than or are approaching the University's maximum monthly payment and the health care cost trend assumption is greater than the 3% annual inflation factor that the University may apply to increase the maximum monthly payment.

Contributions

Expected contributions for the 2026 fiscal year are \$393,000.

Estimated future benefit payments

The benefit payments, which reflect expected future service, as appropriate, are expected to be paid as follows:

(in thousands)

June 30,	
2026	393
2027	411
2028	435
2029	422
2030	415
Thereafter	1,852

Drexel University and Subsidiaries
Notes to Consolidated Financial Statements
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12. Bonds and Notes Payable

Bonds and notes payable at June 30, 2025 and 2024 are as follows:

<i>(in thousands)</i>	Project	Final Maturity	Effective Interest Rate at June 30, 2025	2025	2024
Fixed rate debt obligations					
Drexel University					
Pennsylvania Higher Education Facilities Authority (PHEFA)					
Series of 2016	Refunding	2022-2037	3.00-5.00%	111,130	113,835
Series of 2017	Refunding	2018-2041	4.00-5.00%	85,580	90,690
Series of 2020A	Refunding and capital improvements	2021-2050	4.00-5.00%	125,795	127,830
Series of 2020B (Federally Taxable)	Refunding	2021-2041	1.97-3.27%	15,150	15,715
Drexel University Taxable Bonds					
Series of 2020	Reimbursement of acquisition cost of St. Christopher's Hospital for Children	2042-2050	3.22%	104,100	104,100
North Penn Health Revenue Bonds					
Series of 2020	Refunding and capital improvements	2025-2031	1.80%	12,305	12,686
Powel Elementary School and Science Leadership Academy Middle School ("Powel/SLA-MS")					
PNC Bank	New Market Tax Credit Program	2049	1.00%	1,994	1,994
PNC Bank	New Market Tax Credit Program	2049	1.00%	1,006	1,006
Philadelphia Industrial Development Corporation	New Market Tax Credit Program	2049	1.00%	6,646	6,646
Philadelphia Industrial Development Corporation	New Market Tax Credit Program	2049	1.00%	3,054	3,054
Building America	New Market Tax Credit Program	2049	1.00%	5,981	5,981
Building America	New Market Tax Credit Program	2049	1.00%	2,749	2,749
New Markets Investments	New Market Tax Credit Program	2049	1.00%	6,720	6,720
Total outstanding bonds and notes payable				482,210	493,006
Line of Credit				30,000	20,000
Unamortized original issue premiums/discounts and cost of issuance, net				39,805	42,114
Total bonds and notes payable				\$ 552,015	\$ 555,120

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The documents pursuant to which the Pennsylvania Higher Educational Facilities Authority (“PHEFA”) Revenue Bonds are issued contain restrictive financial covenants which, among other things, require the University to fix, charge and collect tuition, rates, fees and other charges which will provide net revenues, together with other funds of the University available to pay debt service on such Revenue Bonds, in each fiscal year in an amount at least equal to the debt service requirements on such Revenue Bonds and other long-term indebtedness in such fiscal year. An event of default under the Revenue Bonds will only occur if the University fails to meet the foregoing covenant for two consecutive fiscal years and fails to comply with recommendations provided by a consultant, and so long as the University does not fail to pay debt service when due on the Revenue Bonds. The University was in compliance with these financial covenants at June 30, 2025 and 2024.

The North Penn Health, Hospital and Education Authority Fixed Rate Revenue Bonds require that the University maintain certain financial covenants. The University was in compliance with these financial covenants at June 30, 2025 and 2024.

Debt maturities for the fiscal years ending are as follows:

<i>(in thousands)</i>	Total Debt
2026	11,303
2027	13,937
2028	14,904
2029	15,378
2030	16,206
Thereafter	410,482
	\$ 482,210
Cost of issuance	(8,141)
Unamortized premiums	47,946
	522,015

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Lines of Credit

The University has 50% Secured Revolving Credit Facilities (“Facilities”) of \$85,000,000 and \$15,000,000 that matures on June 26, 2026. On December 1, 2022, the interest started accruing based upon Term SOFA plus 0.2%. The line of credit can be extended annually based upon the agreement of the University and the bank maintaining the Facilities. On June 30, 2025, and 2024, the outstanding amount was \$30,000,000 and \$20,000,000 respectively.

The University renewed a \$35,000,000 50% Secured Revolving line of credit to provide working capital. The line of credit matures in one year and can be renewed. Interest accrues based upon adjusted term SOFR plus 1.25%. On June 30, 2025, and 2024, there were no outstanding amounts.

The University renewed another \$35,000,000 50% Secured Revolving line of credit to provide working capital. The line of credit matures in one year and can be renewed. Interest accrues based upon one month secured overnight SOFR plus 1.25 percent. On June 30, 2025, and 2024, there were no outstanding amounts.

13. Net Assets

Net assets included the following:

<i>(in thousands)</i>	2025	2024
Without donor restrictions:		
Operating	\$ (568,317)	\$ (525,057)
Physical plant	792,045	786,959
Quasi-endowment funds	371,945	367,370
Total net assets without donor restrictions	595,673	629,272
With donor restrictions:		
<i>Temporarily Restricted</i>		
Funds for programs and capital expenditures	134,125	129,022
Funds for endowments	273,267	242,943
Life income annuities	2,867	2,553
Beneficial interests in trusts	5,802	5,506
<i>Permanently Restricted</i>		
Funds for endowments	485,649	455,836
Life income annuities	6,481	4,590
Beneficial interests in trusts	40,674	38,737
Student loans and others	9,173	8,968
Total net assets with donor restrictions	958,038	888,155
Total net assets	\$ 1,553,711	\$ 1,517,427

Drexel University and Subsidiaries
Notes to Consolidated Financial Statements
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14. Revenue Recognition

The University adopted *Revenue from Contracts with Customers (Topic 606)* effective July 1, 2018 using the retrospective transition method. The University assessed the various contractual arrangements for material revenue streams, the impact to internal processes, the control environment, and disclosures, and determined that the adoption would not result in a material change to the timing of revenue recognition. For all revenue streams, the impact of the adoption was immaterial and the impact of applying the standard retrospectively had no impact on total revenues or total changes in net assets.

In assessing collectability, the University elects the portfolio approach as a practical expedient to combine customers with similar characteristics. The University determines that the effect of applying a portfolio approach to a group of contracts will not differ materially from considering each contract separately.

For the University's revenue streams, the performance obligations are within contracts with durations of one year or less. Therefore, the optional exemption to not disclose remaining performance obligations was applied.

Tuition and fees, room and board

Tuition and related fees are recognized as revenue over time during the academic period in which the related academic services are rendered. The University records tuition revenue at the standalone selling price, which most often reflects the published rates, less price concessions related to institutional financial discounts provided by the University. Payment is due in full by the student before the commencement of the semester or term.

As the performance obligations are met (i.e. classes are instructed), revenue is recognized ratably based upon the allocated transaction price. Ratable recognition depicts the transfer of services as the student obtains the benefit of services throughout the semester or term.

The following table disaggregates tuition and fees, room and board revenue by major portfolios for the years ended June 30, 2025, and 2024:

(in thousands)

	2025			
	Tuition and Fees	Room and Board	Institutional Financial Aid	Total
Undergraduate	\$ 703,842	\$ 42,756	\$ (328,229)	\$ 418,369
Graduate	341,156	452	(41,413)	300,195
Tuition and fees, room and board	\$ 1,044,998	\$ 43,208	\$ (369,642)	\$ 718,564

(in thousands)

	2024			
	Tuition and Fees	Room and Board	Institutional Financial Aid	Total
Undergraduate	\$ 703,149	\$ 48,560	\$ (324,636)	\$ 427,073
Graduate	285,710	1,094	(39,303)	247,501
Tuition and fees, room and board	\$ 988,859	\$ 49,654	\$ (363,939)	\$ 674,574

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Physician Services

Net patient care activity revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including retroactive adjustments under reimbursement agreements with third-party payors. Performance obligations are met as Physician Services are administered to patients. The transaction price is allocated to separate performance obligations based upon the relative standalone selling price.

In assessing collectability, the University elected the portfolio approach and grouped into portfolios based on services provided (practice plans). The portfolios elected consist of patients with similar characteristics in payment behavior. The following table disaggregates the Physician Services' revenue by major portfolios with similar characteristics for the years ended June 30, 2025 and 2024 respectively:

<i>(in thousands)</i>	2025		2024	
Medicine	\$	22,880	\$	17,976
Nursing and Other		4,903		5,496
Psychiatry		538		536
Total physician services	\$	28,321	\$	24,008

Grants and Contracts

The University receives grant and contract revenue from governmental and private sources, which are considered non-exchange revenue transactions. The University generally recognizes revenue associated with the direct and the applicable indirect costs of sponsored programs as the related costs are incurred in accordance with the related cost principles outlined in the grant agreement. The University negotiates its federal indirect rate with its cognizant federal agency.

The following table disaggregates grants and contracts revenue for the years ended June 30, 2025, and 2024:

<i>(in thousands)</i>	2025		
	Without donor restrictions	With donor restrictions	Total
Government grants and contracts:			
Federal	124,418	1,032	125,450
State	6,668	923	7,591
Local	1,475	-	1,475
Private grants and contracts	4,481	23,207	27,688
Total grants and contracts	137,042	25,162	162,204

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(in thousands)

	2024		
	Without donor restrictions	With donor restrictions	Total
Government grants and contracts:			
Federal	125,699	2,810	128,509
State	3,130	1,567	4,697
Local	1,108	97	1,205
Private grants and contracts	6,765	18,903	25,668
Total grants and contracts	136,702	23,377	160,079

As of June 30, 2025, and 2024, the University has outstanding unrecorded conditional grants receivable of \$139,720,000 and \$149,920,000, respectively. Revenue for these conditional grants will be recognized in future periods when the related barriers are overcome when the conditions have been substantially met.

15. Functional and Natural Classification of Expenses

Expenses are presented by functional classification in accordance with the overall service mission of the University. Each functional classification displays all expenses related to the underlying operations by natural classification. Depreciation and interest expenses are allocated based on the square footage occupancy. Plant operations and maintenance represent space related costs which are allocated to the functional categories directly and/or based on the square footage occupancy. Expenses reported as auxiliary enterprises, library, and student services are incurred in support of program services.

Expenses by functional classification for the year ended June 30, 2025 consist of the following:

(in thousands)

	2025			
	Program Services	Management and General	Fundraising	Total
Salaries and wages	\$ 431,042	\$ 74,882	\$ 11,846	\$ 517,770
Employee benefits	105,033	18,303	2,916	126,252
Depreciation and amortization	53,212	4,294	14	57,520
Interest	18,384	1,801	-	20,185
Other operating expenses	289,096	96,131	3,246	388,473
Total expenses	\$ 896,767	\$ 195,411	\$ 18,022	\$ 1,110,200

Expenses by functional classification for the year ended June 30, 2024 consist of the following:

(in thousands)

	2024			
	Program Services	Management and General	Fundraising	Total
Salaries and wages	\$ 400,025	\$ 69,702	\$ 11,550	\$ 481,277
Employee benefits	113,754	19,866	3,306	136,926
Depreciation and amortization	51,381	3,870	14	55,265
Interest	18,083	1,473	-	19,556
Other operating expenses	311,248	69,003	3,698	383,949
Total expenses	\$ 894,491	\$ 163,914	\$ 18,568	\$ 1,076,973

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16. Professional Liability Insurance

Starting July 1, 2014, Drexel established a Self-Insurance Trust (“SIT”) to provide primary coverage for known claims medical professional liability coverage. The SIT provides primary coverage of \$500,000 for physicians and midwives and up to \$1,000,000 for other health professions and entity coverage. Physicians and midwives also participate in the Pennsylvania Medical Care Availability and Reduction of Error Fund (“Mcare”) that covers from \$500,000 to \$1,000,000. In addition, Drexel self-insures a layer of excess of up to \$2,000,000 above the Mcare Fund.

The Dragon Risk Limited, Co. provides excess coverage above the self-insured layer of an additional \$17,000,000. For any events incurred after July 1, 2020, Drexel changed the excess malpractice insurance with the closure of the Physician Practice Plan. Dragon Risk was replaced with commercial insurance of \$15,000,000 excess coverage which attaches at \$1,000,000 above the self-insurance layer.

For self-insured retention amounts for both reported claims and claims incurred but not reported at June 30, 2025 and 2024, the University and its subsidiaries recorded gross combined reserves of \$20,340,000 and \$12,297,000, respectively and related recoveries from third party insurers of \$7,466,000 and \$4,608,000, respectively. For fiscal years 2025 and 2024, the reserves were discounted at 2% for the layers retained by the University and excess carriers. Such reserves and reinsurance recoveries are included in accrued expenses and grants, contracts and other receivables, respectively, in the accompanying 2025 and 2024 Consolidated Statements of Financial Position. Under the self-insurance program, the University is required by the Commonwealth of Pennsylvania to maintain a malpractice trust fund. At June 30, 2025 and 2024, self-insurance escrow funds and malpractice insurance trust consisting of mutual funds and fixed income securities amounted to \$32,387,000 and \$38,949,000 respectively, were available to fund incurred but not reported liabilities.

17. Commitments and Contingencies

Healthcare Legislation and Regulation

The healthcare industry is subject to numerous laws and regulations of federal, state and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government healthcare program participation requirements and reimbursement for patient services. Federal government activity has continued with respect to investigations and allegations concerning possible violation of billing regulations by healthcare providers. Violations of these regulations could result in the imposition of significant fines and penalties and have a significant effect on reported activities or cash flow.

The University believes it is in compliance with applicable government laws and regulations. While no regulatory inquiries have been made, compliance with such laws and regulations can be subject to future government review and interpretation as well as regulatory actions unknown or unasserted at this time.

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Litigation

The litigation between United Educators' Insurance and the University for breach of contract in relation to the general liability coverage for medical professionals was settled in June 2024. There was also litigation between various patients of a former employee and the University in relation to sexual assault and medical malpractice, which was settled in May 2024. As of June 30, 2025, the University has accrued for all pending litigation claims based on current information and advice from external counsel, and the amount is included in accrued liabilities in the Statements of Financial Position.

The nature of the educational and healthcare industries is such that, from time to time, claims will be presented on account of alleged negligence, acts of discrimination, medical malpractice, breach of contract or disagreements arising from the interpretation of laws or regulations. While some of these claims may be for substantial amounts, they are not unusual in the ordinary course of providing educational and healthcare services at a large institution. In the opinion of the University, after consultation with legal counsel, the ultimate disposition of these matters will not have a materially adverse effect on the financial condition or results of operations.

Other Commitments and Contingencies

The University maintains two letters of credit totaling \$1,200,000 associated with workers' compensation insurance. The agreements are renewable annually. There were no amounts outstanding as of June 30, 2025 and 2024.

The University also maintains a letter of credit in an amount not to exceed \$287,253 as required by the U.S. Department of Education in connection with Federal student loans. It will expire on May 1, 2026, and is automatically renewed annually unless notified by the University of an election not to renew. There were no amounts outstanding as of June 30, 2025 and 2024.

As part of the Salus acquisition, the U.S. Department of Education required a Letter of Credit equal to fifty percent of the Department of Education student financial aid provided to the institution being acquired as a condition of their review requirements. On July 1, 2024 the University obtained a \$22.8 million letter of credit for that purpose. Effective April 2025, the Department of Education reduced the required amount to \$4.4 million, with all other terms and conditions remaining unchanged. The Department has indicated that the letter of credit will be released following submission and acceptance of the University's first full annual financial statements post-merger.

Business Income Taxes

As referenced in Note 1 - Income Taxes, the University is a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code. The University and its non-profit affiliates are not subject to taxation for activities and income related to its exempt purpose. Unrelated business income (UBI) is defined by the Internal Revenue Service (IRS) as income generated in a trade or business that is regularly carried on and is not substantially related to further the exempt purpose of the organization. The University is subject to federal UBI tax related to the net income generated from consulting, conference services and investment income held in the endowment fund for which the investment manager has reported unrelated business income on an IRS Schedule K-1 for which it files an IRS Form 990-T, *Exempt Organization Business Tax Return*, annually. The University makes

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

quarterly estimated tax payments to the IRS and submits any additional tax payment with the final submission of its return in the subsequent fiscal year.

The University is also subject to the City of Philadelphia Business Income and Receipts Tax. The University files an annual Business Income and Receipts Tax return and submits estimated tax payments for the subsequent fiscal year at the time of filing its return to the City of Philadelphia.

The Tax Cuts and Jobs Act (the “Act”) enacted on December 22, 2017, impacted the University in several ways, including new excise taxes on executive compensation and net investment income, increases to unrelated business taxable income (UBTI) by the amount of certain fringe benefits for which a deduction is not allowed, changes to the net operating loss rules, repeal of the alternative minimum tax (AMT), and the computation of UBTI separately for each unrelated trade or business. Further, the Act reduced the US federal corporate tax rate and federal corporate unrelated business income tax rate from 35% to 21%.

For the fiscal years ended June 30, 2025 and 2024, the University recorded \$2,963,000 and \$412,000 as income tax expenses and assigned a functional expense category of institutional support for these expenditures.

18. Related Party Transactions

Tower Health

On December 31, 2018, Tower Health (“Tower”) and Drexel University signed a 20-year academic affiliation agreement that allows the University to use Tower Health’s Reading Hospital campus in Berks County, Pennsylvania as another location for the College of Medicine’s four-year undergraduate medical education program located in Philadelphia PA. The agreement calls for Tower to provide free of charge up to 20 rotation slots for each of the 3rd and 4th year classes annually for the Philadelphia based medical students at Tower sites. Rotations over 20 per class year incur a charge to the University. The agreement also calls for the opening of a state-of-the-art 120,000 sf facility in West Reading PA that trains at least 40 additional Drexel University medical students per year starting in July 2021. In August 2019, Tower entered a 25-year lease with Equus Capital Partners for the building that included the 120,000-sf medical school facility. In addition, Tower and Drexel University entered into a Medical Building Access and Occupancy Agreement that runs concurrently with the building lease. The new medical school has shared governance through a Joint Operating Committee with members from Tower and Drexel University. All revenues and expenses for the new medical school are shared evenly between Tower and Drexel University. The academic affiliation agreement allows Drexel University’s College of Medicine to create and maintain high quality medical education and academic programs in an appropriate learning environment and serve the community through the delivery of high quality and cost-effective health care services at Tower Health facilities.

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

St. Christopher’s Hospital for Children Acquisition

On December 15, 2019, the University acquired an undivided 50% interest in St. Christopher’s Hospital for Children and certain pediatric medicine physician practices (“St. Christopher’s”) from the bankruptcy estate of the American Academic Health System (“AAHS”) in a joint venture with Tower Health. As of June 30, 2025, and 2024, the University has recorded the value of its interest in a partnership for St. Christopher’s Hospital of (\$30.0 million) and (\$35.3 million), respectively, within investments (Note 5). Drexel’s share of the operating gains of \$5.3 million and operating losses of (\$7.2 million) have been reflected within realized and unrealized gains/(losses) on investments as of June 30, 2025 and 2024, respectively.

In addition to the purchase, Drexel University and Tower Health each provided a \$85.0 million working capital line of credit to support the joint venture. Tower Health oversees the operations of the hospital with Drexel overseeing medical education and research at St. Christopher’s. The acquisition of St. Christopher’s ensured the continued operation of the hospital and an essential academic medical education training site for Drexel’s College of Medicine and Drexel’s health science professions.

As of June 30, 2025, and 2024, the University recorded a receivable for the outstanding line of credit balance of \$70.5 million from St. Christopher’s Hospital within prepaid and other assets. In fiscal year 2022, the University established a \$35.3 million reserve against the \$70.5 million outstanding balance on the line of credit supporting the St. Christopher’s Children Hospital’s operations.

As part of the acquisition of St. Christopher’s and the subsequent lease by the joint venture of the real estate from ISSTC PROPCO, LLC, Drexel University and Tower Health guaranteed the lease for the joint venture. In addition to the lease guarantee, Drexel and Tower also provided three joint and several guarantees that were each required to provide to induce (i) Tenet Business Services Corporation (“TBS”), (ii) Conifer Revenue Cycle Management Solutions, LLC (“Conifer”), and (iii) Tenet Health System St. Christopher’s Hospital for Children LLC (“THSC”), each an affiliate of Tenet, to enter into new agreements with the joint venture deemed to be critical for the operation of the St. Christopher’s. By providing the joint and several guarantees of Drexel and Tower, the joint venture was able to reject the existing agreements that the Debtor had with TBS, Conifer and THSC in the bankruptcy sale order, thereby avoiding the obligation to pay cure payments due and owing by Debtor to those companies if the joint venture had assumed the Debtor’s agreements, and instead enter into new agreements with significantly better terms and conditions.

In June of 2021, Drexel University provided St. Christopher’s with a \$150,000 mission support grant. The grant was distributed in three equal installments on June 30, 2021, June 30, 2022, and June 30, 2023. The purpose of the grant was to support St. Christopher’s leadership retention program. A second \$150,000 mission support grant was provided by Drexel in June of 2022. The grant is distributed in three equal installments on June 30, 2022, June 30, 2023, and June 30, 2024. The purpose of the grant is to further support St. Christopher’s leadership retention program.

Drexel University and Subsidiaries

Notes to Consolidated Financial Statements

June 30, 2025 and 2024

As of June 30, 2025 and 2024, the University, acting as an agent for St. Christopher's Hospital, has outstanding conditional pass-through pledges of \$5.0 million and \$10.0 million, respectively. As of June 30, 2025 and 2024, the University has accrued a liability of \$0 payable to St. Christopher's Hospital.

Powel Elementary and Science Leadership Academy Middle School Project

On May 8, 2019, the Board of Trustees approved a Resolution authorizing the University to undertake the design and construction of a combined K-8 Powel Elementary School and Science Leadership Academy Middle School ("Powel/SLA-MS") on the northern portion of 60 N. 36th Street in Philadelphia, Pennsylvania, which is a portion of the tract of land that formerly housed University City High School. To fund a portion of the Project costs, the University utilized the New Market Tax Credits ("NMTCs"). The Project qualified for the NMTC program because the Property is in a "highly distressed" low-income community. The University was allocated \$29,000,000 of NMTCs from four separate Community Development Entities. Upon completion, the University will lease the building to the School District of Philadelphia ("SDP") for nominal annual rent. SDP will be responsible for all operating and maintenance costs. The University special purpose entity Drexel University City, Inc. ("DUC"), serves as the leveraged loan lender for the NMTC transaction.

Wexford Science and Technology, LLC was engaged to serve as the fee developer for the construction of Powel/SLA-MS. Wexford Science and Technology, LLC initially contributed \$4,850,000 toward the project and subsequently agreed to provide an additional \$4,000,000 to further support the project.

Substantial Completion occurred on December 18, 2020. The School District of Philadelphia's lease commenced on January 4, 2021.

Health Sciences Building (formerly known as the Drexel Academic Tower)

On May 8, 2019, the Board of Trustees approved a resolution authorizing the University to develop a new Academic Tower to house the College of Nursing and Health Professions, relocating the college from Center City to University City. Subsequently, the University executed an option to expand the Academic Tower to also include the Drexel College of Medicine. The Academic Tower was developed by Wexford Development, LLC on the southern portion of 60 N. 36th Street, Philadelphia, Pennsylvania which was a portion of the tract of land that formerly housed University City High School. The building size was expected to be approximately 459,000 square feet. The building development was aided by a number of financial mechanisms that included a prepaid ground lease between the University and uCity Academic Owner, LLC, resulting in a gain of \$14,201,000 included in other income in the Consolidated Statements of Activities in FY'23, and a sale by the University to Wexford Science and Technology, LLC of 142,857 square feet of air rights above the premises of Lot 6 (the PSLAMS premises). The University entered into a 29 year and 11-month lease with uCity Academic Owner, LLC and sold the air rights on September 26, 2019. A temporary certificate of occupancy was issued on June 30, 2022. In accordance with the provisions of the lease, the Term Commencement Date was August 14, 2022 and unless the lease is terminated prior to the Term Expiration Date, the Term Expiration Date shall be July 14, 2052.

Drexel University and Subsidiaries
Notes to Consolidated Financial Statements
June 30, 2025 and 2024

19. Salus University Acquisition

On June 30, 2024, the University acquired the Salus University (“Salus”), where no monetary consideration was exchanged in the transaction. Salus University, founded in 1919, is the Pennsylvania State College of Optometry and based in Elkins Park, has an enrollment of more than 1,100 students and operates three clinical facilities in Philadelphia and Montgomery counties that provide highly specialized vision, hearing and balance, and speech-language pathology services. The merger requires approval from the United States Department of Education (ED) approval, which is expected within a year.

The University assumed responsibility for the fiscal condition of Salus and the management of its financial resources. Salus endowment funds will continue to be used for the benefit of Salus and to support its operations, programs and activities and all restrictions on such funds will continue to be honored.

The merger agreement with Salus was accounted for using the acquisition method of accounting as set forth in ASC topic 958-805, Not-for-Profit Business Combinations, and therefore assets acquired, and liabilities assumed were recorded at estimated fair value. Accordingly, an independent appraisal of Salus land, buildings, and equipment was obtained and adjustments were recorded to increase these assets to fair value of \$55,722,000. The finance lease right-of-use asset and the finance lease liabilities were revalued at \$507,000. The operating lease right-of-use and the operating lease liability were revalued at \$925,000.

The following table summarizes the estimated fair value of the assets acquired and liabilities assumed as of the acquisition date:

Drexel University and Subsidiaries
Notes to Consolidated Financial Statements
June 30, 2025 and 2024

Salus University
Statement of Financial Position
June 30, 2024 (in thousands)

	2024
Assets:	
Cash, cash equivalents, and restricted cash	
Operating	\$ 2,985
Restricted	3,352
Accounts receivable	3,670
Contributions receivable, net	217
Loans receivable	9,133
Prepaid expenses and other assets	2,274
Investments	64,391
Land, buildings and equipment, net	55,722
Finance lease right-of-use (ROU) asset	507
Operating lease right-of-use (ROU) asset	925
Total assets	\$ 143,176
Liabilities:	
Accounts payable	\$ (3)
Accrued liabilities	1,547
Deposits and deferred revenue	6,837
Finance lease liability	507
Operating lease liability	925
Government advances for student loans	10,717
Accrued retirement obligations	5,904
Bonds and notes payable	12,603
Total liabilities	39,037
Net Assets:	
Without donor restrictions	91,070
With donor restrictions	13,069
Total net assets	104,139
Total liabilities and net assets	\$ 143,176

The University has recognized the excess of net assets acquired over consideration transferred as a non-operating gain in its Consolidated Statement of Activities.

20. Subsequent Events

The University evaluated events subsequent from June 30, 2025 through October 28, 2025, the date at which financial statements were issued.

Gattuso Lease

In September 2025, the Board of Trustees approved the termination of the University's prior lease commitments at 3201 Cuthbert Boulevard (covering portions of Floors 0, 1, and 11) and authorized the execution of a new long-term operating lease with Gattuso Development Partners. The new lease provides for approximately 150,741 rentable square feet on Floors 0 through 3 of the Cuthbert Building for a term of 29 years and 11 months, commencing July 1, 2026.

Drexel University and Subsidiaries
Notes to Consolidated Financial Statements
June 30, 2025 and 2024

The lease arrangement includes a turnkey fit-out with an estimated cost of \$85.5 million, substantially financed by the developer, and requires the University to provide capital contribution of approximately \$8.7 million, plus an additional \$5.1 million for furniture, IT systems, and moving costs. The lease is structured as a credit tenant lease (CTL) and will be accounted for as an operating lease under ASC 842.

At lease commencement, the University expects to recognize a right-of-use lease liability of approximately \$322.3 million and a corresponding right-of-use lease asset of approximately \$310.3 million. Straight-line annual base rent over the term is estimated at \$20.2 million, exclusive of operating expenses.

Termination of the Academy of Natural Sciences Defined Benefit Plan

In September 2025, the Board of Trustees approved the termination of the Academy of Natural Sciences Pension Plan, effective February 28, 2026. The Plan Administrator has been authorized to transfer assets and liabilities to one or more insurers and to offer participants settlement options, including lump-sum and annuity distributions.

Management has determined that no other subsequent events occurred which require recognition or disclosure in the financial statements.

Schedule of Expenditures of Federal Awards

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
RESEARCH AND DEVELOPMENT CLUSTER							
DEPARTMENT OF AGRICULTURE							
ANIMAL AND PLANT HEALTH INSPECTION SERVICE							
Plant and Animal Disease, Pest Control, and Animal Care	10.025	\$ 82,808	\$ -			\$ 82,808	\$ -
	Total Assistance Listing 10.025	82,808	-			82,808	-
NATIONAL INSTITUTE OF FOOD AND AGRICULTURE							
Agriculture and Food Research Initiative (AFRI)	10.310	148,169	-			148,169	-
Agriculture and Food Research Initiative (AFRI)	10.310	-	7,654	University of Pennsylvania	583992 (2022-68014-36664)	7,654	-
	Total Assistance Listing 10.310	148,169	7,654			155,823	-
USDA							
Socially Disadvantaged Farmers and Ranchers Policy Research Center	10.464	-	3,711	The John Bertram Association	USDA CONTRACT T11618	3,711	-
	Total Assistance Listing 10.464	-	3,711			3,711	-
Immunopathology analysis of patient tissue samples from cardiovascular and/or orthopedic device implants	10.RD	137,496	-			137,496	13,344
Construction of a database containing Biopharmaceutics Classification System	10.RD	92,084	-			92,084	-
	Total Assistance Listing 10.RD	229,580	-			229,580	13,344
Total Department of Agriculture		460,557	11,365			471,922	13,344
DEPARTMENT OF COMMERCE							
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION							
Sea Grant Support	11.417	-	71,769	Penn State University	S006017-NOAA : MOD1	71,769	-
Sea Grant Support	11.417	-	35,320	Penn State University	S006014-NOAA MOD2	35,320	-
	Total Assistance Listing 11.417	-	107,089			107,089	-
Coastal Zone Management Estuarine Research Reserves	11.420	35,996	-			35,996	-
	Total Assistance Listing 11.420	35,996	-			35,996	-
Climate and Atmospheric Research	11.431	103,149	-			103,149	17,505
Climate and Atmospheric Research	11.431	-	107,860	Columbia University	1(GG016650-01), MOD 4	107,860	-
Climate and Atmospheric Research	11.431	-	33,340	Worcester Polytechnic Institute	11515-GR ; MOD 2	33,340	-
	Total Assistance Listing 11.431	103,149	141,200			244,349	17,505
NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY							
Measurement and Engineering Research and Standards	11.609	15,884	-			15,884	-
	Total Assistance Listing 11.609	15,884	-			15,884	-
Total Department of Commerce		155,029	248,289			403,318	17,505
DEPARTMENT OF DEFENSE							
ONR							
Basic and Applied Scientific Research	12.300	922,561	-			922,561	269,345
Basic and Applied Scientific Research	12.300	-	39,074	George Washington University	24-S31 ; MOD1	39,074	-
Basic and Applied Scientific Research	12.300	-	61,544	George Washington University	21-S08 MOD 6	61,544	-
	Total Assistance Listing 12.300	922,561	100,618			1,023,179	269,345
DEPT OF THE ARMY							
Military Medical Research and Development	12.420	1,279,899	-			1,279,899	258,374
Military Medical Research and Development	12.420	-	26,075	Fox Chase Cancer Center	FCCC NO 2406200 YEAR_01	26,075	-
Military Medical Research and Development	12.420	-	128,962	Thomas Jefferson University	080-27000-X19201 PO#2000157877	128,962	-
Military Medical Research and Development	12.420	-	7,031	Montclair State University	HT94252410096_Drexel	7,031	-
Military Medical Research and Development	12.420	-	9,132	Rowan University	61020-1 ; MOD 2	9,132	-
Military Medical Research and Development	12.420	-	17,457	Trustees of Boston University	4500004375	17,457	-
Military Medical Research and Development	12.420	-	14,405	Texas A&M University	M2203514	14,405	-
	Total Assistance Listing 12.420	1,279,899	203,062			1,482,961	258,374

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
Basic Scientific Research	12.431	4,290,510	-			4,290,510	2,417,490
Basic Scientific Research	12.431	-	11,862	Georgia Institute of Technology	AWD-006952-G1	11,862	-
Basic Scientific Research	12.431	-	424,858	Rowan University	51809-1 ; MOD1	424,858	-
Basic Scientific Research	12.431	-	33,375	University of Delaware	UDR0000272; MOD 3	33,375	-
Basic Scientific Research	12.431	-	88,384	epoXtal LLC	W911NF23C0055-22119	88,384	-
Total Assistance Listing 12.431		4,290,510	558,479			4,848,989	2,417,490
WASHINGTON HEADQUARTERS SERVICES (WHS)							
Basic, Applied, and Advanced Research in Science and Engineering	12.630	364,728	-			364,728	305,471
Basic, Applied, and Advanced Research in Science and Engineering	12.630	-	11,400	Trustees of the University of Pennsylvania	586938 AMENDMENT 4	11,400	-
Total Assistance Listing 12.630		364,728	11,400			376,128	305,471
UNIFORMED SERVICES UNIVERSITY OF THE HEALTH SCIENCES (USUHS)							
Uniformed Services University Medical Research Projects	12.750	-	41,857	Henry M Jackson F. for Advancement of Military Medicine	PO 1091214 FMP#6458 HJF67744	41,857	-
Uniformed Services University Medical Research Projects	12.750	-	75,946	Henry M Jackson F. for Advancement of Military Medicine	PO1093809-FMP6497HJFAWARD67748	75,946	-
Total Assistance Listing 12.750		-	117,803			117,803	-
DEPT OF THE AIR FORCE							
Air Force Defense Research Sciences Program	12.800	15,000	-			15,000	-
Air Force Defense Research Sciences Program	12.800	-	140,793	Penn State University	S006067-AFOSR ; MOD1	140,793	-
Total Assistance Listing 12.800		15,000	140,793			155,793	-
DEFENSE ADVANCED RESEARCH PROJECTS AGENCY (DARPA)							
Research and Technology Development	12.910	-	92,575	PAR Government Systems Corporation	PGSC-SC-111371-02; PO# P194669	92,575	-
Research and Technology Development	12.910	-	179,327	Parallax Advanced Research Corporation	PO # 11255-001; MOD 6; T10223	179,327	-
Research and Technology Development	12.910	-	7,761	Princeton University	SUB0000852 ; T12202	7,761	-
Research and Technology Development	12.910	-	1,247,923	University of Colorado at Boulder	1563539; MOD 5	1,247,923	-
Total Assistance Listing 12.910		-	1,527,586			1,527,586	-
Utilizing Plasma-Activated Water for Environmentally Friendly Solvent Replacement in Military Cleaning Applications	12.RD	91,663	-			91,663	-
STARTALK Drexel Experiential Chinese High School Summer program	12.RD	7,784	-			7,784	-
Uptake and Bioaccumulation/Biomagnification of Subsurface-Derived PFASs by Lotic, Warm Water Food Webs	12.RD	299,242	-			299,242	239,005
Application of Non-Thermal Plasma Technology for the Removal of Poly- and Perfluoroalkyl Substances from Investigation-Derived Wastes	12.RD	90,309	-			90,309	41,366
Fabric Backplane System	12.RD	-	72,368	Advanced Functional Fabrics of America, Inc.	SOW #1; PO 977; HQ00342190016	72,368	34,825
FORE: INIRS Operational Readiness Estimation Sequential Phase II	12.RD	-	1,923	Aptima Inc	1770-2378 ;PO-0000423	1,923	-
STTR Phase II MXene-based Coatings for Aerospace Applications	12.RD	-	176,995	Ballydel Technologies	Ballydel _ Drexel_2023_001	176,995	-
Multi-Domain Operations (MDO) Phase II-716213	12.RD	-	2,167,426	FlexTech Alliance, Inc., dba NextFlex	716213 ; MOD1	2,167,426	105,937
Multi-Domain Operations (MDO) Phase II-T9441	12.RD	-	370,505	FlexTech Alliance, Inc., dba NextFlex	AWARD DATED 10/25/2022 T9441	370,505	-
Footwear Automation	12.RD	-	275,861	Next Defense Solutions LLC	CS-20-050-02 ; T11708	275,861	-
Soft ExoSkin Interface and Scale-Up	12.RD	-	130,757	Advanced Functional Fabrics of America, Inc.	SOW # 3; PO 977; HQ00342190016	130,757	36,975
Prototype Project 3 – Textile Garment Sublayer	12.RD	-	7,973	Advanced Functional Fabrics of America, Inc.	SOW # 2; PO 977; HQ00342190016	7,973	-
MEDIA ANTI-FORENSIC INSTRUMENTATION (MAFI) PHASE-2	12.RD	-	208,937	PAR Government Systems Corporation	PGSC-SC-113253-01 (P195909)	208,937	-

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

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Schedule of Expenditures of Federal Awards

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Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
Image Quality and Task Complexity for Machine Learning	12.RD	-	32,563	R DEX Systems Inc	Contract T11953	32,563	-
Cyber Operations Preparedness and Education (COPE)	12.RD	-	15,000	Sonalysts Inc	20240003-S ; T11218	15,000	-
Demonstration of Building Decarbonization through Thermal Microgrids - Phase I Feasibility Study	12.RD	-	25,127	Texas A&M University	M2401782, MOD 1	25,127	-
Phase 2 Option: Ferroelectric Domain Wall-Enabled Microwave Phase Shifter Technology	12.RD	-	25,481	epoXtal LLC	W911NF23C0055-22120 ; T12193	25,481	-
Total Assistance Listing 12.RD		488,998	3,510,916			3,999,914	458,109
Total Department of Defense		<u>7,361,696</u>	<u>6,170,657</u>			<u>13,532,353</u>	<u>3,708,789</u>
DEPARTMENT OF THE INTERIOR							
U.S. FISH AND WILDLIFE SERVICE							
Adaptive Science	15.670	-	(15,201)	National Fish and Wildlife Foundation	68902; 0403.20.068902	(15,201)	-
Adaptive Science	15.670	-	61,710	National Fish and Wildlife Foundation	0403.24.083275 T12092	61,710	-
Adaptive Science	15.670	-	74,351	National Fish and Wildlife Foundation	0403.23.079334	74,351	-
Total Assistance Listing 15.670		-	120,860			120,860	-
NATIONAL PARK SERVICE							
National Wild and Scenic Rivers System	15.962	-	7,561	White Clay Wild & Scenic River Program	T12151	7,561	-
Total Assistance Listing 15.962		-	7,561			7,561	-
MMSD 2022 (USGS)	15.RD	20,241	-			20,241	-
Total Assistance Listing 15.RD		20,241	-			20,241	-
Total Department of the Interior		<u>20,241</u>	<u>128,421</u>			<u>148,662</u>	-
DEPARTMENT OF JUSTICE							
OFFICE OF JUSTICE PROGRAMS							
Delinquency Prevention Program	16.548	-	55,790	City of Philadelphia	2520267-01	55,790	-
Total Assistance Listing 16.548		-	55,790			55,790	-
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	358,495	-			358,495	57,763
Total Assistance Listing 16.560		358,495	-			358,495	57,763
National Institute of Justice W.E.B. DuBois Fellowship Program	16.566	181,184	-			181,184	39,104
Total Assistance Listing 16.566		181,184	-			181,184	39,104
Byrne Criminal Justice Innovation Program	16.817	-	12,294	Mount Vernon Manor	15PBJA-21-66-04111-BCJI	12,294	-
Total Assistance Listing 16.817		-	12,294			12,294	-
Comprehensive Opioid, Stimulant, and other Substances Use Program	16.838	-	32,871	Southeastern Pennsylvania Transportation Authority	N0076	32,871	-
Total Assistance Listing 16.838		-	32,871			32,871	-
National Institute of Justice W.E.B. DuBois Fellowship Program	16.839	156,992	-			156,992	83,802
Total Assistance Listing 16.839		156,992	-			156,992	83,802
Total Department of Justice		<u>696,671</u>	<u>100,955</u>			<u>797,626</u>	<u>180,669</u>
DEPARTMENT OF TRANSPORTATION							
FEDERAL AVIATION ADMINISTRATION							
Aviation Research Grants	20.108	69,424	-			69,424	-
Total Assistance Listing 20.108		69,424	-			69,424	-
Air Transportation Centers of Excellence	20.109	415,314	-			415,314	-
Total Assistance Listing 20.109		415,314	-			415,314	-
FEDERAL HIGHWAY ADMINISTRATION							
Highway Research and Development Program	20.200	40,390	-			40,390	-
Total Assistance Listing 20.200		40,390	-			40,390	-

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
Evaluation of Retroreflective Sign Sheeting Materials by Accelerated Laboratory Weathering	20.RD	-	93,415	University of North Florida	024-001 ; MOD1	93,415	-
	Total Assistance Listing 20.RD	-	93,415			93,415	-
Total Department of Transportation		<u>525,128</u>	<u>93,415</u>			<u>618,543</u>	<u>-</u>
DEPARTMENT OF TREASURY							
DEPARTMENTAL OFFICES							
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States	21.015	-	38,576	University of Southern Mississippi	8007257-01.01ANSD	38,576	-
	Total Assistance Listing 21.015	-	38,576			38,576	-
Total Department of Treasury		<u>-</u>	<u>38,576</u>			<u>38,576</u>	<u>-</u>
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							
Science	43.001	195,571	-			195,571	25,740
Science	43.001	-	13,425	Space Telescope Science Institute	HST-GO-17217.004-A; MOD 2	13,425	-
Science	43.001	-	17,724	National Space Grant Foundation	NEBP-106 ; MOD2	17,724	-
Science	43.001	-	111,818	The University of Texas at Dallas	22010677; MOD 3; PO S366013	111,818	-
Science	43.001	-	6,273	University of North Texas	GF70198-1 ; MOD1	6,273	-
Science	43.001	-	13,731	Wayne Regional Educational Service Agency	Award Dated 1/17/25	13,731	-
	Total Assistance Listing 43.001	195,571	162,971			358,542	25,740
Office of Stem Engagement (OSTEM)	43.008	-	4,998	Penn State University	S006201-NASA	4,998	-
Office of Stem Engagement (OSTEM)	43.008	-	12,054	Penn State University	S000756-NASA; MOD 7	12,054	-
	Total Assistance Listing 43.008	-	17,052			17,052	-
Advanced Suit Materials (ASM) Custom Textile Development	43.RD	35,030	-			35,030	-
	Total Assistance Listing 43.RD	35,030	-			35,030	-
Total National Aeronautics and Space Administration		<u>230,601</u>	<u>180,023</u>			<u>410,624</u>	<u>25,740</u>
NATIONAL ENDOWMENT FOR THE HUMANITIES							
NATIONAL ENDOWMENT FOR THE ARTS							
Promotion of the Arts Grants to Organizations and Individuals	45.024	57,009	-			57,009	-
	Total Assistance Listing 45.024	57,009	-			57,009	-
NATIONAL ENDOWMENT FOR THE HUMANITIES							
Promotion of the Humanities Division of Preservation and Access	45.149	1,857	-			1,857	-
	Total Assistance Listing 45.149	1,857	-			1,857	-
THE INSTITUTE OF MUSEUM AND LIBRARY SERVICES							
National Leadership Grants	45.312	48,241	-			48,241	13,927
National Leadership Grants	45.312	-	25,623	South Asian American Digital Archive	IMLS-ERS-00001	25,623	-
	Total Assistance Listing 45.312	48,241	25,623			73,864	13,927
Laura Bush 21st Century Librarian Program	45.313	34,504	-			34,504	5,558
	Total Assistance Listing 45.313	34,504	-			34,504	5,558
Total National Endowment for the Humanities		<u>141,611</u>	<u>25,623</u>			<u>167,234</u>	<u>19,484</u>
NATIONAL SCIENCE FOUNDATION							
NATIONAL SCIENCE FOUNDATION							
Engineering	47.041	2,459,298	-			2,459,298	272,972
Engineering	47.041	-	68,770	Cornell University	171537-23208	68,770	-
Engineering	47.041	-	80,694	Princeton University	SUB0000669; MOD 2	80,694	-
Engineering	47.041	-	691	Rowan University	50750-1	691	-
Engineering	47.041	-	17,282	University of California, San Diego	706934	17,282	-

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Engineering	47.041	-	118,695	University of Pennsylvania	582936; MOD 1	118,695	-
Engineering	47.041	-	(707)	Widener University	#2/#33444; MOD 3	(707)	-
Total Assistance Listing 47.041		2,459,298	285,425			2,744,723	272,972
Mathematical and Physical Sciences	47.049	2,571,479	-			2,571,479	257,011
Mathematical and Physical Sciences	47.049	-	5,546	Georgia Institute of Technology	AWD-006393-G2 ; SUP-102507	5,546	-
Mathematical and Physical Sciences	47.049	-	33,253	Tulane University	TUL-SCC-560246-22/23; MOD 3	33,253	-
Mathematical and Physical Sciences	47.049	-	105,121	University of Chicago	AWD104291 (SUB00000968)	105,121	-
Mathematical and Physical Sciences	47.049	-	14,527	University of Pennsylvania	SUB # 583087 PO # 4722006	14,527	-
Total Assistance Listing 47.049		2,571,479	158,447			2,729,926	257,011
Geosciences	47.050	139,281	-			139,281	-
Total Assistance Listing 47.050		139,281	-			139,281	-
Computer and Information Science and Engineering	47.070	4,919,356	-			4,919,356	25,932
Computer and Information Science and Engineering	47.070	-	49,368	Carnegie Mellon University	1127353-488928	49,368	-
Computer and Information Science and Engineering	47.070	-	46,833	Computing Research Association	G-3A-097 ; MOD1	46,833	-
Computer and Information Science and Engineering	47.070	-	154,262	Colorado School of Mines	402052_5801-07	154,262	-
Computer and Information Science and Engineering	47.070	-	238,866	Lehigh University	544709-78001	238,866	-
Total Assistance Listing 47.070		4,919,356	489,329			5,408,685	25,932
Biological Sciences	47.074	843,913	-			843,913	23,728
Biological Sciences	47.074	-	19,853	Bishop Museum	310842-ANSP	19,853	-
Biological Sciences	47.074	-	31,768	University of Pennsylvania	501370	31,768	-
Total Assistance Listing 47.074		843,913	51,621			895,534	23,728
Social, Behavioral, and Economic Sciences	47.075	88,893	-			88,893	-
Total Assistance Listing 47.075		88,893	-			88,893	-
STEM Education (formerly Education and Human Resources)	47.076	3,152,770	-			3,152,770	1,033,660
STEM Education (formerly Education and Human Resources)	47.076	-	96,089	Northeastern University	502996-78052; MOD 2	96,089	-
STEM Education (formerly Education and Human Resources)	47.076	-	7,721	Rochester Institute of Technology	32704-04	7,721	-
STEM Education (formerly Education and Human Resources)	47.076	-	3,773	University of Pittsburgh	Drexel ORI Contract No. T9961	3,773	-
STEM Education (formerly Education and Human Resources)	47.076	-	33,208	University of Tennessee	A23-0132-S002 ; MOD 2	33,208	-
Total Assistance Listing 47.076		3,152,770	140,791			3,293,561	1,033,660
Polar Programs	47.078	-	117,194	University of Wisconsin-Madison	0000002386; MOD 2	117,194	-
Total Assistance Listing 47.078		-	117,194			117,194	-
Office of International Science and Engineering	47.079	(10,208)	-			(10,208)	-
Office of International Science and Engineering	47.079	-	109,629	Texas A&M University	M2301288	109,629	-
Total Assistance Listing 47.079		(10,208)	109,629			99,421	-
NSF Technology, Innovation, and Partnerships	47.084	40,592	-			40,592	-
Total Assistance Listing 47.084		40,592	-			40,592	-
Total National Science Foundation		14,205,374	1,352,436			15,557,810	1,613,303
DEPARTMENT OF VETERANS AFFAIRS							
VA HEALTH ADMINISTRATION CENTER							
Research and Development	64.054	-	27,627	Worcester Polytechnic Institute	11065-GR ; 11612-GR, MOD8	27,627	-
Research and Development	64.054	-	47,874	Worcester Polytechnic Institute	11065-GR, 11350-GR, 11564-GR	47,874	-

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Research and Development	64.054	-	106,905	Worcester Polytechnic Institute	11361-GR ; 11065-GR	106,905	-
	Total Assistance Listing 64.054	-	182,406			182,406	-
Total Department of Veterans Affairs		-	182,406			182,406	-
UNITED STATES ENVIRONMENTAL PROTECTION AGENCY							
ENVIRONMENTAL PROTECTION AGENCY							
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	221,176	-			221,176	-
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	-	16,956	JASTECH Development Services Inc	T11129	16,956	-
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	-	5,000	JASTECH Development Services Inc	T10905	5,000	-
	Total Assistance Listing 66.034	221,176	21,956			243,132	-
Environmental Finance Center Grants	66.203	14,771	-			14,771	-
	Total Assistance Listing 66.203	14,771	-			14,771	-
Environmental Justice Collaborative Problem-Solving Cooperative Agreement Program	66.306	-	3,708	The John Bertram Association	EPA T11618; 95334701	3,708	-
	Total Assistance Listing 66.306	-	3,708			3,708	-
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	-	8,114	State of Maine, Department of Environmental Protection	DEP- PEPIA 01022024	8,114	-
	Total Assistance Listing 66.436	-	8,114			8,114	-
National Estuary Program	66.456	-	5,090	Partnership for the Delaware Estuary	517-01	5,090	-
	Total Assistance Listing 66.456	-	5,090			5,090	-
Regional Wetland Program Development Grants	66.461	-	1,709	New Jersey Sea Grant Consortium	4904- 0048	1,709	-
	Total Assistance Listing 66.461	-	1,709			1,709	-
Geographic Programs - Chesapeake Bay Program	66.466	-	17,865	Chesapeake Conservancy Inc.	CB-963630-01-0; YEAR 6	17,865	-
	Total Assistance Listing 66.466	-	17,865			17,865	-
Science To Achieve Results (STAR) Research Program	66.509	539,981	-			539,981	109,179
Science To Achieve Results (STAR) Research Program	66.509	-	19,081	University of Michigan	SUBK00014866; 3006732844	19,081	-
	Total Assistance Listing 66.509	539,981	19,081			559,062	109,179
Office of Research and Development Consolidated Research/Training/Fellowships	66.511	-	18,520	Michigan State University	RC115533DU	18,520	-
	Total Assistance Listing 66.511	-	18,520			18,520	-
NRSA Program Samples	66.RD	-	14,337	Great Lakes Environmental Center	Purchase Order 20232	14,337	-
DRBC - ANS 2024 Algal Speciation	66.RD	-	15,683	Delaware River Basin Commission	GRANT # 508-01 ; CFDA 66.465	15,683	-
	Total Assistance Listing 66.RD	-	30,020			30,020	-
Total United States Environmental Protection Agency		775,928	126,063			901,991	109,179
DEPARTMENT OF ENERGY							
Office of Science Financial Assistance Program	81.049	1,237,295	-			1,237,295	-
Office of Science Financial Assistance Program	81.049	-	133,371	Fermi Research Alliance LLC	717825 T11731	133,371	120,371
	Total Assistance Listing 81.049	1,237,295	133,371			1,370,666	120,371
Conservation Research and Development	81.086	19,371	-			19,371	19,371
Conservation Research and Development	81.086	-	111,613	Giner, Inc	406599; YEAR 3	111,613	-
	Total Assistance Listing 81.086	19,371	111,613			130,984	19,371

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Renewable Energy Research and Development	81.087	(1,192)	-			(1,192)	-
Renewable Energy Research and Development	81.087		43,012	Univer Of California Irvine	2024-2276	43,012	-
Renewable Energy Research and Development	81.087	-	73,899	University of Delaware	59300, MOD 4	73,899	-
Total Assistance Listing 81.087		(1,192)	116,911			115,719	-
Advanced Research Projects Agency - Energy	81.135	(673)	-			(673)	-
Total Assistance Listing 81.135		(673)	-			(673)	-
Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis	81.214	-	106,028	Battelle Savannah River Alliance, LLC	602157 CHANGE NOTICE 4	106,028	-
Total Assistance Listing 81.214		-	106,028			106,028	-
High-Voltage Direct Current Prize	81.RD	2,319	-			2,319	-
Uncertainty Quantification of Foundation Models	81.RD	-	8,878	Lawrence Livermore National Laboratory	B668794 ; T0012128	8,878	-
Superconducting Materials and Devices for Quantum Sensing	81.RD	-	63,110	Argonne National Laboratory	2F-60198; M0003	63,110	-
Gradient-Free Learning From Blackbox Sources	81.RD	-	35,207	Lawrence Livermore National Laboratory	B662481	35,207	-
Security Through Obfuscation of Critical Analog Circuit Properties	81.RD	-	(1,000)	Honeywell Federal Manufacturing and Technologies LLC	N000382806	(1,000)	-
Advanced PILBCP Ionomer Composites for Durable Heavy Duty PEMFCs	81.RD	-	69,151	University of California Lawrence Berkeley National Labs	7626956; MOD 4	69,151	53,360
Security Analysis of Field Programmable Gate Arrays	81.RD	-	70,674	Battelle Energy Alliance, LLC	295851, NO CFDA	70,674	-
Total Assistance Listing 81.RD		2,319	246,020			248,339	53,360
Total Department of Energy		1,257,120	713,943			1,971,063	193,102
DEPARTMENT OF EDUCATION							
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES							
Rehabilitation Long-Term Training	84.129	98,854	-			98,854	-
Total Assistance Listing 84.129		98,854	-			98,854	-
OFFICE OF POSTSECONDARY EDUCATION							
Minority Science and Engineering Improvement	84.120	-	82,466	University of Texas at El Paso	226150936A; 226150936B	82,466	-
Total Assistance Listing 84.120		-	82,466			82,466	-
Graduate Assistance in Areas of National Need	84.200	429,220	-			429,220	-
Total Assistance Listing 84.200		429,220	-			429,220	-
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES							
Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325	286,250	-			286,250	-
Total Assistance Listing 84.325		286,250	-			286,250	-
Total Department of Education		814,324	82,466			896,790	-
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
NATIONAL INSTITUTES OF HEALTH							
Family Smoking Prevention and Tobacco Control Act Regulatory Research	93.077	280,075	-			280,075	-
Total Assistance Listing 93.077		280,075	-			280,075	-
CENTERS FOR DISEASE CONTROL AND PREVENTION							
Blood Disorder Program: Prevention, Surveillance, and Research	93.080	-	16,056	Lehigh Valley Health Network	ATHN_24_25_005 ; GRT-00000783	16,056	-
Blood Disorder Program: Prevention, Surveillance, and Research	93.080	-	5,586	Lehigh Valley Health Network	ATHN_23_24_005	5,586	-
Total Assistance Listing 93.080		-	21,642			21,642	-
Prevention of Disease, Disability, and Death by Infectious Diseases	93.084	-	(6,834)	City of Philadelphia	1720467-04_05_06; 2120491-01	(6,834)	-
Prevention of Disease, Disability, and Death by Infectious Diseases	93.084	-	380,384	Temple University	271752-DU ; MOD2	380,384	-
Total Assistance Listing 93.084		-	373,550			373,550	-

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NATIONAL INSTITUTES OF HEALTH							
Environmental Health	93.113	841,935	-			841,935	344,048
Environmental Health	93.113	-	71,962	Johns Hopkins University	2005768396; MOD 2	71,962	-
Environmental Health	93.113	-	13,814	Johns Hopkins University School of Medicine	2004628645; MOD 4	13,814	-
Environmental Health	93.113	-	17,440	Johns Hopkins University School of Medicine	2004638646; MOD 4	17,440	-
Environmental Health	93.113	-	32,317	Mount Sinai School of Medicine	0255-C301-4609; MOD 5	32,317	-
Environmental Health	93.113	-	24,783	University of Pennsylvania	10081459 ; 589206	24,783	-
Environmental Health	93.113	-	72,344	University of California, Davis	A23-0842-S001; MOD 2	72,344	-
Environmental Health	93.113	-	25,000	University of Pennsylvania	589206 / 10081459	25,000	-
	Total Assistance Listing 93.113	841,935	257,660			1,099,595	344,048
Oral Diseases and Disorders Research	93.121	-	10,818	Children's Hospital of Philadelphia	PO: 20395658; GRT-00002376	10,818	-
Oral Diseases and Disorders Research	93.121	-	(873)	SINTX Technologies, Inc.	PO # 10110	(873)	-
Oral Diseases and Disorders Research	93.121	-	92,776	University of Connecticut Health Center	UCHC7-140298528-A4	92,776	-
	Total Assistance Listing 93.121	-	102,721			102,721	-
NATIONAL INSTITUTES OF HEALTH							
Human Genome Research	93.172	48,740	-			48,740	-
	Total Assistance Listing 93.172	48,740	-			48,740	-
Research Related to Deafness and Communication Disorders	93.173	280,746	-			280,746	24,117
Research Related to Deafness and Communication Disorders	93.173	-	76,143	University of Pennsylvania	500905 83655/00	76,143	-
Research Related to Deafness and Communication Disorders	93.173	-	(8,688)	University of Pennsylvania	574758; MOD 3	(8,688)	-
	Total Assistance Listing 93.173	280,746	67,455			348,201	24,117
Research and Training in Complementary and Integrative Health	93.213	230,789	-			230,789	48,859
	Total Assistance Listing 93.213	230,789	-			230,789	48,859
AGENCY FOR HEALTHCARE RESEARCH AND QUALITY							
Research on Healthcare Costs, Quality and Outcomes	93.226	158,479	-			158,479	88,205
	Total Assistance Listing 93.226	158,479	-			158,479	88,205
NATIONAL INSTITUTES OF HEALTH							
Mental Health Research Grants	93.242	2,696,697	-			2,696,697	310,984
Mental Health Research Grants	93.242	-	18,571	Comprehensive NeuroAIDS Center at Temple University	Award Dated 3/13/25	18,571	-
Mental Health Research Grants	93.242	-	(1,021)	Florida State University	R02178; MOD 1	(1,021)	-
Mental Health Research Grants	93.242	-	(515)	Florida State University	R02061 ; MOD 1	(515)	-
Mental Health Research Grants	93.242	-	8,409	New York University School of Medicine	24-A0-00-1011506: M250888313	8,409	-
Mental Health Research Grants	93.242	-	114,142	Oui Therapeutics	CLINICAL TRIAL DATED 10/8/2024	114,142	-
Mental Health Research Grants	93.242	-	11,822	Temple University	272894-DREXEL	11,822	-
Mental Health Research Grants	93.242	-	20,000	Temple University	AWARD DATED 3/13/25	20,000	-
Mental Health Research Grants	93.242	-	306,585	Temple University	269291-DU; MOD2 & 3	306,585	-
Mental Health Research Grants	93.242	-	37,948	Temple University	263821-DREXEL MOD 4 REVISED	37,948	-
Mental Health Research Grants	93.242	-	286,860	University of North Carolina at Chapel Hill	5131801 ; MOD1	286,860	-
Mental Health Research Grants	93.242	-	25,854	University of Pittsburgh Medical Center	AWD00003551 (135683-3) MOD3	25,854	14,806
Mental Health Research Grants	93.242	-	23,166	University of Michigan	SUBK00022186 ;3008366155	23,166	-
	Total Assistance Listing 93.242	2,696,697	851,821			3,548,518	325,790
NATIONAL INSTITUTES OF HEALTH							
Alcohol Research Programs	93.273	704,748	-			704,748	-
Alcohol Research Programs	93.273	-	11,862	Trustees of Boston University	4500004213 MD 3 XF3XM9642N96	11,862	-
Alcohol Research Programs	93.273	-	93,116	Columbia University	1(GG017204-01); G15742;G17239	93,116	-

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Alcohol Research Programs	93.273	-	286,640	SUNY at Binghamton University	91395-DREXEL UNIV.; MOD 4	286,640	-
Alcohol Research Programs	93.273	-	39,698	Temple University	271772-DU ; MOD1	39,698	-
Total Assistance Listing 93.273		704,748	431,316			1,136,064	-
Drug Use and Addiction Research Programs	93.279	5,520,175	-			5,520,175	904,915
Drug Use and Addiction Research Programs	93.279	-	185,307	Hager Biosciences, LLC	AWARD DATED 9/29/2022; MOD 4	185,307	-
Drug Use and Addiction Research Programs	93.279	-	12,837	Partnership to End Addiction	XF3XM9642N96	12,837	-
Drug Use and Addiction Research Programs	93.279	-	27,271	Thomas Jefferson University	080-31050-S50501 ; MOD1	27,271	-
Drug Use and Addiction Research Programs	93.279	-	26,003	Temple University	265498-DU, MOD 4	26,003	-
Drug Use and Addiction Research Programs	93.279	-	226,582	University of California, San Diego	705669; MOD 3	226,582	-
Drug Use and Addiction Research Programs	93.279	-	149,383	University of Florida	SUB00004478 ; MOD1	149,383	-
Drug Use and Addiction Research Programs	93.279	-	36,859	University of Pennsylvania	588642/76287/00/ 588643	36,859	-
Total Assistance Listing 93.279		5,520,175	664,242			6,184,417	904,915
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	394,547	-			394,547	(33)
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	-	183,688	Children's Research Institute	30008240-01 ; MOD1	183,688	-
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	-	(63,209)	Children's Research Institute	30007496-02; MOD 1	(63,209)	-
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	-	232,738	North Carolina State University	PAM P22-000216-SA02, MOD 6	232,738	-
Discovery and Applied Research for Technological Innovations to Improve Human Health	93.286	-	113,250	Thomas Jefferson University	FE 06062023 (VSA) T12071; YR 2	113,250	-
Total Assistance Listing 93.286		394,547	466,467			861,014	(33)
Minority Health and Health Disparities Research	93.307	4,484,722	-			4,484,722	1,324,460
Minority Health and Health Disparities Research	93.307	-	4,927	Benten Technologies	NIMHD-DU-092022	4,927	-
Minority Health and Health Disparities Research	93.307	-	19,721	Fox Chase Cancer Center	1519300, YR 3 MOD 3	19,721	-
Minority Health and Health Disparities Research	93.307	-	16,978	Fox Chase Cancer Center	FCC15126-05; MOD 09	16,978	-
Minority Health and Health Disparities Research	93.307	-	56,187	Fox Chase Cancer Center	1522000 YEAR_03; MOD 4	56,187	-
Minority Health and Health Disparities Research	93.307	-	60,251	Board of Trustees of the Leland Stanford Junior University	63085548-258225; MOD 3	60,251	-
Total Assistance Listing 93.307		4,484,722	158,064			4,642,786	1,324,460
Trans-NIH Research Support	93.310	4,298,143	-			4,298,143	1,055,352
Total Assistance Listing 93.310		4,298,143	-			4,298,143	1,055,352
National Center for Advancing Translational Sciences	93.350	-	83,059	Cellular Vehicles Inc	Award Dated 11/18/24	83,059	-
National Center for Advancing Translational Sciences	93.350	-	171,000	Oregon State University	P0500F-C, MOD 1	171,000	-
Total Assistance Listing 93.350		-	254,059			254,059	-
Research Infrastructure Programs	93.351	1,196,398	-			1,196,398	-
Total Assistance Listing 93.351		1,196,398	-			1,196,398	-
21st Century Cures Act - Beau Biden Cancer Moonshot	93.353	-	34,333	Thomas Jefferson University	VSA - CHEWE T10568 T11812	34,333	-
Total Assistance Listing 93.353		-	34,333			34,333	-
Nursing Research	93.361	2,497,924	-			2,497,924	1,079,020
Nursing Research	93.361	-	61,939	American University	24-0093-GR01006 ; MOD2	61,939	-
Nursing Research	93.361	-	15,302	University of Pennsylvania	586183; MOD 2	15,302	-
Nursing Research	93.361	-	15,734	University of Pennsylvania	579284; 10072088; MOD 4	15,734	-
Total Assistance Listing 93.361		2,497,924	92,975			2,590,899	1,079,020
Cancer Treatment Research	93.395	-	35,285	Public Health Institute	Clinical Trial U10CA180886	35,285	-
Total Assistance Listing 93.395		-	35,285			35,285	-
Cancer Biology Research	93.396	1,511,358	-			1,511,358	179,316
Total Assistance Listing 93.396		1,511,358	-			1,511,358	179,316

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Drexel University and Subsidiaries

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Cancer Centers Support Grants	93-397	-	40,341	Thomas Jefferson University	080-03500-PB1119	40,341	-
Cancer Centers Support Grants	93-397	-	36,970	Thomas Jefferson University	080-03500-PB5019	36,970	-
Total Assistance Listing 93-397		-	77,311			77,311	-
Cancer Control	93-399	-	4,119	Public Health Institute	CT WORK ORDER SIGNED 12-6-2021	4,119	-
Total Assistance Listing 93-399		-	4,119			4,119	-
ADMINISTRATION FOR COMMUNITY LIVING (ACL)							
ACL National Institute on Disability, Independent Living, and Rehabilitation Research	93-433	184,073	-			184,073	41,747
Total Assistance Listing 93-433		184,073	-			184,073	41,747
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Mental and Behavioral Health Education and Training Grants	93-732	452,822	-			452,822	21,000
Total Assistance Listing 93-732		452,822	-			452,822	21,000
NATIONAL INSTITUTES OF HEALTH							
Cardiovascular Diseases Research	93-837	2,644,621	-			2,644,621	190,055
Cardiovascular Diseases Research	93-837	-	11,900	Clemson University	2549-209-2016195 ; MOD 2&3	11,900	-
Cardiovascular Diseases Research	93-837	-	28,513	Emory University	A589167; MOD 4	28,513	-
Cardiovascular Diseases Research	93-837	-	(35,440)	Massachusetts General Hospital	Fund # 242786	(35,440)	-
Cardiovascular Diseases Research	93-837	-	21,824	The Miriam Hospital	7107147197; MOD 7	21,824	-
Cardiovascular Diseases Research	93-837	-	13,567	Massachusetts General Hospital	PS225713 ; A5332; A5333S; MOD9	13,567	-
Cardiovascular Diseases Research	93-837	-	31,331	University of Mississippi Medical Center	SP14836-SB2	31,331	-
Total Assistance Listing 93-837		2,644,621	71,695			2,716,316	190,055
Lung Diseases Research	93-838	5,141	-			5,141	-
Total Assistance Listing 93-838		5,141	-			5,141	-
Translation and Implementation Science Research for Heart, Lung, Blood Diseases, and Sleep Disorders	93-840	-	84,950	University of Pennsylvania	580490; 50194/03;5388742 MD4	84,950	-
Total Assistance Listing 93-840		-	84,950			84,950	-
Arthritis, Musculoskeletal and Skin Diseases Research	93-846	884,239	-			884,239	353,177
Arthritis, Musculoskeletal and Skin Diseases Research	93-846	-	17,842	Children's Hospital of Philadelphia	PO-20590834 / GRT-00003983	17,842	-
Arthritis, Musculoskeletal and Skin Diseases Research	93-846	-	67,980	University of Pennsylvania	500815 ; 960895	67,980	-
Arthritis, Musculoskeletal and Skin Diseases Research	93-846	-	3,286	University of Pennsylvania	576763 ; MOD 4	3,286	-
Arthritis, Musculoskeletal and Skin Diseases Research	93-846	-	20,078	University of Pennsylvania	578671; MOD 4	20,078	-
Arthritis, Musculoskeletal and Skin Diseases Research	93-846	-	182,656	Villanova University	530134DREXEL, MOD 2	182,656	-
Total Assistance Listing 93-846		884,239	291,842			1,176,081	353,177
Diabetes, Digestive, and Kidney Diseases Extramural Research	93-847	5,218,219	-			5,218,219	1,148,202
Diabetes, Digestive, and Kidney Diseases Extramural Research	93-847	-	16,094	Rutgers University	3667 ; 25782763 ; 839263	16,094	-
Diabetes, Digestive, and Kidney Diseases Extramural Research	93-847	-	138,976	Thomas Jefferson University	080-27000-S43301, MOD 4	138,976	-
Diabetes, Digestive, and Kidney Diseases Extramural Research	93-847	-	10,870	University of North Carolina at Chapel Hill	5123902; MOD 3	10,870	-
Diabetes, Digestive, and Kidney Diseases Extramural Research	93-847	-	10,671	University of Pennsylvania	501308 ; 503044; MOD1	10,671	-
Diabetes, Digestive, and Kidney Diseases Extramural Research	93-847	-	140,413	University of Delaware	UDR0000076; MOD 3	140,413	-
Total Assistance Listing 93-847		5,218,219	317,024			5,535,243	1,148,202
Extramural Research Programs in the Neurosciences and Neurological Disorders	93-853	9,401,479	-			9,401,479	1,520,155
Extramural Research Programs in the Neurosciences and Neurological Disorders	93-853	-	77,501	The Curators of the University of Missouri	C00089348-1	77,501	-

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Drexel University and Subsidiaries

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Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	-	256,361	University of Pennsylvania	582292	256,361	-
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	-	304,747	The University of Rhode Island	0010302/020624	304,747	-
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	-	38,821	George Washington University	24-M28	38,821	-
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	-	185,379	University of Louisville	ULRF_20-0750-01 MOD 5	185,379	-
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	-	93,142	University of South Carolina	2000054782/ 10010139; 21-4158	93,142	-
Extramural Research Programs in the Neurosciences and Neurological Disorders	93.853	-	100,770	Trustees of the University of Pennsylvania	588422; 77612/00 ; MOD1	100,770	-
Total Assistance Listing 93.853		9,401,479	1,056,721			10,458,200	1,520,155
Allergy and Infectious Diseases Research	93.855	4,668,747	-			4,668,747	861,482
Allergy and Infectious Diseases Research	93.855	-	155,603	Institut Pasteur du Cambodge	NIH0003 ; MOD 1	155,603	-
Allergy and Infectious Diseases Research	93.855	-	156,479	Oregon Health and Science University	1026660_DREXEL	156,479	-
Allergy and Infectious Diseases Research	93.855	-	244,631	Oregon Health and Science University	1021312_DREXEL, MOD 3	244,631	-
Allergy and Infectious Diseases Research	93.855	-	316,957	Temple University	268028-DU-WIGDAHL MOD 5 & 6	316,957	-
Allergy and Infectious Diseases Research	93.855	-	159,579	Temple University	268028-DU-NONNEMACHER	159,579	-
Allergy and Infectious Diseases Research	93.855	-	22,847	Temple University	268932-DU; PO# P0700717.	22,847	-
Allergy and Infectious Diseases Research	93.855	-	46,782	University of Pennsylvania	587703 (RIS: 73424/00); MOD 2	46,782	-
Allergy and Infectious Diseases Research	93.855	-	41,818	University of Pennsylvania	586704, MOD 2	41,818	-
Allergy and Infectious Diseases Research	93.855	-	66,106	The Rector and Visitors of the University of Virginia	GR102641.SUB00000882; MOD1	66,106	-
Allergy and Infectious Diseases Research	93.855	-	56,871	University of Pennsylvania	580768, PO 4956050, MOD 4	56,871	-
Total Assistance Listing 93.855		4,668,747	1,267,673			5,936,420	861,482
Biomedical Research and Research Training	93.859	2,109,587	-			2,109,587	244,969
Biomedical Research and Research Training	93.859	-	20,876	Johns Hopkins University	2005729070; MOD 1	20,876	-
Total Assistance Listing 93.859		2,109,587	20,876			2,130,463	244,969
Child Health and Human Development Extramural Research	93.865	4,924,996	-			4,924,996	792,721
Child Health and Human Development Extramural Research	93.865	-	19,731	Albert Einstein Healthcare Network	618-B4436-SE4971; MOD 3	19,731	-
Child Health and Human Development Extramural Research	93.865	-	26,321	Harvard School of Public Health	117267-0138-5119102; MOD 1	26,321	-
Child Health and Human Development Extramural Research	93.865	-	94,424	Harvard School of Public Health	117267-0538-5119102 ; MOD2	94,424	-
Child Health and Human Development Extramural Research	93.865	-	11,701	Ohio State University	SPC-1000013909 GR137149	11,701	-
Child Health and Human Development Extramural Research	93.865	-	50,918	Thomas Jefferson University	618-B4436-S49501	50,918	-
Child Health and Human Development Extramural Research	93.865	-	18,456	Icahn School of Medicine at Mount Sinai	IF134001446-940002/0255-C431-4	18,456	-
Child Health and Human Development Extramural Research	93.865	-	108,399	Temple University	272093-DREXEL ; MOD1	108,399	-
Child Health and Human Development Extramural Research	93.865	-	9,099	University of Pennsylvania	500651 (83589/00)	9,099	-
Child Health and Human Development Extramural Research	93.865	-	(877)	Widener University	33376-1	(877)	-
Total Assistance Listing 93.865		4,924,996	338,172			5,263,168	792,721
Aging Research	93.866	4,464,454	-			4,464,454	701,075
Aging Research	93.866	-	27,164	American Federation for Aging	24-CLINSTAR-DREXEL	27,164	-
Aging Research	93.866	-	9,558	The Trustees of Columbia University in the City of New York	1(GG019293-01)	9,558	-
Aging Research	93.866	-	35,658	Minnesota HealthSolutions	MHS-24-Pressurechaiti-13	35,658	-
Aging Research	93.866	-	27,132	Plans4Care	MOD1	27,132	-
Aging Research	93.866	-	9,668	Rush River Research Corporation	RRR23-NIA-Drexel-Chair	9,668	-
Aging Research	93.866	-	12,663	University of Minnesota	98556/P010008953; MOD 1	12,663	-
Aging Research	93.866	-	44,627	University of Pennsylvania	577439; MOD 4	44,627	-

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Aging Research	93.866	-	18,509	University of Pennsylvania	575447 ; 10067210 ; 35633/00	18,509	-
Aging Research	93.866	-	40,460	Trustees of the University of Pennsylvania	500116 ; MOD1	40,460	-
Aging Research	93.866	-	60,420	University of Minnesota	SUBA00000256-P011827802	60,420	-
Aging Research	93.866	-	22,128	University of Minnesota	SUBA00000255-P010955902	22,128	-
Aging Research	93.866	-	80,257	University of California Los Angeles	1558 G WA117 ; MOD 6	80,257	-
Aging Research	93.866	-	3,760	University of Pennsylvania	580755 MOD 4	3,760	-
Aging Research	93.866	-	59,072	University of Texas Rio Grande Valley	DPIAG069870 (01), MOD 4	59,072	-
Aging Research	93.866	-	14,630	Villanova University	530138DREXEL ; MOD 3	14,630	-
Total Assistance Listing 93.866		4,464,454	465,706			4,930,160	701,075
Vision Research	93.867	641,345	-			641,345	-
Vision Research	93.867	-	5,127	Jaeb Center for Health Research	T11324	5,127	-
Vision Research	93.867	-	14,364	Ohio State University	SPC-1000014361 GR136571	14,364	-
Vision Research	93.867	-	19,970	Wills Eye Hospital	WEH-013178-001	19,970	-
Vision Research	93.867	-	2,733	Wills Eye Hospital	WEH-JSNEI251-51401	2,733	-
Total Assistance Listing 93.867		641,345	42,194			683,539	-
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Autism Collaboration, Accountability, Research, Education, and Support	93.877	401,318	-			401,318	30,862
Autism Collaboration, Accountability, Research, Education, and Support	93.877	-	149,842	University of California Los Angeles	2000 G YC234;20000000092481	149,842	-
Total Assistance Listing 93.877		401,318	149,842			551,160	30,862
NATIONAL INSTITUTES OF HEALTH							
Medical Library Assistance	93.879	-	53,860	Children's Research Institute	PROJECT ID 30005484-06	53,860	-
Total Assistance Listing 93.879		-	53,860			53,860	-
NATIONAL INSTITUTES OF HEALTH							
International Research and Research Training	93.989	540,306	-			540,306	249,518
Total Assistance Listing 93.989		540,306	-			540,306	249,518
CENTERS FOR DISEASE CONTROL AND PREVENTION							
Autism and Other Developmental Disabilities, Surveillance, Research, and Prevention	93.998	-	244,035	PA Department of Public Health	117558 ; 4300802192	244,035	-
Autism and Other Developmental Disabilities, Surveillance, Research, and Prevention	93.998	-	119,551	Department of Public Welfare, Bureau of Autism Services	4300837622 ; 4400024510	119,551	-
Autism and Other Developmental Disabilities, Surveillance, Research, and Prevention	93.998	-	(60,650)	Department of Public Welfare, Bureau of Autism Services	4400024510 ; T10450 ; Y1	(60,650)	-
Total Assistance Listing 93.998		-	302,936			302,936	-
Effects Of Cobalt Alloy TJA Implants On Local Tissue And Distant Organs	93.RD	215,048	-			215,048	86,385
Machine-learning based heterogeneous treatment effect models for prioritizing PSG development	93.RD	(3,820)	-			(3,820)	-
Managed Problem Solving for ART Adherence and HIV Care Retention Delivered by Community Health Workers: A Stepped Wedge Hybrid Type II Effectiveness Implementation Trial.	93.RD	-	21,140	University of Pennsylvania	10078044 ; 580811; 71851/01	21,140	-
APAL2020SC: Pediatric Acute Leukemia (PedAL) Screening Trial Developing New Therapies for Relapsed Leukemias	93.RD	-	514	Public Health Institute	AR14702	514	-
Development Of Novel STING Pathway Agonists as Vaccine Adjuvants	93.RD	-	107,492	Oregon Health and Science University	1014432_DREXEL; MOD 7	107,492	-
Total Assistance Listing 93.RD		211,228	129,146			340,374	86,385
Total Department of Health and Human Services		61,898,051	8,485,657			70,383,708	11,615,395
DEPARTMENT OF HOMELAND SECURITY							
FEDERAL EMERGENCY MANAGEMENT AGENCY							
Assistance to Firefighters Grant	97.044	319,910	-			319,910	-
Assistance to Firefighters Grant	97.044	-	54,327	International Association of Fire Fighters	DREXEL ORI CONTRACT NO. T9814	54,327	-
Total Assistance Listing 97.044		319,910	54,327			374,237	-

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Fire Prevention & Safety	97.151	473,530	-			473,530	11,024
	Total Assistance Listing 97.151	473,530	-			473,530	11,024
Total Department of Homeland Security		793,440	54,327			847,767	11,024
TOTAL RESEARCH AND DEVELOPMENT CLUSTER:		89,335,771	17,994,622			107,330,393	17,507,534
SNAP CLUSTER							
DEPARTMENT OF AGRICULTURE							
FEDERAL EMERGENCY MANAGEMENT AGENCY							
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	-	412,349	Penn State University	S004956-COP-DRX ; MOD1	412,349	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	-	1,249,948	Penn State University	S006426-COP-DRX	1,249,948	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	-	(364)	Penn State University	S003645-COP DRX, MOD 1	(364)	-
	Total Assistance Listing 10.561	-	1,661,933			1,661,933	-
Total Department of Agriculture		-	1,661,933			1,661,933	-
TOTAL SNAP CLUSTER		-	1,661,933			1,661,933	-
ECONOMIC DEVELOPMENT CLUSTER							
DEPARTMENT OF COMMERCE							
ECONOMIC DEVELOPMENT ADMINISTRATION							
Economic Adjustment Assistance	11.307	-	67,284	National Council for Community Development, Inc.	Award Dated 3/7/2023	67,284	-
	Total Assistance Listing 11.307	-	67,284			67,284	-
TOTAL ECONOMIC DEVELOPMENT CLUSTER		-	67,284			67,284	-
WIOA CLUSTER							
DEPARTMENT OF LABOR							
EMPLOYMENT AND TRAINING ADMINISTRATION							
WIOA Youth Activities	17.259	-	314,801	Philadelphia Works	YO24-017 ; MOD1	314,801	-
	Total Assistance Listing 17.259	-	314,801			314,801	-
TOTAL WIOA CLUSTER		-	314,801			314,801	-
CCDF CLUSTER							
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
ADMINISTRATION FOR CHILDREN AND FAMILIES							
Child Care and Development Block Grant	93.575	-	195,942	Public Health Management Corporation	8600062518 ; 8690 ; MOD1	195,942	-
	Total Assistance Listing 93.575	-	195,942			195,942	-
TOTAL CCDF CLUSTER		-	195,942			195,942	-
OTHER SPONSORED PROJECTS							
DEPARTMENT OF COMMERCE							
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION							
NOAA Mission-Related Education Awards	11.008	189,884	-			189,884	-
	Total Assistance Listing 11.008	189,884	-			189,884	-
Total Department of Commerce		189,884	-			189,884	-
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							
COVID-19 PHA Cares COVID-19 Action Response and Educational Services	14.U01	-	(9,311)	Temple University	267222- DREXEL; 635005; MOD 2	(9,311)	-
	Total Assistance Listing 14.U01	-	(9,311)			(9,311)	-
Total Department of Housing and Urban Development		-	(9,311)			(9,311)	-

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DEPARTMENT OF THE INTERIOR							
NATIONAL PARK SERVICE							
Cooperative Research and Training Programs – Resources of the National Park System	15.945	5,489	-			5,489	-
	Total Assistance Listing 15.945	5,489	-			5,489	-
		<u>5,489</u>	<u>-</u>			<u>5,489</u>	<u>-</u>
Total Department of the Interior							
DEPARTMENT OF JUSTICE							
OFFICE OF JUSTICE PROGRAMS							
Crime Victim Assistance	16.575	-	118,432	Commonwealth of Pennsylvania	2022-VF-05-4037 4-2 / T11803	118,432	-
Crime Victim Assistance	16.575	-	53,677	Pennsylvania Commission on Crime and Delinquency	2020-VF-05-40374 ;2020V2GX0063	53,677	-
	Total Assistance Listing 16.575	-	172,109			172,109	-
		<u>-</u>	<u>172,109</u>			<u>172,109</u>	<u>-</u>
Total Department of Justice							
DEPARTMENT OF STATE							
BUREAU OF EDUCATIONAL AND CULTURAL							
Academic Exchange Programs - Undergraduate Programs	19.009	-	101,171	International Research & Exchanges Board	FY24-YALI-CL-DRX-06	101,171	-
Academic Exchange Programs - Undergraduate Programs	19.009	-	50,304	International Research & Exchanges Board	FY25-YALI-CL-DRX-07	50,304	-
	Total Assistance Listing 19.009	-	151,475			151,475	-
		<u>-</u>	<u>151,475</u>			<u>151,475</u>	<u>-</u>
BUREAU OF EDUCATIONAL AND CULTURAL							
Academic Exchange Programs - Graduate Students	19.400	-	285,796	Institute of International Education	3000327511; S-ECAGD-24-CA-0007	285,796	-
Academic Exchange Programs - Graduate Students	19.400	-	45,457	Institute of International Education	3000330709	45,457	-
	Total Assistance Listing 19.400	-	331,253			331,253	-
		<u>-</u>	<u>331,253</u>			<u>331,253</u>	<u>-</u>
Total Department of State							
UNITED STATES DEPARTMENT OF TRANSPORTATION							
FEDERAL HIGHWAY ADMINISTRATION							
Highway Planning and Construction	20.205	-	3,897	Pennsylvania Department of Transportation	SAP 4400024510 PO43000736224	3,897	-
Highway Planning and Construction	20.205	-	574,863	Pennsylvania Department of Transportation	R22060001	574,863	-
	Total Assistance Listing 20.205	-	578,760			578,760	-
		<u>-</u>	<u>578,760</u>			<u>578,760</u>	<u>-</u>
Promotion of the Humanities Professional Development	20.215	1,812	-			1,812	-
	Total Assistance Listing 20.215	1,812	-			1,812	-
		<u>1,812</u>	<u>-</u>			<u>1,812</u>	<u>-</u>
Total Department of Transportation							
UNITED STATES DEPARTMENT OF TREASURY							
DEPARTMENTAL OFFICES							
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	-	111,769	Commonwealth of Pennsylvania	2022-CL-01-41296	111,769	-
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	-	487,937	Pennsylvania Commission on Crime and Delinquency	2022-CV-VI-39815	487,937	-
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	-	24,796	Rutgers University	PO 25823133 ; 3652 ; 839116	24,796	-
	Total Assistance Listing 21.027	-	624,502			624,502	-
		<u>-</u>	<u>624,502</u>			<u>624,502</u>	<u>-</u>
Coronavirus Capital Projects Fund	21.029	-	32,953	PA Dept of Community & Economic Development	C000090911; Mod1	32,953	-
	Total Assistance Listing 21.029	-	32,953			32,953	-
		<u>-</u>	<u>32,953</u>			<u>32,953</u>	<u>-</u>
Total Department of Treasury							
NATIONAL ENDOWMENT FOR THE HUMANITIES							
NATIONAL ENDOWMENT FOR THE HUMANITIES							
Promotion of the Humanities Professional Development	45.163	46,872	-			46,872	-
	Total Assistance Listing 45.163	46,872	-			46,872	-
		<u>46,872</u>	<u>-</u>			<u>46,872</u>	<u>-</u>

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THE INSTITUTE OF MUSEUM AND LIBRARY SERVICES							
21st Century Museum Professional Program	45.032	-	6,428	Conservation Center for Art & Historic Artifacts	T11655	6,428	-
	Total Assistance Listing 45.032	-	6,428			6,428	-
Museums for America	45.301	218,707	-			218,707	70,000
	Total Assistance Listing 45.301	218,707	-			218,707	70,000
National Leadership Grants	45.312	28,825	-			28,825	-
	Total Assistance Listing 45.301	28,825	-			28,825	-
Total National Endowment for the Humanities		<u>294,404</u>	<u>6,428</u>			<u>300,832</u>	<u>70,000</u>
UNITED STATES ENVIRONMENTAL PROTECTION AGENCY ENVIRONMENTAL PROTECTION AGENCY							
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	-	19,871	State of Maine, Department of Environmental Protection	PO DEP- PepiA 08082023	19,871	-
	Total Assistance Listing 66.436	-	19,871			19,871	-
Total Department of Environmental Protection		-	<u>19,871</u>			<u>19,871</u>	-
DEPARTMENT OF EDUCATION OFFICE OF POSTSECONDARY EDUCATION							
National Resource Centers Program for Foreign Language and Area Studies or Foreign Language and International Studies Program and Foreign Language and Area Studies Fellowship Program	84.015	-	13,248	University of Pennsylvania	585571; PO 66678/01 ; MOD3	13,248	-
	Total Assistance Listing 84.015	-	13,248			13,248	-
Overseas Programs - Doctoral Dissertation Research Abroad	84.022	8,169	-			8,169	-
	Total Assistance Listing 84.022	8,169	-			8,169	-
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION							
Innovative Approaches to Literacy; Promise Neighborhoods; Full-Service Community Schools; and Congressionally Directed Spending for Elementary and Secondary Education Community Projects	84.215	(1,612)	-			(1,612)	-
	Total Assistance Listing 84.215	(1,612)	-			(1,612)	-
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	-	80,263	School District Of Philadelphia	2510 586154 RFQ: 180; FY21-26	80,263	-
	Total Assistance Listing 84.367	-	80,263			80,263	-
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION							
COVID-19-Higher Education Emergency Relief Fund-American Rescue Plan-ARP-ESSER	84.425U	-	26,465	Philadelphia School District	3180, MOD 1 AL84.425U	26,465	-
	Total Assistance Listing 84.425U	-	26,465			26,465	-
Total Department of Education		<u>6,557</u>	<u>119,976</u>			<u>126,533</u>	-
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION NATIONAL ARCHIVES AND RECORDS ADMINISTRATION							
National Historical Publications and Records Grants	89.003	77,083	-			77,083	-
	Total Assistance Listing 89.003	77,083	-			77,083	-
Total National Archives and Records Administration		<u>77,083</u>	-			<u>77,083</u>	-

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Maternal and Child Health Federal Consolidated Programs	93.110	82,279	-			82,279	-
Maternal and Child Health Federal Consolidated Programs	93.110	-	(18,299)	Epilepsy Foundation Western/Central Pennsylvania	AWARD DATED 08/22/2017	(18,299)	-
Maternal and Child Health Federal Consolidated Programs	93.110	-	899	Lehigh Valley Hospital Inc	HRSA_25_26_005 HTC 150	899	-
Maternal and Child Health Federal Consolidated Programs	93.110	-	10,556	Lehigh Valley Health Network	HTC 150; HRSA_24_25_005	10,556	-
	Total Assistance Listing 93.110	82,279	(6,844)			75,435	-
CENTERS FOR DISEASE CONTROL AND PREVENTION							
Injury Prevention and Control Research and State and Community Based Programs	93.136	-	117,832	Pennsylvania Department of Health	4100098307 ; T0011666; SAF1	117,832	-
	Total Assistance Listing 93.136	-	117,832			117,832	-
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Coordinated Services and Access to Research for Women, Infants, Children, and Youth	93.153	451,572	-			451,572	-
	Total Assistance Listing 93.153	451,572	-			451,572	-
OFFICE OF ASSISTANT SECRETARY FOR HEALTH							
Family Planning Services	93.217	-	40,954	Access Matters	212501-1 MOD 2	40,954	-
Family Planning Services	93.217	-	205,147	Access Matters	232501-2 CLINICAL&HRC	205,147	-
Family Planning Services	93.217	-	254,996	Access Matters	232501-01	254,996	-
Family Planning Services	93.217	-	15,275	Access Matters	232501-2	15,275	-
Family Planning Services	93.217	-	955	Access Matters	CONTRACT# 212501	955	-
Family Planning Services	93.217	-	29,844	Access Matters	232501-1	29,844	-
	Total Assistance Listing 93.217	-	547,171			547,171	-
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION							
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	2,015,789	-			2,015,789	3,979
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	-	22,388	Access Matters	SAM2102 & SAM2202; Y4	22,388	-
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	-	6,976	Trustees of the University of Pennsylvania	Contract 588913 ; T0011910	6,976	-
	Total Assistance Listing 93.243	2,015,789	29,364			2,045,153	3,979
CENTERS FOR DISEASE CONTROL AND PREVENTION							
Viral Hepatitis Prevention and Control	93.270	-	19,433	City of Philadelphia- Department of Public Health	2420130 - 01 ; 11507 10579-01	19,433	-
Viral Hepatitis Prevention and Control	93.270	-	4,569	Hepatitis B Foundation	T11571	4,569	-
Viral Hepatitis Prevention and Control	93.270	-	1,120	Hepatitis B Foundation	ORI CONTRACT NO. T10580	1,120	-
	Total Assistance Listing 93.270	-	25,122			25,122	-
The National Cardiovascular Health Program	93.426	-	22,497	Philadelphia Department Of Public Health	CDC 23-0005 ; 2520149 - 01	22,497	-
	Total Assistance Listing 93.426	-	22,497			22,497	-
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Public Health Training Centers Program	93.516	-	102,474	University of Pittsburgh	AWD00005917;139929-2;202073-2	102,474	-
	Total Assistance Listing 93.516	-	102,474			102,474	-

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Ending the HIV Epidemic: A Plan for America – Ryan White HIV/AIDS Program Parts A and B	93.686	-	44,900	City of Philadelphia - Aids Activities Coordinating Office	2420472-02 EH5059	44,900	-
Ending the HIV Epidemic: A Plan for America – Ryan White HIV/AIDS Program Parts A and B	93.686	-	150,996	City of Philadelphia - Aids Activities Coordinating Office	2420472-01 EH4059	150,996	-
Ending the HIV Epidemic: A Plan for America – Ryan White HIV/AIDS Program Parts A and B	93.686	-	40,301	City of Philadelphia - Aids Activities Coordinating Office	2420472 EH3059 EH3028	40,301	-
Ending the HIV Epidemic: A Plan for America – Ryan White HIV/AIDS Program Parts A and B	93.686	-	31,520	City of Philadelphia - Aids Activities Coordinating Office	2420758 EH4061	31,520	-
Ending the HIV Epidemic: A Plan for America – Ryan White HIV/AIDS Program Parts A and B	93.686	-	20,000	City of Philadelphia - Aids Activities Coordinating Office	2420766 ; EH4028	20,000	-
Ending the HIV Epidemic: A Plan for America – Ryan White HIV/AIDS Program Parts A and B	93.686	-	14,370	City of Philadelphia - Aids Activities Coordinating Office	2420758-01 EH5061	14,370	-
Total Assistance Listing 93.686		-	302,087			302,087	-
Autism Collaboration, Accountability, Research, Education, and Support	93.877	-	354,410	University of California Los Angeles	15570000194455 441356-AK-31636	354,410	-
Total Assistance Listing 93.877		-	354,410			354,410	-
HIV Emergency Relief Project Grants	93.914	-	98,342	City of Philadelphia - Aids Activities Coordinating Office	2220592-02; RM4812	98,342	-
HIV Emergency Relief Project Grants	93.914	-	186,257	City of Philadelphia - Aids Activities Coordinating Office	2220591-02; RW4213	186,257	-
HIV Emergency Relief Project Grants	93.914	-	523,762	City of Philadelphia - Aids Activities Coordinating Office	2220591-02; RW4212	523,762	-
HIV Emergency Relief Project Grants	93.914	-	36,859	City of Philadelphia - Aids Activities Coordinating Office	2220591-02; RS4875	36,859	-
HIV Emergency Relief Project Grants	93.914	-	138,640	City of Philadelphia - Aids Activities Coordinating Office	2220592-02; RM4811	138,640	-
HIV Emergency Relief Project Grants	93.914	-	51,649	City of Philadelphia - Aids Activities Coordinating Office	2220592-03 RM5812	51,649	-
HIV Emergency Relief Project Grants	93.914	-	9,653	City of Philadelphia - Aids Activities Coordinating Office	2220592-03 RM5220; MOD1 & 2	9,653	-
HIV Emergency Relief Project Grants	93.914	-	74,460	City of Philadelphia - Aids Activities Coordinating Office	2220591-03 ; RW5213; MOD1	74,460	-
HIV Emergency Relief Project Grants	93.914	-	260,274	City of Philadelphia - Aids Activities Coordinating Office	2220591-03 ; RW5212; MOD1	260,274	-
HIV Emergency Relief Project Grants	93.914	-	18,289	City of Philadelphia - Aids Activities Coordinating Office	2220591-03 ; RS5875; MOD1	18,289	-
HIV Emergency Relief Project Grants	93.914	-	20,284	City of Philadelphia - Aids Activities Coordinating Office	2220592-02 ; RM4220	20,284	-
HIV Emergency Relief Project Grants	93.914	-	66,418	City of Philadelphia - Aids Activities Coordinating Office	2220592-03 RM5811	66,418	-
Total Assistance Listing 93.914		-	1,484,887			1,484,887	-
HIV Care Formula Grants	93.917	-	73,547	Jewish Healthcare Foundation	2425-5142	73,547	-
Total Assistance Listing 93.917		-	73,547			73,547	-
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	740,729	-			740,729	40,920
Total Assistance Listing 93.918		740,729	-			740,729	40,920
CENTERS FOR DISEASE CONTROL AND PREVENTION							
HIV Prevention Activities Health Department Based	93.940	-	4,091	City of Philadelphia - Aids Activities Coordinating Office	2220533-02; CP4015	4,091	-
HIV Prevention Activities Health Department Based	93.940	-	12,000	Children's Hospital of Philadelphia	GRT-00000486- 0525;20731819	12,000	-

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
HIV Prevention Activities Health Department Based	93.940	-	38,658	City of Philadelphia - Aids Activities Coordinating Office	2220533-04 ; CP5015	38,658	-
Total Assistance Listing 93.940		-	54,749			54,749	-
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION							
Block Grants for Prevention and Treatment of Substance Abuse	93.959	-	4,516	City of Philadelphia - Office of Addiction Services	2320890-01	4,516	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	-	170,000	City of Philadelphia - Office of Addiction Services	2320890-03	170,000	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	-	43,547	City of Philadelphia - Office of Addiction Services	19-20259-02 SBXX20000487	43,547	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	-	(47,022)	City of Philadelphia - Office of Addiction Services	1920259 - 05	(47,022)	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	-	89,243	Pennsylvania Department of Drug and Alcohol Programs	4400024510 / T10318 / T117558	89,243	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	-	(18,089)	City of Philadelphia - Office of Addiction Services	19-20259-03	(18,089)	-
Total Assistance Listing 93.959		-	242,195			242,195	-
Mental Health Disaster Assistance and Emergency Mental Health	93.982	-	(72,360)	Kansas Department for Aging and Disability Services	H79FG000624 MOD 1	(72,360)	-
Total Assistance Listing 93.982		-	(72,360)			(72,360)	-
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Maternal and Child Health Services Block Grant to the States	93.994	-	(1,766)	Pennsylvania Department of Health	SAP#4100080552 R1	(1,766)	-
Maternal and Child Health Services Block Grant to the States	93.994	-	26,397	Access Matters	CONTRACT 233007	26,397	-
Maternal and Child Health Services Block Grant to the States	93.994	-	26,400	Access Matters	CONTRACT 243007	26,400	-
Total Assistance Listing 93.994		-	51,031			51,031	-
Health Equity Initiative	93.U02	-	30,000	Access Matters	AHE24001 ; YEAR 1	30,000	-
Total Assistance Listing 93.U02		-	30,000			30,000	-
Total Department of Health and Human Services		3,290,369	3,358,162			6,648,531	44,899
CORPORATION FOR NATIONAL AND COMMUNITY SERVICES							
Corporation for National and Community Service							
AmeriCorps State and National 94.006	94.006	-	340,528	Commonwealth of PA-AmeriCorps State Prog	4100098453	340,528	-
AmeriCorps State and National 94.006	94.006	-	81,637	PA Dept of Labor and Industry	4100096394	81,637	-
Total Assistance Listing 94.006		-	422,165			422,165	-
Corporation for National and Community Service							
AmeriCorps National Service and Civic Engagement Research Competition 94.026	94.026	721,469	-			721,469	-
Total Assistance Listing 94.026		721,469	-			721,469	-
Total Corporation for National and Community Service		721,469	422,165			1,143,634	-
AGENCY FOR INTERNATIONAL DEVELOPMENT							
AGENCY FOR INTERNATIONAL DEVELOPMENT							
USAID Foreign Assistance for Programs Overseas	98.001	-	1,727	21st Century Partnership for STEM Education	21PSTEM 72026318C0003-009	1,727	-
USAID Foreign Assistance for Programs Overseas	98.001	-	72,487	Temple University	269647-DREXEL; MOD 2	72,487	-
Total Assistance Listing 98.001		-	74,214			74,214	-
Total Agency for International Development		-	74,214			74,214	-
TOTAL OTHER SPONSORED PROJECTS		4,587,067	5,882,557			10,469,624	114,899

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2025

Federal Grantor / Program or Cluster Title	Assistance Listing Number	Direct	Pass-Through	Pass-Through Entity	Pass-Through Entity Sponsor Number	Total Expenditures	Passed to Sub-Recipients
STUDENT FINANCIAL AID CLUSTER							
DEPARTMENT OF EDUCATION							
Federal Supplemental Educational Opportunity Grants	84.007	2,439,643	-			2,439,643	-
	Total Assistance Listing 84.007	2,439,643	-			2,439,643	-
Federal Work-Study Program	84.033	2,555,908	-			2,555,908	-
	Total Assistance Listing 84.033	2,555,908	-			2,555,908	-
Federal Perkins Loan Program	84.038	4,278,613	-			4,278,613	-
Outstanding loans as of July 1, 2024-Drexel	84.038	978,753	-			978,753	-
Outstanding loans as of July 1, 2024-Salus							
	Total Assistance Listing 84.038	5,257,366	-			5,257,366	-
Federal Pell Grant Program	84.063	25,957,581	-			25,957,581	-
	Total Assistance Listing 84.063	25,957,581	-			25,957,581	-
Federal Direct Student Loans	84.268	273,316,010	-			273,316,010	-
	Total Assistance Listing 84.268	273,316,010	-			273,316,010	-
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	84.379	8,883	-			8,883	-
	Total Assistance Listing 84.379	8,883	-			8,883	-
Total Department of Education		309,535,391	-			309,535,391	-
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Health Resources and Services Administration							
Primary Care Loans-Salus							
Health Professions Student Loans, Including Primary Care Loans and Loans for Disadvantaged Students							
Outstanding loans as of July 1, 2024	93.342	8,742,235	-			8,742,235	-
Total Primary Care Loans		8,742,235	-			8,742,235	-
Total Department of Health and Human Services		8,742,235	-			8,742,235	-
TOTAL STUDENT FINANCIAL AID CLUSTER		318,277,626	-			318,277,626	-
TOTAL FEDERAL AWARD EXPENDITURES		\$ 412,200,464	\$ 26,117,139			\$ 438,317,603	\$ 17,622,433

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

Drexel University and Subsidiaries
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) summarizes the expenditures of Drexel University and its subsidiaries (the “University”), including Salus University (“Salus”), following the completion of the merger effective July 1, 2024, under programs of the federal government for the year ended June 30, 2025. Because the Schedule presents only a selected portion of the operations of the University, it is not intended to, and does not, present the consolidated financial position, revenues, expenses, and changes in net assets of the University.

For the purposes of the Schedule, federal awards include all grants, contracts, and similar agreements entered into directly between the University and agencies or departments of the federal government and all sub-awards to the University by nonfederal organizations pursuant to federal grants, contracts, and similar agreements.

Federally guaranteed loans issued to students of the University by various financial institutions and campus-based loan programs, disclosed in Note 3, are also included in the Schedule. The Schedule is presented using the accrual basis of accounting. Negative items on the Schedule represent adjustments from the prior year.

2. Basis of Accounting

The University applies its predetermined approved facilities and administrative rate when charging indirect costs to federal awards rather than the 10% or 15% de minimis cost rate, as applicable, as described in Section 200.414 of the Uniform Guidance.

3. Federal Student Loan Programs

Drexel University also participates in and administers the following student loan programs:

Other student loan programs:	Assistance Listing Number	Loan Receivable as of June 30, 2025
Federal Perkins Loan Program	84.038	\$ 3,156,603
Loan Fund - NDSL-Salus	93.342	640,087
Loan Fund - HPSL Cap Cont-Salus	93.342	7,944,402
Loan Fund - Disadvantage Loan	93.342	567,236
		\$ 12,308,328

Drexel University accounts for such loan programs in separate revolving loan funds. As such, the balances and transactions of these loan programs are recorded in Drexel University's consolidated financial statements. The administrative cost allowance amount for the Federal Perkins Loan Program for the year ended June 30, 2025 is \$0. The amount of Perkins loan principal canceled during the year was \$15,900 (ALN #84.038).

II. Internal Control and Compliance



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

To the Board of Trustees of Drexel University

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the consolidated financial statements of Drexel University and its subsidiaries (the "University"), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities and cash flows for the year then ended, including the related notes (collectively referred to as the "consolidated financial statements"), and have issued our report thereon dated October 28, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated 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 consolidated 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 consolidated 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 consolidated 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.

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.

Prucvickhouse Gopers LLP

Philadelphia, PA
October 28, 2025



Report of Independent Auditors on Compliance for Each Major Program and on Internal Control Over Compliance Required by Uniform Guidance

To the Board of Trustees of Drexel University

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Drexel University and its subsidiaries (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, 2025. The University's major federal program is identified in the summary of auditor's 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, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (US 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 US 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 US 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.

Other Matters

As indicated in Part I to the accompanying Schedule of Findings and Questioned Costs, we have audited the Student Financial Aid cluster as a major program. Also, as indicated in the first paragraph of this report, we performed our audit of compliance using the compliance requirements contained in the OMB Compliance Supplement, including those contained in Part V 5.3, Compliance Requirement N, Special Tests and Provisions, Section 10 "Gramm-Leach-Bliley Act-Student Information Security." This section includes two suggested audit procedures with respect to verification that the institution (1) designated a Qualified Individual responsible for implementing and monitoring the institution's information security program, and (2) has a written information security program that addresses the remaining six required minimum elements that are detailed in the OMB Compliance Supplement, Part Five, Student Financial Aid Cluster, Special Tests and Provisions, item 11, Gramm-Leach-Bliley Act – Student Information Security. Our procedures in relation to these two items were limited to inquiry of and obtaining written representation from management and obtaining and reading management's documentation related to these two items. Our procedures did not include an analysis of the adequacy or completeness of the minimum required elements of the institution's information security program.

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2025-001, 2025-002, 2025-003, and 2025-004. Our opinion on the major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the University's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 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.

Prucwik-Hansen Gopers LLP

Philadelphia, PA
March 27, 2026

III. Schedule of Findings and Questioned Costs

Drexel University and Subsidiaries
Schedule of Audit Findings and Questioned Costs
For the Period Ended June 30, 2025

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: unmodified

Internal control over financial reporting:

• Material weakness(es) identified?	____yes	<u> X </u> no
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	____yes	<u> X </u> none reported
• Noncompliance material to financial statements noted?	____yes	<u> X </u> no

Federal Awards

Internal control over major programs:

• Material weakness(es) identified?	____yes	<u> X </u> no
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	____yes	<u> X </u> none reported

Type of auditor’s report issued on compliance for major programs: unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR200.516(a)?	<u> X </u> yes	____no
Identification of major programs Assistance Listing Number(s): Various Dollar threshold used to distinguish between type A and type B programs:	Name of Federal Program or Cluster Student Financial Aid \$3,000,000	
Auditee qualified as low-risk auditee?	<u> X </u> yes	____no

Drexel University and Subsidiaries Schedule of Audit Findings and Questioned Costs For the Year Ended June 30, 2025

Section III – Federal Award Findings and Questioned Costs

Finding No. 2025-001 – Student Consent

Award Information

Cluster:	Student Financial Aid
Grantor:	Department of Education
Award Name:	Various
Award Year:	FY2025
Assistance Listing Number:	Various

Criteria

The Electronic Signatures in Global and National Commerce Act (“E-Sign Act”) requires a school to obtain a student's voluntary consent to participate in electronic transactions.

Condition

Drexel University acquired Salus University at the end of FY2024. Given the separate control environments in place during FY2025, each University was treated as a separate population for testing. We examined 25 student records for each University and noted that no consents to participate in electronic transactions were obtained.

Cause

The Universities do not have a process in place that prompts students to voluntarily consent to participate in electronic transactions before the federal funds are disbursed to them.

Effect

A lack of student consent to participate in electronic transactions may result in the transactions being denied legal effect, validity, or enforceability solely because it is in electronic form or because an electronic signature or electronic record was used in its formation.

Questioned Costs

None noted.

Recommendation

We recommend the University establish a process that prompts students to voluntarily consent to participate in electronic transactions prior to students receiving federal student financial assistance.

Management’s Views and Corrective Action Plan

Following this finding is Management’s View and Corrective Action Plan.

Drexel University and Subsidiaries

Schedule of Audit Findings and Questioned Costs For the Year Ended June 30, 2025

Finding No. 2025-002 –Return of Title IV Funds

Cluster: Student Financial Aid
Grantor: Department of Education
Award Name: Various
Award Year: FY2025
Assistance Listing Number: Various

Criteria

34 CFR part 668 addresses timely return of Title IV funds (“R2T4” to the Department of Education. The regulation notes that returns of Title IV funds are required to be deposited or transferred into the Student Financial Aid account or electronic fund transfers initiated to the Department of Education as soon as possible, but no later than 45 days after the date the institution determines that the student withdrew.

Condition

Drexel University acquired Salus University at the end of FY2024. Given the separate control environments in place during FY2025, each University was treated as a separate population for testing. We examined 25 student records for each University. For three of the five students selected for testing at Salus University, the Title IV funds were not returned within 45 days of the student’s withdrawal from the University. The funds were returned between 140 and 147 days after the student’s withdrawal date, with is 95- 102 days outside of the required 45-day window. Although the funds were not returned within the required timeframe, the appropriate amount of funds were returned to the Department of Education.

Cause

As Salus University records were closed out the FY2025 loan year and consolidated with Drexel University in FY2025, Salus University was not able to process the return of these funds timely. During the merger process, the U.S. Department of Education required that Salus University’s academic year for federal loans be closed out in order to complete the institutional consolidation. During this closed period, several students withdrew from the Summer term, which led to Salus University being unable to process the return of these funds timely.

Questioned Costs

The only questioned costs were interest on Title IV funds that were held by the University, which were inconsequential.

Effect

The University held funds which should have been returned to the Department of Education in a timely manner.

Recommendation

While we acknowledge the root cause of this finding was the merger of Salus University, we recommend the University continue to enhance the execution of the Title IV return process to ensure all students that withdraw from the University have their aid reviewed and returned in a timely manner.

Views of responsible officials and planned corrective actions

Following this finding is Management’s View and Corrective Action Plan.

Drexel University and Subsidiaries Schedule of Audit Findings and Questioned Costs For the Year Ended June 30, 2025

Finding No. 2025-003 –Enrollment Reporting

Cluster: Student Financial Aid
Grantor: Department of Education
Award Names: Federal Pell Grant Program & Federal Direct Student Loans
Award Year: FY2025
Assistance Listing Numbers: 84.063 and 84.268

Criteria

Per National Student Loan Data System (NSLDS Enrollment Reporting Guide 1.4 – At a minimum, schools are required to certify enrollment for all those who are included on your roster file (and Title IV aid recipients at least every two months and within 15 days of the date that NSLDS sends a roster file to the school or its third-party service provider.

In accordance with 34 CFR 685.309(b), unless it expects to submit its next updated enrollment report to the Secretary within the next 60 days, a school must notify the Secretary within 30 days after the date the school discovers that a loan under Title IV of the Act was made to or on behalf of a student who was enrolled or accepted for enrollment at the school, and the student has ceased to be enrolled on at least a halftime basis or failed to enroll on at least a half-time basis for the period for which the loan was intended.

Condition

Drexel University acquired Salus University at the end of FY2024. Given the separate control environments in place during FY2025, each University was treated as a separate population for testing. We examined 25 student records for each University

Drexel University

Of the 25 students selected for testing, three were reported to NSLDS more than 60 days after the student had left the University, ranging between 64 and 87 days. Additionally, the status change for one student was not accurately reported to NSLDS. The student was originally enrolled at half-time, then withdrew. Prior to reporting the withdrawal to NSLDS, the student re-enrolled as “less than half-time”. The student’s change to withdrawn was never reported to NSLDS.

Salus University

Of the 25 students selected for testing, graduation status for two were not reported to NSLDS.

Cause

The Financial Aid office was not aware of student enrollment changes entered by the University Registrar that occurred after the last report to the NSLDS.

Effect

For these students, the change in status was not reported timely or accurately, as defined in the criteria above. Additionally, loan deferment issues can arise for the graduated students as their status was not reported.

Questioned Costs

There are no questioned costs associated with this finding.

Drexel University and Subsidiaries

Schedule of Audit Findings and Questioned

Costs For the Year Ended June 30, 2025

Effect

For these students, the change in status was not reported timely or accurately, as defined in the criteria above. Additionally, loan deferment issues can arise for the graduated students as their status was not reported.

Questioned Costs

There are no questioned costs associated with this finding.

Recommendation

We recommend that the University enhance the review process for student enrollment changes occurring after reporting to NSLDS to ensure timely reporting of student status changes.

Management's Views and Corrective Action Plan

Following these findings are management's views and corrective action plan.

Drexel University and Subsidiaries Schedule of Audit Findings and Questioned Costs For the Year Ended June 30, 2025

Finding No. 2025-004 –Common Origination and Disbursement (COD) Reporting

Cluster: Student Financial Assistance
Grantor: Department of Education
Award Names: Federal Pell Grant Program, Federal Direct Student Loan Program, and Teacher Education Assistance for College and Higher Education Grants (TEACH)
Award Year: FY2025
Assistance Listing Numbers: 84.063, 84.268, and 84.379

Criteria

Student disbursements are required to be reported in the COD system within 15 days of disbursing the federal funds to the student.

Condition

Drexel University acquired Salus University at the end of FY2024. Given the separate control environments in place during FY2025, each University was treated as a separate population for testing. We examined 25 student records for each University. Through our testing of 25 selections for Drexel University, we noted that one of the 25 selections was not reported to the COD within 15 calendar days of the disbursement to the student. The noted disbursement was reported 20 calendar days late.

Cause

This exception was caused due to the student not answering a question on the Free Application for Federal Student Aid (FAFSA) regarding the completion of high school status, which relates to Ability to Benefit (ATB) eligibility. As the question was unanswered, the Banner system used for student accounts was not able to timely report disbursements to the COD.

Effect

Disbursements to the selected student were not reported timely to the COD. Additionally, late reporting could cause issues in tracking of disbursements made to students.

Questioned Costs

None noted.

Recommendation

We recommend the University establish a process, such as a checklist to report disbursements on a more frequent basis to the COD, to ensure timely transmission and error identification within the disbursement reporting.

Management's Views and Corrective Action Plan

Following these findings are management's views and corrective action plan.

Drexel University

Summary Schedule of Prior Audit Findings

For the Period Ended June 30, 2025

Finding 2024-001: Completeness of Supplemental Nutrition Assistance Program (SNAP) Cluster expenditures reported on FY2023 Schedule of Expenditures and Federal Awards (SEFA)

Cluster: SNAP Cluster

Federal Granting Agency: Department of Agriculture- Food & Nutrition Service

Award Name: Pennsylvania Nutrition Education SNAP-ED – FY 2023

Award Year: FY2023

Assistance Listing #: 10.561

Award Number: 4100088743

Summary

During the FY2024 Uniform Guidance audit, there were \$1.2 million of funds from this program that had underlying transaction dates from FY2023. These expenditures were not reported on the FY2023 SEFA but rather were included in the FY2024 SEFA.

Status Update

The Office of Sponsored programs has reviewed the award set up process with the grants team and additional training was provided regarding the set up process. These training materials were provided to the Office of Sponsored Programs team and have been actively incorporated into the onboarding and continuous training for the Grants Team. The Office of Sponsored Programs has consistently used the updated process and works directly with the Research Accounting Services team to reconcile award statuses. The Office of Sponsored Programs has also implemented ongoing collaboration checkpoints with the Research Accounting Services team to ensure timely reconciliation of award statuses.

Drexel University
Summary Schedule of Prior Audit Findings
For the Period Ended June 30, 2025

Finding 2024-002: Equipment and Real Property Management

Cluster: Research and Development Cluster

Federal Granting Agency: Various

Award Name: Various

Award Year: FY2024

Assistance Listing #: Various

Award Numbers: Various

Summary

During the FY2024 Uniform Guidance audit, Management did not perform a physical inventory in FY2023 or FY2024 of the research funded property due to timing constraints.

Status Update

The University has implemented a biannual research physical inventory count. Asset Services was contracted in December 2024 to complete the biannual research equipment inventory. The physical inventory count was completed and a report was received from Asset Services in April 2025. General Accounting has performed appropriate follow up actions in the fixed asset system as part of the FY2025 close process. The University has planned a full equipment inventory to be performed during FY2026. This was completed in February 2026.



Management’s Corrective Action Plan:

2025-001 – Student Consent

Cluster: Student Financial Aid
Grantor: Department of Education
Award Name: Various
Award Year: FY2025
Assistance Listing Number: Various

Management agrees with this finding and is currently working to implement an electronic consent (e-Consent) process for students to ensure compliance and improve documentation of student consent for electronic communications related to financial aid.

Two processes are being implemented to address this requirement:

1. Incoming Students:
For new students, the e-Consent process will be incorporated into the confirmation section of Slate (University incoming student CRM, Customer Relationship Management System). This will allow incoming students to review and complete the e-Consent electronically during the admissions and enrollment confirmation process.
2. Continuing Students:
For currently enrolled students, the e-Consent acknowledgment will be incorporated into the Student Financial Obligation and Tuition Repayment Agreement (SFO). This ensures that continuing students provide consent as part of the annual financial responsibility agreement process.

In addition, information about the e-Consent policy will be published on the Drexel University website within the Terms and Conditions section so students have clear access to the policy and understand the requirements for electronic communication.

These updates will ensure that students formally acknowledge and consent to electronic communications regarding financial aid and student account information, strengthening institutional compliance and internal controls. We anticipate having this in place for the start of the 26-27 academic year processing.

2025-002 – Return of Title IV Funds

Cluster: Student Financial Aid
Grantor: Department of Education
Award Name: Various
Award Year: FY2025
Assistance Listing Number: Various

Management agrees with this finding.

During the merger process, the U.S. Department of Education required that Salus University’s academic year for federal loans be closed out in order to complete the institutional consolidation. During this closed period, several students withdrew from the Summer term, which made it difficult to complete the R2T4 process within the standard timeline.

This situation was the result of the unique operational constraints associated with the merger and is considered an anomaly rather than a reflection of Salus and Drexel University’s standard procedures. Now that Salus University and Drexel University are fully consolidated, we do not anticipate this circumstance occurring again.

Drexel University maintains a written R2T4 policy that includes established procedures, system edit checks, and clearly defined staff responsibilities. Financial Aid team members are fully trained on R2T4 requirements and are responsible for monitoring student withdrawals and completing R2T4 calculations within the required timeframes to ensure compliance with federal regulations.

2025-003 – Enrollment Reporting

Cluster: Student Financial Aid
Grantor: Department of Education
Award Name: Federal Pell Grant Program & Federal Direct Student Loans
Award Year: FY2025
Assistance Listing Number: 84.063 and 84.268

Management agrees with this finding

The Office of the University Registrar has reviewed the findings and has implemented the following processes to ensure greater accuracy of reporting student enrollment data to the NSLDS.

1. The following process has already been implemented from the findings of the audit.
 - a. Any student enrollment record update that occurs past the point in time of the last enrollment file submitted to the National Student Clearinghouse (NSC) will be manually reported when the student record is updated within the student database to ensure the data is reported in a timely manner.
 - i. NLSDS reporting will be spot checked for the update of the data submitted to the NSC to ensure they are reporting the data to NSLDS within the required timeframe of Department of Education standards and practices.
 - ii. The Office of the University Registrar will work with our colleagues in the Financial Aid Office to receive view access to the NSLDS reporting portal to expedite the review of the updates.

2025-004 – Common Origination and Disbursement (COD) Reporting

Cluster: Student Financial Aid
Grantor: Department of Education
Award Name: Federal Pell Grant Program, Federal Direct Student Loan Program, and Teacher Education Assistance for College and Higher Education Grants (TEACH)
Award Year: FY2025
Assistance Listing Number: 84.063, 84.268, and 84.379

Management agrees with this finding

The instance in which a Pell Grant disbursement was not reported to the U.S. Department of Education Common Origination and Disbursement (COD) System within the required 15 calendar days was due to the student not answering the high school completion question on the Free Application for Federal Student Aid (FAFSA), which relates to Ability to Benefit (ATB) eligibility.

To address this issue and prevent recurrence, we have implemented an additional control. We now identify students who have been awarded a Pell Grant but have not answered the FAFSA high school completion question. For these students, an ATB requirement is posted on RRAAREQ, which prevents the Pell Grant from disbursing until the FAFSA question has been resolved.

This process change ensures that Pell Grant funds will not disburse until the FAFSA high school completion question is completed, allowing the Pell Grant record to successfully extract to COD within the required reporting timeframe. This system update corrects the condition identified in the audit finding and strengthens our internal controls to ensure compliance with federal reporting requirements.

DocuSigned by:

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