

**Ratification of Subscription-Based Information Technology Arrangements**  
**Approved by the University**  
**FINANCE AND RESOURCE MANAGEMENT COMMITTEE**  
**October 29, 2025**

In fiscal year 2023, the university adopted Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs). SBITAs are recognized as intangible right-to-use assets with a corresponding right-to-use liability.

The university recognizes a SBITA if it has a maximum term exceeding 12 months and a present value of \$50,000 or more. These SBITAs are considered debt obligations of the university. SBITA activities falling below the capital project threshold are approved by the university and ratified by the Board of Visitors, following the approval process established in the Board's November 2023 meeting.

In fiscal year 2025, the university approved the following SBITAs payable activities:

<b><u>SBITAs Payable Activities</u></b>	<b><u>Count</u></b>	<b><u>Debt Effect (in millions)</u></b>
New SBITAs	29	\$ 3.7
SBITA Revisions <sup>1</sup>	13	10.4
Net Effect of Management Activities		14.1
Early Terminations		(0.0)
Contractual Payments		(9.8)
<b>Change in SBITAs Payable</b>		<b>\$ 4.3</b>

The university also approved \$0.1 million of payments for SBITA implementation costs and recognized \$0.1 million completed in fiscal year 2024.

<sup>1</sup>SBITA Revisions include a contract modification to an existing Ellucian agreement for student system subscription service of \$8.1 million not previously identified for approval by the Board of Visitors. University procedures for review of all contract modifications to existing agreements will be updated to include assessment of applicable subscription-based services thresholds for pre-approval by the Board of Visitors.

**RECOMMENDATION:**

That the fiscal year 2025 university-approved SBITA activities be ratified.

November 18, 2025



**SBITA Implementation Activity**  
**for the fiscal year ended June 30, 2025**  
*all dollars in thousands*

	<b>Beginning Balance</b>	<b>Additions: Payments</b>	<b>Reductions: Capitalized Projects</b>	<b>Ending Balance (unaudited)</b>
<b>Value</b>				
Previously approved activity	\$ -	\$-	\$-	\$-
Board approved activity <sup>1</sup>		-	-	-
University approved activity <sup>2</sup>		25	(25)	-
<b>Total implementation cost activity</b>	<b>\$-</b>	<b>\$25</b>	<b>\$(25)</b>	<b>\$-</b>
<b>Number</b>				
University approved activity <sup>2</sup>				
\$1,000,000 - \$2,999,999		-		
\$250,000 - \$999,999		-		
\$249,999 or less		4		

<sup>1</sup>SBITA implementation projects with a present value equal to or greater than the capital projects threshold.

<sup>2</sup>All other SBITA implementation activities, ratified by the Board of Visitors annually.