



2023 DIVISION I FOOTBALL CHAMPIONSHIP FINANCIAL GUARANTEE OVERVIEW

FINANCIAL GUARANTEE

The financial guarantee is the greater of the minimum guarantee scheduled out below or 75% of the estimated net receipts from the proposed budget.

<u>Round</u>	<u>Minimum Guarantee Amount</u>
First Round	\$40,000
Second Round	\$50,000
Quarterfinals	\$60,000
Semifinals	\$70,000

CALCULATIONS OF HONORARIUM AND AMOUNT DUE TO NCAA

If the guarantee IS MET (Net Receipts are greater than the financial guarantee):

- Host institutions will receive an honorarium equal to the greater of 15% of the net receipts (10% if at an off- campus facility) or the minimum standard honorarium.
- Amount due to the NCAA would equal the Net Receipts amount less the honorarium less Funds Collected Directly by NCAA.

If the guarantee IS NOT MET (Net Receipts are less than the financial guarantee):

- Host institution receives an honorarium equal to the greater of 15% of net receipts (10% if at an off-campus facility) or the minimum standard honorarium.
- Amount due to the NCAA would equal the Financial Guarantee less the honorarium less Funds Collected Directly by NCAA.

NOTE: Honorariums are subject to penalty reductions as follows if submitted more than 60 days after completion of the contest:

<u>Days Past Due</u>	<u>Percentage Reduction of Honorarium</u>
30-60 days	25% reduction
61-90 days	50% reduction
Over 90 days past due	100% reduction

EXAMPLES

- 1) 50,000 Financial Guarantee

\$100,000 Revenue
\$40,000 Allowable Expenses
 \$60,000 Net Receipts

The financial guarantee of \$50,000 was met.

Honorarium amount to Host institution would be \$9,000 (\$60,000 x 15%) if on campus venue [or \$6,000 (\$60,000 x 10%) if at an off-campus facility.]

Host would then owe the NCAA \$51,000 (Net receipts less honorarium). [\$54,000 if at an off-campus site]

2) \$70,000 Financial Guarantee

\$100,000 Revenue

\$40,000 Allowable Expenses

\$60,000 Net Receipts

The financial guarantee of \$70,000 was NOT met.

Honorarium amount to Host institution would be \$9,000 (\$60,000 x 15%) if on campus venue. [or \$6,000 (\$60,000 x 10%) if at an off-campus facility.]

Host would then owe the NCAA \$61,000 (Guarantee less the honorarium). [\$64,000 if at an off- campus site]