

ALVIN COMMUNITY COLLEGE

ANNUAL FINANCIAL REPORT

For the fiscal years ended August 31, 2024 and 2023

ALVIN COMMUNITY COLLEGE

ANNUAL FINANCIAL REPORT
August 31, 2024 and 2023

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ALVIN COMMUNITY COLLEGE
ORGANIZATIONAL DATA
For the year ended August 31, 2024

Board of Regents

<u>Officers</u>	<u>Location</u>	<u>Term Expires</u>
Bel Sanchez, Chairman	Alvin, Texas	2030
Jody Droege, Vice-Chair	Alvin, Texas	2026
Patty Hertenberger, Secretary	Alvin, Texas	2028

<u>Members</u>	<u>Location</u>	<u>Term Expires</u>
Jim Crumm	Alvin, Texas	2030
Breah Knape	Alvin, Texas	2030
Darren Shelton	Alvin, Texas	2026
Mike Pyburn	Alvin, Texas	2026
Yvette Reyes-Hall	Alvin, Texas	2028
Michael Hoover	Alvin, Texas	2028

Principal Administrative Officers

Dr. Robert Exley	President
Dr. John Matula	Vice President of Student Services
Ms. Wendy Del Bello	Vice President of Development and Outreach
Ms. Kelley Peatross	Vice President of Human Resources
Ms. Beth Nelson	Vice President of Administrative Services and Chief Financial Officer
Mr. Kelly Klimpt	Vice President of Information Technology
Dr. Stacy Ebert	Vice President of Strategic Initiatives
Dr. Crystal Lee	Vice President of Instruction and Academic Support

INDEPENDENT AUDITOR'S REPORT

To the Board of Regents of
Alvin Community College

Report on the Audit of the Financial Statements***Opinions***

We have audited the financial statements of the business-type activities and the discretely presented component unit of Alvin Community College (the "College"), as of and for the year ended August 31, 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of the College, as of August 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the College, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of the Alvin Community College Foundation (a nonprofit organization), which is a discrete component unit of the College, were not audited in accordance with Government Auditing Standards.

Other Matter

The financial statements of the College for the year ended August 31, 2023, were audited by other auditors whose report thereon dated December 15, 2023, expressed unmodified opinions on the respective financial statements of the business-type activities and the discretely presented component unit.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, schedules of the College's proportionate share of the net pension and other postemployment benefits liability, and schedules of contributions on pages 5-13 and 50-53 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit for the year ended August 31, 2024 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The accompanying supplementary information, such as the schedule of operating revenues, the schedule of operating expenses by object, the schedule of nonoperating revenues and expenses, the schedule of net position by source and availability, and the schedule of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the *Texas Grant Management Standards*, and the Texas Higher Education Coordinating Board's *Annual Financial Reporting Requirements for the Texas Public Community and Junior Colleges*, for the year ended August 31, 2024 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended August 31, 2024 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 operating revenues, the schedule of operating expenses by object, the schedule of nonoperating revenues and expenses, the schedule of net position by source and availability, and the schedule of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended August 31, 2024.

The College basic financial statements for the year ended August 31, 2023 (not presented herein), were audited by other auditors whose report thereon dated December 15, 2023, expressed unmodified opinions on the respective financial statements of the business-type activities and the discretely presented component unit. The report of the other auditors dated December 15, 2023, stated that the accompanying supplementary information, such as the schedule of operating revenues, the schedule of operating expenses by object, the schedule of nonoperating revenues and expenses, and the schedule of net position by source and availability, as required by the Texas Higher Education Coordinating Board's *Annual Financial Reporting Requirements for the Texas Public Community and Junior Colleges*, for the year ended August 31, 2023 was/were subjected to the auditing procedures applied in the audit of the fiscal year 2023 basic financial statements and certain additional auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and, in their opinion, was/were fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended August 31, 2023.

(Continued)

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the organizational data and statistical information but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2025 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Crowe LLP
Crowe LLP

Houston, Texas
January 31, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

This section of the Annual Financial Report (AFR) of Alvin Community College (the "College") presents Management's Discussion and Analysis (MD&A) of the College's financial activity during the fiscal years ended August 31, 2024 and 2023, with particular focus on current events, legislation, and other various conditions. Please read this MD&A in conjunction with the College's basic financial statements and the notes to the basic financial statements. Responsibility for the completeness and fairness of the information included in this section of the AFR rests with the College.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2024

The following factors had a significant effect on the College's financial status for fiscal year 2024:

- The College Board of Regents passed a combined tax rate of \$0.151264 which was the No New Revenue rate (rollback rate). The Maintenance and Operations tax rate was \$0.171457 for fiscal year 2021-2022, \$0.154314 for fiscal year 2022-2023, and \$0.143398 for fiscal year 2023-2024 which was a decrease of \$0.010916. The Debt Service tax rate decreased from \$0.009831 to \$0.007866 or 20.0 percent. Overall tax collections increased by \$2,845,914 from \$27,148,518 in fiscal year 2022-2023 to \$29,994,432 in fiscal year 2023-2024.
- There was a pay increase of approximately 4.0 percent for all full-time faculty and staff in an effort to retain and attract qualified personnel.
- The 2023-2024 Maintenance and Operations budget was \$45,972,155 which was an increase of \$5,901,106 over the 2022-2023 budget.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2023

The following factors had a significant effect on the College's financial status for fiscal year 2023:

- The College Board of Regents passed a combined tax rate of \$0.164145 which was the No New Revenue rate (rollback rate). The Maintenance and Operations tax rate decreased from \$0.171457 to \$0.154314 which was a decrease of \$0.017143. The Debt Service tax rate decreased from \$0.011754 to \$0.009831 or 16.4 percent. Overall tax collections increased by \$1,651,014 from \$25,497,504 in fiscal year 2021-2022 to \$27,148,518 in fiscal year 2022-2023.
- There was a pay increase of approximately 3.0 percent for all full-time faculty and staff in an effort to retain and attract qualified personnel.
- The 2022-2023 Maintenance and Operations budget was \$40,071,049 which was an increase of \$1,642,210 over the 2021-2022 budget.

OVERVIEW OF THE FINANCIAL STATEMENTS

The College qualifies as a special purpose government engaged in business-type activities and the basic financial statements are prepared on that basis. The basic financial statements include the Statements of Net Position; the Statements of Revenues, Expenses, and Changes in Net Position; and the Statements of Cash Flows. These basic financial statements should be read with the notes to the basic financial statements and with various supplemental schedules required by the Texas Higher Education Coordinating Board. The Governmental Accounting Standards Board (GASB) reporting model focuses on the College as a whole. The College's basic financial statements are designed to emulate corporate presentation models whereby all College activities are reported in one column.

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ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

Under GASB Statement No. 61, The Financial Reporting Entity: Omnibus – An Amendment of GASB Statements No. 14 and No. 34, the Alvin Community College Foundation (the "Foundation") is considered a component unit of the College for fiscal years 2024 and 2023 and, as such, is discretely presented in the College's basic financial statements. Complete financial statements of the Foundation can be obtained from their offices.

STATEMENTS OF NET POSITION

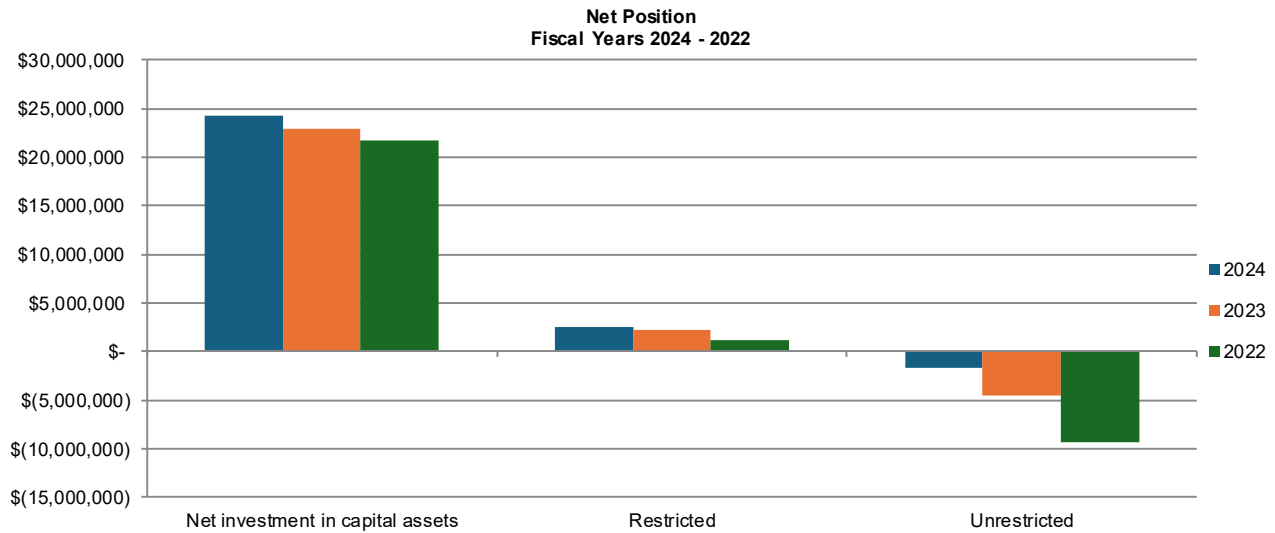
The Statements of Net Position present the assets, liabilities, deferred outflows/inflows of resources, and net position of the College as of August 31, 2024 and 2023. It is a point-in-time financial statement. The purpose of the Statements of Net Position is to provide the readers with a snapshot of the financial condition of the College on August 31, 2024 and 2023. It presents end-of-year data for current and noncurrent assets, deferred outflows of resources, current and noncurrent liabilities, deferred inflows of resources, and net position. From the information shown, readers are able to determine the assets that are available to continue operations, how much the College owes, net position, and its availability to carry out the College's mission.

CONDENSED STATEMENTS OF NET POSITION As of August 31, 2024-2022

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease) 2024-2023</u>	<u>2022</u>	<u>Increase (Decrease) 2023-2022</u>
Current assets	\$ 8,300,305	\$ 11,435,743	\$ (3,135,438)	\$ 9,285,842	\$ 2,149,901
Noncurrent assets:					
Investments	29,749,141	22,749,141	7,000,000	21,550,000	1,199,141
Capital assets, net	45,817,173	46,979,237	(1,162,064)	47,276,239	(297,002)
Right-to-use assets, net	26,698	50,198	(23,500)	84,069	(33,871)
Total assets	<u>83,893,317</u>	<u>81,214,319</u>	<u>2,678,998</u>	<u>78,196,150</u>	<u>3,018,169</u>
Deferred outflows of resources	<u>11,556,263</u>	<u>11,586,754</u>	<u>(30,491)</u>	<u>12,250,981</u>	<u>(664,227)</u>
Current liabilities	9,034,251	8,155,436	878,815	7,832,490	322,946
Noncurrent liabilities	<u>52,932,808</u>	<u>54,890,516</u>	<u>(1,957,708)</u>	<u>59,539,273</u>	<u>(4,648,757)</u>
Total liabilities	<u>61,967,059</u>	<u>63,045,952</u>	<u>(1,078,893)</u>	<u>67,371,763</u>	<u>(4,325,811)</u>
Deferred inflows of resources	<u>8,273,515</u>	<u>9,160,668</u>	<u>(887,153)</u>	<u>9,426,711</u>	<u>(266,043)</u>
Net position:					
Net investment in capital assets	24,335,571	22,892,511	1,443,060	21,786,189	1,106,322
Restricted					
Expendable student aid	2,580,624	2,251,583	329,041	1,120,823	1,130,760
Unrestricted	<u>(1,707,189)</u>	<u>(4,549,641)</u>	<u>2,842,452</u>	<u>(9,258,355)</u>	<u>4,708,714</u>
Total Net Position	<u>\$ 25,209,006</u>	<u>\$ 20,594,453</u>	<u>\$ 4,614,553</u>	<u>\$ 13,648,657</u>	<u>\$ 6,945,796</u>

(Continued)

ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023



FISCAL YEAR 2024 COMPARED TO 2023

Current assets decreased \$3,135,438 primarily due to the purchase of noncurrent investments for certificates of deposits. Noncurrent assets increased \$5,814,436 which is the net result of an increase in investments and decrease in assets being depreciated or amortized.

Current liabilities increased \$878,815 primarily due to an increase in accounts payable for repairs from storm damages. Noncurrent liabilities decreased \$1,957,708 due mainly to a decrease in bonds payable and amortization of premiums.

FISCAL YEAR 2023 COMPARED TO 2022

Current assets increased \$2,149,901 primarily due to increases in restricted cash and cash equivalents as a result of proceeds from investment activities and increases in accounts receivable primarily related to more in student tuition receivables compared to the prior year. Noncurrent assets increased \$868,268 due primarily to an increase in the purchase of investments.

Current liabilities increased \$322,946 primarily due to an increase in unearned revenues related to student registrations compared to the prior year. Noncurrent liabilities decreased \$4,648,757 due mainly to a decrease in net other postemployment benefits liability.

(Continued)

ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

The purpose of the Statements of Revenues, Expenses, and Changes in Net Position is to present the revenues earned by the College, both operating and nonoperating; the expenses incurred, operating and nonoperating; and any other revenues, expenses, gains, and losses received or spent by the College. Generally, operating revenues are received for providing goods and services to the students of the College. Operating expenses are those paid to acquire or produce the goods and services provided in return for the operating revenues, and to carry out the College's mission. Nonoperating revenues and expenses are funds received or used for which goods and services are not provided.

CONDENSED STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For the Years Ended August 31, 2024-2022

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease) 2024-2023</u>	<u>2022</u>	<u>Increase (Decrease) 2023-2022</u>
Operating revenues:					
Tuition and fees, net of discounts	\$ 7,461,607	\$ 6,945,546	\$ 516,061	\$ 8,138,598	\$ (1,193,052)
Auxiliary enterprises, net of discounts	2,128,097	1,792,881	335,216	1,509,080	283,801
State grants and contracts	1,132,534	839,950	292,584	683,555	156,395
Federal grants and contracts	938,629	830,502	108,127	936,983	(106,481)
Total operating revenues	11,660,867	10,408,879	1,251,988	11,268,216	(859,337)
Less operating expenses	61,011,097	49,792,955	11,218,142	51,645,698	(1,852,743)
Operating (loss)	(49,350,230)	(39,384,076)	(9,966,154)	(40,377,482)	993,406
Nonoperating revenues (expenses):					
State appropriations	16,075,135	12,349,683	3,725,452	11,566,604	783,079
Property tax revenue	29,994,432	27,148,518	2,845,914	25,497,504	1,651,014
Federal revenue, nonoperating	6,960,234	5,776,456	1,183,778	10,602,173	(4,825,717)
Investment income	1,253,291	1,294,937	(41,646)	190,336	1,104,601
Interest and fiscal agent fees	(770,501)	(776,618)	6,117	(944,431)	167,813
Other nonoperating revenues	452,192	536,896	(84,704)	581,650	(44,754)
Total nonoperating revenues, net	53,964,783	46,329,872	7,634,911	47,493,836	(1,163,964)
Change in net position	4,614,553	6,945,796	(2,331,243)	7,116,354	(170,558)
Beginning net position	20,594,453	13,648,657	6,945,796	6,532,303	7,116,354
Ending net position	\$ 25,209,006	\$ 20,594,453	\$ 4,614,553	\$ 13,648,657	\$ 6,945,796

FISCAL YEAR 2024 COMPARED TO 2023

Total revenues (operating and nonoperating) for the fiscal year 2024 were \$66,396,151. Operating revenues in the fiscal year 2024 increased by \$1,251,988 largely due to an increase in tuition and fees and auxiliary enterprise revenue from an increase in students enrolled. Nonoperating revenues in the fiscal year 2024 increased \$7,628,794 primarily due to an increase in state appropriations for student attendance and property tax revenue from an increase in appraised property tax values.

Total expenses (operating and nonoperating) in the fiscal year 2024 increased \$11,212,025, or 22.5 percent. This increase was primarily related to an increase in payroll related costs for wages and benefits

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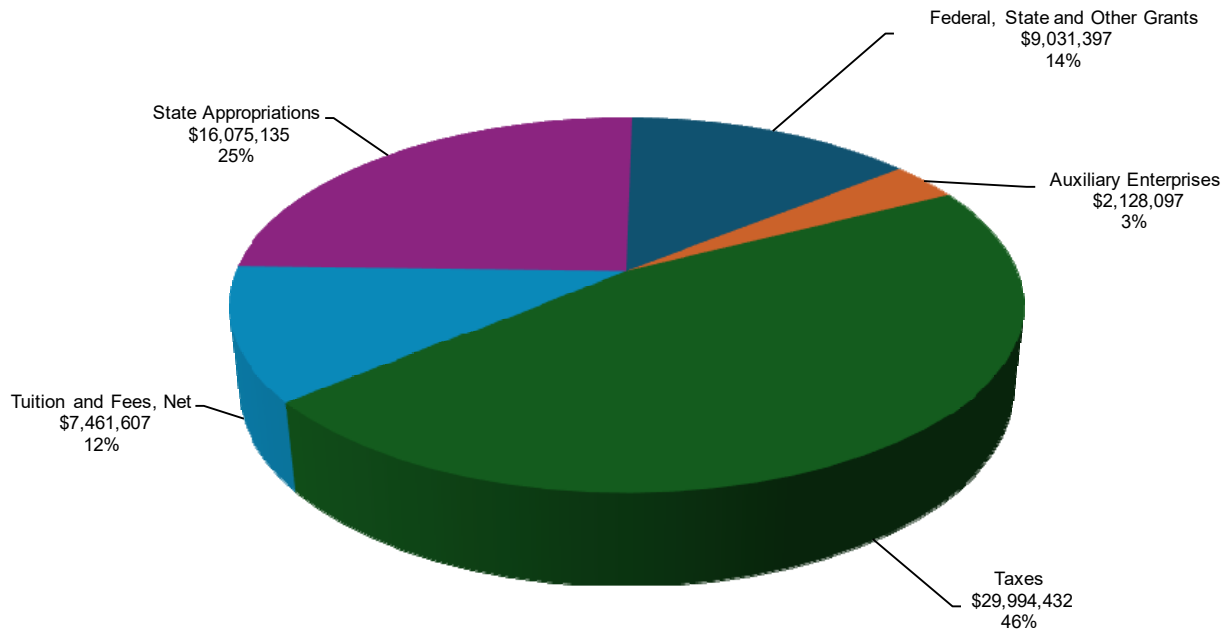
ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

FISCAL YEAR 2023 COMPARED TO 2022

Total revenues (operating and nonoperating) for the fiscal year 2023 were \$57,515,369. Operating revenues in the fiscal year 2023 decreased by \$859,337 largely due to a decrease in tuition and fees primarily related to increases in scholarship allowances and discounts. Nonoperating revenues in the fiscal year 2023 decreased \$1,331,777 primarily due to a significant decrease in federal revenue. Federal revenue decreased due to a decrease in federal grant awards received related to the COVID-19 pandemic.

Total expenses (operating and nonoperating) in the fiscal year 2023 decreased \$1,684,930, or 3.2 percent. This decrease was primarily related to a decrease in grant expenses related to scholarships and fellowships.

REVENUES BY SOURCE AND PERCENTAGES
For the Year Ended August 31, 2024



(Continued)

ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

REVENUES BY SOURCE AND PERCENTAGES
For the Year Ended August 31, 2023

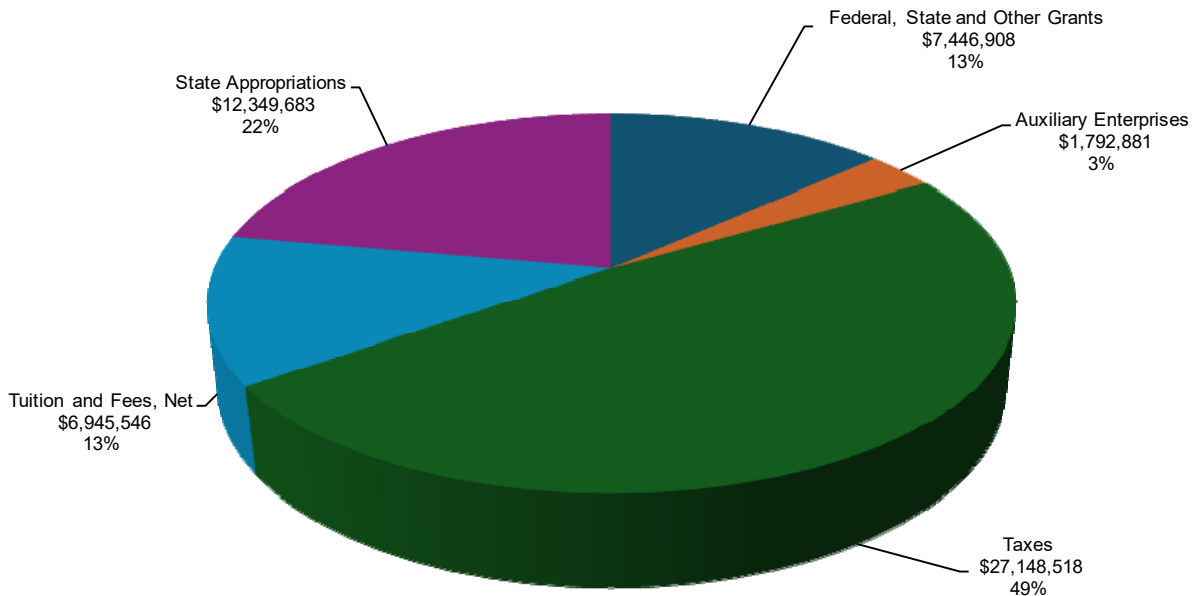


Table 1
OPERATING EXPENSES
Years Ended August 31, 2024-2022

	2024	2023	Increase (Decrease) 2024-2023	2022	Increase (Decrease) 2023-2022
Operating Expenses:					
Instruction	\$ 20,615,141	\$ 17,769,932	\$ 2,845,209	\$ 16,716,912	\$ 1,053,020
Institutional support	10,899,372	8,161,984	2,737,388	6,718,987	1,442,997
Academic support	10,660,595	8,879,027	1,781,568	7,462,655	1,416,372
Operation and maintenance of plant	4,431,459	2,492,339	1,939,120	3,074,908	(582,569)
Auxiliary enterprises	2,748,135	2,490,236	257,899	2,426,112	64,124
Student services	4,418,743	4,101,727	317,016	4,243,824	(142,097)
Scholarships and fellowships	5,374,468	4,359,867	1,014,601	9,610,709	(5,250,842)
Depreciation and amortization	1,782,805	1,469,113	313,692	1,329,233	139,880
Public service	80,379	68,730	11,649	62,358	6,372
Total	<u>\$ 61,011,097</u>	<u>\$ 49,792,955</u>	<u>\$ 11,218,142</u>	<u>\$ 51,645,698</u>	<u>\$ (1,852,743)</u>

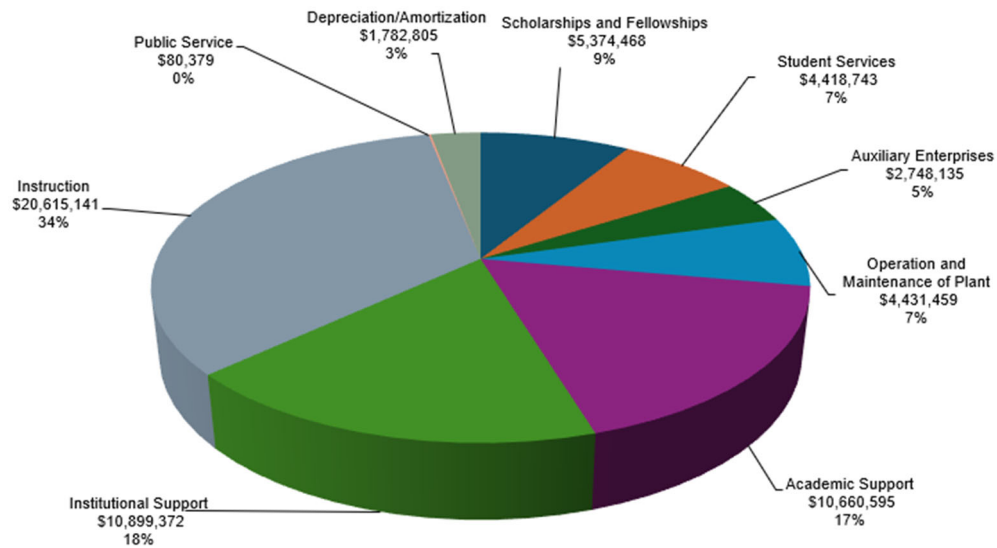
Operating expenses are primarily presented by functional categories, which represent the types of programs and services provided. Nonoperating expenses consist of interest and fiscal agent fees from capital-related debt service of \$770,501 and \$776,618 for the years ended August 31, 2024 and 2023, respectively.

(Continued)

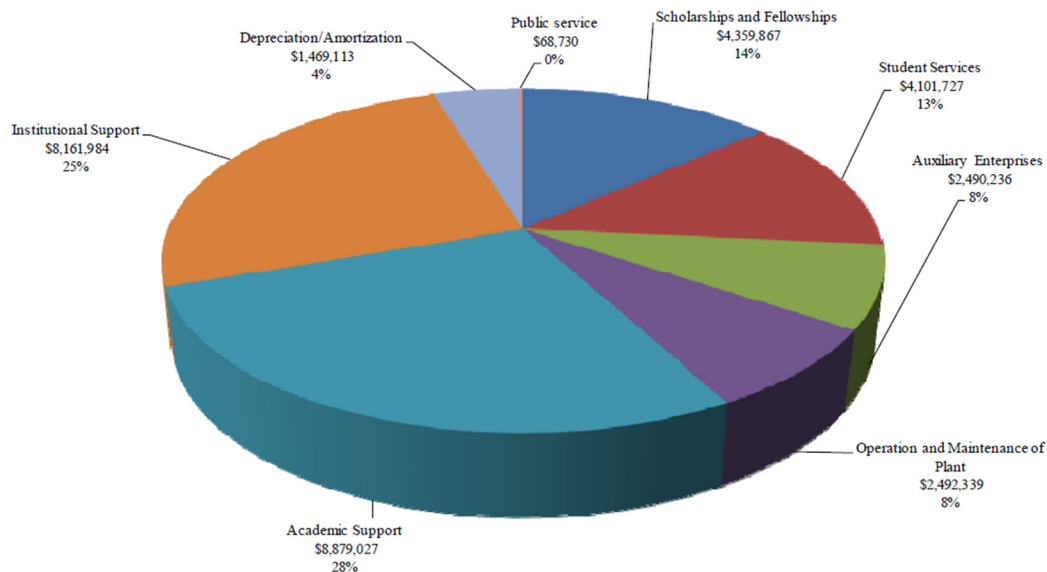
ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

The following are graphic illustrations of operating expenses by functional category and percentage of total operating expenses for the years ended August 31, 2024 and 2023.

OPERATING EXPENSES BY FUNCTION AND PERCENTAGES
For the Year Ended August 31, 2024

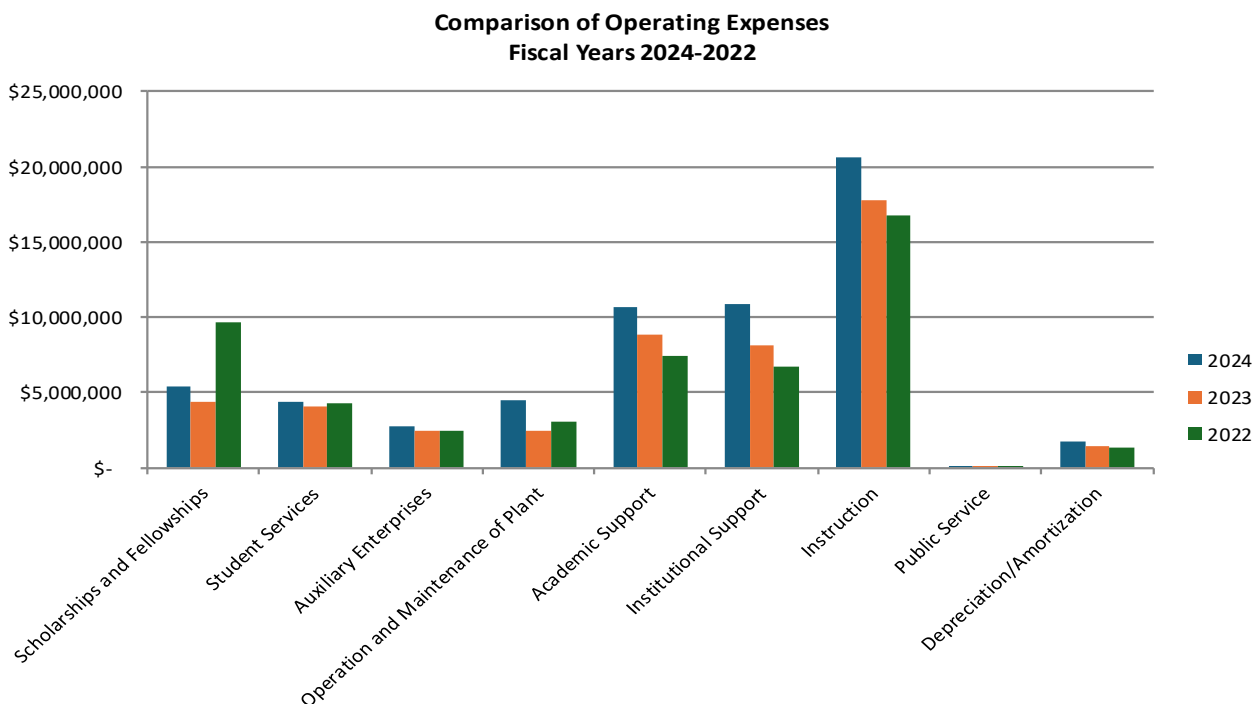


OPERATING EXPENSES BY FUNCTION AND PERCENTAGES
For the Year Ended August 31, 2023



(Continued)

ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023



CAPITAL ASSETS

**CAPITAL ASSETS ACTIVITY
Years Ended August 31, 2024-2022**

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease) 2024-2023</u>	<u>2022</u>	<u>Increase (Decrease) 2023-2022</u>
Capital assets not depreciated/amortized:					
Land	\$ 494,128	\$ 494,128	\$ -	\$ 494,128	\$ -
Construction in process	-	17,687,663	(17,687,663)	22,550,059	(4,862,396)
Total	<u>494,128</u>	<u>18,181,791</u>	<u>(17,687,663)</u>	<u>23,044,187</u>	<u>(4,862,396)</u>
Other capital assets:					
Buildings and improvements	35,911,651	35,911,651	-	35,911,651	-
Facilities and improvements	27,832,912	10,145,249	17,687,663	4,897,647	5,247,602
Telecommunications equipment	2,520,330	2,520,330	-	2,311,996	208,334
Furniture and equipment	9,016,337	8,419,096	597,241	7,912,121	506,975
Library books	365,044	276,108	88,936	360,476	(84,368)
Right-to-use assets	117,500	177,651	(60,151)	177,651	-
Total	<u>75,763,774</u>	<u>57,450,085</u>	<u>18,313,689</u>	<u>51,571,542</u>	<u>5,878,543</u>
Less accumulated depreciation and amortization	<u>(30,414,031)</u>	<u>(28,691,377)</u>	<u>(1,722,654)</u>	<u>(27,255,421)</u>	<u>(1,435,956)</u>
Net capital assets	<u>\$ 45,843,871</u>	<u>\$ 46,940,499</u>	<u>\$ (1,096,628)</u>	<u>\$ 47,360,308</u>	<u>\$ (419,809)</u>

The capital assets activity includes the right-to-use assets and the accumulated amortization of the right-to-use assets related to leases payable.

(Continued)

ALVIN COMMUNITY COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended August 31, 2024 and 2023

FISCAL YEAR 2024 COMPARED TO 2023

As of August 31, 2024, the College had \$76,257,902 invested in capital assets, \$30,414,031 in accumulated depreciation and amortization, and \$45,843,871 in net capital assets. Significant additions during the fiscal year included classroom technology hardware upgrades, a tractor and accessories, and emergency management technician equipment.

FISCAL YEAR 2023 COMPARED TO 2022

As of August 31, 2023, the College had \$75,720,812 invested in capital assets, \$28,691,377 in accumulated depreciation and amortization, and \$47,029,435 in net capital assets. Significant additions during the fiscal year included computer hardware, campus signage, and new furniture.

As required, detailed capital asset disclosures are presented in note 7 to the basic financial statements.

LONG-TERM DEBT AND LEASE PAYABLES

The principal balance of the bonds was \$19,520,000 and \$21,940,000 as of August 31, 2024 and 2023, respectively.

The principal balance of the leases payable related to Governmental Accounting Standards Board Statement No. 87, Leases, was \$25,666 and \$49,251 as of August 31, 2024 and 2023, respectively.

As required, detailed debt disclosures are presented in note 8 to the basic financial statements.

CONTACTING THE COLLEGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide the College's taxpayers, students, investors, and creditors with a general overview of the College's finances and to demonstrate the College's accountability for the money it receives. If you have any questions about this report or need additional information, contact the College's Business Office at 3110 Mustang Road, Alvin, Texas 77511.

BASIC FINANCIAL STATEMENTS

ALVIN COMMUNITY COLLEGE
STATEMENT OF NET POSITION - EXHIBIT 1
August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 3,506,353	\$ 6,857,000
Accounts receivable, net	3,847,930	3,322,563
Inventories	166,739	162,496
Prepays	<u>779,283</u>	<u>1,093,684</u>
Total current assets	<u>8,300,305</u>	<u>11,435,743</u>
Noncurrent assets:		
Investments	29,749,141	22,749,141
Capital and right-to-use assets, net:		
Nondepreciable capital assets	494,128	18,181,791
Depreciable capital assets	45,323,045	28,797,446
Amortizable right-to-use assets	<u>26,698</u>	<u>50,198</u>
Total noncurrent assets	<u>75,593,012</u>	<u>69,778,576</u>
Total assets	<u>83,893,317</u>	<u>81,214,319</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows - pensions	4,464,295	4,209,410
Deferred outflows - OPEB	<u>7,091,968</u>	<u>7,377,344</u>
Total deferred outflows of resources	<u>11,556,263</u>	<u>11,586,754</u>
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	1,392,177	682,768
Funds held for others	49,904	53,029
Unearned revenues	4,794,917	4,618,204
Compensated absences	303,566	357,850
Bonds payable, net of premiums - current portion	2,470,000	2,420,000
Leases payable - current portion	<u>23,687</u>	<u>23,585</u>
Total current liabilities	<u>9,034,251</u>	<u>8,155,436</u>
Noncurrent liabilities:		
Compensated absences	232,869	178,586
Net pension liability	12,102,291	10,460,057
Net OPEB liability	21,631,335	22,655,135
Bonds payable, net of premiums	18,964,334	21,571,072
Leases payable	<u>1,979</u>	<u>25,666</u>
Total noncurrent liabilities	<u>52,932,808</u>	<u>54,890,516</u>
Total liabilities	<u>61,967,059</u>	<u>63,045,952</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred gain on refunding bonds	48,300	96,601
Deferred inflows - pensions	673,010	1,058,524
Deferred inflows - OPEB	<u>7,552,205</u>	<u>8,005,543</u>
Total deferred inflows of resources	<u>8,273,515</u>	<u>9,160,668</u>
NET POSITION		
Net investment in capital assets	24,335,571	22,892,511
Restricted for expendable student aid	2,580,624	2,251,583
Unrestricted	<u>(1,707,189)</u>	<u>(4,549,641)</u>
Total net position (Schedule D)	<u>\$ 25,209,006</u>	<u>\$ 20,594,453</u>

See accompanying Notes to Basic Financial Statements.

ALVIN COMMUNITY COLLEGE FOUNDATION
STATEMENT OF NET POSITION - EXHIBIT 1A
August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets:		
Cash and cash equivalents	\$ 298,235	\$ 431,825
Investments	5,050,949	4,220,128
Accounts receivable	2,500	875
Inventory for fundraising activities	615	564
Prepays	9,850	5,050
Art Inventory	5,251	5,251
Total assets	<u>5,367,400</u>	<u>4,663,693</u>
Liabilities:		
Accounts payable	<u>8,787</u>	<u>36,887</u>
Total liabilities	<u>8,787</u>	<u>36,887</u>
Net assets:		
Without donor restrictions	449,965	424,461
With donor restrictions		
Purpose restrictions	3,596,274	2,889,971
Perpetual in nature	<u>1,312,374</u>	<u>1,312,374</u>
Total net assets	<u>5,358,613</u>	<u>4,626,806</u>
Total liabilities and net assets	<u>\$ 5,367,400</u>	<u>\$ 4,663,693</u>

See accompanying Notes to Basic Financial Statements.

ALVIN COMMUNITY COLLEGE
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - EXHIBIT 2
For the years ended August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating revenues:		
Tuition and fees, net of discounts of \$4,940,090 for 2024 and \$3,706,666 for 2023	\$ 7,461,607	\$ 6,945,546
Federal grants and contracts	938,629	830,502
State grants and contracts	1,132,534	839,950
Auxiliary enterprises, net of discounts of \$136,863 for 2024 and \$137,423 for 2023	<u>2,128,097</u>	<u>1,792,881</u>
Total operating revenues (Schedule A)	<u>11,660,867</u>	<u>10,408,879</u>
Operating expenses:		
Instruction	20,615,141	17,769,932
Public service	80,379	68,730
Academic support	10,660,595	8,879,027
Student services	4,418,743	4,101,727
Institutional support	10,899,372	8,161,984
Operation and maintenance of plant	4,431,459	2,492,339
Scholarships and fellowships	5,374,468	4,359,867
Auxiliary enterprises	2,748,135	2,490,236
Depreciation and amortization	<u>1,782,805</u>	<u>1,469,113</u>
Total operating expenses (Schedule B)	<u>61,011,097</u>	<u>49,792,955</u>
Operating (loss)	<u>(49,350,230)</u>	<u>(39,384,076)</u>
Nonoperating revenues (expenses):		
State appropriations	16,075,135	12,349,683
Property tax revenue	28,431,874	25,523,019
Debt service ad valorem taxes	1,562,558	1,625,499
Federal revenue, nonoperating	6,960,234	5,776,456
Investment income	1,253,291	1,294,937
Interest on capital-related debt and fiscal agent fees	(770,501)	(776,618)
Other nonoperating revenues	<u>452,192</u>	<u>536,896</u>
Total nonoperating revenues, net (Schedule C)	<u>53,964,783</u>	<u>46,329,872</u>
Change in net position	4,614,553	6,945,796
Beginning net position	<u>20,594,453</u>	<u>13,648,657</u>
Ending net position	<u>\$ 25,209,006</u>	<u>\$ 20,594,453</u>

See accompanying Notes to Basic Financial Statements.

ALVIN COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - EXHIBIT 2A
For the years ended August 31, 2024 and 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues						
Support and revenues:						
Local support:						
Contributions and grants	\$ -	\$ 156,669	\$ 156,669	\$ -	\$ 153,727	\$ 153,727
Gala income, net	139,004	-	139,004	143,221	-	143,221
Interest and dividend income	-	103,925	103,925	-	92,768	92,768
Dolphin athletics, net	-	2,305	2,305	-	1,300	1,300
Net investment returns	-	717,346	717,346	-	307,849	307,849
Unrestricted income	22,068	-	22,068	170,758	-	170,758
Other income	99,623	-	99,623	61,657	-	61,657
Total local support	260,695	980,245	1,240,940	375,636	555,644	931,280
Net assets released from restrictions:						
Restrictions satisfied by payments	273,942	(273,942)	-	171,196	(171,196)	-
Total support and revenues	534,637	706,303	1,240,940	546,832	384,448	931,280
Expenses						
Program services:						
Scholarships	176,336	-	176,336	113,459	-	113,459
Awards	97,606	-	97,606	57,737	-	57,737
Total program services	273,942	-	273,942	171,196	-	171,196
Support services:						
Gala fundraising expenses	46,939	-	46,939	39,514	-	39,514
Total fundraising	46,939	-	46,939	39,514	-	39,514
Management and general:						
Professional services	46,495	-	46,495	14,647	-	14,647
Operating expenses and supplies	107,738	-	107,738	41,799	-	41,799
Other	34,019	-	34,019	69,843	-	69,843
Total management and general	188,252	-	188,252	126,289	-	126,289
Total expenses	509,133	-	509,133	336,999	-	336,999
Change in net assets	25,504	706,303	731,807	209,833	384,448	594,281
Beginning net assets	424,461	4,202,345	4,626,806	214,628	3,817,897	4,032,525
Ending net assets	\$ 449,965	\$ 4,908,648	\$ 5,358,613	\$ 424,461	\$ 4,202,345	\$ 4,626,806

See accompanying Notes to Basic Financial Statements.

ALVIN COMMUNITY COLLEGE
STATEMENTS OF CASH FLOWS - EXHIBIT 3
For the years ended August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Receipts from students and other customers	\$ 8,984,797	\$ 8,153,828
Receipts of grants and contracts	2,150,703	1,830,328
Payments to or on behalf of employees	(37,864,255)	(33,744,752)
Payments to suppliers for goods or services	(14,986,342)	(11,660,450)
Payments of scholarships	(5,374,468)	(4,359,867)
Net cash (used) by operating activities	<u>(47,089,565)</u>	<u>(39,780,913)</u>
Cash flows from noncapital financing activities:		
Receipts of State appropriations	16,075,135	12,349,683
Receipts of maintenance and operations ad valorem taxes	28,431,874	25,523,019
Receipts from nonoperating Federal revenue	6,960,234	5,776,456
Other	452,192	536,896
Net cash provided by noncapital financing activities	<u>51,919,435</u>	<u>44,186,054</u>
Cash flows from capital and related financing activities:		
Receipts from debt service ad valorem taxes	1,562,558	1,625,499
Purchases of capital assets	(597,241)	(1,138,240)
Principal payments on debt and lease payables	(2,443,585)	(2,398,890)
Payments on debt interest and fiscal agent fees	(955,540)	(961,656)
Net cash (used) by capital and related financing activities	<u>(2,433,808)</u>	<u>(2,873,287)</u>
Cash flows from investing activities:		
Purchases of investments	(54,600,000)	(43,749,142)
Receipts from sale of investments	47,600,000	42,550,000
Receipts from investment income	1,253,291	1,294,937
Net cash provided (used) by investing activities	<u>(5,746,709)</u>	<u>95,795</u>
(Decrease) Increase in cash and cash equivalents	(3,350,647)	1,627,649
Beginning cash and cash equivalents	<u>6,857,000</u>	<u>5,229,351</u>
Ending cash and cash equivalents	<u>\$ 3,506,353</u>	<u>\$ 6,857,000</u>
Ending cash and cash equivalents:		
Cash and cash equivalents	\$ 3,506,353	\$ 5,700,553
Restricted cash and cash equivalents	-	1,156,447
Total cash and cash equivalents	<u>\$ 3,506,353</u>	<u>\$ 6,857,000</u>

(Continued)

ALVIN COMMUNITY COLLEGE
STATEMENTS OF CASH FLOWS - EXHIBIT 3
For the years ended August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating (loss)	\$ (49,350,230)	\$ (39,384,076)
Adjustments to reconcile operating (loss) to net cash (used) by operating activities:		
Depreciation/amortization expense	1,782,805	1,469,113
Changes in assets and liabilities:		
Receivables, net	(525,367)	(424,723)
Inventories	(4,243)	(2,788)
Prepays	314,401	(94,741)
Deferred outflows - pension and OPEB	30,491	664,227
Deferred inflows - pension and OPEB	(838,852)	(217,742)
Accounts payable and accrued liabilities	709,409	(518,028)
Funds held for others	(3,125)	4,296
Deferred revenues	176,713	733,690
Net pension liability	1,642,234	5,813,578
Net OPEB liability	(1,023,800)	(7,853,348)
Compensated absences	(1)	29,629
Net cash (used) by operating activities	<u>\$ (47,089,565)</u>	<u>\$ (39,780,913)</u>

See accompanying Notes to Basic Financial Statements.

ALVIN COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF CASH FLOWS - EXHIBIT 3A
For the years ended August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Change in net assets	\$ 731,807	\$ 594,281
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Investment (gains) losses	(717,346)	(307,849)
(Increase) decrease in current assets:		
Accounts receivable	(1,625)	125
Inventory for fundraising activities	(51)	(564)
Prepays	(4,800)	(1,150)
Increase (decrease) in current liabilities		
Accounts payable	(28,100)	20,798
Net cash provided (used) by operating activities	<u>(20,115)</u>	<u>305,641</u>
Cash flows from investing activities:		
Purchase of investments	(418,270)	(377,726)
Proceeds from sale of investments	<u>304,795</u>	<u>286,617</u>
Net cash provided (used) by investing activities	<u>(113,475)</u>	<u>(91,109)</u>
 Increase (decrease) in cash and cash equivalents	 (133,590)	 214,532
Beginning cash and cash equivalents	<u>431,825</u>	<u>217,293</u>

See accompanying Notes to Basic Financial Statements.

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 1 - REPORTING ENTITY

Alvin Community College (the "College") was established in 1948, in accordance with the laws of the State of Texas, (the "State") to serve the educational needs of the City of Alvin and the surrounding communities. The College is considered to be a special purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. While the College receives funding from local, State, and Federal sources, and must comply with the spending, reporting, and record keeping requirements of these entities, it is not a component unit of any other governmental entity.

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - An Amendment of GASB Statements No. 14 and No. 34* (GASB 61), modifies certain requirements for inclusion of component units in the financial reporting entity. For organizations that previously were required to be included as component units by meeting the fiscal dependency criterion, a financial benefit or burden relationship also would need to be present between the primary government and that organization for it to be included in the reporting entity as a component unit. GASB 61 has been applied as required in the preparation of these basic financial statements and, accordingly, the Alvin Community College Foundation (the "Foundation") is considered a component unit of the College as of August 31, 2024 and 2023. The Foundation is reported in separate financial statements because of the difference in its reporting model, as further discussed below.

The Foundation is a separate nonprofit organization, with the sole purpose of supporting the educational and other activities of the College. The Foundation reports its financial results under the standards of the Financial Accounting Standards Board. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences. The College furnished certain services, such as office space and supplies, to the Foundation during the years ended August 31, 2024 and 2023. The costs of these services were not significant to the College.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Guidelines: The significant accounting policies followed by the College in preparing these basic financial statements are in accordance with the Texas Higher Education Coordinating Board's (THECB) *Annual Financial Reporting Requirements for Texas Public Community and Junior Colleges*. The College applies all applicable GASB pronouncements. The College is reported as a special purpose government engaged in business-type activities.

Basis of Accounting: The basic financial statements of the College have been prepared on the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

The financial statements of the Foundation have been prepared in accordance with U.S. generally accepted accounting principles, whereby net assets and revenues, expenses, gains, and losses are classified based on the existence and nature or absence of donor-imposed restrictions.

Net Position: Net position is classified as follows:

Net investment in capital assets: This represents the College's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Restricted net position - nonexpendable: Restricted nonexpendable net position is subject to externally imposed provisions that it be maintained permanently by the College.

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

Net Assets: Net assets of the Foundation are classified and reported as follows:

Net assets without donor restrictions: This classification represents net assets that are not subject to donor-imposed stipulations.

Net assets with donor restrictions: This classification represents net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities. The Statement of Activities reports all changes in net assets and includes the presentation of functional expenses.

The Foundation accounts for its endowments in accordance with the *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to and Enacted Version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA)*, and *Enhanced Disclosure for All Endowment Funds* (Codification Topic 958-205). The Board of Directors of the Foundation has interpreted UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation retains in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts) donated to the endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA.

The Foundation follows adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowments while seeking to maintain purchasing power of the endowment assets. Endowment assets include those net assets with donor restrictions funds that the Foundation must hold in perpetuity or for a donor-specific period(s).

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Operating and Nonoperating Revenue and Expense Policy: The College distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the College's principal ongoing operations and are the result of exchange transactions with those who purchase, use, or directly benefit from the goods or services of the College. Operating revenues are reported gross of related expenses and net of any discount or sales allowance.

The principal operating revenues are tuition and related fees (net of discounts); sales and services of auxiliary enterprises (net of discounts); and Federal, State, and local grants and contracts.

Nonoperating revenues include activities that have the characteristics of nonexchange transactions. Certain significant revenue streams relied upon for operations are recorded as nonoperating revenue including State appropriations, Title IV student financial aid, property taxes, and investment income.

Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. Nonoperating expenses consist of interest and fiscal agent fees from capital-related debt.

Budgetary Data: Each community college district in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenditures for the fiscal year beginning September 1. The College's Board of Regents (the "Board") adopts the budget, which is prepared on the accrual basis of accounting. A copy of the approved budget must be filed with the THECB, Legislative Budget Board, Legislative Reference Library, and Governor's Office of Budget and Planning by December 1.

Cash and Cash Equivalents: The College's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with maturities of three months or less from the date of acquisition.

Investments: Investments, except for certain investment pools, commercial paper, money market funds, and investment contracts, are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. Money market funds, which are short-term highly liquid debt instruments that may include U.S. Treasury and agency obligations and commercial paper that have a remaining maturity of one year or less upon acquisition, are reported at amortized cost. Investments in nonparticipating interest-earning contracts, such as certificates of deposit, are reported at cost.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources: In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statements of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred outflows/inflows of resources are amortized as follows:

- Deferred outflows/inflows from pension/other postemployment benefits (OPEB) activities are amortized over the average of the expected service lives of pension/OPEB plan members, except for the net differences between the projected and actual investment earnings on the pension/OPEB plan assets, which are amortized over a period of five years.
- For employer pension/OPEB plan contributions that were made subsequent to the measurement date through the end of the College's fiscal year, the amount is deferred and recognized as a reduction to the net pension/OPEB liability during the measurement period in which the contributions were made.
- A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Inventories: Inventories consist of bookstore stock and food service items. Inventories are valued at cost and charged to expenses as sold.

Capital Assets: Capital assets are recorded at cost at the date of acquisition. Donated capital assets are recorded at acquisition value at the date of donation. The College capitalizes all furniture and equipment with a unit cost equal to or greater than \$5,000 and an estimated useful life in excess of one year. Renovations of \$100,000 or greater to buildings and facilities and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are charged to operating expense in the year in which the expense is incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets and is not allocated to the functional expense categories. The following lives are used:

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Buildings and improvement	50 years
Facilities and improvements	20 years
Library books	15 years
Furniture and equipment	10 years
Telecommunications equipment	5 years

Collections: The College has not capitalized its collection of art as it is considered immaterial to the College's financial position.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unearned Revenues: Unearned revenues, primarily consisting of tuition and fees, relate to academic terms in the next fiscal year and, as such, have been deferred.

Tuition Discounting:

Texas Public Education Grants - Certain tuition amounts are required to be set aside for use as scholarships by qualifying students. This set-aside, called the Texas Public Education Grant, is shown with tuition and fee revenue amounts as a separate set-aside amount (Texas Education Code §56.033). When the award for tuition is used by the student, the amount is recorded as tuition and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

Title IV Higher Education Act Program Funds ("Title IV") - Certain Title IV funds are received by the College to pass through to the student. These funds are initially received by the College and recorded as restricted revenue. When the student is awarded and uses these funds for tuition and fees, the amounts are recorded as revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the students, the amount is recorded as a scholarship expense.

Other tuition discounts - The College awards tuition and fee scholarships from institutional funds to qualifying students. When these amounts are used for tuition and fees, the amounts are recorded as tuition and fee revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the students, the amount is recorded as a scholarship expense.

Bond Premiums and Issuance Costs: Premiums received are amortized over the term of the related bond. Costs incurred in connection with bond issuances are expensed as incurred.

Leases: The College is a lessee for noncancellable leases of equipment. The College recognizes a lease liability and intangible right-to-use lease assets (the "lease asset") in the financial statements.

At the commencement of a lease, the College initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the term of the lease.

Key estimates related to leases include how the College determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The College uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the College generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments and the purchase option price that the College is reasonably certain to exercise.

The College monitors changes in circumstances that would require a measurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the Statements of Net Position.

Pensions: The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities, and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits: The fiduciary net position of the Texas Employees Group Benefits Program (GBP) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, and information about assets, liabilities, and additions to/deductions from the GBP fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

Estimates: The preparation of the basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Income Taxes: The College is exempt from income taxes under Internal Revenue Code Section 115, *Income of States, Municipalities, etc.*, although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511(a)(2)(8), *Imposition of Tax on Unrelated Business Income of Charitable, etc., Organizations*. The College had no unrelated business income tax liability for the years ended August 31, 2024 and 2023 and, therefore, has not recorded a liability for income taxes.

Reclassifications: Certain prior year amounts have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

Net Position Flow Assumption: Sometimes the College will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the College's practice to consider restricted net position to have been depleted before unrestricted net position is applied.

NOTE 3 - AUTHORIZED INVESTMENTS

The Board of the College has adopted a written investment policy regarding the investments of its funds as defined in the Public Funds Investment Act (the "Act") (Chapter 2256.001 Texas Government Code). The investments of the College are in compliance with the Board investment policy and the Act. The College is authorized to invest in obligations and instruments as follows: (1) obligations of the United States and its agencies, (2) direct obligations of the State or its agencies, (3) obligations of political subdivisions rated not less than "A" by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 4 - DEPOSITS AND INVESTMENTS

Deposits: *Custodial credit risk* - Custodial credit risk for deposits with financial institutions is the risk that, in the event of a bank failure, the College's and Foundations deposits may not be returned to it.

The College's investment policy requires pledging of collateral for all bank balances in excess of Federal Deposit Insurance Corporation (FDIC) limits at a minimum of 102 percent of market value. As of August 31, 2024 and 2023, the College's cash and cash equivalents balances were either insured or collateralized, and thus not exposed to custodial credit risk.

Cash and cash equivalents reported on the Statements of Net Position for the College consist of the items reported below at August 31:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents:		
Bank deposits - demand deposits	\$ 3,246,608	\$ 5,695,066
Pooled investments - demand deposits	253,235	1,156,447
Petty cash	<u>6,510</u>	<u>5,487</u>
Total Cash and Cash Equivalents	<u>\$ 3,506,353</u>	<u>\$ 6,857,000</u>

The cash and cash equivalents held by the foundations is in both interest bearing and noninterest-bearing demand accounts at financial institutions. Accounts at these institutions are insured by the FDIC up to a limited amount of \$250,000. As of August 31, 2024 and 2023, the Foundation did not have cash balances at a financial institution that exceeded the FDIC limits.

Investments: As of August 31, 2024 and 2023, the College had the following investments:

<u>Investment Type</u>	<u>2024 Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposit	\$ 29,749,141	0.51
TexSTAR	<u>253,235</u>	0.08
Total	<u>\$ 30,002,376</u>	
Portfolio weighted average maturity		0.51
<u>Investment Type</u>	<u>2023 Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposit	\$ 22,749,141	0.41
TexSTAR	<u>1,156,447</u>	0.07
Total	<u>\$ 23,905,588</u>	
Portfolio weighted average maturity		0.40

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

As of August 31, 2024 and 2023, the College held certificates of deposit of \$29,749,141 and \$22,749,141, respectively. The certificates of deposits was classified as noncurrent assets due to the investments liquidity and the College intent to convert investments to cash and cash equivalent as of August 31, 2024 and 2023.

Interest rate risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the College limits its exposure to interest rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools. Unless matched to a specific cash flow, the College may not directly invest in securities maturing more than three years from the date of purchase, with repurchase agreements limited to a maturity no longer than 120 days from the date of purchase.

Credit risk - The College limits its exposure to credit risk, the risk that the insurer of the debt security will not pay its par value upon maturity, by limiting investments to the safest types of securities; prequalifying the financial institutions, brokers, dealers, intermediaries, and advisers with whom the College does business; and diversifying the investment portfolio so that potential losses on individual securities will be minimized. In addition, the College's investment policy requires pledging of collateral for all securities at a minimum of 102 percent of market value.

Concentration risk - The College limits its exposure to concentration risk, the risk of loss attributable to the magnitude of investment in a single issuer, through portfolio diversification. The College's investment policy has the following maximum limits, by authorized instrument, for the College's total portfolio: U.S. Treasury securities - 100 percent, certificates of deposit - 100 percent, money market mutual funds - 75 percent, mutual funds - 50 percent, agencies and instrumentalities - 75 percent, repurchase agreements (with the exception of flexible repurchase agreements) - 50 percent, authorized investment pools - 100 percent, commercial paper - 25 percent, and flexible repurchase agreements - 100 percent.

TexSTAR: The Texas Short-Term Asset Reserve Fund (TexSTAR) is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Act. TexSTAR was created in April 2002 by contract among its participating governmental units and is governed by a board of directors. JPMorgan Fleming Asset Management (USA), Inc. and First Southwest Asset Management, Inc. act as co-administrators, providing investment management services, participant services, and marketing. JPMorgan Chase Bank and/or its subsidiary, J.P. Morgan Investor Services, Inc., provide custodial, transfer agency, fund accounting, and depository services.

TexSTAR is measured at amortized cost. TexSTAR's strategy is to seek preservation of principal, liquidity, and current income through investment in a diversified portfolio of short-term marketable securities. The College has no unfunded commitments related to TexSTAR. TexSTAR has a redemption notice period of one day and may redeem daily. TexSTAR's authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium, or national or state emergency that affects TexSTAR's liquidity.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

Investments held by the Foundation as of August 31, 2024 and 2023 are summarized as follows:

	2024		2023	
	<u>Cost Basis</u>	<u>Market Value</u>	<u>Cost Basis</u>	<u>Market Value</u>
U.S. equities	\$ 2,526,904	\$ 3,482,791	\$ 2,403,651	\$ 2,906,926
Taxable fixed income	1,501,531	1,366,992	1,429,337	1,234,182
Mixed assets	145,139	201,166	71,203	79,020
Total	<u>\$ 4,173,574</u>	<u>\$ 5,050,949</u>	<u>\$ 3,904,191</u>	<u>\$ 4,220,128</u>

The investments held by the Foundation are reported at Fair Value Measurements based on a framework that provides a fair value hierarchy that prioritizes the quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy for the investments held by the Foundation are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 - Inputs to the valuation methodology include:

Quoted prices for similar assets or liabilities in active markets.

Quoted prices for identical or similar assets or liabilities in inactive markets.

Inputs other than quoted prices that are observable for the asset or liability.

Inputs that are derived principally or corroborated by observable market data by correlation or other means. If the asset or liability has a specific (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

There have been no changes in the valuation methodologies used for assets measured at fair value as of August 31, 2024 and 2023.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. The Foundation value of assets measured at fair value was based on quoted market prices in active markets (Level 1).

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 5 - DISAGGREGATION OF ACCOUNTS RECEIVABLE

Accounts receivable were as follows at August 31:

	<u>2024</u>	<u>2023</u>
Student receivable	\$ 2,886,456	\$ 2,550,354
Taxes receivable	801,359	591,696
Interest receivable	190,806	215,771
Federal receivable	229,585	242,498
State receivable	234,807	92,650
Sponsor receivable	178,745	242,905
ACC Foundation	<u>8,787</u>	<u>36,887</u>
Total accounts receivable	4,530,545	3,972,761
Less allowance for doubtful accounts	<u>(682,615)</u>	<u>(650,198)</u>
Total accounts receivable, net	<u>\$ 3,847,930</u>	<u>\$ 3,322,563</u>

NOTE 6 - DISAGGREGATION OF ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities were as follows at August 31:

	<u>2024</u>	<u>2023</u>
Vendors payable	\$ 1,376,567	\$ 657,288
Sales tax payable	<u>15,610</u>	<u>25,480</u>
Total accounts payable and accrued liabilities	<u>\$ 1,392,177</u>	<u>\$ 682,768</u>

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the years ended August 31, 2024 and 2023 was as follows:

	Balance September 1, 2023	Additions	Deletions/ Adjustments	Balance August 31, 2024
Nondepreciable:				
Land	\$ 494,128	\$ -	\$ -	\$ 494,128
Construction in process	17,687,663	-	(17,687,663)	-
Subtotal	18,181,791	-	(17,687,663)	494,128
Other capital assets:				
Buildings and improvements	35,911,651	-	-	35,911,651
Facilities and improvements	10,145,249	17,687,663	-	27,832,912
Furniture and equipment	8,419,096	597,241	-	9,016,337
Telecommunications equipment	2,520,330	-	-	2,520,330
Library books	365,044	-	-	365,044
Right-to-use assets - equipment	177,651	-	(60,151)	117,500
Subtotal	57,539,021	18,284,904	(60,151)	75,763,774
Less accumulated depreciation/amortization:				
Buildings and improvements	16,832,111	620,148	-	17,452,259
Facilities and improvements	3,237,749	570,673	-	3,808,422
Furniture and equipment	6,119,360	438,673	-	6,558,033
Telecommunications equipment	2,098,596	121,199	-	2,219,795
Library books	276,108	8,612	-	284,720
Right-to-use assets - equipment	127,453	23,500	(60,151)	90,802
Total accumulated depreciation/amortization	28,691,377	1,782,805	(60,151)	30,414,031
Net capital assets	\$ 47,029,435	\$ 16,502,099	\$ (17,687,663)	\$ 45,843,871
	Balance September 1, 2022	Additions	Deletions/ Adjustments	Balance August 31, 2023
Nondepreciable:				
Land	\$ 494,128	\$ -	\$ -	\$ 494,128
Construction in process	22,550,059	181,366	(5,043,762)	17,687,663
Subtotal	23,044,187	181,366	(5,043,762)	18,181,791
Other capital assets:				
Buildings and improvements	35,911,651	-	-	35,911,651
Facilities and improvements	4,897,647	5,247,602	-	10,145,249
Furniture and equipment	7,912,121	506,975	-	8,419,096
Telecommunications equipment	2,311,996	241,491	(33,157)	2,520,330
Library books	360,476	4,568	-	365,044
Right-to-use assets - equipment	177,651	-	-	177,651
Subtotal	51,571,542	6,000,636	(33,157)	57,539,021
Less accumulated depreciation/amortization:				
Buildings and improvements	16,265,668	566,443	-	16,832,111
Facilities and improvements	2,894,041	343,708	-	3,237,749
Furniture and equipment	5,701,534	417,826	-	6,119,360
Telecommunications equipment	2,000,880	97,716	-	2,098,596
Library books	299,716	9,549	(33,157)	276,108
Right-to-use assets - equipment	93,582	33,871	-	127,453
Total accumulated depreciation/amortization	27,255,421	1,469,113	(33,157)	28,691,377
Net capital assets	\$ 47,360,308	\$ 4,712,889	\$ (5,043,762)	\$ 47,029,435

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 8 - LONG-TERM LIABILITIES

Long-term liabilities activity for the years ended August 31, 2024 and 2023 was as follows:

	Balance September 1, <u>2023</u>	<u>Additions</u>	<u>Reductions</u>	Balance August 31, <u>2024</u>	<u>Current Portion</u>
Bonds, notes, and leases payable:					
General obligation refunding					
bonds - 2021	\$ 3,120,000	\$ -	\$ (1,555,000)	\$ 1,565,000	\$ 1,565,000
Tax notes - 2018	18,820,000	-	(865,000)	17,955,000	905,000
Leases payable	49,251	-	(23,585)	25,666	23,687
Deferred amounts:					
For premiums	2,051,072	-	(136,738)	1,914,334	-
	<u>24,040,323</u>	<u>-</u>	<u>(2,580,323)</u>	<u>21,460,000</u>	<u>2,493,687</u>
Other liabilities:					
Net pension liability	10,460,057	1,642,234	-	12,102,291	-
Net OPEB liability	22,655,135	-	(1,023,800)	21,631,335	-
Compensated absences	536,436	381,167	(381,168)	536,435	303,566
	<u>57,691,951</u>	<u>2,023,401</u>	<u>(3,985,291)</u>	<u>55,730,061</u>	<u>2,797,253</u>
Total long-term liabilities					
	<u>\$ 57,691,951</u>	<u>\$ 2,023,401</u>	<u>\$ (3,985,291)</u>	<u>\$ 55,730,061</u>	<u>\$ 2,797,253</u>
	Balance September 1, <u>2022</u>	<u>Additions</u>	<u>Reductions</u>	Balance August 31, <u>2023</u>	<u>Current Portion</u>
Bonds, notes, and leases payable:					
General obligation refunding					
bonds - 2021	\$ 4,665,000	\$ -	\$ (1,545,000)	\$ 3,120,000	\$ 1,555,000
Tax notes - 2018	19,640,000	-	(820,000)	18,820,000	865,000
Leases payable	83,141	-	(33,890)	49,251	23,585
Deferred amounts:					
For premiums	2,187,810	-	(136,738)	2,051,072	-
	<u>26,575,951</u>	<u>-</u>	<u>(2,535,628)</u>	<u>24,040,323</u>	<u>2,443,585</u>
Other liabilities:					
Net pension liability	4,646,479	5,813,578	-	10,460,057	-
Net OPEB Liability	30,508,483	-	(7,853,348)	22,655,135	-
Compensated absences	506,807	367,714	(338,085)	536,436	357,850
	<u>62,237,720</u>	<u>6,181,292</u>	<u>(10,727,061)</u>	<u>57,691,951</u>	<u>2,801,435</u>
Total long-term liabilities					
	<u>\$ 62,237,720</u>	<u>\$ 6,181,292</u>	<u>\$ (10,727,061)</u>	<u>\$ 57,691,951</u>	<u>\$ 2,801,435</u>

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 9 - BONDS, NOTES, AND LEASES PAYABLE

General information related to bonds payable is summarized as follows:

Tax Notes, Series 2018

- To provide capital for additional construction and improvements around the campus.
- Issued August 15, 2018.
- Interest rates range from 3 percent to 5 percent.
- Due in semiannual installments each February 15 and August 15, with the first principal and interest payment being due February 15, 2019.
- Source of revenue for debt service - annual ad valorem taxes.
- Outstanding tax note payable of \$17,955,000 at August 31, 2024.

Limited Tax Refunding Bonds, Series 2021

- To advance refund \$4,665,000 of the Limited Tax Refunding, Series 2012 bonds and to pay the costs of issuing the bonds.
- Issued November 17, 2021.
- Original amount of issue - \$4,665,000, with all authorized bonds issued.
- Interest rate of 0.81 percent.
- Due in semiannual installments each February 15 and August 15, with interest payments beginning August 15, 2022 and principal payments beginning February 15, 2023, with the final installment due February 15, 2025.
- Source of revenue for debt service - annual ad valorem taxes.
- Outstanding bonds payable of \$1,565,000 at August 31, 2024.

Bond and Note Debt Service Requirements: The bonds and note debt service requirements for the next five years and five-year increments thereafter are as follows:

<u>Fiscal Year Ended August 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 2,470,000	\$ 881,463	\$ 3,351,463
2026	955,000	828,625	1,783,625
2027	1,005,000	779,625	1,784,625
2028	1,055,000	728,125	1,783,125
2029	1,110,000	674,000	1,784,000
2030-2034	6,460,000	2,456,250	8,916,250
2035-2039	6,465,000	666,875	7,131,875
Total	<u>\$ 19,520,000</u>	<u>\$ 7,014,963</u>	<u>\$ 26,534,963</u>

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 9 - BONDS, NOTES, AND LEASES PAYABLE (Continued)

Leases Payable: The College was a lessee for the acquisition and use of equipment which is recorded with capital assets. As of August 31, 2024 and 2023, the value of the equipment lease liabilities was \$25,666 and \$49,251, respectively. The College made principal and interest payments on the leases in fiscal years 2024 and 2023 for \$23,751 and \$34,166, respectively. The College will continue to make principal and interest payments on leases through the fiscal year 2026. The interest rates on the equipment that is leased ranges from 0.34 to 0.43 percent. The equipment is amortized based on the term of the lease agreement which is from 21 months to 60 months from the beginning of the fiscal year 2021. The value of the right-to-use assets for equipment for the fiscal year 2024 was \$117,500 and had accumulated amortization of \$90,802. The value of the right-to-use assets for equipment for the fiscal year 2023 was \$177,651 and had accumulated amortization of \$127,453.

The future principal and interest lease payments as of August 31, 2024 were as follows:

<u>Fiscal Year Ended August 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2025	\$ 23,687	\$ 64	\$ 23,751
2026	<u>1,979</u>	<u>1</u>	<u>1,980</u>
	<u>\$ 25,666</u>	<u>\$ 65</u>	<u>\$ 25,731</u>

Arbitrage Liability: The Tax Reform Act of 1986 instituted certain arbitrage consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years for applicable bond issues. Accordingly, there is a risk that if such calculations are not performed, or are not performed correctly, a substantial liability to the College could result. The College periodically engages an arbitrage consultant to perform the calculations in accordance with IRS rules and regulations and the arbitrage liability is adjusted accordingly.

NOTE 10 - EMPLOYEE RETIREMENT PLANS

The College's employees may participate in one of three retirement plans. Faculty, administrators, counselors, and librarians may enroll in either TRS or the Optional Retirement Plan (ORP). Secretarial and clerical employees participate in TRS and part-time employees not enrolled in either TRS or ORP participate in the Alvin Community College Money Purchase Plan (the "Money Purchase Plan"). The total payroll for all College employees was \$27,125,654 and \$25,203,357 for the fiscal years ended August 31, 2024 and 2023, respectively.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

Teacher Retirement System:

Plan Description: The College participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by TRS. It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. TRS's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in the State who are employed for one-half or more of the standard workload and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by TRS.

Pension Plan Fiduciary Net Position

Detailed information about TRS's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report that includes financial statements and Required Supplementary Information. That report may be obtained on the Internet at <https://www.trs.texas.gov/Pages/about/publications.aspx>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided: TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in the State. The pension formula is calculated using 2.3% (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit.

There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic postemployment benefit changes; including automatic cost-of-living adjustments (COLAs). Ad hoc postemployment benefit changes, including ad hoc COLAs, can be granted by the Texas Legislature as noted in the Plan Description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in the manner are determined by TRS's actuary.

Contributions: Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas Legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of TRS during the fiscal year.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

Employee contribution rates are set in state statute, Texas Government Code 825.402. Senate Bill 12 of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 through 2025.

Contribution Rates			
<u>Fiscal Year</u>	<u>State</u>	Public Education <u>Employer</u>	Active <u>Employee</u>
2022	7.75%	1.70%	8.00%
2023	8.00%	1.80%	8.00%
2024	8.25%	1.90%	8.25%
2025	8.25%	2.00%	8.25%

Contribution Rates			
		<u>2023</u>	<u>2024</u>
Member		8.00%	8.25%
NECE (State)		8.00%	8.25%
Employers		8.00%	8.25%

	Measurement <u>Year (2023)</u>	Fiscal <u>Year (2024)</u>
Employer contributions	\$ 905,639	\$ 1,037,495
Member contributions	\$ 850,311	\$ 907,830
NECE on-behalf contributions	\$ 673,962	\$ 829,868

Contributors to TRS include members, employers, and the State as the only nonemployer contributing entity (NECE). The State is the employer for senior colleges, medical schools, and state agencies, including TRS. In each respective role, the State contributes to TRS in accordance with state statutes and the General Appropriations Act (GAA).

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

As the NECE for public education and junior colleges, the State contributes to TRS an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of TRS during that fiscal year reduced by the amounts described below, which are paid by the employers. Employers (public schools, junior colleges, other entities, or the State as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from noneducational, and general or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to TRS an amount equal to 50% of the state contribution rate for certain instructional or administrative employees and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there is an additional surcharge an employer is subject to:

- All public schools, charter schools, and regional educational service centers must contribute 1.7% of the member's salary beginning in fiscal year 2022, gradually increasing to 2.0 % in fiscal year 2025.
- When employing a retiree of TRS, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions: The total pension liability (TPL) in the August 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Valuation date	August 31, 2022 rolled forward to August 31, 2023
Actuarial cost method	Individual entry age normal
Asset valuation method	Fair Value
Single discount rate	7.00%
Long-term expected investment rate of return	7.00%
Municipal bond rate	4.13% - The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index"
Inflation	2.30%
Salary increases, including inflation	2.95% to 8.95%, including inflation
Benefit changes during the year	None
Ad hoc postemployment benefit changes	None

(Continued)

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

The actuarial methods and assumptions used in the determination of the TPL are the same assumptions used in the actuarial valuation as of August 31, 2022. For a full description of these assumptions, please see the TRS actuarial valuation report dated November 12, 2022.

Discount Rate: A single discount rate of 7.00% was used to measure the TPL. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers, and the NECE will be made at the rates set by the Legislature during the 2019 session. It is assumed that future employer and state contributions will be 9.50% of payroll in fiscal year 2024 increasing to 9.56% in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the TRS's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the TPL.

The long-term rate of return on pension plan investments is 7.00%. The long-term expected rate of return on TRS investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

Best estimates of geometric real rates of return for each major asset class included in TRS's target asset allocation as of August 31, 2023 are summarized below:

Teacher Retirement System of Texas
Asset Allocation and Long-Term Expected Real Rate of Return
As of August 31, 2023

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Long-Term Expected Arithmetic Real Rate of Return (2)</u>	<u>Expected Contributions to Long-Term Portfolio Returns</u>
Global Equity			
U.S.	18.00%	4.60%	1.00%
Non-U.S. Developed	13.00%	4.50%	0.90%
Emerging Markets	9.00%	4.80%	70.00%
Private Equity	14.00%	7.00%	1.50%
Stable Value			
Government Bonds	16.00%	2.50%	50.00%
Absolute Return*	-	3.60%	-
Stable Value Hedge Funds	5.00%	4.10%	20.00%
Real Return			
Real Estate	15.00%	4.90%	1.10%
Energy, Natural Resources, and Infrastructure	6.00%	4.80%	0.40%
Commodities	-	4.40%	-
Risk Parity			
Risk Parity	8.00%	4.50%	40.00%
Leverage			
Cash	2.00%	3.70%	0.00%
Asset Allocation Leverage	<u>-6.00%</u>	<u>4.40%</u>	-0.10%
Inflation Expectation			2.30%
Volatility Drag(3)			<u>-0.90%</u>
Total	<u>100.00%</u>	<u>57.20%</u>	<u>8.00%</u>

*Absolute Return includes Credit Sensitive Investments

1. Target allocations are based on the FY2022 policy model.
2. Capital Market Assumptions come from Aon Hewitt (as of 08/31/2022).
3. The volatility drag results from the conversion between arithmetic and geometric mean returns.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

Discount Rate Sensitivity Analysis: The following table presents the net pension liability (NPL) of TRS using the discount rate of 7%, and what the NPL would be if it was calculated using a discount rate that is 1% point lower (6%) or 1% point higher (8%) than the current rate:

	1% Decrease in Discount Rate (6%)	Discount Rate (7%)	1% Increase in Discount Rate (8%)
College's proportionate share of the net pension liability	\$ 18,093,596	\$ 12,102,291	\$ 7,120,519

Pension Liability, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions:
At August 31, 2024, the College reported a liability of \$12,102,291 for its proportionate share of the TRS's NPL. This liability reflects a reduction for State pension support provided to the College. The amount recognized by the College as its proportionate share of the NPL, the related State support, and the total portion of the NPL that was associated with the College were as follows:

College's proportionate share of the collective net pension liability	\$ 12,102,291
State's proportionate share that is associated with the College	9,006,331
Total	\$ 21,108,622

The NPL was measured as of August 31, 2022 and rolled forward to August 31, 2023, and the TPL used to calculate the NPL was determined by an actuarial valuation as of that date. The College's proportion of the NPL was based on the College's contributions to TRS relative to the contributions of all employers to TRS for the period September 1, 2022 through August 31, 2023.

At August 31, 2024, the College's proportion of the collective NPL was .0176186%, which was a decrease of .0000006% from its proportion measured as of August 31, 2023.

Changes Since the Prior Actuarial Valuation: The actuarial assumptions and methods are the same as used in the determination of the prior year's NPL.

For the year ended August 31, 2024, the District recognized pension expense of \$1,359,878 and revenue of \$1,359,878 for support provided by the State.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

At August 31, 2024, the College reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual economic experience	\$ 431,209	\$ 146,546
Changes in actuarial assumptions	1,144,640	280,119
Net difference between projected and actual investment earnings	1,761,177	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	89,774	246,345
Contributions paid to TRS subsequent to the measurement date	<u>1,037,495</u>	<u>-</u>
Total	<u>\$ 4,464,295</u>	<u>\$ 673,010</u>

\$1,037,495 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the NPL for fiscal year August 31, 2025.

The net amounts of the College's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ended August 31</u>	<u>Pension Expense</u>
2025	\$ 586,769
2026	323,967
2027	1,402,737
2028	395,568
2029	44,749
Thereafter	<u>-</u>
Total	<u>\$ 2,753,790</u>

Optional Retirement Plan:

Plan Description: The State has also established an ORP for institutions of higher education. Participation in an ORP is in lieu of participation in TRS. The ORP provides for the purchase of annuity contracts and operates under the provisions of Texas Constitution, Article XVI, Sec. 67 and Texas Government Code, Title 8, Subtitle C.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 10 - EMPLOYEE RETIREMENT PLANS (Continued)

Funding Policy: Contribution requirements are not actuarially determined but are established and amended by the Legislature. The percentage of participant salaries contributed by the State and each participant was 6.6% of annual compensation in fiscal years 2024 and 2023. The College also made additional contributions of 0.9% of annual compensation in fiscal years 2024 and 2023 for employees who were employed after September 1, 1995. For employees who were employed as of September 1, 1995, the College contributed 1.9% for fiscal years 2024 and 2023 of annual compensation. Benefits are fully vested after one year plus one day of employment. Because these are individual annuity contracts, neither the State nor the College has an additional or unfunded liability for this program. Senate Bill 1812, effective September 1, 2013, limits the amount of the State's contribution to 50 percent of eligible employees in the reporting district.

The ORP retirement expense to the State for the College was \$93,253, \$100,200 and \$110,000 for fiscal years 2024, 2023, and 2022, respectively. These amounts represent the portion of expended appropriations made by the Legislature on behalf of the College.

The total payroll for all College employees was \$27,132,654, \$25,203,357 and \$24,093,508 for fiscal years 2024, 2023, and 2022, respectively. The total payroll of employees covered by the ORP was \$2,825,839, \$3,036,379, \$3,333,331 for fiscal years 2024, 2023, and 2022, respectively.

Alvin Community College Money Purchase Plan:

The Money Purchase Plan is a defined contribution plan created in accordance with the Internal Revenue Code Section 401(a) and is available to eligible, part-time employees of the College. Under the Money Purchase Plan, employees may contribute 6.2% of their total gross earnings and the College contributes 1.3% of the participant's total gross earnings. Benefits are immediately vested. The total payroll of employees covered by the Money Purchase Plan was \$1,706,245, and \$1,575,492 for the years ended August 31, 2024 and 2023, respectively.

Contributions made by the College during the years ended August 31, 2024 and 2023 were approximately \$22,181 and \$20,481, respectively.

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NOTE 11 - POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

Employees Retirement System of Texas:

Plan Description: The College participates in a cost-sharing, multiple-employer, OPEB plan with a special funding situation. The GBP is administered by the Employees Retirement System of Texas (ERS). The GBP provides certain postemployment health care, life, and dental insurance benefits to retired employees of participating universities, community colleges, and State agencies in accordance with Chapter 1551, Texas Insurance Code. Almost all employees may become eligible for those benefits if they reach normal retirement age while working for the State and retire with at least 10 years of service to eligible entities. Surviving spouses and dependents of these retirees are also covered. Benefit and contribution provisions of the GBP are authorized by State law and may be amended by the Legislature.

OPEB Plan Fiduciary Net Position: Detailed information about the GBP's fiduciary net position is available in the separately issued ERS Annual Comprehensive Financial Report that includes financial statements, notes to the financial statements, and Required Supplementary Information. That report may be obtained on the Internet at [https://ers.texas.gov/About-ERS/Reports-and-Studies/ Reports - on - Overall - ERS - Operations - and -Financial -Management](https://ers.texas.gov/About-ERS/Reports-and-Studies/Reports-on-Overall-ERS-Operations-and-Financial-Management); by writing to ERS at 200 East 18th Street, Austin, TX 78701; or by calling (877) 275-4377. The fiduciary net position of GBP has been determined using the same basis used by the OPEB plan.

Benefits Provided: Retiree health benefits offered through the GBP are available to most State retirees and their eligible dependents. Participants need at least 10 years of service credit with an agency or institution that participates in the GBP to be eligible for GBP retiree insurance. The GBP provides self-funded group health (medical and prescription drug) benefits for eligible retirees under HealthSelect. The GBP also provides a fully insured medical benefit option for Medicare-primary participants under the HealthSelect Medicare Advantage Plan and life insurance benefits to eligible retirees via a minimum premium funding arrangement. The authority under which the obligations of the GBP members and employers are established and/or may be amended is Chapter 1551, Texas Insurance Code.

Contributions: Section 1551.055 of Chapter 1551, Texas Insurance Code, provides that contribution requirements of GBP members and the participating employers are established and may be amended by the ERS Board of Trustees (the "ERS Board"). The employer and member contribution rates are determined annually by the ERS Board based on the recommendations of ERS staff and its consulting actuary. The contribution rates are determined based on (i) the benefit and administrative costs expected to be incurred, (ii) the funds appropriated, and (iii) the funding policy established by the Legislature in connection with benefits provided through the GBP. The Board revises benefits when necessary to match expected benefit and administrative costs with the revenue expected to be generated by the appropriated funds.

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 11 - POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

The following table summarizes the maximum monthly employer contribution toward eligible retirees' health and basic life premiums. Retirees pay any premium over and above the employer contribution. The College does not contribute toward dental or optional life insurance. Surviving spouses and their dependents do not receive any employer contribution. As the NECE, the State pays part of the premiums for the junior and community colleges.

Maximum Monthly Employer Contribution Fiscal Year 2024	
Retiree Only	\$ 625
Retiree and Spouse	\$ 1,341
Retiree and Children	\$ 1,104
Retiree and Family	\$ 1,820

Contributions of premiums to the GBP for the current and prior fiscal year by source are summarized in the following table:

	Premium Contributions by Source Group Benefits Program Plan For the Years Ended August 31,	
	<u>2024</u>	<u>2023</u>
Employer contributions	\$ 801,018,586	\$ 699,999,453
Member contributions	181,951,869	190,659,955
NECE on-behalf contributions	<u>42,250,455</u>	<u>36,750,724</u>
Total	<u>\$1,025,220,910</u>	<u>\$ 927,410,132</u>

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 11 - POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

Actuarial Assumptions: The total OPEB liability was determined by an actuarial valuation as of August 31, 2023 using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	August 31, 2023
Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Asset valuation method	Not applicable
Inflation	2.30%
Healthcare cost trend rates:	
Medical (HealthSelect)	5.60% for FY2025, 5.30% for FY2026, 5.00% for FY2027, 4.75% for FY2028, 4.60% for FY2029, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2032 and later years.
Medicare (HealthSelect Medicare Advantage)	16.40% for FY2025, 8.40% for FY2026, 5.00% for FY2027, 4.75% for FY2028, 4.60% for FY2029, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2032 and later years.
Pharmacy	10.00% for FY2025 and FY2026, decreasing 100 basis points per year to 5.00% for FY2031 and 4.30% for FY2032 and later years.
Salary increases	2.30% to 8.95%, including inflation
Discount rate	3.81%
Aggregate payroll growth	2.70%
Retirement age	Experience-based tables of rates that are specific to the class of employee.

Many of the actuarial assumptions used in this valuation were based on the results of actuarial experience studies performed by the ERS and TRS retirement plan actuaries for the period September 1, 2022, through August 31, 2023 for higher education members.

Investment Policy: The GBP is a pay-as-you-go plan and does not accumulate funds in advance of retirement. The ERS Board adopted the amendment to the investment policy in August 2017 to require that all funds in the GBP be invested in short-term fixed income securities and specify that the expected rate of return on these investments is 2.4 percent.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 11 - POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

Discount Rate: Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the total OPEB liability is the municipal bonds rate. The discount rate used to determine the total OPEB liability as of the beginning of the measurement year was 3.59 percent. The discount rate used to measure the total OPEB liability as of the end of the measurement year was 3.81 percent, which amounted to an increase of 0.22 percent. The source of the municipal bond rate was the Bond Buyer Index of general obligation bonds with 20 years to maturity and mixed credit quality. The bond's average credit quality is roughly equivalent to Moody's Investors Service's 'Aa2' rating and Standard & Poor's 'AA' rating. Projected cash flows into the GBP are equal to projected benefit payments out of the GBP. Because the GBP operates on a pay-as-you-go basis and is not intended to accumulate assets, there is no long-term expected rate of return on GBP assets and, therefore, the years of projected benefit payments to which the long-term expected rate of return is applicable is zero years.

Discount Rate Sensitivity Analysis: The following schedule shows the impact on the College's proportionate share of the collective net OPEB liability if the discount rate used was 1 percent less than and 1 percent greater than the discount rate that was used in measuring the net OPEB Liability.

	1% Decrease in Discount Rate (2.81%)	Discount Rate (3.81%)	1% Increase in Discount Rate (4.81%)
College's proportionate share of the net OPEB liability	\$ 25,100,057	\$ 21,631,335	\$ 18,841,353

Healthcare Trend Rate Sensitivity Analysis: The initial healthcare trend rate is 5.60 percent and the ultimate rate is 4.30 percent. The following schedule shows the impact on the College's proportionate share of the collective net OPEB liability if the healthcare cost trend rate used was 1 percent less than and 1 percent greater than the healthcare cost trend rate that was used in measuring the net OPEB Liability.

	1% Decrease in Healthcare Cost Trend Rate	Current Healthcare Cost Trend Rate	1% Increase in Healthcare Cost Trend Rate
College's proportionate share of the net OPEB liability	\$ 18,605,954	\$ 21,631,335	\$ 25,473,583

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 11 - POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

OPEB Liability: At August 31, 2024, the College reported a liability of \$21,631,335 for its proportionate share of the GBP's net OPEB liability. This liability reflects a reduction for State support provided to the College for OPEB. The amount recognized by the College as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the College were as follows:

College's proportionate share of the collective net OPEB liability	\$ 21,631,335
State's proportionate share that is associated with the College	<u>17,097,798</u>
Total	<u><u>\$ 38,729,133</u></u>

The net OPEB liability was measured as of August 31, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The College's proportion of the net OPEB liability was based on the College's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2022 through August 31, 2023.

At the measurement date of August 31, 2023, the College's proportion of the collective net OPEB liability was .08096308%, which was a decrease of .00143498% compared to the proportion measured as of August 31, 2022.

For the fiscal year ended August 31, 2024, the College recognized OPEB expense of \$1,963,665 and revenue of \$1,963,665 for support provided by the State.

Changes Since the Prior Actuarial Valuation: The following were changes to the actuarial assumptions or other inputs that affected measurement of the total OPEB liability since the prior measurement period:

- Percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- Proportion of future retirees assumed to cover dependent children.
- Proportion of future retirees assumed to elect health coverage at retirement and the proportion of future retirees expected to receive the opt-out credit at retirement.
- Annual rate of increase in the Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act.
- Assumed per capita health benefit costs and health benefit cost and retiree contribution trends have been updated since the previous valuation to reflect recent health plan experience and its effects on short-term expectations.
- The discount rate was changed from 3.59% to 3.81% as a result of requirements by GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pensions, to reflect the yield or index rate for 20-year, tax exempt general obligation municipal bonds rated 'AA/Aa' (or equivalent) or higher in effect on the measurement date.

There were no changes in benefit terms since the prior measurement date.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 11 - POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

At August 31, 2024, the College reported its proportionate share of the GBP's collective deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual investment earnings	\$ 1,747	\$ -
Changes in assumptions	721,598	6,755,754
Difference between expected and actual experience	-	572,160
Effect of change in proportion and contributions difference	3,958,478	224,291
Contributions paid to GBP subsequent to the measurement date	<u>2,410,145</u>	<u>-</u>
 Total	 <u>\$ 7,091,968</u>	 <u>\$ 7,552,205</u>

The net amounts of the College's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ended August 31</u>	<u>OPEB Expense</u>
2025	\$ (196,126)
2026	(768,368)
2027	(1,147,803)
2028	(751,742)
2029	(6,343)
Thereafter	<u>-</u>
 Total	 <u>\$ (2,870,382)</u>

NOTE 12 - COMPENSATED ABSENCES

Compensated absences represent the liability associated with vacation benefits and compensatory time earned but not yet taken by employees of the College. The expense associated with vacation benefits and compensatory time benefits earned is recognized in the periods in which the associated employee services are rendered. Full-time employees earn annual leave at the rate of eight hours per month (September through May). No employee may accrue more than 192 hours of vacation benefits and, upon termination, an employee is paid for vacation benefits and accrued compensatory time (if compensatory time is applicable). As of August 31, 2024 and 2023, the College had an accrued vacation and compensated time liability of \$536,435 and \$536,436, respectively.

Sick leave is earned at the rate of ten hours per month with a limit of 720 hours. It is paid to an employee who misses work because of illness. Unused accrued sick leave is forfeited upon termination of employment with the College. Therefore, no accrued liability has been recorded for sick leave.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 13 - CONTRACT AND GRANT AWARDS

Contract and grant awards are accounted for in accordance with the requirements of accounting principles generally accepted in the United States of America. Revenues are recognized on Exhibit 2 and Schedule A. Contract and grant awards for which funds are expended, but not collected, are reported as receivables on Exhibit 1. Contract and grant awards that are not yet funded and for which the College has not yet performed services are not included in the basic financial statements. Contract and grant award funds already committed, e.g., multi-year awards, or funds awarded during fiscal years 2024 and 2023 for which monies have not been received nor funds expended totaled \$4,480,819 and \$4,835,734, respectively, all of which were from Federal contract and grant awards for fiscal years 2024 and 2023.

NOTE 14 - PROPERTY TAXES

The College's ad valorem property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the tax area of the College. Property taxes are recorded on the accrual basis of accounting.

At August 31:

	<u>2024</u>	<u>2023</u>
Assessed valuation of the tax district	\$21,995,376,963	\$18,599,509,306
Less exemptions	<u>(2,541,526,464)</u>	<u>(2,128,876,260)</u>
Net Assessed Valuation of the Tax District	<u>\$19,453,850,499</u>	<u>\$16,470,633,046</u>

	<u>Maintenance & Operations</u>	<u>Debt Service</u>	<u>Total</u>
For fiscal year 2024:			
Tax rate per \$100 valuation authorized	\$ 0.500000	\$ 0.500000	\$ 1.000000
Tax rate per \$100 valuation assessed	\$ 0.143398	\$ 0.007866	\$ 0.151264
For fiscal year 2023:			
Tax rate per \$100 valuation authorized	\$ 0.500000	\$ 0.500000	\$ 1.000000
Tax rate per \$100 valuation assessed	\$ 0.154314	\$ 0.009831	\$ 0.164145

Taxes levied for the years ended August 31, 2024 and 2023 were \$30,031,837 and \$27,037,546, respectively. Taxes are due upon receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

Under GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions, ad valorem taxes are imposed nonexchange revenue. Assets from imposed nonexchange transactions are recorded when the entity has an enforceable legal claim to the assets or when the entity receives resources, whichever comes first. The enforceable legal claim date for ad valorem taxes is the assessment date. Accordingly, the College has recognized all assessed taxes and recorded a receivable for uncollected taxes.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 14 - PROPERTY TAXES (Continued)

For the year ended August 31, 2024:

	<u>Maintenance & Operations</u>	<u>Debt Service</u>	<u>Total</u>
Taxes collected:			
Current taxes collected	\$ 28,431,874	\$ 1,517,900	\$ 29,949,774
Delinquent taxes collected	-	34,807	34,807
Penalties and interest collected	-	9,851	9,851
	<hr/>	<hr/>	<hr/>
Total Taxes Collected	<u>\$ 28,431,874</u>	<u>\$ 1,562,558</u>	<u>\$ 29,994,432</u>

For the year ended August 31, 2023:

	<u>Maintenance & Operations</u>	<u>Debt Service</u>	<u>Total</u>
Taxes collected:			
Current taxes collected	\$ 25,181,906	\$ 1,601,400	\$ 26,783,306
Delinquent taxes collected	193,702	10,473	204,175
Penalties and interest collected	147,411	13,626	161,037
	<hr/>	<hr/>	<hr/>
Total Taxes Collected	<u>\$ 25,523,019</u>	<u>\$ 1,625,499</u>	<u>\$ 27,148,518</u>

Tax collections for both years ended August 31, 2024 and 2023 were 99 percent of the current tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted to maintenance and operations and debt service.

NOTE 15 - CONTINGENT LIABILITIES

Legal Matters: The College is involved in various legal proceedings arising from its operations. While the ultimate liability with respect to litigation against the College cannot be reasonably estimated at this time, management of the College believes that the outcome of these proceedings, individually and in the aggregate, will have no material effect on the College's financial position.

State and Federally Assisted Programs: The College participates in a number of State and Federally assisted programs. These programs are subject to program compliance audits by the grantors or their representatives. Accordingly, the College's compliance with applicable grant requirements will be finally determined at some future date. The amount of expenses, if any, which may be disallowed by the grantor agencies cannot be determined at this time, although management of the College expects such amounts, if any, to be immaterial.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 16 - RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the College maintains general liability insurance through a commercial insurance company. Workers' compensation coverage is obtained through the Deep East Texas Self-Insurance Fund program. This interlocal agreement permits public entities to enter into agreements with other public entities in the interest of cooperatively sharing resources for their mutual benefit. The College has no additional risk beyond the amount of the monthly premiums. The College has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts for the past three years.

NOTE 17 - ALVIN COMMUNITY COLLEGE FOUNDATION

The Foundation is a separate nonprofit organization, with the sole purpose of supporting the educational and other activities of the College. The Foundation remitted restricted and unrestricted funds of \$276,840 and \$171,196 to the College for the years ended August 31, 2024 and 2023, respectively. The College furnished certain services, such as office space and supplies, to the Foundation during the years ended August 31, 2024 and 2023. The costs of these services were not significant to the College.

NOTE 18 - ALVIN COMMUNITY COLLEGE FOUNDATION NET ASSETS WITH DONOR RESTRICTIONS

At August 31, 2024 and 2023, the Foundation's net assets with donor restrictions consisted of the following:

	<u>2024</u>	<u>2023</u>
Fundraisers	\$ 8,090	\$ 37,626
Adopt-a-grant	29,760	64,058
Athletics	150	4,908
Scholarships and awards	2,252,658	1,834,963
Endowments:		
Perpetual in nature	1,312,374	1,312,374
Accumulated unspent earnings for scholarships and awards	<u>1,305,616</u>	<u>948,416</u>
	<u>2,617,990</u>	<u>2,260,790</u>
Total	<u>\$ 4,908,648</u>	<u>\$ 4,202,345</u>

The endowment funds are invested and managed with interest and dividends used to perpetually fund the scholarship or program requested by the donor. An endowment can be established with a gift of \$20,000 or more. Each endowed scholarship bears the name designated by the donor. The Foundation adopted investment and spending policies based on the requirements of UPMIFA. As a result of the Foundation's interpretation of UPMIFA, and in accordance with donor restrictions, contributions to the endowment funds are classified as net assets with donor restrictions.

(Continued)

ALVIN COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
For the years ended August 31, 2024 and 2023

NOTE 18 - ALVIN COMMUNITY COLLEGE FOUNDATION NET ASSETS WITH DONOR RESTRICTIONS (Continued)

Changes in endowment net assets for the fiscal year ended August 31, 2024 and 2023, consisted of the following:

	<u>2024</u>	<u>2023</u>
Endowment net assets, beginning of the year	\$ 2,260,790	\$ 2,096,405
Change in fair value of investments and investment income	392,687	192,512
Appropriation of endowment assets for expenditures	<u>(35,487)</u>	<u>(28,127)</u>
	<u>\$ 2,617,990</u>	<u>\$ 2,260,790</u>

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor requires the Foundation to retain as a fund of perpetual donation. There were no deficiencies of this nature in endowments for the fiscal year ended August 31, 2024 and 2023.

REQUIRED SUPPLEMENTARY INFORMATION

ALVIN COMMUNITY COLLEGE
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS (TRS)
For the Year Ended August 31, 2024

	Measurement Year									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
College's proportion of the net pension liability (asset)	0.0176186%	0.0176192%	0.0182455%	0.0183992%	0.0184612%	0.0173543%	0.0180199%	0.0174550%	0.0179298%	0.0192277%
College's proportionate share of the net pension liability (asset)	\$ 12,102,291	\$ 10,460,057	\$ 4,646,479	\$ 9,854,249	\$ 9,596,705	\$ 9,552,204	\$ 5,761,792	\$ 6,596,001	\$ 6,337,945	\$ 5,135,984
State's proportionate share of the net pension liability (asset) associated with the College	<u>9,006,331</u>	<u>7,748,918</u>	<u>3,337,189</u>	<u>7,082,185</u>	<u>6,493,802</u>	<u>6,638,482</u>	<u>3,445,635</u>	<u>4,058,819</u>	<u>4,361,258</u>	<u>3,574,251</u>
Total	<u>\$ 21,108,622</u>	<u>\$ 18,208,975</u>	<u>\$ 7,983,668</u>	<u>\$ 16,936,434</u>	<u>\$ 16,090,507</u>	<u>\$ 16,190,686</u>	<u>\$ 9,207,427</u>	<u>\$ 10,654,820</u>	<u>\$ 10,699,203</u>	<u>\$ 8,710,235</u>
College's covered payroll	\$ 19,595,824	\$ 18,331,424	\$ 17,674,157	\$ 17,416,095	\$ 15,879,248	\$ 14,693,013	\$ 13,845,409	\$ 13,103,730	\$ 13,147,582	\$ 12,097,591
College's proportionate share of the net pension liability as a percentage of its covered payroll	61.76%	57.06%	26.29%	56.58%	60.44%	65.01%	41.62%	50.34%	48.21%	42.45%
Plan fiduciary net position as a percentage of the total pension liability (asset)	73.15%	75.62%	88.79%	75.54%	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

Notes to Required Supplementary Information:

1. Changes in Assumptions: The discount rate remains the same at 7.00% as of August 31, 2022 and as of August 31, 2023.
2. Changes in Benefits: There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

ALVIN COMMUNITY COLLEGE
SCHEDULE OF COLLEGE CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS (TRS)
For the Year Ended August 31, 2024

	Fiscal Year									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 1,037,495	\$ 897,935	\$ 819,820	\$ 780,823	\$ 763,820	\$ 763,820	\$ 633,412	\$ 580,282	\$ 589,585	\$ 554,591
Contributions in relation to the contractually required contribution	<u>1,037,495</u>	<u>897,935</u>	<u>819,820</u>	<u>780,823</u>	<u>763,820</u>	<u>763,820</u>	<u>633,412</u>	<u>580,282</u>	<u>589,585</u>	<u>554,591</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered payroll	\$ 18,863,466	\$ 19,595,824	\$ 18,331,424	\$ 17,674,157	\$ 17,416,095	\$ 17,416,095	\$ 15,879,248	\$ 14,693,013	\$ 13,845,409	\$ 13,103,730
Contributions as a percentage of covered payroll	5.50%	4.58%	4.47%	4.42%	4.39%	4.39%	3.99%	3.95%	4.26%	4.23%

ALVIN COMMUNITY COLLEGE
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
EMPLOYEES RETIREMENT SYSTEM OF TEXAS (ERS)
For the Year Ended August 31, 2024

	Measurement Year*						
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
College's proportion of the net OPEB liability (asset)	0.0809631%	0.0795281%	0.0850399%	0.0865474%	0.0778168%	0.0800138%	0.0823892%
College's proportionate share of the net OPEB liability (asset)	\$ 21,631,335	\$ 22,655,135	\$ 30,508,485	\$ 28,599,260	\$ 26,895,554	\$ 23,714,289	\$ 28,072,469
State's proportionate share of the net OPEB liability (asset) associated with the College	<u>17,097,798</u>	<u>18,171,438</u>	<u>20,608,217</u>	<u>18,977,820</u>	<u>20,783,555</u>	<u>17,463,813</u>	<u>19,717,014</u>
Total	<u>\$ 38,729,133</u>	<u>\$ 40,826,573</u>	<u>\$ 51,116,702</u>	<u>\$ 47,577,080</u>	<u>\$ 47,679,109</u>	<u>\$ 41,178,102</u>	<u>\$ 47,789,483</u>
College's covered payroll	\$ 25,203,357	\$ 24,093,508	\$ 18,385,556	\$ 18,403,129	\$ 17,769,223	\$ 17,378,476	\$ 15,866,657
College's proportionate share of the net OPEB liability as a percentage of its covered payroll	85.83%	94.03%	165.94%	155.40%	151.36%	136.46%	176.93%
Plan fiduciary net position as a percentage of the total OPEB liability	0.63%	0.57%	0.38%	0.32%	0.17%	1.27%	2.04%

* Only seven years' worth of information is currently available.

Notes to Required Supplementary Information:

- Changes in assumptions for the measurement year ended August 31, 2023 include (a) discount rate increased from 3.59% to 3.81%, (b) percentage of current retirees and their spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and their spouses who will elect to participate in the plan at the earliest date at which coverage can commence, (c) proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement, (d) demographic assumptions (including rates of retirement, disability, termination, and mortality, and assumed salary increases) for Higher Education members, (e) proportion of future retirees assumed to cover dependent children, (f) the Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act and (g) assumptions for Assumed Per Capita Health Benefit Costs and Health Benefit Cost and Retiree Contribution trends.
- Changes in benefits: There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.
- Benefit payments include expenses directly related to the payment of benefits and are net of member contributions and federal revenues.

ALVIN COMMUNITY COLLEGE
SCHEDULE OF COLLEGE CONTRIBUTIONS
EMPLOYEES RETIREMENT SYSTEM OF TEXAS (ERS)
For the Year Ended August 31, 2024

	Fiscal Year*							
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Statutorily or contractually required College contributions	\$ 2,410,145	\$ 2,412,119	\$ 2,193,930	\$ 2,554,252	\$ 2,454,201	\$ 2,345,186	\$ 2,324,369	\$ 771,844
Contributions recognized by OPEB in relation to statutorily or contractually required contributions	<u>2,410,145</u>	<u>2,412,119</u>	<u>2,193,930</u>	<u>2,554,252</u>	<u>2,454,201</u>	<u>2,345,186</u>	<u>2,324,369</u>	<u>771,844</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered payroll	\$ 27,125,654	\$ 25,203,357	\$ 24,093,508	\$ 18,385,556	\$ 18,403,129	\$ 17,769,223	\$ 17,378,476	\$ 15,866,657
Contributions as a percentage of covered payroll	8.89%	9.57%	9.11%	13.89%	13.34%	13.20%	13.37%	4.86%

* Only eight years' worth of information is currently available.

SUPPLEMENTAL SCHEDULES

ALVIN COMMUNITY COLLEGE
SCHEDULE OF OPERATING REVENUES - SCHEDULE A
For the Year Ended August 31, 2024 and 2023

	2024					2023				
	Educational Activities			Auxiliary		Educational Activities			Auxiliary	
	Unrestricted	Restricted	Total	Enterprises	Total	Unrestricted	Restricted	Total	Enterprises	Total
Tuition										
State funded courses:										
In-district resident tuition	\$ 2,500,709	\$ -	\$ 2,500,709	\$ -	\$ 2,500,709	\$ 2,104,195	\$ -	\$ 2,104,195	\$ -	\$ 2,104,195
Out-of-district resident tuition	5,160,834	-	5,160,834	-	5,160,834	4,294,738	-	4,294,738	-	4,294,738
TPEG - credit (set aside) *	207,311	-	207,311	-	207,311	197,367	-	197,367	-	197,367
Nonresident tuition	319,754	-	319,754	-	319,754	298,312	-	298,312	-	298,312
State funded continuing education	571,298	-	571,298	-	571,298	463,858	-	463,858	-	463,858
TPEG - noncredit (set aside) *	33,186	-	33,186	-	33,186	27,500	-	27,500	-	27,500
Nonstate funded continuing education	45,487	-	45,487	-	45,487	36,124	-	36,124	-	36,124
Total tuition	8,838,579	-	8,838,579	-	8,838,579	7,422,094	-	7,422,094	-	7,422,094
Fees										
General fees	1,735,376	-	1,735,376	-	1,735,376	1,419,523	-	1,419,523	-	1,419,523
Student service fees	-	-	-	217,079	217,079	-	-	-	215,668	215,668
Laboratory fees	747	-	747	-	747	215,593	-	215,593	-	215,593
Building use fees	457,647	-	457,647	-	457,647	415,874	-	415,874	-	415,874
Technology fees	867,390	-	867,390	-	867,390	741,253	-	741,253	-	741,253
Security fees	-	-	-	284,699	284,699	-	-	-	221,622	221,622
Other fees	180	-	180	-	180	585	-	585	-	585
Total fees	3,061,340	-	3,061,340	501,778	3,563,118	2,792,828	-	2,792,828	437,290	3,230,118
Scholarship allowances and discounts										
Remissions and exemptions - State	(1,983,882)	-	(1,983,882)	-	(1,983,882)	(1,300,471)	-	(1,300,471)	-	(1,300,471)
Remissions and exemptions - local	-	-	-	(6,584)	(6,584)	-	-	-	(4,664)	(4,664)
TPEG allowances	(240,498)	-	(240,498)	-	(240,498)	(224,867)	-	(224,867)	-	(224,867)
Federal grants to students	(2,226,261)	-	(2,226,261)	-	(2,226,261)	(1,911,954)	-	(1,911,954)	-	(1,911,954)
Other	(482,865)	-	(482,865)	-	(482,865)	(264,710)	-	(264,710)	-	(264,710)
Total scholarship allowances and discounts	(4,933,506)	-	(4,933,506)	(6,584)	(4,940,090)	(3,702,002)	-	(3,702,002)	(4,664)	(3,706,666)
Total net tuition and fees	6,966,413	-	6,966,413	495,194	7,461,607	6,512,920	-	6,512,920	432,626	6,945,546

(Continued)

ALVIN COMMUNITY COLLEGE
SCHEDULE OF OPERATING REVENUES - SCHEDULE A
For the Year Ended August 31, 2024 and 2023

	2024					2023				
	Educational Activities			Auxiliary		Educational Activities			Auxiliary	
	Unrestricted	Restricted	Total	Enterprises	Total	Unrestricted	Restricted	Total	Enterprises	Total
Other operating revenues										
Federal grants and contracts	\$ -	\$ 938,629	\$ 938,629	\$ -	\$ 938,629	\$ -	\$ 830,502	\$ 830,502	\$ -	\$ 830,502
State grants and contracts	-	1,132,534	1,132,534	-	1,132,534	-	839,950	839,950	-	839,950
Total other operating revenues	-	2,071,163	2,071,163	-	2,071,163	-	1,670,452	1,670,452	-	1,670,452
Auxiliary enterprises										
Bookstore	-	-	-	1,850,275	1,850,275	-	-	-	1,559,427	1,559,427
Scholarships allowances and discounts	-	-	-	(136,863)	(136,863)	-	-	-	(137,423)	(137,423)
Net bookstore	-	-	-	1,713,412	1,713,412	-	-	-	1,422,004	1,422,004
Child care center	-	-	-	385,464	385,464	-	-	-	351,587	351,587
Food services	-	-	-	9,410	9,410	-	-	-	5,068	5,068
Fitness center	-	-	-	19,811	19,811	-	-	-	14,222	14,222
Total net auxiliary enterprises	-	-	-	2,128,097	2,128,097	-	-	-	1,792,881	1,792,881
Total operating revenues (Exhibit 2)	<u>\$ 6,966,413</u>	<u>\$ 2,071,163</u>	<u>\$ 9,037,576</u>	<u>\$ 2,623,291</u>	<u>\$ 11,660,867</u>	<u>\$ 6,512,920</u>	<u>\$ 1,670,452</u>	<u>\$ 8,183,372</u>	<u>\$ 2,225,507</u>	<u>\$ 10,408,879</u>

* In accordance with Texas Education Code 56.033, \$240,498 and \$224,867 of tuition was set aside for Texas Public Education Grants (TPEG) during fiscal years 2024 and 2023, respectively.

ALVIN COMMUNITY COLLEGE
SCHEDULE OF OPERATING EXPENSES BY OBJECT - SCHEDULE B
For the Year Ended August 31, 2024 and 2023

	2024					2023				
	Educational Activities			Other Expenses	Total	Educational Activities			Other Expenses	Total
	Salaries and Wages	Benefits State Local				Salaries and Wages	Benefits State Local			
Unrestricted - educational activities										
Instruction	\$ 13,264,379	\$ -	\$ 2,046,922	\$ 1,141,588	\$ 16,452,889	\$ 12,483,277	\$ -	\$ 2,096,171	\$ 865,985	\$ 15,445,433
Public service	14,963	-	2,309	59,512	76,784	17,661	-	3,285	45,322	66,268
Academic support	4,431,775	-	683,899	4,005,221	9,120,895	3,983,978	-	668,932	3,158,981	7,811,891
Student services	2,605,030	-	402,001	702,802	3,709,833	2,492,910	-	418,573	722,087	3,633,570
Institutional support	4,169,243	-	643,386	5,057,521	9,870,150	3,762,100	-	644,347	3,010,479	7,416,926
Operation and maintenance of plant	1,339,752	-	389,375	2,702,332	4,431,459	1,222,292	-	358,751	911,296	2,492,339
Total unrestricted - educational activities	25,825,142	-	4,167,892	13,668,976	43,662,010	23,962,218	-	4,190,059	8,714,150	36,866,427
Restricted - educational activities										
Instruction	323,115	3,186,393	31,847	620,897	4,162,252	187,938	1,739,972	38,965	357,624	2,324,499
Public service	-	3,595	-	-	3,595	-	2,462	-	-	2,462
Academic support	224,579	1,064,609	71,013	179,499	1,539,700	276,568	555,304	53,376	181,888	1,067,136
Student services	79,266	625,785	-	3,859	708,910	115,685	347,472	-	5,000	468,157
Institutional support	-	1,001,543	-	27,679	1,029,222	-	524,378	-	220,680	745,058
Scholarships and fellowships	-	-	-	5,374,468	5,374,468	-	-	-	4,359,867	4,359,867
Total restricted educational activities	626,960	5,881,925	102,860	6,206,402	12,818,147	580,191	3,169,588	92,341	5,125,059	8,967,179
Total educational activities	26,452,102	5,881,925	4,270,752	19,875,378	56,480,157	24,542,409	3,169,588	4,282,400	13,839,209	45,833,606
Auxiliary enterprises	764,056	-	482,205	1,501,874	2,748,135	732,799	-	187,590	1,569,847	2,490,236
Depreciation expense - buildings and other real estate improvements	-	-	-	1,190,821	1,190,821	-	-	-	910,150	910,150
Depreciation expense - equipment and furniture	-	-	-	568,484	568,484	-	-	-	525,092	525,092
Amortization expense of right-to-use assets	-	-	-	23,500	23,500	-	-	-	33,871	33,871
Total Operating Expenses	\$ 27,216,158	\$ 5,881,925	\$ 4,752,957	\$ 23,160,057	\$ 61,011,097	\$ 25,275,208	\$ 3,169,588	\$ 4,469,990	\$ 16,878,169	\$ 49,792,955

ALVIN COMMUNITY COLLEGE
SCHEDULE OF NONOPERATING REVENUES AND EXPENSES - SCHEDULE C
For the Year Ended August 31, 2024 and 2023

	2024				2023			
	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>Total</u>
Nonoperating revenues								
State appropriations:								
Education and general State support	\$ 10,005,709	\$ -	\$ -	\$ 10,005,709	\$ 7,587,621	\$ -	\$ -	\$ 7,587,621
State group insurance	-	1,877,604	-	1,877,604	-	1,880,856	-	1,880,856
State retirement matching	-	4,191,822	-	4,191,822	-	2,881,206	-	2,881,206
Total state appropriations	10,005,709	6,069,426	-	16,075,135	7,587,621	4,762,062	-	12,349,683
Taxes for maintenance and operations	28,431,874	-	-	28,431,874	25,523,019	-	-	25,523,019
Taxes for debt service	-	1,562,558	-	1,562,558	-	1,625,499	-	1,625,499
Federal revenue, nonoperating	-	6,960,234	-	6,960,234	-	5,776,456	-	5,776,456
Investment income	1,132,759	39,797	80,735	1,253,291	686,832	519,751	88,354	1,294,937
Other nonoperating revenues	452,192	-	-	452,192	536,896	-	-	536,896
Total nonoperating revenues	40,022,534	14,632,015	80,735	54,735,284	34,334,368	12,683,768	88,354	47,106,490
Nonoperating expenses								
Interest and fiscal agent fees	770,501	-	-	770,501	776,618	-	-	776,618
Total nonoperating expenses	770,501	-	-	770,501	776,618	-	-	776,618
Nonoperating revenues, net	<u>\$ 39,252,033</u>	<u>\$ 14,632,015</u>	<u>\$ 80,735</u>	<u>\$ 53,964,783</u>	<u>\$ 33,557,750</u>	<u>\$ 12,683,768</u>	<u>\$ 88,354</u>	<u>\$ 46,329,872</u>

ALVIN COMMUNITY COLLEGE
SCHEDULE OF NET POSITION BY SOURCE AND AVAILABILITY - SCHEDULE D
For the Year Ended August 31, 2024 and 2023

	2024							
	Detail by Source				Detail by Source			
		Restricted		Net Investment		Available for Current		
	Unrestricted	Expendable	Nonexpendable	in Capital	Total	Yes	No	
				Assets				
Current								
Unrestricted	\$ (1,707,189)	\$ -	\$ -	\$ -	\$ (1,707,189)	\$ (1,707,189)	\$ -	
Student aid	-	2,580,624	-	-	2,580,624	2,580,624	-	
Plant								
Investment in capital assets	-	-	-	24,335,571	24,335,571	-	24,335,571	
Total net position	(1,707,189)	2,580,624	-	24,335,571	25,209,006	873,435	24,335,571	
Total prior year net position	(4,549,641)	2,251,583	-	22,892,511	20,594,453	(2,298,058)	22,892,511	
Net increase (decrease) in net position	\$ 2,842,452	\$ 329,041	\$ -	\$ 1,443,060	\$ 4,614,553	\$ 3,171,493	\$ 1,443,060	
	2023							
	Detail by Source				Detail by Source			
		Restricted		Net Investment		Available for Current		
	Unrestricted	Expendable	Nonexpendable	in Capital	Total	Yes	No	
				Assets				
Current								
Unrestricted	\$ (4,549,641)	\$ -	\$ -	\$ -	\$ (4,549,641)	\$ (4,549,641)	\$ -	
Student aid	-	2,251,583	-	-	2,251,583	2,251,583	-	
Plant								
Investment in capital assets	-	-	-	22,892,511	22,892,511	-	22,892,511	
Total net position	(4,549,641)	2,251,583	-	22,892,511	20,594,453	(2,298,058)	22,892,511	
Total prior year net position	(9,258,355)	1,120,823	-	21,786,189	13,648,657	-	4,891,131	
Net increase (decrease) in net position	\$ 4,708,714	\$ 1,130,760	\$ -	\$ 1,106,322	\$ 6,945,796	\$ (2,298,058)	\$ 18,001,380	

**SINGLE AUDIT REPORT AND SCHEDULES OF
FEDERAL AND STATE AWARDS**

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Regents of
Alvin Community College

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type and the discretely presented component unit of Alvin Community College (the "College"), as of and for the year ended August 31, 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated January 31, 2025. The financial statements of the Alvin Community College Foundation (a nonprofit organization) which is a discrete component unit of the College were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Alvin Community College Foundation.

Report on Internal Control Over Financial Reporting

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

(Continued)

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Crowe LLP
Crowe LLP

Houston, Texas
January 31, 2025

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL AND STATE PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND TEXAS
GRANT MANAGEMENT STANDARDS

To the Board of Regents of
Alvin Community College

Report on Compliance for Major Federal and State Programs

Opinion on Major Federal and State Programs

We have audited Alvin Community College (the "College") compliance with the types of compliance requirements identified as subject in the *OMB Compliance Supplement* and the *Texas Grant Management Standards (TxGMS)* that could have a direct and material effect on the College's major federal and state programs for the year ended August 31, 2024. The College's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal and state program for the year ended August 31, 2024.

Basis for Opinion on Major Federal and State Programs

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); 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) and the *TxGMS*, issued by the Texas Comptroller of Public Accounts. Our responsibilities under those standards and the Uniform Guidance and *TxGMS* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the College 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 and state program. Our audit does not provide a legal determination of the College's compliance with the compliance requirements referred to above.

(Continued)

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 College's federal and state programs.

Auditor's 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 College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and the *TxGMS* 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 College's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *TxGMS* 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 College'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 College'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 College's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's 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 and therefore, material weaknesses or significant deficiencies may exist that are not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-001, to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the College's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The College'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.

The College is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. The College's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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 and the *TxGMS*. Accordingly, this report is not suitable for any other purpose.

Crowe LLP
Crowe LLP

Houston, Texas
January 31, 2025

ALVIN COMMUNITY COLLEGE
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
For the year ended August 31, 2024

None noted.

ALVIN COMMUNITY COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended August 31, 2024

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

What were the results of the auditor's determination of whether the financial statements were prepared in accordance with generally accepted accounting principles? Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiencies identified? None noted

Noncompliance material to financial statements noted? No

FEDERAL AND STATE AWARDS

Internal control over major federal and state programs:

- Material weakness(es) identified? No
- Significant deficiencies identified? Yes

Type of auditor's report issued on compliance for federal and state major programs? Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516? No

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes

Identification of federal major programs:

Assistance Listing (AL) Number(s)
84.007, 84.033, 84.063, and 84.268

Name of Federal Program or Cluster
Student Financial Assistance Program Cluster

Identification of state major programs:

State Contract Number(s)
2822JET001

Name of State Program or Cluster
JET Grant Process Technology – Cyber Security

(Continued)

ALVIN COMMUNITY COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended August 31, 2024

SECTION II - FINANCIAL STATEMENT FINDINGS

None identified.

SECTION III - FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

2024-001 Review of Return of Title IV Funds (Significant Deficiency)

Federal Program: Title IV - Student Financial Assistance Program Cluster (AL No. 84.063 and 84.268)

Compliance Requirement: Return of Title IV Funds (R2T4) as per 34 CFR 668.22

Criteria: The College is required to ensure that R2T4 calculations are reviewed by someone other than the person performing the original calculations to ensure accuracy and compliance.

Condition: During our review of the College's adherence to R2T4 requirements, we identified a significant deficiency in internal controls over compliance. Specifically, there was a lack of documented evidence showing that the R2T4 calculations were reviewed by an individual other than the one who performed the original calculations.

Cause: The College did not have adequate procedures in place to ensure segregation of duties in the R2T4 review process, leading to insufficient documentation of independent reviews.

Effect: The lack of segregation of duties and proper documentation could result in incorrect R2T4 calculations, non-compliance with federal regulations, and potential financial impact on the College and its students.

Questioned Costs: None identified.

Recommendation: The college should implement procedures that ensure segregation of duties in R2T4 calculations, designate a separate individual to review and verify the accuracy of the calculations, and maintain comprehensive documentation to provide evidence of the review process, including the reviewer's signature, date of review, and any findings or corrections made.

Views of responsible officials and planned corrective actions: See Corrective Action Plan

SECTION IV - FINDINGS AND QUESTIONED COSTS FOR STATE AWARDS

None identified.

ALVIN COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - SCHEDULE E
For the year ended August 31, 2024

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal AL Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures and Pass- Through Disbursements</u>
<u>U.S. Department of Education</u>			
Direct Programs:			
Student Financial Assistance Cluster:			
Federal Supplemental Educational Opportunity Grants*	84.007	P007A223951	\$ 127,100
Federal Work-Study Program - 23-24*	84.033	P033A233951	76,493
Federal Work-Study Program - 24-25*	84.033	P033A233951	11,728
Federal Pell Grant Program - 23-24*	84.063	P063P232256	5,848,523
Federal Direct Student Loans - 23-24*	84.268	P268K242256	896,390
Total Student Financial Assistance Cluster			<u>6,960,234</u>
TRIO Upward Bound	84.047	P047A220229	358,188
Pass-Through From:			
Texas Higher Education Coordinating Board:			
Career and Technical Education - Basic Grants to States	84.048	2242020271 20001	162,474
Total U.S. Department of Education			<u>7,480,896</u>
<u>U.S. Department of Labor</u>			
Pass-Through From:			
Texas Workforce Commission:			
Wagner Peyser - New Beginnings - Yr 2	17.207	2823WPB005	179,186
Wagner Peyser - New Beginnings - Yr 3	17.207	2824WPB008	238,781
Total U.S. Department of Labor			<u>417,967</u>
Total Expenditures of Federal Awards			<u>7,898,863</u>
Total Federal Revenues			<u>\$ 7,898,863</u>

* Indicates clustered program under OMB Compliance Supplement

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

ALVIN COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF STATE AWARDS - SCHEDULE F
For the year ended August 31, 2024

<u>Grantor Agency/Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
Texas Higher Education Coordinating Board:		
GEER II - Nursing Innovation Grant Program	S425C210050	\$ 62,635
Nursing Shortage Reduction Programs	28849	31,160
TRUE - Texas Reskilling & Upskilling Through Education	00271	167,792
TEOG formerly Texas Grant II	9050007G	574,004
Total Texas Higher Education Coordinating Board		<u>835,591</u>
Texas Workforce Commission:		
Childcare Grant	2921CCR007	27,679
JET Grant Process Technology - Cyber Security	2822JET001	250,732
Total Texas Workforce Commission		<u>278,411</u>
Office of the Governor:		
ACC PD Rifle-Resistant Body Armor	4829901	18,532
Total Office of the Governor		<u>18,532</u>
Total Expenditures of State Awards		<u>\$ 1,132,534</u>

Note 1: State Assistance Reconciliation

State Revenue - per Schedule A	
State Financial Assistance	
Per Schedule of Expenditures of State Awards	\$ 1,132,534
Total State Revenue per Schedule A	<u>\$ 1,132,534</u>

See accompanying Notes to Schedule of Expenditures of Federal and State Awards.

ALVIN COMMUNITY COLLEGE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the year ended August 31, 2024

NOTE 1 - FEDERAL ASSISTANCE RECONCILIATION

Federal revenues:

Federal grants and contracts - per Schedule A	\$ 938,629
Federal revenue, nonoperating - per Schedule C	<u>6,960,234</u>

Total federal revenues	<u><u>\$ 7,898,863</u></u>
------------------------	----------------------------

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULES

Federal and State financial assistance programs of the College for the year ended August 31, 2024. Federal financial assistance received directly from Federal agencies is included in these Schedules.

Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported previously represent funds which have been expended by the College for the purposes of the award during fiscal year 2024. The expenditures reported previously may not have been reimbursed by the funding agencies as of the end of fiscal year 2024. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The College has followed all applicable guidelines issued by various entities in the preparation of the Schedules.

The College has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3 - RELATIONSHIP TO FEDERAL AND STATE REPORTS

Differences between amounts reflected in the financial reports filed with grantor agencies for the programs and in the Schedules are due to different program year ends and accruals that will be reflected in the next report filed with the grantor agencies.



ALVIN COMMUNITY COLLEGE 3110 Mustang Road Alvin, Texas 77511-4898

FINANCIAL & ADMINISTRATIVE SERVICES

Office 281 756 3594
Fax 281 756 3858

CORRECTIVE ACTION PLAN

2024-001 Review of Return of Title IV Funds

The College acknowledges the audit finding regarding the lack of documented independent review of Return of Title IV Funds (R2T4) calculations and is committed to addressing this issue. To ensure compliance, the College Financial Aid Director will review the R2T4 calculations completed by the College Financial Aid Advisor each month and will implement a standardized email response to confirm that the R2T4 calculations for the month were reviewed. This email response will be archived as evidence of management review. These corrective actions will be implemented in January 2025, with the College Chief Financial Officer supervising the monthly review of the R2T4 calculations to ensure they are performed.

Gabriela Leon, Financial Aid Director

Elizabeth Nelson, Chief Financial Officer

STATISTICAL SECTION
(Unaudited)

These statistical tables provide selected financial and demographic information.
The statistical tables are for informational purposes only and are not audited.

ALVIN COMMUNITY COLLEGE
NET POSITION BY COMPONENT – SS-1
Last Ten Years
(amounts expressed in thousands)

	For the Fiscal Years Ended August 31,									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Primary government										
Net investment in capital assets	\$ 24,335	\$ 22,892	\$ 21,786	\$ 24,526	\$ 19,387	\$ 17,657	\$ 16,433	\$ 15,105	\$ 14,177	\$ 14,102
Restricted - expendable	2,581	2,252	1,121	1,805	2,069	110	73	191	243	244
Unrestricted	<u>(1,707)</u>	<u>(4,550)</u>	<u>(9,258)</u>	<u>(19,798)</u>	<u>(22,790)</u>	<u>(24,125)</u>	<u>(28,351)</u>	<u>(29,713)</u>	<u>1,890</u>	<u>58</u>
Total primary government net position	<u>\$ 25,209</u>	<u>\$ 20,594</u>	<u>\$ 13,649</u>	<u>\$ 6,533</u>	<u>\$ (1,334)</u>	<u>\$ (6,358)</u>	<u>\$ (11,845)</u>	<u>\$ (14,417)</u>	<u>\$ 16,310</u>	<u>\$ 14,404</u>

ALVIN COMMUNITY COLLEGE
REVENUES BY SOURCE – SS-2
Last Ten Fiscal Years
(amounts expressed in thousands)

	For the Fiscal Years Ended August 31, (amounts expressed in thousands)									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Operating revenues										
Tuition and fees (net of discounts)	\$ 7,462	\$ 6,946	\$ 8,139	\$ 8,147	\$ 9,176	\$ 8,858	\$ 9,377	\$ 10,952	\$ 9,966	\$ 10,107
Governmental grants and contracts										
Federal grants and contract	939	830	937	1,377	1,618	1,722	1,414	827	302	297
State grants and contracts	1,132	840	684	689	769	618	296	1,833	1,045	1,678
Nongovernmental grants and contracts	-	-	-	29	257	18	15	34	62	34
Sales and services of educational revenues										
Auxiliary enterprises	2,128	1,793	1,509	1,497	1,438	1,582	1,737	1,611	1,942	1,901
Total operating revenues	<u>11,661</u>	<u>10,409</u>	<u>11,269</u>	<u>11,739</u>	<u>13,258</u>	<u>12,798</u>	<u>12,839</u>	<u>15,257</u>	<u>13,317</u>	<u>14,017</u>
Nonoperating revenues:										
State appropriations	16,075	12,350	11,567	12,398	12,291	11,637	11,121	9,319	9,403	9,299
Ad valorem taxes	29,995	27,148	25,498	23,199	21,093	18,906	16,892	16,280	15,735	14,644
Federal revenue, nonoperating	6,960	5,776	10,602	13,139	6,758	5,249	4,942	5,247	4,841	4,230
Investment income	1,253	1,295	190	89	550	918	222	102	47	23
Other nonoperating revenues	452	537	582	438	482	668	676	607	720	699
Total nonoperating revenues	<u>54,735</u>	<u>47,106</u>	<u>48,439</u>	<u>49,263</u>	<u>41,174</u>	<u>37,378</u>	<u>33,853</u>	<u>31,555</u>	<u>30,746</u>	<u>28,895</u>
Total primary government program revenues	<u>\$ 66,396</u>	<u>\$ 57,515</u>	<u>\$ 59,708</u>	<u>\$ 61,002</u>	<u>\$ 54,432</u>	<u>\$ 50,176</u>	<u>\$ 46,692</u>	<u>\$ 46,812</u>	<u>\$ 44,063</u>	<u>\$ 42,912</u>

(Continued)

ALVIN COMMUNITY COLLEGE
REVENUES BY SOURCE – SS-2
Last Ten Fiscal Years
(amounts expressed in thousands)

	For the Fiscal Years Ended August 31, (amounts expressed in percentages)									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Operating revenues										
Tuition and fees (net of discounts)	11.24%	12.08%	13.63%	13.36%	16.86%	17.65%	20.08%	23.40%	22.62%	23.55%
Governmental grants and contracts										
Federal grants and contract	1.41%	1.44%	1.57%	2.26%	2.97%	3.43%	3.03%	1.77%	0.69%	0.69%
State grants and contracts	1.70%	1.46%	1.15%	1.13%	1.41%	1.23%	0.63%	3.92%	2.37%	3.91%
Nongovernmental grants and contracts	0.00%	0.00%	0.00%	0.05%	0.47%	0.04%	0.03%	0.07%	0.14%	0.08%
Sales and services of educational revenues										
Auxiliary enterprises	3.21%	3.12%	2.53%	2.45%	2.64%	3.15%	3.72%	3.44%	4.41%	4.43%
Total operating revenues	<u>17.56%</u>	<u>18.10%</u>	<u>18.87%</u>	<u>19.24%</u>	<u>24.36%</u>	<u>25.51%</u>	<u>27.50%</u>	<u>32.59%</u>	<u>30.22%</u>	<u>32.66%</u>
Nonoperating revenues:										
State appropriations	24.21%	21.47%	19.37%	20.32%	22.58%	23.19%	23.82%	19.91%	21.34%	21.67%
Ad valorem taxes	45.18%	47.20%	42.70%	38.03%	38.75%	37.68%	36.18%	34.78%	35.71%	34.13%
Federal revenue, nonoperating	10.48%	10.04%	17.76%	21.54%	12.42%	10.46%	10.58%	11.21%	10.99%	9.86%
Investment income	1.89%	2.25%	0.32%	0.15%	1.01%	1.83%	0.48%	0.22%	0.11%	0.05%
Other nonoperating revenues	0.68%	0.93%	0.97%	0.72%	0.89%	1.33%	1.45%	1.30%	1.63%	1.63%
Total nonoperating revenues	<u>82.44%</u>	<u>81.90%</u>	<u>81.13%</u>	<u>80.76%</u>	<u>75.64%</u>	<u>74.49%</u>	<u>72.50%</u>	<u>67.41%</u>	<u>69.78%</u>	<u>67.34%</u>
Total primary government program revenues	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

ALVIN COMMUNITY COLLEGE
PROGRAM EXPENSES BY FUNCTION – SS-3
Last Ten Fiscal Years

	For the Fiscal Years Ended August 31, (amounts expressed in thousands)									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Operating expenses										
Instruction	\$ 20,615	\$ 17,770	\$ 16,717	\$ 17,443	\$ 18,022	\$ 16,851	\$ 17,669	\$ 18,241	\$ 17,067	\$ 17,959
Public service	80	69	62	130	130	171	173	188	173	167
Academic support	10,661	8,879	7,463	7,071	6,853	6,286	6,523	5,531	5,991	4,793
Student services	4,419	4,101	4,244	4,233	4,125	3,839	3,916	3,390	2,704	2,596
Institutional support	10,899	8,162	6,719	6,699	5,940	5,516	5,675	5,348	4,967	6,291
Operation and maintenance of plant	4,431	2,492	3,075	3,932	3,775	3,500	2,972	3,154	2,756	3,204
Scholarships and fellowships	5,375	4,360	9,611	9,385	6,204	3,970	4,541	5,156	4,707	4,008
Auxiliary enterprises	2,748	2,490	2,426	1,680	1,861	1,996	2,297	2,040	2,083	2,135
Depreciation/Amortization	1,783	1,469	1,329	1,418	1,291	1,275	1,206	1,209	1,170	1,145
Total operating expenses	<u>61,011</u>	<u>49,792</u>	<u>51,646</u>	<u>51,991</u>	<u>48,201</u>	<u>43,404</u>	<u>44,972</u>	<u>44,257</u>	<u>41,618</u>	<u>42,298</u>
Nonoperating expensed										
Interest on capital-related debt	771	777	944	1,147	1,208	1,275	729	463	497	496
Gain (loss) on disposal of capital assets	-	-	-	-	-	10	(40)	49	43	-
Total nonoperating expenses	<u>771</u>	<u>777</u>	<u>944</u>	<u>1,147</u>	<u>1,208</u>	<u>1,285</u>	<u>689</u>	<u>512</u>	<u>540</u>	<u>496</u>
Total expenses	<u>\$ 61,782</u>	<u>\$ 50,569</u>	<u>\$ 52,590</u>	<u>\$ 53,138</u>	<u>\$ 49,409</u>	<u>\$ 44,689</u>	<u>\$ 45,661</u>	<u>\$ 44,769</u>	<u>\$ 42,158</u>	<u>\$ 42,794</u>

(Continued)

ALVIN COMMUNITY COLLEGE
PROGRAM EXPENSES BY FUNCTION – SS-3
Last Ten Fiscal Years

	For the Fiscal Years Ended August 31, (amounts expressed in percentages)									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Operating expenses										
Instruction	33.37%	35.14%	31.79%	32.83%	36.48%	37.71%	38.70%	40.74%	40.48%	41.97%
Public service	0.13%	0.14%	0.12%	0.24%	0.26%	0.38%	0.38%	0.42%	0.41%	0.39%
Academic support	17.26%	17.56%	14.19%	13.31%	13.87%	14.07%	14.29%	12.35%	14.21%	11.20%
Student services	7.15%	8.11%	8.07%	7.97%	8.35%	8.59%	8.58%	7.57%	6.41%	6.07%
Institutional support	17.64%	16.14%	12.78%	12.61%	12.02%	12.34%	12.43%	11.95%	11.78%	14.70%
Operation and maintenance of plant	7.17%	4.93%	5.85%	7.40%	7.64%	7.83%	6.51%	7.05%	6.54%	7.49%
Scholarships and fellowships	8.70%	8.62%	18.28%	17.66%	12.56%	8.88%	9.95%	11.52%	11.17%	9.37%
Auxiliary enterprises	4.45%	4.92%	4.61%	3.16%	3.77%	4.47%	5.03%	4.56%	4.94%	4.99%
Depreciation/Amortization	2.89%	2.90%	2.63%	2.67%	2.61%	2.85%	2.64%	2.70%	2.78%	2.68%
Total operating expenses	<u>98.75%</u>	<u>98.46%</u>	<u>98.20%</u>	<u>97.84%</u>	<u>97.56%</u>	<u>97.12%</u>	<u>98.49%</u>	<u>98.86%</u>	<u>98.72%</u>	<u>98.84%</u>
Nonoperating expensed										
Interest on capital-related debt	1.25%	1.54%	1.80%	2.16%	2.44%	2.85%	1.60%	1.03%	1.18%	1.16%
Gain (loss) on disposal of capital assets	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	-0.09%	0.11%	0.10%	0.00%
Total nonoperating expenses	<u>1.25%</u>	<u>1.54%</u>	<u>1.80%</u>	<u>2.16%</u>	<u>2.44%</u>	<u>2.88%</u>	<u>1.51%</u>	<u>1.14%</u>	<u>1.28%</u>	<u>1.16%</u>
Total expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

ALVIN COMMUNITY COLLEGE
TUITION AND FEES - SS-4
Last Ten Academic Years

Academic Year (Fall)	Resident Fees per Semester Credit Hour (SCH)			Resident Fees per Semester							Cost for 12 SCH In-District	Cost for 12 SCH Out-of- District	Increase from Prior Year In-District	Increase from Prior Out-of- District
	In-District Tuition	Out-of- District Tuition	General Service Fee	Registrtrion Fee (per Student)	Technology Fee	Student Activity Fee	Security Fee	LRC Fee	Bursar Fee					
2023	\$ 51	\$ 102	\$ 7	\$ 30	\$ 98	\$ 30	\$ 38	\$ 15	\$ 10	\$ 917	\$ 1,529	7.50%	7.90%	
2022	47	94	7	30	90	30	30	15	10	853	1,417	0.00%	0.00%	
2021	47	94	7	30	90	30	30	15	10	853	1,417	0.00%	1.72%	
2020	47	94	7	30	90	30	30	15	10	853	1,417	1.43%	0.07%	
2019	46	92	7	30	90	30	30	15	10	841	1,393	0.12%	2.13%	
2018	46	92	7	30	89	30	30	15	10	840	1,392	3.58%	3.18%	
2017	46	92	7	30	60	30	30	15	10	811	1,363	3.84%	1.07%	
2016	45	90	7	30	60	22	20	15	10	781	1,321	1.83%	1.87%	
2015	45	90	5	30	60	22	20	15	10	767	1,307	1.59%	0.00%	
2014	44	88	5	30	60	22	20	15	10	755	1,283	0.00%	0.00%	

Academic Year (Fall)	Non-Resident Fees per Semester Credit Hour (SCH)			Non-Resident Fees per Semester							Cost for 12 SCH In-District	Cost for 12 SCH Out-of- District	Increase from Prior Year In-District	Increase from Prior Out-of- District
	In-District Tuition	Out-of- District Tuition	General Service Fee	Registrtrion Fee (per Student)	Technology Fee	Student Activity Fee	Security Fee	LRC Fee	Bursar Fee					
2023	\$ 155	\$ 155	\$ 7	\$ 30	\$ 98	\$ 30	\$ 38	\$ 15	\$ 10	\$ 2,165	\$ 2,165	7.98%	7.98%	
2022	143	143	7	30	90	30	30	15	10	2,005	2,005	0.00%	0.00%	
2021	143	143	7	30	90	30	30	15	10	2,005	2,005	0.00%	0.00%	
2020	143	143	7	30	90	30	30	15	10	2,005	2,005	1.83%	1.83%	
2019	140	140	7	30	90	30	30	15	10	1,969	1,969	0.05%	0.05%	
2018	140	140	7	30	89	30	30	15	10	1,968	1,968	1.50%	1.50%	
2017	140	140	7	30	60	30	30	15	10	1,939	1,939	0.94%	0.94%	
2016	140	140	7	30	60	22	20	15	10	1,921	1,921	0.73%	0.73%	
2015	140	140	5	30	60	22	20	15	10	1,907	1,907	3.92%	3.92%	
2014	134	134	5	30	60	22	20	15	10	1,835	1,835	0.00%	0.00%	

Note: Includes basic enrollment tuition and fees but excludes course-based fees such as laboratory fees.

ALVIN COMMUNITY COLLEGE
 ASSESSED VALUE AND TAXABLE ASSESSED VALUE OF PROPERTY - SS-5
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Fiscal Year	Assessed Valuation of Property	Less Exemptions	Taxable Assessed Value	Ratio of Taxable Assessed Value to Assessed Value	District Rate		
					Maintenance & Operations (a)	Debt Service (a)	Total (a)
2023-24	\$ 21,995,377	\$ 2,541,526	\$ 19,453,851	88.45%	\$ 0.143398	\$ 0.007866	\$ 0.151264
2022-23	18,599,509	2,128,876	16,470,633	88.55%	0.154314	0.009831	0.164145
2021-22	15,678,500	1,842,750	13,835,750	88.25%	0.171457	0.011754	0.183211
2020-21	14,216,441	1,654,944	12,561,497	88.36%	0.170579	0.012864	0.183443
2019-20	12,699,708	1,467,123	11,232,585	88.45%	0.171438	0.014424	0.185862
2018-19	11,170,890	1,170,942	9,999,948	89.52%	0.171802	0.015973	0.187775
2017-18	10,011,248	736,327	9,274,921	92.65%	0.163608	0.017142	0.180750
2016-17	8,979,798	545,730	8,434,068	93.92%	0.172848	0.018896	0.191744
2015-16	8,146,011	532,166	7,613,845	93.47%	0.182979	0.021030	0.204009
2014-15	7,776,726	645,321	7,131,405	91.70%	0.173798	0.025687	0.199485

Source: Local Appraisal District

Notes: Property is assessed at full market value.
 (a) per \$100 Taxable Assessed Valuation

ALVIN COMMUNITY COLLEGE
STATE APPROPRIATION PER FULL-TIME STUDENT
EQUIVALENTS AND CONTACT HOUR - SS-6
Last Ten Fiscal Years

Fiscal Year	Appropriation per FTSE			Appropriation per Contact Hour			
	State Appropriation	FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (a)	Total Contact Hours	State Aproppiation per Contact Hour
2023-24	\$ 16,075	\$ 6,754	\$ 2,380	1,393	585	1,978	\$ 8.13
2022-23	12,350	6,928	1,783	1,294	581	1,875	6.59
2021-22	11,567	5,278	2,192	1,283	490	1,773	6.52
2020-21	12,398	7,048	1,759	1,374	510	1,884	6.58
2019-20	12,291	7,072	1,738	1,470	663	2,133	5.76
2018-19	11,637	7,209	1,614	1,446	699	2,145	5.43
2017-18	11,121	7,859	1,415	1,431	734	2,165	5.14
2016-17	9,319	8,144	1,144	1,477	799	2,276	4.09
2015-16	9,403	7,767	1,211	1,364	780	2,144	4.39
2014-15	9,299	7,211	1,290	1,290	775	2,065	4.50

Notes: FTSE is defined as the number of full-time students plus total hours taken by part-time students divided by 12.

(a) Source: CBM 004

ALVIN COMMUNITY COLLEGE
PRINCIPAL TAXPAYERS - SS-7
Last Ten Tax Years

Taxpayer	Type of Business	Fiscal Year (amounts expressed in thousands)									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Ineos Olefins & Polymers	petrochemical	\$ 1,344,953	\$ 1,431,909	\$ 1,453,249	\$ 539,853	\$ 477,624	\$ 374,362	\$ 46,257	\$ 415,081	\$ 426,518	\$ 469,884
Ineos USA LLC	petrochemical	568,891	569,031	527,039	1,193,405	824,208	520,187	479,619	-	-	-
Denbury Onshore LLC	oil & gas exploration	256,235	261,971	204,776	138,981	184,942	235,113	179,570	168,085	139,588	250,781
Pearland Town Center LP	investment	124,441	108,927	97,354	81,505	81,692	95,033	92,489	89,000	80,701	70,769
Ascend Performance Materials	manufacturing	107,684	102,424	95,589	101,627	91,688	97,119	91,141	95,638	76,124	75,566
Cottonwood Bayou Solar LLC	solar energy	104,157	-	-	-	-	-	-	-	-	-
Center Point Energy	utility	103,576	90,076	78,628	70,333	63,628	57,560	51,952	47,427	45,146	41,579
Shadow Creek Retail Associates LLC	real estate	103,185	91,243	73,617	-	-	-	-	-	-	-
Longbow Solar LLC	solar energy	99,680	104,067	-	-	-	-	-	-	-	-
MAR Shadow Creek LP	real estate	84,996	84,000	69,000	58,300	70,000	58,900	57,306	57,481	53,085	44,000
Texas New Mexico Power Co.	utility	77,786	64,683	39,751	-	-	-	-	-	23,092	-
WRPV XIV SC Pearland LLC	real estate	61,150	60,142	52,204	-	-	-	-	-	-	-
Seaway Crude Pipeline Company LLC	exploration/production	52,579	55,616	62,313	61,948	55,236	51,111	-	-	-	-
KV Shadow Creek Apartments LLC	real estate	51,880	-	-	-	-	-	-	-	-	-
Azure Townes LP	real estate	51,264	53,000	49,000	-	-	-	-	-	-	-
Brazoria-SCR Assoc LLC & SC Assoc	real estate	50,520	53,000	41,281	37,300	42,500	36,070	35,843	36,453	-	-
Manvel Town Center LTD	real estate	49,997	-	-	-	-	-	-	-	-	-
DD SCR V LLC	investment	48,939	47,513	39,900	-	37,506	33,419	37,000	46,406	-	-
Pearland IL Group LP	real estate	48,332	50,092	39,971	-	-	-	-	25,500	-	-
Shadow Creek Apartments LLC	real estate	48,000	47,500	40,000	36,600	40,800	35,989	32,500	35,971	35,219	29,900
SPUS8 Shadow Creek	real estate	-	51,900	40,345	36,700	41,633	35,903	-	-	-	-
Southfork Lake LLC	real estate	-	48,736	-	37,097	39,558	35,900	34,245	-	-	-
2500 Business Center Owner LP	real estate	-	48,000	46,720	40,000	51,179	-	-	-	-	-
12400 Shadow Creek Parkway LLC	real estate	-	-	-	-	-	-	-	-	35,701	29,000
Amreit SPF Shadow Creek LP	investment	-	-	-	65,673	73,132	86,133	66,511	83,833	68,227	48,319
Cyanco International	manufacturing	-	-	45,191	45,191	50,213	50,977	52,284	53,625	53,625	53,625
DD SCR VI LLC	investment	-	-	-	39,820	43,741	47,557	-	-	-	-
Discovery Shadow Creek Owner	real estate	-	-	-	-	-	-	35,126	37,578	34,401	27,934
Goodgarden Owner GP	investment	-	-	-	41,000	45,400	39,850	38,500	38,141	-	-
Huntsman Petrochemical Corp	petrochemical	-	-	-	-	-	-	-	-	22,131	29,086
MRP Radius Shadow Creek LLC	real estate	-	-	-	-	-	-	-	-	-	24,155
Novus International Inc	agriculture	-	-	-	-	-	-	40,002	41,308	46,146	49,544
Pearland Multifamily DST	real estate	-	-	-	-	-	-	30,000	33,624	30,574	39,771
Schlumberger Technology Corp.	exploration/production	-	-	-	-	-	-	-	-	-	27,041
Schlumberger Well Svcs	oilfield services	-	-	47,315	46,516	35,498	41,730	46,117	47,116	48,297	51,229
Shadow Kirby LTD	real estate	-	-	-	-	-	-	-	-	33,000	28,500
Team Industrial Services Inc	manufacturing	-	-	-	-	-	35,579	-	-	-	-
Team Services Inc.	manufacturing	-	-	-	-	-	-	37,162	30,878	29,351	29,334
UVN-TIC LLC ETAL	real estate	-	-	-	37,000	-	-	-	35,450	32,195	-
Weatherford US LP	oil & gas	-	-	-	-	-	-	-	-	23,680	23,805
W-F&B 11900 Shadow Creek Owner VIII LP	real estate	-	-	-	39,300	47,416	36,247	35,250	38,420	-	-
Total		\$ 3,438,245	\$ 3,423,830	\$ 3,143,243	\$ 2,748,149	\$ 2,397,594	\$ 2,004,739	\$ 1,518,874	\$ 1,457,015	\$ 1,336,801	\$ 1,443,822
Total taxable assessed value		\$ 19,453,851	\$ 16,470,633	\$ 13,835,750	\$ 12,561,497	\$ 11,232,585	\$ 9,999,948	\$ 9,274,921	\$ 8,434,068	\$ 7,613,845	\$ 7,131,405

(Continued)

ALVIN COMMUNITY COLLEGE
PRINCIPAL TAXPAYERS - SS-7
Last Ten Tax Years

Taxpayer	Type of Business	Fiscal Year (amounts expressed in thousands)									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Ineos Olefins & Polymers	petrochemical	6.91%	8.69%	10.50%	4.30%	4.25%	3.74%	0.50%	4.92%	5.60%	6.59%
Ineos USA LLC	petrochemical	2.92%	3.45%	3.81%	9.50%	7.34%	5.20%	5.17%	0.00%	0.00%	0.00%
Denbury Onshore LLC	oil & gas exploration	1.32%	1.59%	1.48%	1.11%	1.65%	2.35%	1.94%	1.99%	1.83%	3.52%
Pearland Town Center LP	investment	0.64%	0.66%	0.70%	0.65%	0.73%	0.95%	1.00%	1.06%	1.06%	0.99%
Ascend Performance Materials	manufacturing	0.55%	0.62%	0.69%	0.81%	0.82%	0.97%	0.98%	1.13%	1.00%	1.06%
Cottonwood Bayou Solar LLC	solar energy	0.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Center Point Energy	utility	0.53%	0.55%	0.57%	0.56%	0.57%	0.58%	0.56%	0.56%	0.59%	0.58%
Shadow Creek Retail Associates LLC	real estate	0.53%	0.55%	0.53%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Longbow Solar LLC	solar energy	0.51%	0.63%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
MAR Shadow Creek LP	real estate	0.44%	0.51%	0.50%	0.46%	0.62%	0.59%	0.62%	0.68%	0.70%	0.62%
Texas New Mexico Power Co.	utility	0.40%	0.39%	0.29%	0.00%	0.00%	0.00%	0.00%	0.00%	0.30%	0.00%
WRPV XIV SC Pearland LLC	real estate	0.31%	0.37%	0.38%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Seaway Crude Pipeline Company LLC	exploration/production	0.27%	0.34%	0.45%	0.49%	0.49%	0.51%	0.00%	0.00%	0.00%	0.00%
KV Shadow Creek Apartments LLC	real estate	0.27%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Azure Townes LP	real estate	0.26%	0.32%	0.35%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Brazoria-SCR Assoc LLC & SC Assoc	real estate	0.26%	0.32%	0.30%	0.30%	0.38%	0.36%	0.39%	0.43%	0.00%	0.00%
Manvel Town Center LTD	real estate	0.26%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
DD SCR V LLC	investment	0.25%	0.29%	0.29%	0.00%	0.33%	0.33%	0.40%	0.55%	0.00%	0.00%
Pearland IL Group LP	real estate	0.25%	0.30%	0.29%	0.00%	0.00%	0.00%	0.00%	0.30%	0.00%	0.00%
Shadow Creek Apartments LLC	real estate	0.25%	0.29%	0.29%	0.29%	0.36%	0.36%	0.35%	0.43%	0.46%	0.42%
SPUS8 Shadow Creek	real estate	0.00%	0.32%	0.29%	0.29%	0.37%	0.36%	0.00%	0.00%	0.00%	0.00%
Southfork Lake LLC	real estate	0.00%	0.30%	0.00%	0.30%	0.35%	0.36%	0.37%	0.00%	0.00%	0.00%
2500 Business Center Owner LP	real estate	0.00%	0.29%	0.34%	0.32%	0.46%	0.00%	0.00%	0.00%	0.00%	0.00%
12400 Shadow Creek Parkway LLC	real estate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.47%	0.41%
Amreit SPF Shadow Creek LP	investment	0.00%	0.00%	0.00%	0.52%	0.65%	0.86%	0.72%	0.99%	0.90%	0.68%
Cyanco International	manufacturing	0.00%	0.00%	0.33%	0.36%	0.45%	0.51%	0.56%	0.64%	0.70%	0.75%
DD SCR VI LLC	investment	0.00%	0.00%	0.00%	0.32%	0.39%	0.48%	0.00%	0.00%	0.00%	0.00%
Discovery Shadow Creek Owner	real estate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.38%	0.45%	0.45%	0.39%
Goodgarden Owner GP	investment	0.00%	0.00%	0.00%	0.33%	0.40%	0.40%	0.42%	0.45%	0.00%	0.00%
Huntsman Petrochemical Corp	petrochemical	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.29%	0.41%
MRP Radius Shadow Creek LLC	real estate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.34%
Novus International Inc	agriculture	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.43%	0.49%	0.61%	0.69%
Pearland Multifamily DST	real estate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.32%	0.40%	0.40%	0.56%
Schlumberger Technology Corp.	exploration/production	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.38%
Schlumberger Well Svcs	oilfield services	0.00%	0.00%	0.34%	0.37%	0.32%	0.42%	0.50%	0.56%	0.63%	0.72%
Shadow Kirby LTD	real estate	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.43%	0.40%
Team Industrial Services Inc	manufacturing	0.00%	0.00%	0.00%	0.00%	0.00%	0.36%	0.00%	0.00%	0.00%	0.00%
Team Services Inc.	manufacturing	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.40%	0.37%	0.39%	0.41%
UVN-TIC LLC ETAL	real estate	0.00%	0.00%	0.00%	0.29%	0.00%	0.00%	0.00%	0.42%	0.42%	0.00%
Weatherford US LP	oil & gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.31%	0.33%
W-F&B 11900 Shadow Creek Owner VIII LP	real estate	0.00%	0.00%	0.00%	0.31%	0.42%	0.36%	0.38%	0.46%	0.00%	0.00%
		<u>17.67%</u>	<u>20.79%</u>	<u>22.72%</u>	<u>21.88%</u>	<u>21.34%</u>	<u>20.05%</u>	<u>16.38%</u>	<u>17.28%</u>	<u>17.56%</u>	<u>20.25%</u>

ALVIN COMMUNITY COLLEGE
PROPERTY TAX LEVIES AND COLLECTIONS - SS-8
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year Ended August 31	Total Tax Levy (a)	Collections Current Levy (b)	Percentage	Current Collections of Prior Levies (b)	Total Collections	Percentage of Current Levy
2024	\$ 30,032	\$ 29,647	98.72%	\$ -	\$ 29,647	98.72%
2023	27,038	26,787	99.07%	-	26,787	99.07%
2022	25,361	25,161	99.21%	-	25,161	99.21%
2021	23,022	22,848	99.24%	-	22,848	99.24%
2020	20,849	20,647	99.03%	-	20,647	99.03%
2019	18,777	18,579	98.95%	-	18,579	98.95%
2018	16,768	16,586	98.91%	107	16,693	99.55%
2017	16,173	15,994	98.89%	42	16,036	99.15%
2016	15,537	15,377	98.97%	17	15,394	99.08%
2015	14,516	14,341	98.79%	15	14,356	98.90%

Source: Local Tax Assessor/Collector and District records

(a) As of August 31

(b) Property tax only - does not include penalties and interest

(c) Ties to sum of M&O and Debt Service taxes on Exhibit 2

ALVIN COMMUNITY COLLEGE
RATIOS OF OUTSTANDING DEBT - SS-9
Last Ten Fiscal Years

	For the Fiscal Years Ended August 31, (amounts expressed in thousands)									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
General bonded debt										
General obligation bonds	\$ 1,565	\$ 3,120	\$ 4,665	\$ 6,095	\$ 7,460	\$ 8,745	\$ 9,955	\$ 11,125	\$ 12,255	\$ 13,350
Less: Funds restricted for debt service	(1,563)	(1,625)	(1,645)	(1,632)	(1,640)	(1,609)	(1,603)	(1,603)	(1,624)	(1,585)
Net general bonded debt	<u>2</u>	<u>1,495</u>	<u>3,020</u>	<u>4,463</u>	<u>5,820</u>	<u>7,136</u>	<u>8,352</u>	<u>9,522</u>	<u>10,631</u>	<u>11,765</u>
Notes	17,955	18,820	19,640	20,420	21,165	21,870	22,565	-	-	-
Leases	<u>26</u>	<u>49</u>	<u>83</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12</u>	<u>23</u>	<u>34</u>
Total outstanding debt	<u>\$ 17,983</u>	<u>\$ 20,364</u>	<u>\$ 22,743</u>	<u>\$ 24,883</u>	<u>\$ 26,985</u>	<u>\$ 29,006</u>	<u>\$ 30,917</u>	<u>\$ 9,534</u>	<u>\$ 10,654</u>	<u>\$ 11,799</u>
General Bonded Debt Ratios										
As a percentage of Taxable Assessed Value (TAV)	0.00%	0.01%	0.02%	0.04%	0.07%	0.09%	0.11%	0.14%	0.16%	0.20%
Total Outstanding Debt Ratios										
Per capita	\$ 599	\$ 679	\$ 758	\$ 829	\$ 900	\$ 27	\$ 31	\$ 35	\$ 39	\$ 42
Per student	\$ 2,569	\$ 2,909	\$ 3,249	\$ 3,555	\$ 3,855	\$ 4,144	\$ 4,417	\$ 1,372	\$ 1,636	\$ 1,705
As a percentage of Taxable Assessed Value (TAV)	92.44%	123.64%	164.38%	198.09%	240.24%	290.06%	333.34%	113.04%	139.93%	165.45%

Note: Ratios calculated using population and TAV from current year. Debt per student calculated using full-time-equivalent enrollment.

ALVIN COMMUNITY COLLEGE
LEGAL DEBT MARGIN INFORMATION - SS-10
Last Ten Fiscal Years

	For the Fiscal Years Ended August 31, (amounts expressed in thousands)									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Taxable assessed value	\$ 19,453,851	\$ 16,470,633	\$ 13,835,750	\$ 12,561,497	\$ 11,232,585	\$ 9,999,948	\$ 9,274,921	\$ 8,434,068	\$ 7,615,957	\$ 7,131,405
General obligation bonds										
Statutory tax levy limit for debt service	97,269	82,353	69,179	62,807	56,163	50,000	46,375	42,170	38,080	35,657
Less: funds restricted for repayment of general obligation bonds	(1,563)	(1,625)	(1,645)	(1,632)	(1,640)	(1,609)	(1,603)	(1,603)	(1,624)	(1,585)
Total net general obligation debt	<u>95,706</u>	<u>80,728</u>	<u>67,534</u>	<u>61,175</u>	<u>54,523</u>	<u>48,391</u>	<u>44,772</u>	<u>40,567</u>	<u>36,456</u>	<u>34,072</u>
Current year debt service requirements	<u>2,444</u>	<u>2,399</u>	<u>6,959</u>	<u>2,110</u>	<u>1,990</u>	<u>1,905</u>	<u>1,596</u>	<u>1,595</u>	<u>1,595</u>	<u>1,567</u>
Excess of statutory limit for debt service over current requirements	<u>\$ 93,262</u>	<u>\$ 78,329</u>	<u>\$ 60,575</u>	<u>\$ 59,065</u>	<u>\$ 52,533</u>	<u>\$ 46,486</u>	<u>\$ 43,176</u>	<u>\$ 38,972</u>	<u>\$ 34,861</u>	<u>\$ 32,505</u>
Net current requirements as a % statutory limit	0.03%	0.03%	0.10%	0.03%	0.04%	0.04%	0.03%	0.04%	0.04%	0.05%

Note: Texas Education Code Section 130.122 limits the debt service tax levy of community colleges to \$0.50 per \$100 of taxable assessed valuation.

ALVIN COMMUNITY COLLEGE
DEMOGRAPHIC AND ECONOMIC STATISTICS - TAXING DISTRICT - SS-11
Last Ten Calendar Years

<u>Calendar Year</u>	<u>District Population*</u>	<u>District Personal Income (in thousands)</u>	<u>District Personal Income Per Capita</u>	<u>District Unemployment Rate</u>
2024	398,938	(a)	(a)	4.4%
2023	388,181	\$ 23,971,326	\$ 60,088	4.1%
2022	379,689	21,399,140	56,360	4.2%
2021	372,031	19,715,560	51,812	6.9%
2020	374,264	18,104,830	48,374	3.5%
2019	370,200	17,487,902	47,239	4.5%
2018	362,457	16,645,867	45,925	5.3%
2017	354,195	15,528,652	43,842	5.2%
2016	346,312	15,537,867	44,867	5.0%
2015	338,124	13,504,267	42,519	6.1%

Sources:

1. Population from U.S. Bureau of the Census
2. Personal income from U.S. Bureau of Economic Analysis
3. Unemployment rate from Texas Workforce Commission (Annual when possible)

Notes: (a) Not yet available

2022 District population was corrected in 2023

ALVIN COMMUNITY COLLEGE
PRINCIPAL EMPLOYERS - SS-12
Current Fiscal Year

<u>Employer</u>	<u>Employees (1)</u>	<u>Employment (2)</u>
Alvin Independent School District	4,074	4.15%
Rice-Tec	1,166	1.19%
Wal-Mart Associates	520	0.53%
Ascend Performance Materials	462	0.47%
INEOS Olefins and Polymers USA	462	0.47%
Ron Carter Automotive	320	0.33%
Alvin Community College	315	0.32%
City of Alvin	277	0.28%
Team	220	0.22%
BeAed	<u>200</u>	<u>0.20%</u>
	<u>8,016</u>	<u>8.16%</u>

Source:

1. Alvin Economic Development
2. US Census - Brazoria County Total Employment

ALVIN COMMUNITY COLLEGE
FACULTY, STAFF, AND ADMINISTRATORS STATISTICS - SS-13
Last Ten Fiscal Years

	Fiscal Year									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Faculty										
Full-Time	124	121	107	104	113	114	111	113	107	103
Part-Time	239	355	333	326	362	401	345	203	183	194
Total	<u>363</u>	<u>476</u>	<u>440</u>	<u>430</u>	<u>475</u>	<u>515</u>	<u>456</u>	<u>316</u>	<u>290</u>	<u>297</u>
Faculty										
Full-Time	34.2%	25.4%	24.3%	24.2%	23.8%	22.1%	24.3%	35.8%	36.9%	34.7%
Part-Time	65.8%	74.6%	75.7%	75.8%	76.2%	77.9%	75.7%	64.2%	63.1%	65.3%
Staff and Administrators										
Full-Time	212	190	198	187	196	185	180	177	178	168
Part-Time	157	150	145	145	69	85	102	58	60	56
Total	<u>369</u>	<u>340</u>	<u>343</u>	<u>332</u>	<u>265</u>	<u>270</u>	<u>282</u>	<u>235</u>	<u>238</u>	<u>224</u>
Staff and Administrators										
Full-Time	57.5%	55.9%	57.7%	56.3%	74.0%	68.5%	63.8%	75.3%	74.8%	75.0%
Part-Time	42.5%	44.1%	42.3%	43.7%	26.0%	31.5%	36.2%	24.7%	25.2%	25.0%
FTSE per Full-Time Faculty	54.5	57.3	49.3	67.8	62.6	63.2	70.8	72.0	72.6	70.0
FTSE per Full-Time Staff Member	31.9	36.5	26.7	37.7	36.1	39.0	43.7	46.0	43.6	37.2
Average Annual Faculty Salary	\$ 76,431	\$ 74,630	\$ 70,416	\$ 67,825	\$ 61,849	\$ 61,421	\$ 60,770	\$ 68,100	\$ 63,608	\$ 56,291

ALVIN COMMUNITY COLLEGE
ENROLLMENT DETAILS - SS-14
Last Five Fall Semesters

	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage
Student Classification										
0-30 hours	3,966	70.96%	3,370	60.97%	3,128	58.87%	3,739	66.88%	4,078	68.14%
31-60 hours	1,206	21.58%	1,396	25.26%	1,415	26.63%	1,138	20.35%	1,196	19.98%
> 60 hours	417	7.46%	761	13.77%	770	14.49%	714	12.77%	711	11.88%
Total	5,589	100.00%	5,527	100.00%	5,313	100.00%	5,591	100.00%	5,985	100.00%
	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage
Semester Hour Load										
Less than 3	19	0.34%	15	0.27%	17	0.32%	428	7.66%	330	5.51%
3-5 semester hours	1,556	27.84%	1,680	30.40%	1,478	27.82%	1,831	32.75%	1,822	30.44%
6-8 semester hours	1,474	26.37%	1,465	26.51%	1,447	27.24%	1,437	25.70%	1,619	27.05%
9-11 semester hours	1,214	21.72%	1,223	22.13%	1,207	22.72%	1,112	19.89%	1,168	19.52%
12-14 semester hours	852	15.24%	797	14.42%	839	15.79%	623	11.14%	813	13.58%
15-17 semester hours	383	6.85%	272	4.92%	268	5.04%	136	2.43%	194	3.24%
18 and over	91	1.63%	75	1.36%	57	1.07%	24	0.43%	39	0.65%
Total	5,589	100.00%	5,527	100.00%	5,313	100.00%	5,591	100.00%	5,985	100.00%
	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage
Tuition Status										
Texas Resident (in-District)	2,676	47.88%	2,472	44.73%	2,446	46.04%	2,612	46.72%	2,792	46.65%
Texas Resident (out-of-District)	2,801	50.12%	2,937	53.14%	2,713	51.06%	2,814	50.33%	3,009	50.28%
Non-Resident Tuition	84	1.50%	78	1.41%	111	2.09%	115	2.06%	130	2.17%
Tuition Exemption - TX Resident	28	.50%	40	0.72%	43	0.81%	50	0.89%	54	0.9%
Total	5,589	100.00%	5,527	100.00%	5,313	100.00%	5,591	100.00%	5,985	100.00%

ALVIN COMMUNITY COLLEGE
STUDENT PROFILE - SS-15
Last Five Fall Semesters

	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage
Student Classification										
Female	3,250	58.15%	3,244	58.69%	3,154	59.36%	2,278	40.74%	3,261	54.49%
Male	2,339	41.85%	2,283	41.31%	2,159	40.64%	3,313	59.26%	2,724	45.51%
Total	5,589	100.00%	5,527	100.00%	5,313	100.00%	5,591	100.00%	5,985	100.00%
	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage
Semester Hour Load										
White	1,728	30.92%	1,833	33.16%	1,858	34.97%	3,290	47.39%	3,732	49.69%
Hispanic**	2,173	38.88%	2,129	38.52%	2,038	38.36%	2,064	29.73%	2,225	29.63%
African American	967	17.30%	825	14.93%	783	14.74%	866	12.47%	808	10.76%
Asian	504	9.02%	536	9.70%	468	8.81%	428	6.16%	374	4.98%
Foreign	42	0.75%	45	0.81%	60	1.13%	82	1.18%	119	1.58%
Native American	39	0.70%	43	0.78%	47	0.88%	163	2.35%	186	2.48%
Native Hawaiian/ Pacific Islander	10	0.18%	7	0.13%	9	0.17%	9	0.13%	9	0.12%
Unknown	126	2.25%	109	1.97%	50	0.94%	41	0.59%	57	0.76%
Total	5,589	100.00%	5,527	100.00%	5,313	100.00%	6,943	100.00%	7,510	100.00%
	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage
Tuition Status										
Under 18	1,280	22.90%	1,348	24.39%	1,168	21.98%	2,397	42.87%	2,431	40.62%
18 - 21	2,358	42.19%	2,250	40.71%	2,172	40.88%	1,578	28.22%	1,757	29.36%
22 - 24	587	10.50%	573	10.37%	581	10.94%	379	6.78%	400	6.68%
25 - 35	767	13.72%	783	14.17%	833	15.68%	749	13.40%	811	13.55%
36 - 50	485	8.68%	465	8.41%	450	8.47%	413	7.39%	478	7.99%
51 & over	112	2.00%	108	1.95%	109	2.05%	75	1.34%	108	1.8%
Total	5,589	100.00%	5,527	100.00%	5,313	100.00%	5,591	100.00%	5,985	100.00%
Average Age			22.9		23.1		22.0		21.9	

**Numbers are skewed because Hispanic is no longer considered a race by the Federal Government. It is an origin, and Hispanic students can declare their origin without declaring a race.

ALVIN COMMUNITY COLLEGE
TRANSFERS TO SENIOR INSTITUTIONS - SS-16
910 Fall Students as of Fall 2024
(Included only Public Senior Colleges in Texas)

	Total of All Sample Transfer <u>Students</u>	% of All Sample Transfer <u>Students</u>
1 Angelo State University	1	0.11%
2 Lamar University	11	1.21%
3 Midwestern State University	3	0.33%
4 Prairie View A&M University	20	2.20%
5 Sam Houston State University	56	6.15%
6 Stephen F. Austin State University	32	3.52%
7 Tarleton State University	12	1.32%
8 Texas A&M International University	1	0.11%
9 Texas A&M University	122	13.41%
10 Texas A&M University - Central Texas	1	0.11%
11 Texas A&M University - Commerce	2	0.22%
12 Texas A&M University - Corpus Christi	8	0.88%
13 Texas A&M University - Kingsville	3	0.33%
14 Texas A&M University - San Antonio	1	0.11%
15 Texas A&M University at Galveston	19	2.09%
16 Texas Southern University	10	1.10%
17 Texas State University	57	6.26%
18 Texas Tech University	23	2.53%
19 Texas Tech University Health Sciences Center	3	0.33%
20 Texas Tech University Health Sciences Center - El Paso	1	0.11%
21 Texas Woman's University	6	0.66%
22 The University of Texas - Rio Grande Valley	1	0.11%
23 The University of Texas at Arlington	19	2.09%
24 The University of Texas at Austin	49	5.38%
25 The University of Texas at Dallas	18	1.98%
26 The University of Texas at San Antonio	35	3.85%
27 The University of Texas at Tyler	2	0.22%
28 The University of Texas Health Science Center at Houston	3	0.33%
29 The University of Texas Health Science Center at San Antonio	2	0.22%
30 The University of Texas M.D. Anderson Cancer Center	2	0.22%
31 The University of Texas Medical Branch at Galveston	14	1.54%
32 The University of Texas Permian Basin	1	0.11%
33 University of Houston	176	19.34%
34 University of Houston - Clear Lake	162	17.80%
35 University of Houston - Downtown	18	1.98%
36 University of Houston - Victoria	5	0.55%
37 University of North Texas	10	1.10%
38 West Texas A&M University	1	0.11%
Total	<u>910</u>	<u>100.00%</u>

ALVIN COMMUNITY COLLEGE
CAPITAL ASSET INFORMATION - SS-17
Fiscal Years 2016 to 2024

	Fiscal Year								
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Academic buildings	12	12	12	12	12	12	12	12	12
Square footage (in thousands)	365	365	365	365	365	365	365	365	365
Libraries	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	12	12	12	12	12	12	12	12	12
Number of volumes (in thousands)	12	12	12	12	12	12	12	12	12
Administrative and support buildings	3	3	3	3	3	3	3	3	3
Square footage (in thousands)	25	25	25	25	25	25	25	25	25
Dining facilities	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	5	5	5	5	5	5	5	5	5
Average daily customers	150	150	150	150	150	150	150	150	150
Athletic facilities	8	8	8	8	8	8	8	8	8
Square footage (in thousands)	28	28	28	28	28	28	28	28	28
Gymnasiums	1	1	1	1	1	1	1	1	1
Fitness centers	1	1	1	1	1	1	1	1	1
Tennis courts	6	6	6	6	6	6	6	6	6
Plant facilities	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	20	20	20	20	20	20	20	20	20
Transportation									
Cars	6	7	7	6	6	5	5	5	6
Light trucks/vans/ambulance	8	8	8	8	8	7	11	11	11
Buses	2	2	2	2	2	2	2	2	2
Heavy trucks	2	2	2	2	2	2	3	3	3