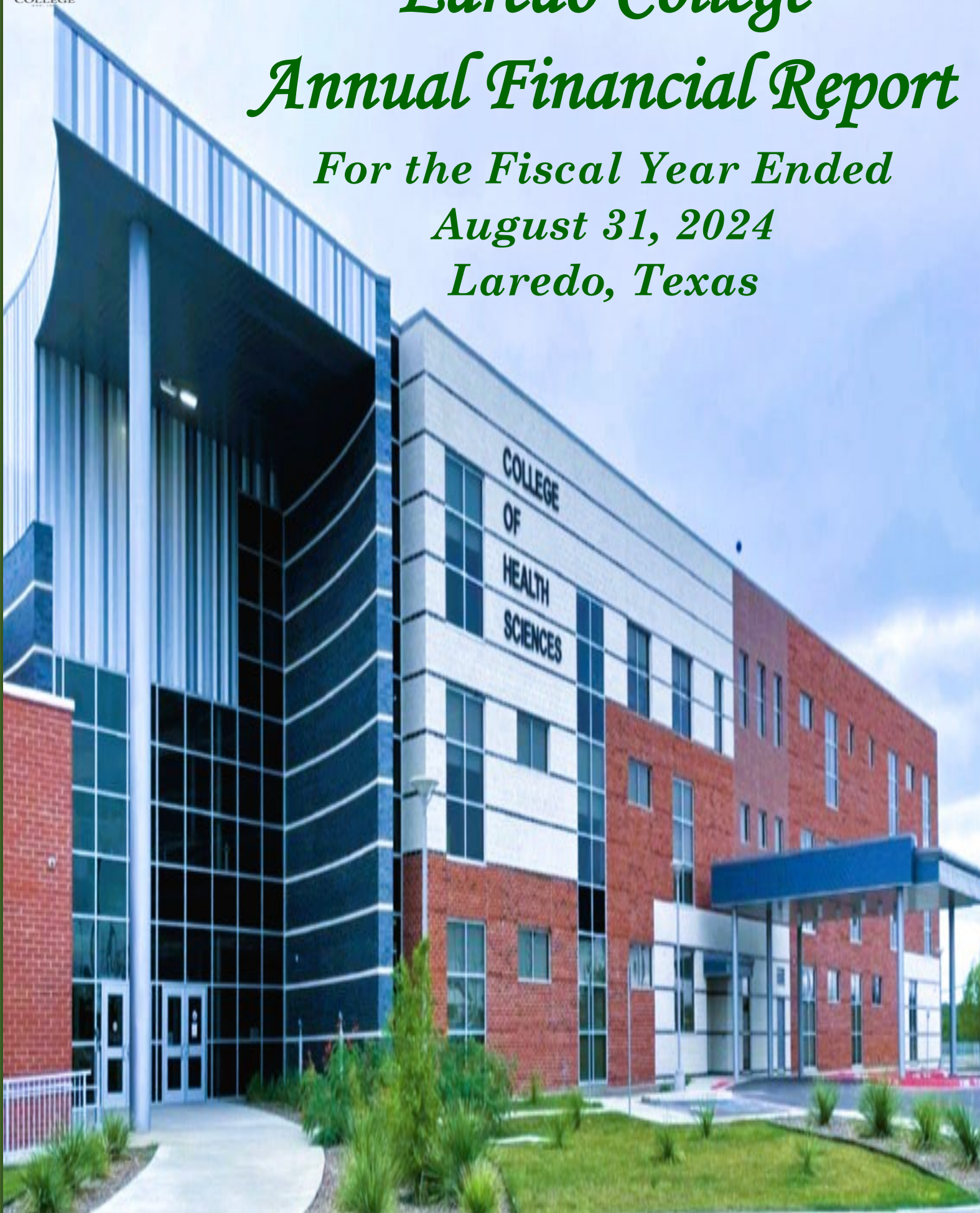


# *Laredo College*

## *Annual Financial Report*

*For the Fiscal Year Ended  
August 31, 2024  
Laredo, Texas*



**Laredo College**  
**August 31, 2024**

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## LAREDO COLLEGE

### ORGANIZATIONAL DATA

#### For the Fiscal Year 2024

##### Board of Trustees

##### Officers

		<u>Term Expires</u>
Lupita Zepeda	President	November 2024
Jorge Delgado	Vice President	November 2024
Jackie Leven Ramos	Secretary	November 2026

##### Term Expires

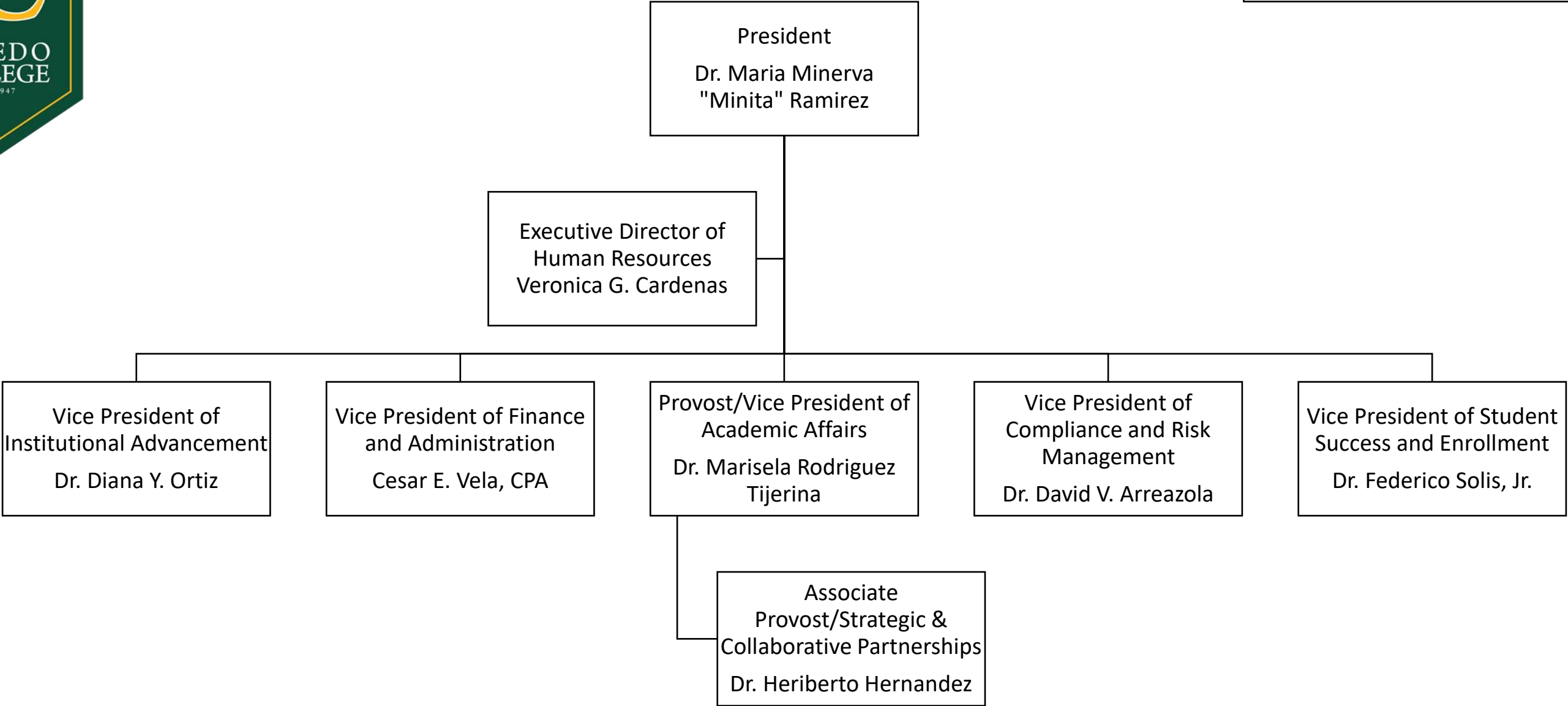
Erica Benavides Garcia	Laredo, Texas	November 2028
Karina Elizondo	Laredo, Texas	November 2026
Cindy Liendo	Laredo, Texas	November 2028
Mercurio Martinez, Jr.	Laredo, Texas	November 2028
Esteban Rangel	Laredo, Texas	November 2024
Ernestina C. Vela	Laredo, Texas	November 2026

##### Principal Administrative Officers

Maria Minerva Ramirez, Ph.D.	President
Marisela Rodriguez-Tijerina, Ed.D.	Provost/Vice President of Academic Affairs
Heriberto Hernandez, Ed.D.	Associate Provost/Strategic & Collaborative Partnerships
David Arreazola, Ed.D.	Vice President of Compliance & Risk Management
Cesar Vela Jr., CPA	Vice President of Finance and Administration
Federico Solis Jr., Ed.D.	Vice President of Student Success and Enrollment
Diana Y. Ortiz, Ph.D.	Vice President of Institutional Advancement
Veronica Cardenas	Executive Director of Human Resources



Laredo College 2023-2024  
Organizational Structure  
President's Cabinet



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## **FINANCIAL SECTION**

# Garza/Gonzalez & Associates, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

To the members of Board of Trustees  
Laredo College  
Laredo Texas

### Opinions

We have audited the accompanying financial statements of the Laredo College (the College) as of and for the year ended August 31, 2024 and 2023, and the related notes to the financial statements. The financial statements include the financial statements of the LCC Education Foundation, a discretely presented component unit, as of December 31, 2023 and 2022. These financial statements collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the College, as of August 31, 2024 and 2023, 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 and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller of the United States. 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.

### 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 generally accepted auditing standards 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 generally accepted auditing standards 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, schedule of share of net pension liability, schedule of pension contributions and the schedule of OPEB contributions, as listed on the table of contents, 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 was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the College's basic financial statements. The Schedule of Expenditures of Federal 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 (Uniform Guidance), the Schedule of Expenditures of State Awards, as required by the State of Texas Uniform Grant Management Standards, the Schedule of Operating Revenues, the Schedule of Operating Expenses by Object, the Schedule of Non-Operating Revenues and Expenses, and the Schedule of Net Position by Source and Availability are required by the Texas Higher Education Coordinating Board (THECB), (collectively the Supplementary Information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures. These additional procedures included comparing and reconciling the 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 Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's 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 10, 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.



January 10, 2025

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**Laredo College  
Management Discussion and Analysis  
Year Ending August 31, 2024**

***Overview of the Financial Statements and Financial Analysis***

This section of Laredo College's Annual Financial Report presents Management's Discussion and Analysis of the College's financial position and activities for the year ended August 31, 2024, and comparative information for the years ended August 31, 2023, and August 31, 2022. Since the emphasis of discussion about these statements will be on current activities, resulting change and currently known facts, it should be read in conjunction with the College's Basic Financial Statements and the footnotes.

The annual report consists of three parts – Management's Discussion and Analysis, the Basic Financial Statements, and Required Supplementary Information. The financial statements, consisting of the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; the Statement of Cash Flows, and the financial statements for the discretely presented component unit, the Laredo College Education Foundation, Inc.

These three statements will assist the reader in determining whether the College, as a whole, is performing financially better this year as compared to last year. These statements are prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service is provided, and expenses and liabilities are recognized when others provide the service, regardless of when cash is exchanged.

This discussion and analysis of the College's financial statements provides an overview of its financial activities for the year.

***Financial Highlights***

- The College's net position as of August 31, 2024, was \$128.6 million compared to \$99.2 million as of August 31, 2023. The increase is attributed to an increase in unrestricted assets of \$22.1 million, an increase in the debt service reserve of \$2.9 million and an increase of \$2.8 million in Plant Funds and an increase in Student aid funds of \$1.1 million.
- The College's ad valorem tax revenue for maintenance and operations increased by 7.0% or \$3.0 million from \$42.9 million in 2023 to \$46.0 million in 2024.
- Non-operating revenues increased by 19.83% or \$18.0 million from \$90.8 million in 2023 to \$108.8 million in 2024.
- Capital assets, net of accumulated depreciation, on August 31, 2024, had an increase of \$8.8 million from August 31, 2023.

The financial statements for the College's component unit, the Laredo College Education Foundation, Inc., are discretely presented with the financial statements of the College, since the economic resources received or held by the Foundation that the College is entitled to, or has the ability to otherwise access, are significant to the College (Note 1). The separately issued financial statements of the Foundation can be obtained from the Development Office at Laredo College.

The Laredo College Education Foundation, Inc. was incorporated in 2001 to function as a nonprofit foundation. The foundation was created to support and promote for the use and benefit of Laredo College and literary, scientific, education or cultural undertakings.

The following management discussion and analysis is intended to provide readers with an overview of the basic financial statements.

## Statement of Net Position

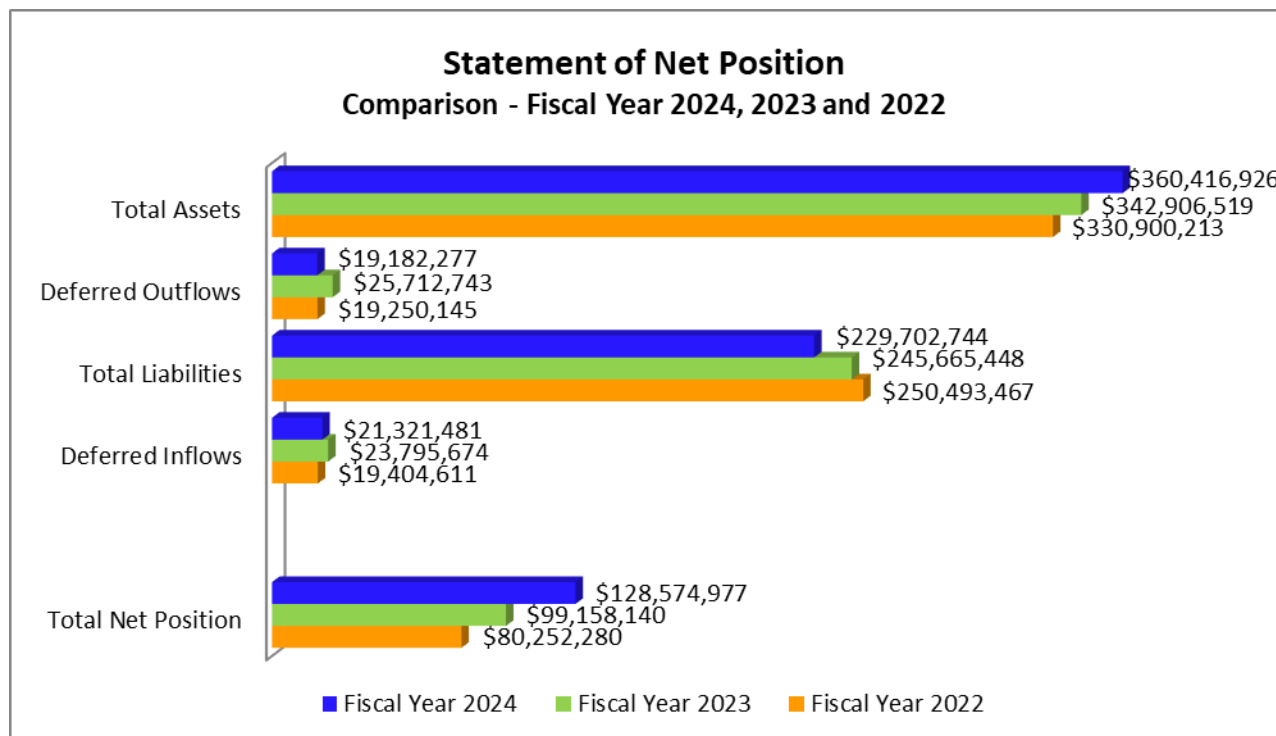
The Statement of Net Position represents the College's financial position at the end of the fiscal year and includes all assets, deferred outflows of resources, liabilities, and deferred inflow of resources of the College. Net position is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources and serves as a general indicator of financial stability.

Current liabilities are generally those liabilities which are due within one year, and current assets are those assets which are available to satisfy current liabilities. Noncurrent assets include restricted cash and cash equivalents, capital assets, and other assets not classified as current.

Noncurrent liabilities include bonds and tax notes payable, net pension liability and other long-term commitments. Deferred outflows of resources represent a consumption of net position applicable to a future reporting period. The College's deferred outflows of resources include deferred outflows related to pensions, deferred charges on other postemployment benefits (OPEB), and deferred charges on refunded debt. Deferred inflows of resources include deferred inflows of resources related to pensions arising from its participation in the defined benefit pension plan administered by the Teacher Retirement System of Texas (TRS) and deferred inflows related to other postemployment benefits arising from its participation in the health insurance plan administered by the Employee Retirement System (ERS).

Condensed financial information from the Statements of Net Position is as follows:

	<b>Statement of Net Position</b>		
	2024	2023	2022
<b>Assets:</b>			
Current assets	\$ 130,518,965	\$ 122,479,931	\$ 121,986,486
Capital assets	224,590,684	215,767,063	204,808,217
Other non-current assets	5,307,277	4,659,525	4,105,510
<b>Total assets</b>	<b>360,416,926</b>	<b>342,906,519</b>	<b>330,900,213</b>
Deferred Outflows Related to Pensions	10,412,564	13,042,036	4,524,460
Deferred Outflows Related to OPEB	2,798,986	6,231,721	8,124,692
Deferred Outflows Related (SBITAs)	-	153,126	-
Deferred Charge on Refundings	5,970,727	6,285,860	6,600,993
<b>Total Deferred Outflow of Resources</b>	<b>19,182,277</b>	<b>25,712,743</b>	<b>19,250,145</b>
<b>Liabilities:</b>			
Current liabilities	37,186,865	36,749,463	33,727,564
Non-current liabilities	192,515,880	208,915,985	216,765,903
<b>Total liabilities</b>	<b>229,702,744</b>	<b>245,665,448</b>	<b>250,493,467</b>
Deferred Inflows Related to Pensions	5,333,974	6,897,087	8,587,671
Deferred Inflows Related to OPEB	14,669,678	15,456,511	9,693,833
Deferred Inflows of Resources (Lease)	559,202	611,198	219,979
Deferred Gain on Refundings	758,627	830,878	903,128
<b>Total Deferred Inflow of Resources</b>	<b>21,321,481</b>	<b>23,795,674</b>	<b>19,404,611</b>
Net Investment in Capital Assets	52,946,064	52,969,848	39,577,901
Restricted net assets	50,629,752	43,323,701	38,667,286
Unrestricted net assets	24,999,161	2,864,591	2,007,093
<b>Total Net Position</b>	<b>\$ 128,574,977</b>	<b>\$ 99,158,140</b>	<b>\$ 80,252,280</b>



Total assets increased by \$17.5 million in 2024 or approximately 5.11%. The increase was the result of a \$8.8 million dollar increase in net capital assets and an \$8.4 million dollar increase in cash and cash equivalents, this includes investments that increased by \$15.1 million.

For 2023, total assets increased by \$12.0 million in 2023 or approximately 3.63%. The increase was the result of a \$10.9 million dollar increase in net capital assets and an \$880 thousand dollar increase in cash and cash equivalents.

During 2024, total liabilities decreased by \$15.7 million or 6.41% as a result of a \$16.1 million dollar decrease in noncurrent liabilities and a partial offset increase of \$437 thousand to current liabilities.

The \$16.4 million decrease to noncurrent liabilities was attributable to the reduction of bonds payable in the amount of \$12.6 million and a decrease of \$3.6 million to the Net OPEB Liability. There was also a decrease in current liabilities for bond payable of \$14.4 million to \$12.6 million.

For 2023, total liabilities decreased by \$4.8 million or 1.93% as a result of a \$7.8 million dollar decrease in noncurrent liabilities and a partial offset increase of \$3.0 million to current liabilities.

The \$7.8 million decrease to noncurrent liabilities was attributable to the reduction of bonds payable in the amount of \$14.4 million and an increase of \$10.9 million to the Pension Liability and a partial offset decrease of \$7.3 million to the Other Postemployment Benefits (OPEB) liability. There was also an increase of 30.95% in accounts payable from \$4.3 million to \$5.7 million and an increase of \$491 thousand in SBITAs was recorded in 2023.

In 2024, deferred outflow of resources increased by \$6.5 million primarily attributed to a decrease of \$2.6 million due to adjustments for future period resources related to pensions. There was also a decrease of \$3.4 million due to adjustments for future period resources related to pensions and other post-employment benefits. The OPEB deferred outflow of resources was \$6.2 million in FY 2023 and \$2.8 million in FY 2024.

In 2023, deferred outflow of resources increased by \$6.4 million primarily attributed to an increase of \$8.5 million due to adjustments for future period resources related to pensions. This increase was offset by a decrease of \$1.9 million due to adjustments for future period resources related to pensions and other post-employment benefits.

In 2024, there was a decrease of \$2.5 million in total deferred inflows of resources due to a \$786 thousand decrease in adjustments for future period resources other post-employment benefits. There was also a decrease of \$1.6 million in deferred inflows related to pensions.

In 2023, there was an increase of \$4.4 million for the total deferred inflows of resources due to a \$5.8 million increase for adjustments for future period resources other post-employment benefits. This increase was partially offset by a \$1.7 million decrease in deferred inflows related to pensions.

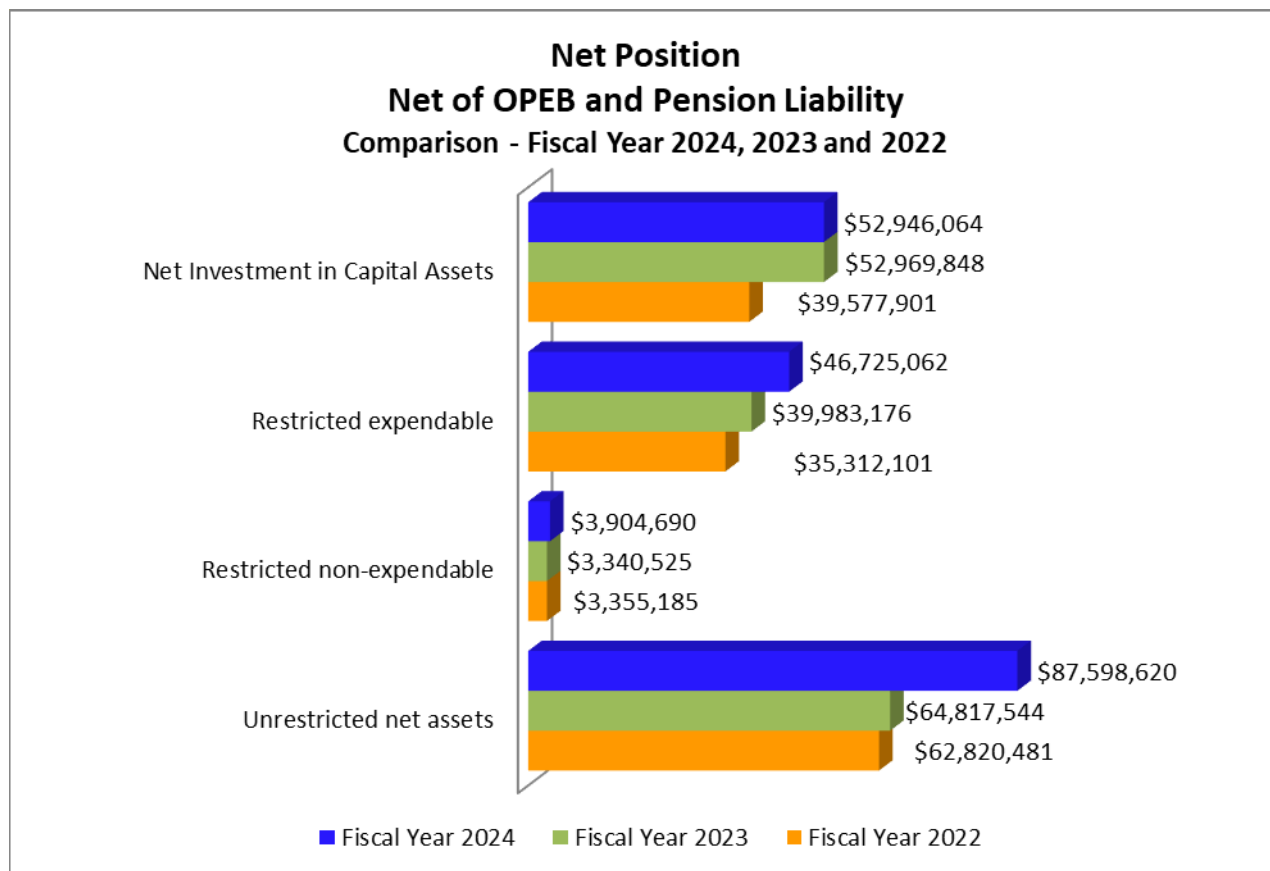
The College's net position as of August 31, 2024, was \$128.6 million compared to \$99.2 million as of August 31, 2023. The major attributions for the increase in the net position was an increase in the total unrestricted net assets. In addition, the College's bond payable and other post-employment employee benefits payable decreased by \$14.4 million and \$3.6 million, respectively. Another increase occurred in the debt service reserve of \$2.9 million from \$28.4 million in 2023 to \$31.3 million in 2024.

The College's net position as of August 31, 2023, was \$99.2 million compared to \$80.3 million as of August 31, 2022. The major attributions for the increase in the net position was an increase in net capital assets and an increase in deferred outflows related to pensions. In addition, the College's bond payable and other post-employment employee benefits payable decreased by \$14.4 million and \$7.3 million, respectively. Another increase occurred in the debt service reserve of \$3.0 million from \$25.4 million in 2022 to \$28.4 million in 2023.

When evaluating the College's financial strength, it is important to consider unrestricted net assets (as shown net of plant) prior to recent changes in reporting pension benefits. As such, it is reasonable to add back Compensated Absences (CA) and OPEB (Other Post-Employment Benefits) to derive a truer picture of operational resources. As shown below, the College's unrestricted net assets, net of compensated absence and other post-employment benefits, increased \$22.8 million from 2023 to 2024 and remains a robust and healthy \$87.6 million in 2024. This balance provides compelling evidence of the College's overall financial strength and stability.

The College's net position as of August 31, 2023, was \$99.2 million compared to \$80.3 million as of August 31, 2022. The increase in net position is attributed to excess revenues over expenditures. For 2023, the College's unrestricted net assets, net of compensated absences and other postemployment benefits (OPEB), increased by \$2.0 million or 3.18% as compared to fiscal year 2022.

	2024	2023	2022
Unrestricted Net Assets	\$ 24,999,161	\$ 2,864,591	\$ 2,007,093
Add Compensated Absences Current	1,121,543	441,704	429,964
Add Compensated Absences - Non current	1,333,758	1,926,968	1,887,743
Add OPEB Liability GASB 75	34,857,093	38,481,047	45,790,992
Less Deferred Outflows of Resources-Pension/OPEB	(13,211,550)	(19,273,757)	(12,649,152)
Add Deferred Inflows of Resources-Pension/OPEB	20,003,652	22,353,598	18,281,504
Add Liability-Pension GASB 68	18,494,963	18,023,393	7,072,337
Unrestricted Net Assets, Net of CA, OPEB and Pension Liability	\$ 87,598,620	\$ 64,817,544	\$ 62,820,481



### ***Statement of Revenues, Expenses and Changes in Net Position***

The Statement of Revenues, Expenses, and Changes in Net Position present the College's results of operations for the fiscal year. Operating revenues are generated from the service provided to students and other customers of the College. Operating expenses include those costs incurred in the production of goods and services which result in operating revenues, as well as depreciation and amortization. All other activity is classified as non-operating revenues and expenses. Since a large portion of the revenue stream including ad valorem property taxes, state appropriations, and all federal financial aid grants is classified as non-operating revenues, Texas public community colleges will generally reflect an operating loss with the increase or decrease in net position reflective of all activity. Total revenues and total expenses should be considered in assessing the change in the College's financial position. When total revenues exceed total expenses, the result is an increase in net position. When the reverse occurs, the result is a decrease in net position. Further detail is presented in the Statement of Revenues, Expenses, and Changes in Net Position and notes to the financial statements.

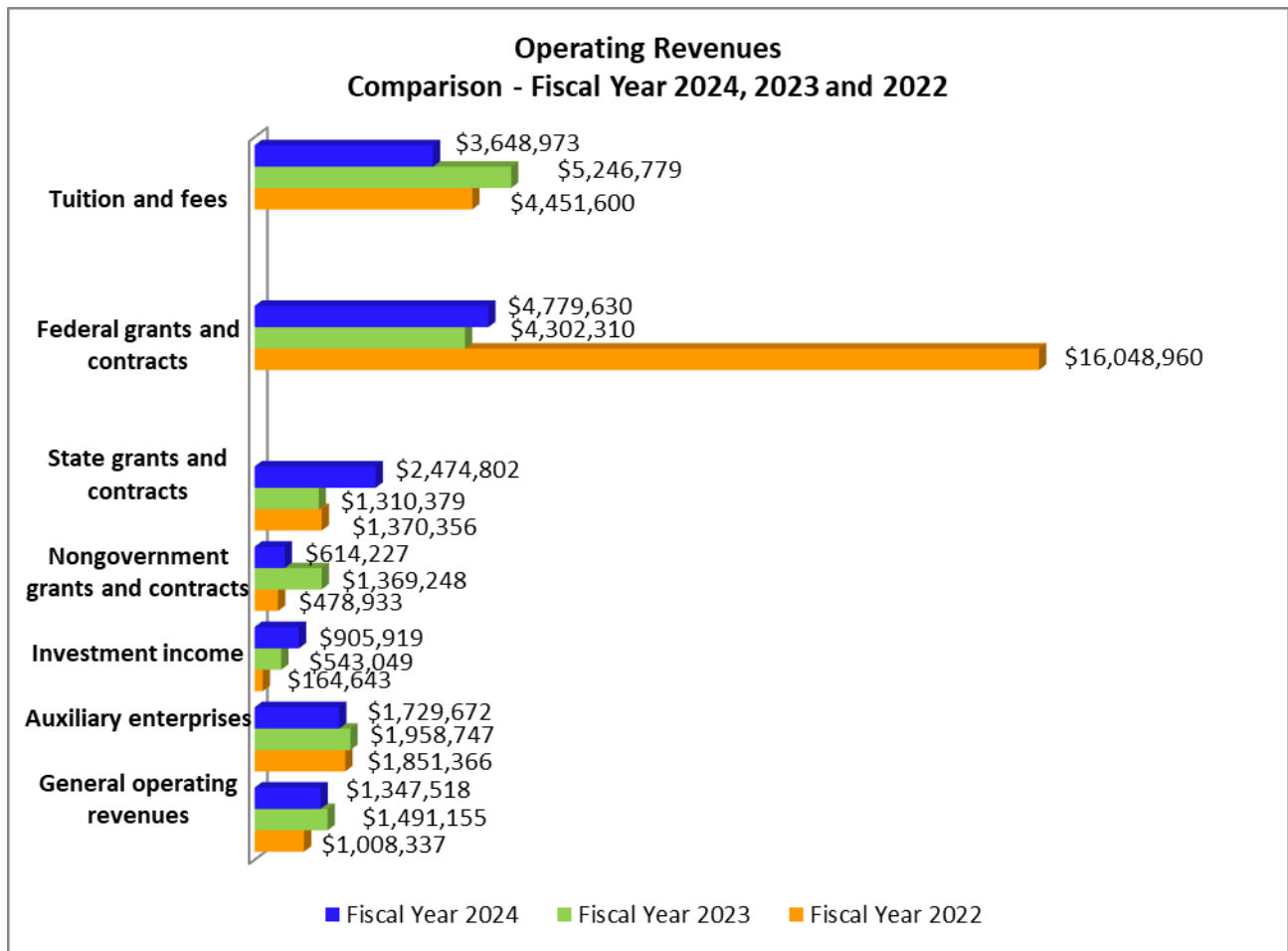
The following summary is prepared from the College's Statement of Revenues, Expenses and Changes in Net Position for the fiscal years ended August 31:



## Statement of Revenues, Expenses and Changes in Net Position

	2024	2023	2022
Operating Revenues	\$ 15,500,741	\$ 16,221,667	\$ 25,374,195
Operating Expenses	95,177,947	88,122,510	91,278,681
Operating Loss	(79,677,206)	(71,900,843)	(65,904,486)
Non-operating revenues and expenses	109,052,792	90,806,703	81,264,907
Increase in Net Position	29,375,586	18,905,860	15,360,421
Net Position at beginning of year	99,158,140	80,252,280	64,891,859
<b>Net Position at end of year</b>	<b>\$ 128,533,726</b>	<b>\$ 99,158,140</b>	<b>\$ 80,252,280</b>

	2024		2023		2022	
	Amount	Percentage of Total	Amount	Percentage of Total	Amount	Percentage of Total
Operating revenues						
Tuition and fees (net of discounts)	\$ 3,648,973	23.54%	\$ 5,246,779	32.34%	\$ 4,451,600	17.54%
Federal grants and contracts	4,779,630	30.84%	4,302,310	26.52%	16,048,960	63.25%
State grants and contracts	2,474,802	15.97%	1,310,379	8.08%	1,370,356	5.40%
Nongovernment grants and contracts	614,227	3.96%	1,369,248	8.44%	478,933	1.88%
Investment income (program restricted)	905,919	5.84%	543,049	3.35%	164,643	0.65%
Auxiliary enterprises (net of discounts)	1,729,672	11.16%	1,958,747	12.08%	1,851,366	7.30%
Other operating revenues	1,347,518	8.69%	1,491,155	9.19%	1,008,337	3.97%
<b>Total</b>	<b>\$ 15,500,741</b>	<b>100.00%</b>	<b>\$ 16,221,667</b>	<b>100.00%</b>	<b>\$ 25,374,195</b>	<b>100.00%</b>



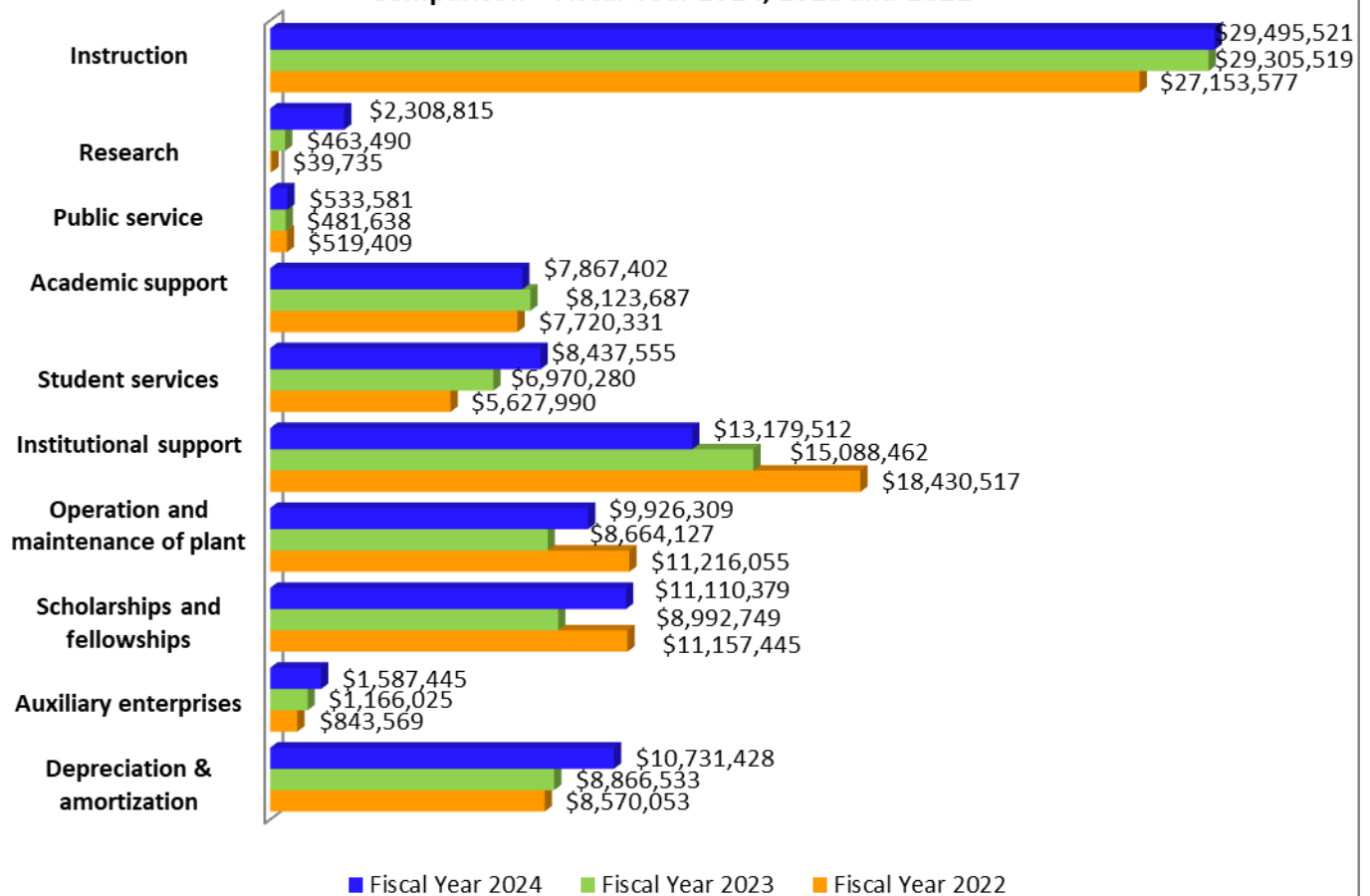
For 2024, the statement of revenues, expenses and changes in net position reflects an increase to net position of \$29.4 million. As is normal, operations yielded a loss for the year of \$79.7 million. This is commonly referred to as the burden on taxpayers. The operating loss does not include state appropriations, Title IV funds, or ad valorem taxes, which are reported as non-operating revenues as required by GASB 35. The operating loss increased by \$7.8 million or 10.82%, from \$71.9 million in fiscal year 2023, to \$79.7 million in fiscal year 2024. Operating revenues decreased by \$720 thousand and total operating expenses increased by \$7.8 million. The decrease in operating revenues was primarily due to a \$1.6 million decrease in tuition and fee revenue and a corresponding increase in state grant and contracts of \$1.2 million.

For 2023, the statement of revenues, expenses and changes in net position reflects an increase to net position of \$3.5 million. As is normal, operations yielded a loss for the year of \$72.0 million. This is commonly referred to as the burden on taxpayers. The operating loss does not include state appropriations, Title IV funds, or ad valorem taxes, which are reported as non-operating revenues as required by GASB 35. The operating loss increased by \$6.0 million or 9.10%, from \$65.9 million in fiscal year 2022, to \$72.0 million in fiscal year 2023. Operating revenues decreased by \$9.2 million and total operating expenses decreased by \$3.0 million. The decrease in operating revenues was primarily due to the decreases in federal grant revenue for funds received from the Department of Education Higher Education Emergency Relief Funds (HEERF).

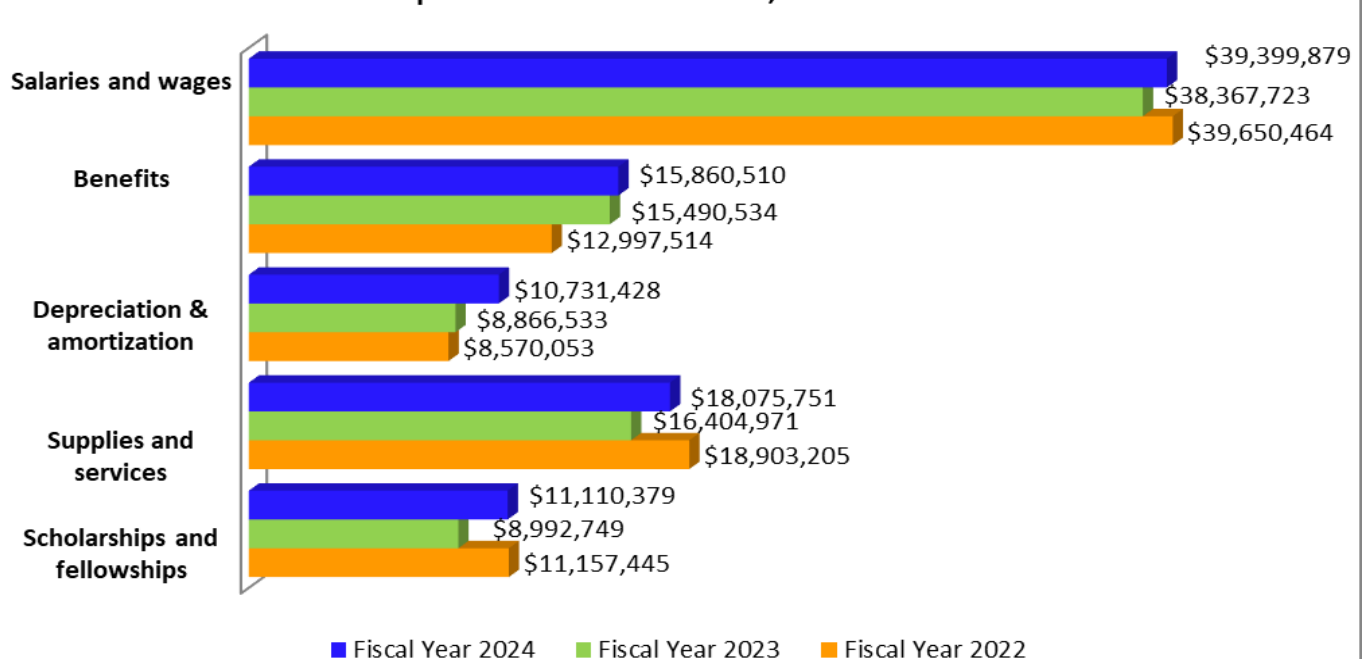
Operating Expenses by Function	2024		2023		2022	
	Amount	Percentage of Total	Amount	Percentage of Total	Amount	Percentage of Total
Instruction	\$ 29,495,521	30.99%	\$ 29,305,519	33.26%	\$ 27,153,577	29.75%
Research	2,308,815	2.43%	463,490	0.53%	39,735	0.04%
Public service	533,581	0.56%	481,638	0.55%	519,409	0.57%
Academic support	7,867,402	8.27%	8,123,687	9.22%	7,720,331	8.46%
Student services	8,437,555	8.87%	6,970,280	7.91%	5,627,990	6.17%
Institutional support	13,179,512	13.85%	15,088,462	17.12%	18,430,517	20.19%
Operation and maintenance of plant	9,926,309	10.43%	8,664,127	9.83%	11,216,055	12.29%
Scholarships and fellowships	11,110,379	11.67%	8,992,749	10.20%	11,157,445	12.22%
Auxiliary enterprises	1,587,445	1.67%	1,166,025	1.32%	843,569	0.92%
Depreciation & Amortization	10,731,428	11.28%	8,866,533	10.06%	8,570,053	9.39%
<b>Total</b>	<b>\$ 95,177,947</b>	<b>100.00%</b>	<b>\$ 88,122,510</b>	<b>100.00%</b>	<b>\$ 91,278,681</b>	<b>100.00%</b>

Operating Expenses by Classification	2024		2023		2022	
	Amount	Percentage of Total	Amount	Percentage of Total	Amount	Percentage of Total
Salaries and wages	\$ 39,399,879	41.40%	\$ 38,367,723	43.54%	\$ 39,650,464	43.44%
Benefits	15,860,510	16.66%	15,490,534	17.58%	12,997,514	14.24%
Depreciation & amortization	10,731,428	11.28%	8,866,533	10.06%	8,570,053	9.39%
Supplies and Services	18,075,751	18.99%	16,404,971	18.62%	18,903,205	20.71%
Scholarships and fellowships	11,110,379	11.67%	8,992,749	10.20%	11,157,445	12.22%
<b>Total</b>	<b>\$ 95,177,947</b>	<b>100.00%</b>	<b>\$ 88,122,510</b>	<b>100.00%</b>	<b>\$ 91,278,681</b>	<b>100.00%</b>

### Operating Expenses by Function Comparison - Fiscal Year 2024, 2023 and 2022



### Operating Expenses by Classification Comparison - Fiscal Year 2024, 2023 and 2022



In 2024, operating expenses increased by 8.01% or approximately \$7.1 million compared to 2023. The increase in operating expenses resulted from the following factors:

- An increase of \$1.03 million in salaries and wages
- An increase of \$3.7 million in other expenses for total educational activities from \$24.8 million as of August 2023 to \$28.6 million in 2024. This was mostly due to an increase of scholarships and fellowships
- An increase of \$639 thousand in restricted state benefits from \$5.6 million as of August 2023 to \$6.2 million in 2024
- An increase of \$346 thousand in unrestricted other expenses from \$12.8 million as of August 2023 to \$13.2 million in 2024

In 2023, operating expenses decreased by 3.2% or approximately \$2.9 million compared to 2022. The decrease in operating expenses resulted from the following factors:

- A decrease of \$1.3 million in salaries and wages
- A decrease in other expenses category for institutional support expenses of \$593 thousand
- A decrease of \$2.6 million in total operation and maintenance of plant from \$11.2 million to \$8.7 million as compared to 2022
- A decrease in scholarships and fellowships in the amount of \$2.2 million is mostly due an increase in recorded tuition discounts

In 2024, net non-operating revenues increased by 20.09% or \$18.2 million over fiscal year 2024. The increase was mainly attributed to an increase in state appropriations of \$9.0 million, taxes for maintenance and operations in the amount of \$3.0 million, and federal non-operating revenue (Title IV) of \$3.8 million. Furthermore, the College received \$2.9 million in Financial Aid for Swift Transfer Funding (FAST) and \$926 thousand in investment income.

In 2023, net non-operating revenues increased by 12% or \$9.5 million over fiscal year 2022. The increase was mainly attributed to an increase in taxes for maintenance and operations in the amount of \$2.3 million and taxes for general obligation bonds went down by \$124 thousand in 2023. Furthermore, there was a 425.51% increase in investment income from an amount of \$776 thousand to \$4.1 million. Capital gifts also went up due to an acquisition of a property granted by the Fernando Salinas Trust Fund. The total amount recorded for capital gifts totaled \$1.9 million for 2023.

Some highlights of the fiscal year 2024 information presented on the Statements of Revenues, Expenses, and Changes in Net Position are as follows:

- Tuition and fees were discounted by \$25.6 million and \$20.9 million for fiscal years 2024 and 2023 respectively, which consisted of federal, state, local and private grants that were provided as financial aid to students and other remissions and exemptions. Out of the \$25.6 million, 39.0% or \$10 million represents exemptions granted for the dual enrollment program
- Tax collections for maintenance and operations increased 7.04% from \$42.9 million in 2023 to \$45.9 million in 2024
- The tax rates assessed in fiscal years 2023 and 2024 were \$0.287836 and \$0.267675 respectively
- Operations yielded an increase in net position of 55.4% or \$10.5 million from fiscal year 2023 to fiscal year 2024

## Statement of Cash Flows

The Statement of Cash Flows provide information about the sources of cash and the uses of cash in the operations and activities of the College. The Statement of Cash Flows help users determine the entity's ability to meet its obligations as they come due and the impact of external financing. The Statements summarize cash inflows and outflows by operating activities, non-capital financing activities, financing activities, and investing activities.

The Statement of Cash Flows indicated a decreased in cash and cash equivalents of approximately \$7.1 million from \$1.08 as of August 31, 2023 to negative \$6.0 million as of August 31, 2024. The primary use of cash in operations is for payments of salaries, wages, and benefits, followed by payments to suppliers for goods and services; then payments for scholarships and fellowships. Cash Flow from operating activities increased by \$6.8 million from fiscal year 2023. Sources of cash from operations arise primarily from student tuition and fees as well as grant and contract revenues. Sources of cash from non-capital financing activities are primarily from ad valorem taxes, non-operating federal and state revenue and state appropriations. In fiscal year 2024, receipts from State Appropriations increased by \$7.8 million, receipts from Ad Valorem Taxes increased by \$2.9 million, and receipts from Title IV Financial Aid Programs increased by \$3.8 million. Another item that contributed to the increase in cash and cash equivalents were the receipts from the FAST program in the amount of \$2.9 million.

For fiscal year 2023, there was a reduction in cash from net operating activities in the amount of \$8.3 million due to a \$16.5 million decrease in receipts of operating grants and contracts payments. For cashflows provided by non-capital financing activities there was an increase of \$4.3 million. This was mostly the result of an increase in receipts from Ad Valorem taxes maintenance and operations in the amount of \$2.5 million. Cash Flows from capital and related financing activities decreased by \$9.9 million. This was due to the acquisition and construction of capital assets and payments related to capital debt. For investment activities, there was an increase of \$3.3 million from receipts of investment income.

## Statement of Cash Flows

	2024	2023	2022
Cash provided (used) by			
Operating Activities	\$ (61,088,569)	\$ (54,307,827)	\$ (46,033,805)
Non-capital financing activities	91,332,436	74,400,210	70,119,899
Financing activities	(26,175,184)	(23,089,559)	(13,170,159)
Investing activities	(10,060,197)	4,080,306	776,450
Net increase (decrease) in cash	(5,991,514)	1,083,130	11,692,385
Cash and cash equivalents - September 1	112,051,159	110,968,029	99,275,644
<b>Cash and cash equivalents - August 31</b>	<b>\$ 106,059,645</b>	<b>\$ 112,051,159</b>	<b>\$ 110,968,029</b>

## Capital Assets

Changes in net capital assets are the result of acquisitions, improvements, deletions and changes in accumulated depreciation and amortization. The College had \$224 million and \$216 million invested in capital assets net of accumulated depreciation and amortization as of August 31, 2024, and 2023, respectively. Depreciation expense totaled \$10.7 million in fiscal year 2024 and \$8.7 million in fiscal year 2023 (Note 5). A summary of net capital assets is presented below:

## Net Capital Assets at Fiscal Year End

### Net Capital Assets at Fiscal Year End

	Fiscal Year			Change	
	2024	2023	2022	2023 to 2024	2022 to 2023
Land	\$ 5,843,691	\$ 5,843,691	\$ 5,444,715	\$ -	\$ 398,976
Water Rights	9,920	9,920	9,920	-	-
Construction in Progress	19,689,098	12,341,259	6,250,696	7,347,839	6,090,563
Buildings & building improvements	164,345,929	164,662,515	162,284,782	(316,586)	2,377,733
Other real estate improvements	14,865,466	14,193,537	15,380,936	671,929	(1,187,399)
Library books	643,159	651,862	676,048	(8,703)	(24,186)
Furniture, machinery & equipment	14,450,017	13,812,353	13,957,032	637,664	(144,679)
Right-to-use lease asset	59,680	-	-	59,680	-
Right-to-use subscription asset	4,683,723	4,251,926	804,088	431,797	3,447,838
Total capital assets, net of accumulated depreciation	<u>\$ 224,590,683</u>	<u>\$ 215,767,063</u>	<u>\$ 204,808,217</u>	<u>\$ 8,823,620</u>	<u>\$ 10,958,846</u>

One method of evaluating the continued life of capital assets is to compare the accumulated depreciation to the original cost of the assets as a percentage. The following table lists assets subject to depreciation and the percentage depreciated to August 31, 2024, and 2023.

### Depreciable Capital Assets and Accumulated Depreciation Percentages

Major capital additions and renovations completed or in progress during fiscal year 2024, include the following:

	Fiscal Year 2024			Fiscal Year 2023		
	Capitalized Amount	Accumulated Depreciation	% Depreciated	Capitalized Amount	Accumulated Depreciation	% Depreciated
Buildings & building improvements	\$ 213,744,736	\$ 49,398,807	23.11%	\$ 210,365,449	\$ 45,702,934	21.73%
Other real estate improvements	39,957,487	25,092,021	62.80%	38,152,919	23,959,382	62.80%
Furniture, machinery & equipment	50,845,236	36,395,219	71.58%	46,197,739	32,385,386	70.10%
Library books	4,088,011	3,444,852	84.27%	4,008,468	3,356,606	83.74%
Right-to-use lease asset	89,519	29,839	33.33%	-	-	0.00%
Right-to-use subscription asset	6,905,210	2,221,487	32.17%	5,526,423	1,274,497	23.06%
Total	<u>\$ 315,630,199</u>	<u>\$ 116,582,225</u>	<u>36.94%</u>	<u>\$ 304,250,998</u>	<u>\$ 106,678,805</u>	<u>35.06%</u>

Fiscal Year 2024	Project Status	Amount
Parking Lot Project	Complete	\$ 735,000
P-24 Building Renovation	Complete	\$ 8,543
Arechiga Hall Renovation	CIP	\$ 1,496,773
P1 (Lopez) Building Roof	Complete	\$ 762,078
Moore Building Roof	Complete	\$ 419,850
Ruben Garcia HVAC Chill Water Piper	Complete	\$ 153,465
P-14 Exterior Paint & Renovation	Complete	\$ 189,579
Demolition of Dormitory P-7 & P-8	CIP	\$ 23,200
Canopy CDL Truck Driving Pad	Complete	\$ 24,525
Veterans Center	CIP	\$ 74,073
P-14 Building	Complete	\$ 816,580
LC Automotive Tech Center Expan	CIP	\$ 5,604,492
LC Truck Driving Range Project	Complete	\$ 1,045,043
LC Law Enforcement Training	CIP	\$ 2,027,228
LC LBV Environmental Science	CIP	\$ 3,188,903
LC Garcia Building Restroration	Complete	\$ 901,175
LC MFA HVAC Project	CIP	\$ 6,900,292
LC Moore Voc Welding	CIP	\$ 374,137

Major capital additions and renovations completed or in progress during fiscal year 2023 include the following:

Fiscal Year 2023	Project Status	Amount
LC Parking Lot Project	CIP	\$ 694,973
LC Building P24 Renovations	Completed	\$ 37,056
LC Arechiga Hall Renovation	CIP	\$ 10,710
LC Building P-14 Renovations	CIP	\$ 767,439
LC South Campus Roofs Project	Completed	\$ 3,855,551
LC South Campus Emergency Phone System	CIP	\$ 52,290
LC Automotive Tech Center Expansion	CIP	\$ 2,736,849
LC Truck Driving Range	CIP	\$ 1,045,043
LC Law Enforcement Training Center	CIP	\$ 282,119
LC LBV Environmental Science Renovation	CIP	\$ 518,696
LC South Campus Bell Tower & Metal Roof Repairs	Completed	\$ 581,172
LC Audio Visual Upgrades Project	CIP	\$ 3,471
LC Garcia Building Restoration	CIP	\$ 866,175
LC MFA HVAC Project	CIP	\$ 5,363,494

The College does not record the cost of capital assets as an expense at the time of acquisition or completion of the asset, but rather shows the expense systematically over the expected life of the asset as depreciation and amortization expense. The amount shown in the accounting records for the value of the asset will decrease each year until the asset is fully depreciated or removed from service. As a result, the amount of capital assets shown in the Statement of Net Position may decrease from one year to another, even though new assets have been acquired during the year. Capital assets subject to depreciation and amortization include improvements



to land, buildings, library books and furniture and equipment. Land, construction in progress and water rights are not depreciated.

### **Long Term Debt**

Laredo College had \$132.8 million and \$145.2 million in outstanding bond and maintenance tax note debt as of August 31, 2024, and 2023, respectively, before premiums and discounts. Outstanding debt decreased by \$12.5 million and \$12.0 million in fiscal years 2024 and 2023, respectively. The following table summarizes these amounts by type of debt instrument.

	Bonds and Tax Notes Payable			Change	
	Fiscal Year			2023 to 2024	2022 to 2023
	2024	2023	2022		
General Obligation Bonds	\$ 72,691,802	\$ 79,831,802	\$ 86,651,802	\$ (7,140,000)	\$ (6,820,000)
Revenue Bonds	39,390,000	42,050,000	44,625,000	(2,660,000)	(2,575,000)
Tax Notes	20,695,000	23,410,000	26,070,000	(2,715,000)	(2,660,000)
Total Outstanding Debt	<u>\$ 132,776,802</u>	<u>\$ 145,291,802</u>	<u>\$ 157,346,802</u>	<u>\$ (12,515,000)</u>	<u>\$ (12,055,000)</u>

The \$12.5 million reduction in fiscal year 2024 was due to scheduled debt service principal payments of approximately \$2.7 million for maintenance tax notes and a \$9.8 million for general obligation and revenue bonds.

The \$12.0 million reduction in fiscal year 2023 was due to scheduled debt service principal payments of approximately \$2.6 million for maintenance tax notes and an \$9.4 million for general obligation and revenue bonds.

The general obligation debt of Laredo College is payable from the proceeds of a continuing, direct ad valorem tax levied against all taxable property within the taxing district. Revenue bonds are special obligations of Laredo College that are payable solely from and will be equally and ratably secured by an irrevocable first lien on pledged revenues.

The following are the College's bond ratings:

Moody's  
Revenue Bonds = A2

Fitch  
Revenue Bonds = AA-

S&P Global Ratings = A

For additional information concerning the College's noncurrent liabilities, see information presented in Notes 6, 7, and 8 to the basic financial statements.

### **Economic Outlook**

Laredo College serves as a vital educational institution in South Texas, meeting the diverse needs of Webb, Jim Hogg, and Zapata counties. Together, these counties have a combined population exceeding 285,000, with Webb County contributing the largest share at approximately 267,000 as of 2022. Although Zapata County experienced a slight population decline of 1.7% from 2010 to 2022, the overall stability in Webb and Jim Hogg counties emphasizes the importance of Laredo College in fostering growth and opportunity. These demographic trends, paired with ongoing regional economic shifts, highlight the critical role of continued investment in education and workforce development to meet the areas evolving needs.

The economic foundation of the region is robust, with the City of Laredo reporting a labor force of approximately 119,124 as of October 2024. The city's unemployment rate of 4.0%, below the statewide rate of 4.1%, reflects strong employment levels, with 114,306 individuals actively contributing to the workforce. Recent property

appraisal data underscores the city's economic vitality, as Laredo's total taxable property value exceeded \$19 billion in 2024, a reflection of ongoing growth and development. This dynamic economic landscape, supported by the new HB 8 funding model for Texas community colleges, positions Laredo College to drive regional advancement. HB 8 emphasizes outcomes-based funding, incentivizing community colleges to enhance student success in high-demand fields, further aligning the college's priorities with regional workforce needs.

As South Texas faces both opportunities and challenges, Laredo College is uniquely positioned to catalyze sustainable growth by addressing educational and workforce demands. Through the expanded support provided by HB 8, the college can enhance access to technical training, career pathways, and higher education opportunities that directly respond to regional economic drivers. By fostering community partnerships and leveraging property tax revenue, Laredo College will remain a cornerstone of progress for Webb, Jim Hogg, and Zapata counties, ensuring the region's workforce is well-prepared to meet the demands of a competitive and evolving job market.

### ***Acknowledgements***

The timely preparation of this financial report was made possible by the continued dedication and services of the Finance staff. We would like to thank all the College's departments for their continued support of college fiscal policies and procedures. Our thanks also go to the Auditing Firm Garza/Gonzalez & Associates, LLC for their assistance in the completion of the 2024 audit. Finally, our gratitude is also extended to the College President and members of the Board of Trustees for their oversight and guidance in the financial operations of the college.

### ***Request for Information***

This financial report is intended to provide a general overview of Laredo College's finances. Requests for additional financial information may be addressed to Laredo College's Vice President of Finance and Administration, West End Washington St., Laredo, Texas 78040.

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**Laredo College**  
**Statement of Net Position**  
**August 31, 2024 and August 31, 2023**  
**Exhibit 1**

Assets	FY 2024	FY 2023
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 75,742,472	\$ 74,371,415
Restricted cash and cash equivalents	25,524,135	33,498,013
Investment	15,066,771	-
Property taxes receivable (net of allowances of \$1,294,524 and \$1,199,167)	1,578,953	1,541,044
Tuition and fees receivable (net of allowances of \$2,356,114 and \$2,395,110)	7,547,222	7,293,421
Federal receivables (net of allowances of \$142,175 and \$136,735)	1,374,275	2,100,046
Other receivables (net of allowances of \$705,090 and \$712,656)	2,769,902	3,152,752
Lease receivable	116,978	258,996
Inventories	13,032	10,938
Prepaid expenses	743,972	253,306
Total Current Assets	<u>130,477,712</u>	<u>122,479,931</u>
<b>Noncurrent Assets:</b>		
Endowment cash and cash equivalents	4,793,038	4,181,731
Prepaid bond insurance (net of amortization)	113,268	125,592
Lease receivable	400,971	352,202
Capital assets (net)	224,590,684	215,767,063
Total Noncurrent Assets	<u>229,897,961</u>	<u>220,426,588</u>
Total Assets	<u><u>360,375,673</u></u>	<u><u>342,906,519</u></u>
<b>Deferred Outflows of Resources</b>		
Pensions	10,412,564	13,042,036
OPEB	2,798,986	6,231,721
SBITAs	-	153,126
Deferred loss on refundings	5,970,727	6,285,860
Total Deferred Outflows of Resources	<u>19,182,277</u>	<u>25,712,743</u>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	6,104,694	5,677,186
Accrued liabilities	209,297	215,535
Interest payable - SBITAs	126,940	98,497
Unearned revenue	12,977,131	12,226,484
Funds held for others	546,193	1,202,511
Accrued compensable absences	1,121,543	441,704
Notes payable	222,433	214,947
Right-to-use leases	29,741	-
SBITAs	1,435,374	1,060,752
Bond interest payable	541,138	450,551
Bonds payable	12,624,237	14,417,060
Retainage payable	1,248,143	744,236
Total Current Liabilities	<u>37,186,864</u>	<u>36,749,463</u>
<b>Noncurrent Liabilities:</b>		
Accrued compensable absences	1,333,758	1,926,968
Accreted interest payable	217,378	150,696
Notes payable	-	222,432
Right-to-use leases	30,793	-
SBITAs	3,379,725	3,285,043
Bonds payable	134,202,169	146,826,406
Net pension liability	18,494,963	18,023,393
Net OPEB liability	34,857,093	38,481,047
Total Noncurrent Liabilities	<u>192,515,879</u>	<u>208,915,985</u>
Total Liabilities	<u><u>229,702,743</u></u>	<u><u>245,665,448</u></u>
<b>Deferred Inflows of Resources</b>		
Pensions	5,333,974	6,897,087
OPEB	14,669,678	15,456,511
Leases	559,202	611,198
Deferred gain on refundings	758,627	830,878
Total Deferred Inflows of Resources	<u>21,321,481</u>	<u>23,795,674</u>
<b>Net Position</b>		
Net investment in capital assets	65,988,590	52,969,848
Restricted for:		
Non-expendable		
Endowment	3,904,690	3,340,525
Expendable		
Student aid	6,338,005	5,232,672
Plant funds	2,786,138	-
Other	528,995	613,327
Debt service reserve	18,236,435	28,405,379
Auxiliary	5,751,711	5,731,798
Unrestricted	24,999,162	2,864,591
Total Net Position	<u><u>\$ 128,533,726</u></u>	<u><u>\$ 99,158,140</u></u>

The notes to the financial statements are an integral part of these statements.

**Laredo College**  
**Statement of Financial Position of Laredo College Education Foundation, Inc.**  
**(A Component Unit of Laredo College)**  
**December 31, 2023 and December 31, 2022**  
**Exhibit 1A**

	December 31, 2023	2022
<b>Assets</b>		
Current Assets		
Cash and Cash Equivalents	\$ 338,883	\$ 1,358,122
Pledge Receivable	-	-
Restricted Assets		
Cash and Cash Equivalents	55,000	55,000
Investment	18,632	15,696
Total Assets	<u>\$ 412,515</u>	<u>\$ 1,428,818</u>
<b>Liabilities</b>	<u>\$ -</u>	<u>\$ -</u>
<b>Net Assets</b>		
Without Donor Restrictions	\$ 120,056	\$ 117,931
With Donor Restrictions	292,459	1,310,887
Total Net Assets	<u>\$ 412,515</u>	<u>\$ 1,428,818</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 412,515</u>	<u>\$ 1,428,818</u>

The notes to the financial statements are an integral part of these financial statements.

**Laredo College**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Years Ended August 31, 2024 and August 31, 2023**  
**Exhibit 2**

Revenues	FY 2024	FY 2023
Operating Revenues		
Tuition and fees (net of discounts of \$25,631,045 and \$20,857,588)	\$ 3,648,973	\$ 5,246,779
Federal grants and contracts	4,779,630	4,302,310
State grants and contracts	2,474,802	1,310,379
Nongovernment grants and contracts	614,227	1,369,248
Investment income (program restricted)	905,919	543,049
Auxiliary enterprises	1,729,672	1,958,747
Other operating revenues	1,347,518	1,491,155
Total Operating Revenues	<u>15,500,741</u>	<u>16,221,667</u>
Expenses		
Operating Expenses		
Instruction	29,495,521	29,305,519
Research	2,308,815	463,490
Public service	533,581	481,638
Academic support	7,867,402	8,123,687
Student services	8,437,555	6,970,280
Institutional support	13,179,512	15,088,462
Operation and maintenance of plant	9,926,309	8,664,127
Scholarships and fellowships	11,110,379	8,992,749
Auxiliary enterprises	1,587,445	1,166,025
Depreciation/Amortization	10,731,428	8,866,533
Total Operating Expenses	<u>95,177,947</u>	<u>88,122,510</u>
Operating Income (Loss)	<u>(79,677,206)</u>	<u>(71,900,843)</u>
Non-Operating Revenues (Expenses)		
State appropriations	24,906,685	15,892,351
Professional nursing shortage reduction	3,985	37,717
Maintenance ad-valorem taxes		
Taxes for maintenance & operations	45,943,656	42,922,289
Taxes for general obligation bonds	10,495,392	10,587,663
Federal revenue, non-operating (Title IV)	23,356,408	19,601,297
Federal revenue, non-operating (HEERF)	18,223	1,145,400
Fast Funding Income	2,854,899	-
Investment income	5,006,574	4,080,306
Interest on capital related debt	(4,010,112)	(4,414,650)
Other non-operating revenues (expenses)	325,612	(58,713)
Other non-operating revenues (expenses) (HEERF)	(18,223)	(1,145,400)
Additions to permanent endowments	151,100	160,302
Lease Revenue	26,571	99,000
Gain/(Loss) on sale of asset	(8,428)	5,764
Capital gifts	450	1,893,377
Net Non-Operating Revenues (Expenses)	<u>109,052,792</u>	<u>90,806,703</u>
Increase in Net Position	29,375,586	18,905,860
Net Position - Beginning	99,158,140	80,252,280
Net Position - Ending	<u>\$ 128,533,726</u>	<u>\$ 99,158,140</u>

The notes to the financial statements are an integral part of this statement.

**Laredo College**  
**Statement of Activities of Laredo College Education Foundation, Inc.**  
**(A Component Unit of Laredo College)**  
**Years ended December 31, 2023 and December 31, 2022**  
**Exhibit 2A**

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Net Position at January 1, 2023	\$ 117,931	\$ 1,310,887	\$ 1,428,818	\$ 1,390,522
Support and Revenue				
Contributions	-	346,200	346,200	383,678
In-Kind Contributions	2,125	-	2,125	2,886
Investment Income	-	12,898	12,898	3,213
Gain (Loss) on Investment	-	2,936	2,936	1,156
Net Position released from Restrictions	1,375,436	(1,375,436)	-	-
Total Revenue	1,377,561	(1,013,402)	364,159	390,933
Expenses:				
Program Services				
Laredo College - Programs and Scholarships	1,354,613	-	1,354,613	335,000
Benches	-	2,030	2,030	-
In-Kind Expense	234	-	234	788
Total Program Services	1,354,847	2,030	1,356,877	335,788
General and Administrative				
Hospitality	4,096	2,051	6,147	1,890
Office Expense	-	-	-	609
Professional Fees	2,800	-	2,800	6,150
Audit Fees	11,700	-	11,700	6,100
Miscellaneous	102	945	1,047	2
In-Kind Expense	1,891	-	1,891	2,098
Total General and Administrative Expenses	20,589	2,996	23,585	16,849
Total Expenses	1,375,436	5,026	1,380,462	352,637
Increase/(Decrease) in Net Position	2,125	(1,018,428)	(1,016,303)	38,296
Net Position at December 31, 2023	\$ 120,056	\$ 292,459	\$ 412,515	\$ 1,428,818

The notes to the financial statements are an integral part of these financial statements.

**Laredo College**  
**Statement of Cash Flows**  
**Years Ended August 31, 2024 and 2023**  
**Exhibit 3**

	FY 2024	FY 2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from students and other customers	\$ 6,258,341	\$ 7,114,286
Receipts from operating grants and contracts	8,594,430	7,512,146
Payments to suppliers for goods and services	(18,141,003)	(13,759,313)
Payments to or on behalf of employees	(48,943,395)	(48,216,401)
Payments for scholarships and fellowships	(11,110,379)	(8,992,749)
Other receipts (payments)	2,253,437	2,034,204
Net cash provided (used) by operating activities	<u>(61,088,569)</u>	<u>(54,307,827)</u>
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Receipts from state appropriations	19,236,197	11,390,060
Receipts from ad valorem taxes - maintenance and operation	45,891,284	42,970,704
Receipts (payments) from (to) student organizations and other agency transactions	4,639	728,215
Receipts from private gifts for endowment purposes	151,100	160,302
Receipts from Title IV Financial Aid Programs	23,356,408	19,601,297
Receipts from Fast Funding	2,854,899	-
Receipts from Higher Education Emergency Relief Funds	18,223	1,145,400
Payments to students for emergency aid	(18,223)	(1,145,400)
Other receipts (payments)	(162,091)	(450,368)
Net cash provided (used) by non-capital financing activities	<u>91,332,436</u>	<u>74,400,210</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Receipts from ad valorem taxes - debt services	10,509,855	10,602,126
Acquisition and construction of capital assets	(21,070,737)	(13,142,658)
Proceeds from the sale of capital assets	700	5,764
Payments on capital debt and notes - principal	(14,484,482)	(14,067,541)
Payments on capital debt and notes - interest and fees	(1,130,520)	(6,487,250)
Net cash provided (used) by capital and related financing activities	<u>(26,175,184)</u>	<u>(23,089,559)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Receipts from interest on investments	4,939,803	4,080,306
Purchase of investments	(15,000,000)	-
Net cash provided (used) by investing activities	<u>(10,060,197)</u>	<u>4,080,306</u>
Increase (decrease) in cash and cash equivalents	<u>(5,991,514)</u>	<u>1,083,130</u>
Cash and cash equivalents - September 1	<u>112,051,159</u>	<u>110,968,029</u>
Cash and Cash Equivalents - August 31	<u><u>\$ 106,059,645</u></u>	<u><u>\$ 112,051,159</u></u>

The notes to the financial statements are an integral part of this statement.



**Laredo College**  
**Statement of Cash Flows**  
**Years Ended August 31, 2024 and 2023**  
**Exhibit 3**

	<u>FY 2024</u>	<u>FY 2023</u>
Reconciliation of net operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)	<u>\$ (79,677,206)</u>	<u>\$ (71,900,843)</u>
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities		
Depreciation and amortization expense	10,731,428	10,226,915
State on-behalf payments	5,670,488	4,502,291
Changes in assets and liabilities:		
Assets (Increase) decrease		
Receivables	854,820	408,172
Inventories	(2,094)	(3,437)
Prepaid expenses	(490,666)	(53,048)
Deferred outflows	6,062,207	(6,624,605)
Liabilities Increase (decrease)		
Accounts payable	427,508	1,341,761
Compensated absences	86,629	50,965
Unearned revenue	750,647	30,797
Deferred inflows	(2,349,946)	4,072,094
TRS pension liability	(3,152,384)	3,641,111
Net cash provided (used) by operating activities	<u>\$ (61,088,569)</u>	<u>\$ (54,307,827)</u>

**Schedule of Non-Cash Investment, Capital, and Financing Activities**

State on-behalf payments	\$ 5,670,488	\$ 4,502,291
Increase (decrease) in fair value of investments	\$ 66,771	\$ -
Gifts of depreciable and non-depreciable assets	\$ 450	\$ 1,893,377
Amortization of premium on bonds	\$ 1,902,060	\$ 1,902,060
Amortization of deferred charges on bond refundings	\$ 242,882	\$ 242,883
Land donations	\$ -	\$ 398,976
Building donations	\$ -	\$ 1,081,320
Right-to-use assets - leases and subscriptions	\$ 2,186,509	\$ 4,808,220

The notes to the financial statements are an integral part of this statement.

**Laredo College**  
**Statement of Cash Flows of Laredo College Education Foundation, Inc.**  
**(A Component Unit of Laredo College)**  
**Year ended December 31, 2023 and 2022**  
**Exhibit 3A**

	December 31, 2023	2022
Cash Flows from Operating Activities:		
Contributions	\$ 346,200	\$ 383,678
Payments for services	(23,724)	(14,751)
Payments to Laredo College	(1,354,613)	(335,000)
Net Cash Provided by Operations	<u>\$ (1,032,137)</u>	<u>\$ 33,927</u>
Cash Flows from Investing Activities		
Investment income	12,898	3,213
Net Cash Provided by Investing Activities	<u>12,898</u>	<u>3,213</u>
Increase (Decrease) in Cash and Cash Equivalents	<u>(1,019,239)</u>	<u>37,140</u>
Cash and Cash Equivalents at Beginning of Year	1,413,122	1,375,982
Cash and Cash Equivalents at End of Year	<u><u>\$ 393,883</u></u>	<u><u>\$ 1,413,122</u></u>
Reconciliation to Statement of Financial Position		
Cash and Cash Equivalents	\$ 338,883	\$ 1,358,122
Restricted Assets - Cash and Cash Equivalents	55,000	55,000
Total Cash and Cash Equivalents	<u><u>\$ 393,883</u></u>	<u><u>\$ 1,413,122</u></u>
Non-cash Operating Activities		
In-Kind Contributions	<u><u>\$ 2,125</u></u>	<u><u>\$ 2,886</u></u>

The notes to financial statements are an integral part of these financial statements.

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**Laredo College**  
**Notes to Financial Statements**  
**August 31, 2024**

**Note 1 – Reporting Entity**

Laredo College (the College) was established in 1947 (as Laredo Junior College) in accordance with the laws of the State of Texas, to serve the educational needs of Laredo and the surrounding communities. The Laredo College is considered to be a special-purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement 14. 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.

**Laredo College Education Foundation, Inc. – Discrete Component Unit**

The Laredo College Education Foundation, Inc. (the Foundation) is a separate non-profit organization, and its sole purpose is:

- To support and promote for the use and benefit of Laredo College and any literary, scientific, education or cultural undertaking of the College.
- To seek and obtain through gifts or otherwise, funds from private sources for scholarships, construction and maintenance of new buildings, infrastructure improvements, furniture, equipment, laboratories, or any other needs as may be determined useful by the College.
- To assist the students of Laredo College by providing fellowship and scholarships for worthy, needy and deserving students; to provide the means for improvement in instruction and equipment available to the students; and to finance those things necessary or appropriate to the building of an educational institution of excellence.

The Foundation is a legally separate entity which utilizes College financial resources for its operation. The College does not appoint any of the Foundation's board members. An organization should report as a discretely presented component unit those organizations that raise and hold economic resources for the direct benefit of a governmental unit. Accordingly, the Foundation's financial statements are included in the College's annual report as a discrete component unit (see table of contents). Financial information for the Foundation can be obtained by writing to: Development Office, West End Washington Street, Laredo, TX 78040 or by calling 956-764-5746.

**Note 2 – Summary of Significant Accounting Policies**

This section provides a summary of Laredo College's significant accounting activities and other topics related to the College financial reporting.

**Reporting Guidelines**

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

**Net Position**

**Net Investment in Capital Assets**

This category represents the College's total investment in capital assets net of related outstanding debt used to acquire or construct those assets and accumulated depreciation and amortization related to those capital assets. Deferred inflows and deferred outflows of resources attributable to those assets or related debt are also included in this component.

**Restricted Net Position, Expendable**

Legal or contractual obligations required this portion to be spent in accordance with external restrictions.

## **Note 2 – Summary of Significant Accounting Policies – (continued)**

### **Restricted Net Position, Non-Expendable**

This category consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to the principal.

### **Unrestricted Net Position**

These are resources that are not subject to any external restrictions and may be used at the discretion of the governing board for any lawful purpose of the college. These resources are used for transactions relating to the education and general operations of the College, and may be used at the discretion of the governing board to meet current expenditures for any purpose. When it is determined that an expense incurred can be paid using either restricted or unrestricted resources, it is the College's practice to first apply the expense towards restricted resources. The only exception to this practice is when restricted resources have a non-supplanting provision.

### **Tuition Discounting**

Texas Public Education Grants (TPEG). Certain tuition amounts must be set aside for use as scholarships by qualifying students. This set aside, called the TPEG, is shown with tuition and fee revenue amounts as a separate set aside amount (Texas Education Code 56.033). When the award is used by the student for tuition and fees, the College records the amount as tuition discount. If the amount is dispersed directly to the student, the College records the amount as a scholarship expense.

Title IV, Higher Education Act Program Funds. Certain Title IV HEA Program funds are received by the College to pass through to the student. These funds initially are received by the College and recorded as revenue. When the award is used by the student for tuition and fees, the amount is recorded as tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

Other Tuition Discounts. The College awards tuition and fee scholarships from institutional funds to students who qualify. When these amounts are used for tuition and fees, the College records the amount as a tuition discount. If the amount is dispersed directly to the student, the College records the amount as a scholarship expense.

### **Basis of Accounting**

The financial statements of the College have been prepared on the accrual basis, 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.

### **Budgetary Data**

Each community college 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 Trustees adopts the budget, which is prepared on the accrual basis of accounting. A copy of the approved budget and subsequent amendments must be filed with the Texas Higher Education Coordinating Board, Legislative Budget Board, Legislative Reference Library, and Governor's Office of Budget and Planning by December 1 of each year.

### **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 original maturities of three months or less from the date of acquisition.

### **Investments**

The College reports investments at fair value. Fair values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase to be short-term investments. Long-term investments have an original maturity greater than one year at the time of purchase.

**Note 2 – Summary of Significant Accounting Policies – (continued)**

**Inventories**

Inventories consist of consumable print shop supplies. Inventories are valued at FIFO and are charged to expense as consumed.

**Capital Assets**

The College records capital assets at cost at the date of acquisition, or fair value at the date of donation, with one exception. The cost of several of the College's buildings could not be obtained and therefore an estimated cost was used. For equipment, the College capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. Renovations of \$100,000 to buildings and infrastructure 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 applying the half-year convention. The following lives are used:

Buildings and Building Improvements	50 years
Land Improvements	20 years
Library Books	15 years
Furniture, Machinery, Vehicles and Other Equipment	10 years
Telecommunications and Peripheral Equipment	5 years

**Other Post-Employment Benefits (OPEB)**

The fiduciary net position of the Employees Retirement System of Texas (ERS) and State Retiree Health Plan (SRHP) 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 other post-employment benefits; OPEB expense; and information about assets, liabilities, and additions to/deductions from SRHP's fiduciary net position. Benefit payments are recognized when due and are payable in accordance with the benefit terms.

**Pensions**

The College participates in the Teacher Retirement System of Texas (TRS) pension plan, a multiple-employer cost sharing defined benefit pension plan with a special funding situation. The fiduciary net position of 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 benefit terms. Investments are reported at fair value.

**Unearned Revenue**

Tuition and fees of \$9,769,213 and \$10,057,573, federal, state, and local grants of \$3,207,918 and \$2,165,636 and rental revenue of \$0 and \$3,275 have been reported as unearned revenue on August 31, 2024, and August 31, 2023, respectively.

**Leases - Rental**

GASB 87, *Leases*, requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognize them as inflows of resources or outflows of resources based on the payment provisions of the contract. This statement establishes a single model for lease accounting based on the foundational principle that leases are financing of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about the governments' leasing activities.

## **Note 2 – Summary of Significant Accounting Policies – (continued)**

The College adopted GASB 87 Leases as of September 1, 2020.

The College policy is to recognize leases of \$50,000 or more under GASB 87.

### **Subscriptions (SBITA)**

GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government-end users. This statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset and intangible asset and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The statement provides an exception for short-term SBITAs with a maximum contract term of 12 months. Subscription payments for short-term SBITAs should be recognized as outflows of resources.

For SBITA greater than 12 months, the college recognizes a subscription liability and a right-to-use subscription asset in the financial statements. The college recognizes subscription liabilities with an initial value of \$100,000 or more under GASB 96.

### **Deferred Outflows of Resources**

In addition to assets, the Statement of Net 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 assets that applies to a future period(s) and not so will not be recognized as an outflow of resources (revenue) until then. Governments are permitted only to report deferred outflows in circumstances specifically authorized by GASB. A typical deferred outflow of resources for community colleges is a deferred charge on refunding debt.

### **Deferred Inflows of Resources**

In addition to liabilities, the Statement of Net 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 not recognized as an inflow of resources (revenue) until that time. Governments are permitted only to report deferred inflows in circumstances specifically authorized by GASB.

### **Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, the College is aware that actual results could differ from those estimates.

### **Operating and non-operating revenue and expense policy**

The College distinguishes operating revenues and expenses from non-operating items. The College reports as business type activities and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the College's principal ongoing operations. The principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations, property tax collections and revenue from Title IV grant programs. The revenue received for the portion of Higher Education Emergency Relief Funds (HEERF) institutional funds that were used to issue student meal awards are reported as non-operating revenues.

Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The expenses for the corresponding meal awards issued to students from the HEERF funds are being recognized as non-operating expenses.

For the year ended August 31, 2024, \$18,223 in student meal awards were recognized as non-operating expenses. The College participated in the Financial Aid for Swift Transfer (FAST) Funds program. Institutions that opt-in to participate in the FAST program receive an allotment of funding equal to the FAST tuition rate for each semester credit hour (or equivalent) of dual credit coursework taken by an eligible student. The College received \$2,854,899 in FY 2024 for this program. This revenue is reported under non-operating revenue.

**Note 2 – Summary of Significant Accounting Policies – (continued)**

The operation of the bookstore and cafeteria is not performed by the College.

**Note 3 – Lease Rental Agreements**

Under GASB Statement 87, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The College has entered into leases as a lessor with the following entities: Gateway Community Health Center Inc, Customs and Border Protection (CBP), Department of Public Safety (DPS), Association of Logistics and Forwarding Agents, Inc. (ALFA), and Imaginarium of South Texas. The College calculated and recognized lease receivable of \$559,202 and \$611,198 as of August 31, 2024 and August 31, 2023 respectively.

Gateway Community Health Center Inc.

The College (the Lessor) entered into a lease agreement with Gateway Community Health Center Inc (the Lessee) on January 1, 2020, which required a \$7,000 security deposit. The leased premises is located at the LC South Campus Allied Health Building. The lease term is for 60 calendar months at \$8,250 per month due on the 1<sup>st</sup> of every month ending December 31, 2024. If the lease payment is not received within 14 days after the due date, the Lessee will pay a late charge of \$500 plus \$50 per day that the lease and all charges are not paid. There will be a \$50 charge plus all applicable bank charges in case of a returned check. The Lessee is responsible for all repairs. If the Lessee fails to do all necessary repairs within 20 days after written notice, the College will perform any repairs and charge those repairs to the Lessee plus a 10% interest per annum.

The lease will terminate without further notice on the expiration of the term. Gateway Community shall notify the College in writing at least 120 calendar days prior to the expiration of the primary term whether it chooses to extend the lease for an additional period of 60 calendar months. If the Lessee holds over and continues its possession of the leased premises after expiration of the term of the lease or any extension of that term, the Lessee will be deemed to be occupying the leased premises on a basis of month-to-month at 150% of the monthly rate established on the lease. The Lessee may terminate the lease without cause upon a 180-day written notice to the Lessor. Should the Lessee default in the strict and prompt performance of any covenant, condition, or agreement in the lease, and fail to correct the default within 20 days after notice, the Lessor may declare the lease to be terminated.

The lease receivable was \$32,611 and \$132,000 as of August 31, 2024, and 2023, respectively.

Monthly Interest Rate 3.48%			Outstanding Balance Including Interest*	
Year	Principal	Interest	Total Payment	
2025	\$32,611	\$389	\$33,000	\$33,000

*\*Lease was measured using a discount rate of 3.48% which is the College's incremental borrowing rate.*

**Custom and Border Protection (CBP)**

The College (the Lessor) entered into a lease agreement with CBP on November 1, 2022. The leased premises is located at the Fort McIntosh Campus Lopez Nursing Center Building. The lease term is for 60 calendar months at \$5,000 per month due on the 1<sup>st</sup> of every month ending October 31, 2027.

The lease will terminate without further notice on the expiration of the term. CBP shall notify the College in writing at least 60 calendar days prior to the expiration of the primary term whether it chooses to extend the lease for an additional period of 60 calendar months.

The lease receivable was \$179,659 and \$250,000 as of August 31, 2024, and 2023, respectively.



**Note 3 – Lease Rental Agreements– (continued)**

Monthly Interest Rate 3.48%			Outstanding Balance Including Interest*	
Year	Principal	Interest	Total Payment	
2025	\$54,614	\$5,387	\$60,000	\$130,000
2026	56,545	3,455	60,000	70,000
2027	58,544	1,456	60,000	10,000
2028	9,957	43	10,000	0

Department of Public Safety (DPS)

The College (the Lessor) entered into a lease agreement with DPS on April 1, 2023. The leased premises is located at the Fort McIntosh Campus Building P-24. The lease term is for 60 calendar months due on the 1<sup>st</sup> of every month ending March 31, 2028. The lessee will pay total construction costs not to exceed \$218,790 for the first 29 months throughout the initial term of this contract. After construction costs are paid in full, the lease payment will be \$3,000 per month.

The lease will terminate without further notice on the expiration of the term. DPS shall notify the College in writing at least 30 calendar days prior to the expiration of the primary term whether it chooses to extend the lease for an additional period of 60 calendar months.

The lease receivable was \$121,315 and \$229,198 as of August 31, 2024, and 2023, respectively.

Monthly Interest Rate 3.48%			Outstanding Balance Including Interest*	
Year	Principal	Interest	Total Payment	
2025	\$32,495	\$3,707	\$36,202	\$93,000
2026	33,439	2,561	36,000	57,000
2027	34,622	1,378	36,000	21,000
2028	20,759	241	21,000	0

Association of Logistics and Forwarding Agents, Inc. (ALFA)

The College (the Lessor) entered into a lease agreement with ALFA on September 1, 2023. The leased premises is located at the Fort McIntosh Campus Building P-4. The lease term is for 120 calendar months due on the 1<sup>st</sup> of every month ending August 31, 2033.

The lease will terminate without further notice on the expiration of the term. ALFA shall notify the College in writing at least 60 calendar days prior to the expiration of the primary term whether it chooses to terminate the lease. The agreement can be extended by executing a new, written, and signed agreement or if the landlord accepts new rent from the tenant creating a month-to-month tenancy.

The lease receivable was \$46,304 and \$0 as of August 31, 2024, and 2023, respectively.

**Note 3 – Lease Rental Agreements– (continued)**

Monthly Interest Rate 3.48%			Outstanding Balance Including Interest*	
Year	Principal	Interest	Total Payment	
2025	\$4,459	\$1,541	\$6,000	\$54,000
2026	4,617	1,383	\$6,000	48,000
2027	4,780	1,220	\$6,000	42,000
2028	4,949	1,051	\$6,000	36,000
2029	5,124	876	\$6,000	30,000
2030-2034	22,375	1,625	\$24,000	6,000

\*Lease was measured using a discount rate of 3.48% which is the College's incremental borrowing rate.

**Imaginarium of South Texas**

The College (the Lessor) entered into a lease agreement with the Imaginarium of South Texas on September 1, 2023. The leased premises is located at the Fort McIntosh Campus Building P-14. The lease term is for 120 calendar months due on the 1<sup>st</sup> of every month ending August 31, 2033. The lessee will pay a total not to exceed \$170,000 for capital improvements to the leased premises. The remaining sum of \$153,000 will be paid in 51 equal monthly installments of \$3,000 beginning on the 1<sup>st</sup> day of June, 2028.

The lease will terminate without further notice on the expiration of the term. Imaginarium of South Texas shall notify the College in writing at least 60 calendar days prior to the expiration of the primary term whether it chooses to terminate the lease. The agreement can be renewed by written, mutual agreement for a term of 5 years for a total 3 consecutive 5-year terms.

The lease receivable was \$138,060 and \$0 as of August 31, 2024, and 2023, respectively.

Monthly Interest Rate 3.48%			Outstanding Balance Including Interest*	
Year	Principal	Interest	Total Payment	
2029	\$13,570	\$5,185	\$18,755	\$134,245
2030-2034	124,490	9,755	\$134,245	0

\*Lease was measured using a discount rate of 3.48% which is the College's incremental borrowing rate.

**Note 4 - Right to use Lease**

On November 16, 2023, the College entered into a 3-year copier lease with Xerox. An initial subscription liability was recorded in the amount of \$86,904. As of August 31, 2024, the value of the subscription liability is \$60,534. The College is required to make monthly payments of \$2,615.

Monthly Interest Rate 3.48%			Outstanding Balance Including Interest*	
Year	Principal	Interest	Total Payment	
2025	\$29,741	\$1,635	\$31,377	\$31,377
2026	30,793	584	\$31,377	0

\*Lease was measured using a discount rate of 3.48% which is the College's incremental borrowing rate.

## **Note 5 – Subscription-Based Information Technology Arrangements (SBITAs)**

The College adopted GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITA) as of September 1, 2021. The College evaluated contracts that were formerly accounted for as software use agreements to determine whether they meet the definition of a SBITA as defined in GASB 96. The College set a materiality threshold on SBITA arrangements at \$100,000 or more.

On September 1, 2021, the College implemented GASB No. 96 for an existing SBITA for 12-month subscription for the use of Instructure Canvas software. An initial subscription liability was recorded in the amount of \$104,069. As of August 31, 2023, the value of the subscription liability is \$0.00. The College was required to make annual payments of \$104,069.

On September 1, 2021, the College implemented GASB No. 96 for an existing SBITA for 36-month subscription for the use of NeoGov software. An initial subscription liability was recorded in the amount of \$304,017. As of August 31, 2024, the value of the subscription liability is \$0. The College is required to make annual payments of \$97,480, \$101,272, and \$105,265 respectively.

On September 1, 2021, the College implemented GASB No. 96 for an existing SBITA for 36-month subscription for the use of TouchNet Information Systems Inc software. An initial subscription liability was recorded in the amount of \$414,186. As of August 31, 2024, the value of the subscription liability is \$0. The College is required to make annual payments of \$130,550, \$139,885, and \$143,751 respectively.

On September 1, 2022, the College implemented GASB No. 96 for an existing SBITA for 60-month subscription for the use of Avaya/Ring Central software. An initial subscription liability was recorded in the amount of \$656,298. As of August 31, 2024, the value of the subscription liability is \$393,780. The College is required to make annual payments of \$131,260 for the remainder of the contract.

On September 1, 2022, the College implemented GASB No. 96 for an existing SBITA for 72-month subscription for the use of Ellucian ERP software. An initial subscription liability was recorded in the amount of \$3,779,586. As of August 31, 2024, the value of the subscription liability is \$2,739,601. The College is required to make annual payments of \$399,516, \$640,469, \$654,838, \$674,484, \$694,719, and \$715,560.

On September 1, 2022, the College implemented GASB No. 96 for an existing SBITA for 36-month subscription for the use of Blackbaud software. An initial subscription liability was recorded in the amount of \$101,322. As of August 31, 2024, the value of the subscription liability is \$50,661. The College is required to make 3 annual payments of \$33,774 for the remainder of the contract.

On September 1, 2022, the College implemented GASB No. 96 for an existing SBITA for 60-month subscription for the use of Carasoft/SoftDocs software. An initial subscription liability was recorded in the amount of \$454,065. As of August 31, 2024, the value of the subscription liability is \$233,985. The College is required to make annual payments of \$135,638, \$84,441, \$86,496, \$72,655, and \$74,834.

On September 1, 2022, the College implemented GASB No. 96 for an existing SBITA for 60-month subscription for the use of CampusLogic Ellucian Scholarship Universe Insights software. An initial subscription liability was recorded in the amount of \$153,840. As of August 31, 2024, the value of the subscription liability is \$96,300. The College is required to make annual payments of \$28,140, \$29,400, \$30,700, \$32,100, and \$33,500 respectively.

On September 1, 2023, the College implemented GASB No. 96 for an existing SBITA for 60-month subscription for the use of TCP TimeClock software. An initial subscription liability was recorded in the amount of \$176,983. As of August 31, 2024, the value of the subscription liability is \$143,243. The College is required to make annual payments of \$33,741, \$34,755, \$35,446, \$36,159, and \$36,882 respectively.

On September 1, 2023, the College implemented GASB No. 96 for an existing SBITA for 24-month subscription for the use of Instructure Canvas software. An initial subscription liability was recorded in the amount of \$306,323. As of August 31, 2024, the value of the subscription liability is \$156,911. The College was required to make annual payments of \$149,412 and \$156,911.

## Note 5 – Subscription-Based Information Technology Arrangements (SBITAs)– (continued)

On September 1, 2023, the College implemented GASB No. 96 for an existing SBITA for 60-month subscription for the use of CampusLogic Virtual Advising software. An initial subscription liability was recorded in the amount of \$655,657. As of August 31, 2024, the value of the subscription liability is \$536,999. The College was required to make annual payments of \$124,590 \$130,820, \$137,361 and \$144,228.

On September 1, 2023, the College implemented GASB No. 96 for an existing SBITA for 36-month subscription for the use of Cisco EA Bundle Computer Solutions software. An initial subscription liability was recorded in the amount of \$659,262. As of August 31, 2024, the value of the subscription liability is \$439,508. The College required to make annual payments of \$219,754.

On December 1, 2023, the College implemented GASB No. 96 for an existing SBITA for 60-month subscription for the use of Accurent-Event Calendar software. An initial subscription liability was recorded in the amount of \$253,491. As of August 31, 2024, the value of the subscription liability is \$215,467. The College is required to make annual payments of \$50,698.

On June 1, 2024, the College implemented GASB No. 96 for an existing SBITA for 36-month subscription for the use of Shi GS-Deep Freeze software. An initial subscription liability was recorded in the amount of \$158,400. As of August 31, 2024, the value of the subscription liability is \$145,200. The College is required to make annual payments of \$52,800.

The total amount of Subscription Asset and Accumulated Amortization as of fiscal year end 2024:

	Year Ending 2024
<b>Lease expense</b>	
Amortization expense by class of underlying asset	
SBITA - GASB 96	\$ 1,665,193
Total amortization expense	1,665,193
Interest on lease liabilities	139,337
Variable lease expense	-
<b>Total</b>	<b>\$ 1,804,530</b>

The SBITA Liabilities and Associated Principal and Interest Requirements as of fiscal year end 2024:

	Beginning of Year	Additions	Modifications & Remeasurements	Subtractions	End of Year	Amounts Due Within One Year
<b>Lease Assets</b>						
SBITA - GASB 96	\$ 5,526,423	\$ 2,096,990	\$ -	\$ (718,203)	\$ 6,905,210	
	5,526,423	2,096,990	-	(718,203)	6,905,210	
<b>Less: Accumulated Amortization</b>						
SBITA - GASB 96	(1,274,497)	(1,665,193)		718,203	(2,221,487)	
	(1,274,497)	(1,665,193)	-	718,203	(2,221,487)	
<b>Total Lease Assets, net</b>	<b>\$ 4,251,926</b>	<b>\$ 431,797</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,683,723</b>	
<b>Lease Liabilities</b>	<b>\$ 4,345,795</b>	<b>\$ 1,566,801</b>	<b>\$ -</b>	<b>\$ (1,097,497)</b>	<b>\$ 4,815,099</b>	<b>\$ 1,435,374</b>

The future principal and interest SBITA arrangement payments as of fiscal year end 2024 are as follows:

Maturity Analysis	Principal	Interest	Total Payments
2025	\$ 1,435,374	\$ 141,203	\$ 1,576,577
2026	1,316,477	100,427	1,416,904
2027	1,135,274	62,857	1,198,131
2028	915,372	31,997	947,369
2029	12,601	73	12,675
<b>Total Future Payments</b>	<b>\$ 4,815,099</b>	<b>\$ 336,556</b>	<b>\$ 5,151,655</b>

**Note 5 – Subscription-Based Information Technology Arrangements (SBITAs)- (continued)**

The total amount of Subscription Asset and Accumulated Amortization as of fiscal year end 2023:

	Year Ending 2023
<b>Lease expense</b>	
Amortization expense by class of underlying asset	
SBITA - GASB 96	\$ 1,360,382
Total amortization expense	1,360,382
Interest on lease liabilities	98,497
<b>Total</b>	<b>\$ 1,458,879</b>

The SBITA Liabilities and Associated Principal and Interest Requirements as of fiscal year end 2023:

	Beginning of Year	Additions	Modifications & Remeasurements	Subtractions	End of Year	Amounts Due Within One Year
<b>Lease Assets</b>						
SBITA - GASB 96	\$ 1,368,775	\$ 4,808,220	\$ -	\$ (650,572)	\$ 5,526,423	
	1,368,775	4,808,220	-	(650,572)	5,526,423	
<b>Less: Accumulated Amortization</b>						
SBITA - GASB 96	(564,687)	(1,360,382)		650,572	(1,274,497)	
	(564,687)	(1,360,382)	-	650,572	(1,274,497)	
<b>Total Lease Assets, net</b>	<b>\$ 804,088</b>	<b>\$ 3,447,838</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,251,926</b>	
<b>Lease Liabilities</b>	<b>\$ 818,150</b>	<b>\$ 4,113,666</b>	<b>\$ -</b>	<b>\$ (586,021)</b>	<b>\$ 4,345,795</b>	<b>\$ 1,060,752</b>

The future principal and interest SBITA arrangement payments as of fiscal year end 2023 are as follows:

<b>Maturity Analysis</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Payments</b>
2024	\$ 1,060,752	\$ 107,608	\$ 1,168,360
2025	848,302	88,766	937,068
2026	858,637	68,749	927,386
2027	886,983	47,330	934,313
2028	691,122	24,438	715,560
Total Future Payments	<b>\$ 4,345,795</b>	<b>\$ 336,892</b>	<b>\$ 4,682,687</b>

**Note 6 – Authorized Investments**

The College is authorized to invest in obligations and instruments as defined in the Public Funds Investment Act (Sec. 2256.001, Texas Government Code.) Such investments include (1) obligations of the United States or its agencies, (2) direct obligations of the State of Texas 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.

**Note 7 – Deposits and Investments**

The Public Funds Investment Act (PFIA), Texas Government Code Chapter 2256, contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires the College to adopt, implement, and publicize an investment policy. The policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels,

## Note 7 – Deposits and Investments- (continued)

(5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date of the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the College to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers' acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the College to have independent auditors perform test procedures related to investment practices as provided by the Act.

Temporary investments consist of funds invested in local government investment pools as described below. The investment pools used by the College are organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the PFIA. The investment pools are public funds investment pools created to provide a safe environment for the placement of local government funds in authorized short-term investments.

The College's investments in investment pools, which are exempt from regulation by the Securities and Exchange Commission (SEC), have as one of their objectives the maintenance of a stable net asset value of \$1.00. The book value of the position in the pools is the same as the number of shares in each pool; and the market value of a share should approximately equal the book value of a share.

GASB Statement No. 31 provides an exception to the fair value reporting for investments in external pools that operate as "2a7-like" pools. The exception applies to portfolio securities held by external investment pools and allows the use of amortized cost rather than fair value to report net assets and compute share prices.

The College's investments in public funds investment pools include those with the Lone Star Investment Pool (Lone Star) and the Fixed Income Trust. The pools operate in a manner consistent with the SEC's rule 2a7 of the Investment Company Act of 1940. Accordingly, the fair value of the College's position in the pool is the same as the value of the pool shares and does not include any unrealized gains and losses.

### **Cash and Deposits**

	<u>August 31, 2024</u>	<u>August 31, 2023</u>
Bank Deposits		
Money Market Deposits	\$ 53,966,604	\$ 58,512,302
Restricted Money Market Deposits	25,523,635	33,497,513
Endowment Money Market	654,680	265,753
	<u>80,144,919</u>	<u>92,275,568</u>
Cash and Cash Equivalents		
Cash on Hand	\$ 21,450	\$ 21,450
Restricted Cash on Hand	500	500
Investment Pools (Lone Star)	4,138,358	3,915,978
Investment Pools (East West Bank)	5,023,409	-
Investment Pools (Fixed Income Trust)	16,731,009	15,837,663
	<u>25,914,726</u>	<u>19,775,591</u>
Short-Term Investments		
Investment Pools (East West Bank)	\$ 10,044,387	\$ -
Investment Pools (Cornerstone Bank)	5,022,384	-
	<u>15,066,771</u>	<u>-</u>
<b>Total Cash and Deposits</b>	<b><u>\$ 121,126,416</u></b>	<b><u>\$ 112,051,159</u></b>

Collateralization – The College maintains its cash accounts in interest-bearing commercial accounts with deposit insurance of \$250,000 through the Federal Deposit Insurance Corporation (FDIC). Deposits in excess of the FDIC deposit insurance are collateralized at a minimum level of 105% for Letters of Credit issued by a Federal Home Loan Bank.

## Note 7 – Deposits and Investments (continued)

**Interest Rate Risk** – Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. In accordance with the College's policy, one of the ways the College manages its exposure to interest rate risk is by investing in investment pools which have no stated maturity date; therefore, the funds are always available to meet operational needs. Information about the College's investments is presented in the table below that shows the specific investments and their maturity as of August 31, 2024.

**Credit Risk** – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required (where applicable) by the College's investment policy and the Act and the actual rating as of August 31, 2024, for each investment.

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

Investment	Fair Value	Weighted Average Maturity (Days)	Standard & Poor's Rating	Interest Rate	Maturity Date
The Lone Star Pool	\$ 4,138,358	1	AAA	5.44%	N/A
Fixed Income Trust	16,731,009	1	AAAm	5.38%	N/A
East West Bank	5,023,409	N/A	A2	5.85%	11/1/2024
East West Bank	5,022,599	N/A	A2	5.45%	1/28/2025
East West Bank	5,021,788	N/A	A2	5.25%	5/1/2025
Cornerstone Capital Bank	5,022,384	N/A	N/A*	5.40%	7/31/2025
Total	<u>\$ 40,959,547</u>				

\* There was no published S&P rating for Cornerstone Capital Bank at the time the financials were prepared.

Lone Star is governed by an eleven-member Board of Trustees (Board) made up of active participants in the pool. The Board has the responsibility of adopting and monitoring compliance with the investment policy, appointing investment officers, overseeing the selection of an investment advisor, custodian, investment consultant, administrator, and other service providers. The Board is also responsible for the monitoring performance of Lone Star. Each Lone Star fund has earned Standard & Poor's highest rating (AAA), which meets the standards set by the PFIA. Standard and Poor's reviews investments of the Exchange Corporate and Liquidity Plus Fund monthly.

The Fixed Income Trust is organized under the authority of the Public Funds Investment Act, Chapter 2256, Texas Government Code. The Trust is governed by a seven-member Board of Trustees (Board). The Board of Trustees has appointed a five-member Advisory Board to advise the trust about Investment Policy, the Investment Strategy of the Trust, and other matters. The Fixed Income Trust is rated AAAm by Standard & Poor's.

East West Bank is an American Bank that is the primary subsidiary of East West Bankcorp, Inc. It is governed by an eleven-member Board of Directors and service the states of California, New York, Texas, Washington, Nevada, Massachusetts and Georgia. On August 2024 the College purchased three short-term certificates of deposits in order to diversify its investments.

Cornerstone Capital Bank is based out of Houston, TX and is made up of seven-member Board of Directors and seven senior officers and seven executive officers. On August 2024 the College purchased one short-term certificate of deposit in order to diversity its investments.

**GASB Statement No. 72** – GASB Statement No. 72, *Fair Value Measurement and Application* requires that governments disclose information about fair value measurements, the level of fair value hierarchy, and valuation techniques for investments held by the government. GASB Statement No. 72 establishes a hierarchy of inputs to valuation techniques used to measure fair value. That hierarchy has three levels. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are inputs – other than quoted prices – included within Level 1 that are observable for the asset or liability, either directly or indirectly. Finally, Level 3 inputs are unobservable inputs. The College has no investments subject to GASB 72 fair value measurement.

**Note 7 – Deposits and Investments – (continued)**

Because the College's investments are restricted by policy and State law to active secondary markets, the market approach is used for valuation. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets, liabilities, or a group of assets and liabilities.

As of August 31, 2024, the College's investments are stated at amortized cost in accordance with GASB Statement No. 31 and GASB Statement No. 72. The College reports investments in Lone Star, Fixed Income Trust, East West Bank and Cornerstone Capital Bank as cash and cash equivalents, when the original maturity date is less than 3 months. If the maturity date is longer than 3 months then these investments are reported as short term investments.

**Note 8 - Capital Assets and right-to-use subscription assets**

Capital assets activity for the year ended August 31, 2024, was as follows:

	Balance September 1, 2023	Increases	Decreases	Balance August 31, 2024
<b><u>Not Depreciated:</u></b>				
Land	\$ 5,843,691	\$ -	\$ -	\$ 5,843,691
Water rights	9,920	-	-	9,920
Construction-in-progress	12,341,259	10,901,398	3,553,559	19,689,098
Subtotal	<u>\$ 18,194,870</u>	<u>\$ 10,901,398</u>	<u>\$ 3,553,559</u>	<u>\$ 25,542,709</u>
<b><u>Buildings and Other Capital Assets:</u></b>				
Buildings and building improvements	\$ 210,365,449	\$ 3,379,287	\$ -	\$ 213,744,736
Other real estate improvements	38,152,919	1,804,568	-	39,957,487
Total Buildings and Other Real Estate Improvements	<u>\$ 248,518,368</u>	<u>\$ 5,183,855</u>	<u>\$ -</u>	<u>\$ 253,702,223</u>
Library books	4,008,469	81,147	1,605	4,088,011
Furniture, machinery and equipment	46,197,738	4,904,337	256,839	50,845,236
Right-to-use lease asset	-	89,519	-	89,519
Right-to-use subscription asset	5,526,423	2,096,990	718,203	6,905,210
Total Buildings and Other Capital Assets	<u>\$ 304,250,998</u>	<u>\$ 12,355,848</u>	<u>\$ 976,647</u>	<u>\$ 315,630,199</u>
<b><u>Accumulated Depreciation/Amortization</u></b>				
Buildings and building improvements	\$ 45,702,934	\$ 3,695,872	\$ -	\$ 49,398,806
Other real estate improvements	23,959,382	1,132,639	-	25,092,021
Total Buildings and Other Real Estate Improvements	<u>\$ 69,662,316</u>	<u>\$ 4,828,511</u>	<u>\$ -</u>	<u>\$ 74,490,827</u>
Library books	3,356,606	89,851	1,605	3,444,852
Furniture, machinery, and equipment	32,385,386	4,118,034	108,201	36,395,219
Right-to-use lease asset	-	29,839	-	29,839
Right-to-use subscription asset	1,274,497	1,665,193	718,203	2,221,487
Total Accumulated Depreciation	<u>\$ 106,678,805</u>	<u>\$ 10,731,428</u>	<u>\$ 828,009</u>	<u>\$ 116,582,224</u>
Net Capital Assets	<u>\$ 215,767,063</u>	<u>\$ 12,525,818</u>	<u>\$ 3,702,197</u>	<u>\$ 224,590,684</u>



**Note 8 - Capital Assets and right-to-use subscription assets – (continued)**

Capital assets activity for the year ended August 31, 2023, is included for comparison purposes.

	Balance September 1, 2022	Increases	Decreases	Balance August 31, 2023
<u>Not depreciated:</u>				
Land	\$ 5,444,715	\$ 398,976	\$ -	\$ 5,843,691
Water rights	9,920	-	-	9,920
Construction in Progress	6,250,696	10,564,342	4,473,779	12,341,259
Subtotal	<u>\$ 11,705,331</u>	<u>\$ 10,963,318</u>	<u>\$ 4,473,779</u>	<u>\$ 18,194,870</u>
<u>Buildings and Other Capital Assets:</u>				
Buildings and Building Improvements	\$ 204,337,773	\$ 6,027,676	\$ -	\$ 210,365,449
Other Real Estate Improvements	38,152,919	-	-	38,152,919
Total Buildings and Other Real Estate Improvements	<u>\$ 242,490,692</u>	<u>\$ 6,027,676</u>	<u>\$ -</u>	<u>248,518,368</u>
Library books	3,943,544	69,443	4,519	4,008,468
Furniture, Machinery and Equipment	43,237,008	4,367,052	1,406,322	46,197,739
Right-to-use Subscription Asset	1,368,775	4,808,220	650,572	5,526,423
Total Buildings and Other Capital Assets	<u>\$ 291,040,019</u>	<u>\$ 15,272,390</u>	<u>\$ 2,061,412</u>	<u>\$ 304,250,998</u>
<u>Accumulated Depreciation/Amortization</u>				
Buildings and Building Improvements	\$ 42,052,991	\$ 3,649,943	\$ -	45,702,934
Other Real Estate Improvements	22,771,983	1,187,399	-	23,959,382
Total Buildings and Other Real Estate Improvements	<u>\$ 64,824,974</u>	<u>\$ 4,837,342</u>	<u>\$ -</u>	<u>69,662,316</u>
Library books	3,267,496	93,628	4,518	3,356,606
Furniture, Machinery, and Equipment	29,279,976	3,935,563	830,153	32,385,386
Right-to-use Subscription Asset	564,687	1,360,382	650,572	1,274,497
Total Accumulated Depreciation	<u>\$ 97,937,133</u>	<u>\$ 10,226,915</u>	<u>\$ 1,485,243</u>	<u>\$ 106,678,805</u>
Net Capital Assets	<u>\$ 204,808,217</u>	<u>\$ 16,008,793</u>	<u>\$ 5,049,949</u>	<u>\$ 215,767,063</u>

## Note 9 – Non-Current Liabilities

Long-Term liability activity for the year August 31, 2024, was as follows:

	Balance September 1, 2023	Additions	Reductions	Balance August 31, 2024	Current Portion
<u>Bonds and notes</u>					
General obligation bonds	\$ 79,831,802	\$ -	\$ (7,140,000)	\$ 72,691,802	\$ 5,902,329
Discounts	(228,951)	-	32,707	(196,244)	(32,707)
Premium	16,180,615	-	(1,934,767)	14,245,848	1,244,615
Revenue bonds	42,050,000	-	(2,660,000)	39,390,000	2,740,000
Tax Note	23,410,000	-	(2,715,000)	20,695,000	2,770,000
Total bonds	<u>\$ 161,243,466</u>	<u>\$ -</u>	<u>\$ (14,417,060)</u>	<u>\$ 146,826,406</u>	<u>\$ 12,624,237</u>
<u>Other liabilities</u>					
Retainage payable	\$ 744,236	\$ 584,923	\$ (81,016)	\$ 1,248,143	\$ 1,248,143
Accreted interest payable	150,696	66,682	-	217,378	-
Compensated absences	2,368,672	463,264	(376,635)	2,455,301	1,121,543
Notes Payable	437,379	-	(214,946)	222,433	222,433
Right-to-use lease	-	86,904	(26,370)	60,534	29,741
SBITAs	4,345,795	1,566,801	(1,097,497)	4,815,099	1,435,374
Net pension liability	18,023,393	1,742,387	(1,270,817)	18,494,963	-
Net OPEB liability	38,481,047	2,553,088	(6,177,042)	34,857,093	-
Total other liabilities	<u>\$ 64,551,218</u>	<u>\$ 7,064,049</u>	<u>\$ (9,244,323)</u>	<u>\$ 62,370,944</u>	<u>\$ 4,057,234</u>
Total long-term liabilities	<u>\$ 225,794,684</u>	<u>\$ 7,064,049</u>	<u>\$ (23,661,383)</u>	<u>\$ 209,197,350</u>	<u>\$ 16,681,471</u>

Long-Term liability activity for the year August 31, 2023, is included for comparison purposes:

	Balance September 1, 2022	Additions	Reductions	Balance August 31, 2023	Current Portion
<u>Bonds and notes</u>					
General obligation bonds	\$ 86,651,802	\$ -	\$ (6,820,000)	\$ 79,831,802	\$ 7,140,000
Discounts	(261,658)	-	32,707	(228,951)	(32,707)
Premium	18,115,382	-	(1,934,767)	16,180,615	1,934,767
Revenue bonds	44,625,000	-	(2,575,000)	42,050,000	2,660,000
Tax Note	26,070,000	-	(2,660,000)	23,410,000	2,715,000
Total bonds	<u>\$ 175,200,526</u>	<u>\$ -</u>	<u>\$ (13,957,060)</u>	<u>\$ 161,243,466</u>	<u>\$ 14,417,060</u>
<u>Other liabilities</u>					
Retainage payable	\$ 276,380	\$ 726,306	\$ (258,450)	\$ 744,236	\$ 744,236
Accreted interest payable	84,970	65,726	-	150,696	-
Compensated absences	2,317,707	326,468	(275,504)	2,368,672	441,704
Notes Payable	1,169,345	-	(731,966)	437,379	214,947
SBITAs	818,150	4,808,220	(1,280,575)	4,345,795	1,060,752
Net pension liability	7,072,337	12,265,731	(1,314,674)	18,023,393	-
Net OPEB liability	45,790,992	5,940,838	(13,250,784)	38,481,047	-
Total other liabilities	<u>\$ 57,529,881</u>	<u>\$ 24,133,289</u>	<u>\$ (17,111,953)</u>	<u>\$ 64,551,218</u>	<u>\$ 2,461,639</u>
Total long-term liabilities	<u>\$ 232,730,407</u>	<u>\$ 24,133,289</u>	<u>\$ (31,069,013)</u>	<u>\$ 225,794,684</u>	<u>\$ 16,878,699</u>

**Note 10 - Debt and Lease Obligations**

Debt Service requirements on August 31, 2024, were as follows:

For the Years Ended <u>August 31,</u>	<b>General Obligation Bonds</b>		<b>Revenue Bonds</b>		<b>Maintenance Tax Notes</b>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	5,902,329	4,430,403	2,740,000	1,581,981	2,770,000	517,352
2026	5,999,473	4,332,508	2,840,000	1,479,333	2,830,000	457,658
2027	8,035,000	2,302,982	3,080,000	1,371,200	2,890,000	391,804
2028	8,430,000	1,901,232	3,210,000	1,238,462	2,965,000	321,664
2029	7,075,000	1,479,732	3,355,000	1,097,821	3,035,000	245,997
2030-2034	37,250,000	2,941,827	19,120,000	3,250,495	6,205,000	251,754
2035-2036	-	-	5,045,000	217,043	-	-
Total	<u>\$ 72,691,802</u>	<u>\$ 17,388,684</u>	<u>\$ 39,390,000</u>	<u>\$ 10,236,335</u>	<u>\$ 20,695,000</u>	<u>\$ 2,186,229</u>

**Notes Payable (Lease Obligations) as of August 31, 2024 were as follows:**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 222,433	\$ 7,747	\$ 230,180
<b>Total</b>	<b><u>\$ 222,433</u></b>	<b><u>\$ 7,747</u></b>	<b><u>\$ 230,180</u></b>

**Note 10 - Debt and Lease Obligations (continued)**

Debt Service requirements on August 31, 2023, are provided for comparison purposes only.

For the Years Ended August 31,	General Obligation Bonds		Revenue Bonds		Maintenance Tax Notes	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	7,140,000	3,194,732	2,660,000	1,668,771	2,715,000	573,145
2025	5,902,329	4,430,403	2,740,000	1,581,981	2,770,000	517,352
2026	5,999,473	4,332,508	2,840,000	1,479,333	2,830,000	457,658
2027	8,035,000	2,302,982	3,080,000	1,371,200	2,890,000	391,804
2028	8,430,000	1,901,232	3,210,000	1,238,462	2,965,000	321,664
2029-2033	37,230,000	4,246,312	18,350,000	3,997,249	9,240,000	497,751
2034-2036	7,095,000	175,247	9,170,000	568,110	-	-
Total	<u>\$ 79,831,802</u>	<u>\$ 20,583,416</u>	<u>\$ 42,050,000</u>	<u>\$ 11,905,106</u>	<u>\$ 23,410,000</u>	<u>\$ 2,759,374</u>

**Notes Payable (Lease Obligations) as of August 31, 2023 were as follows:**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 214,947	\$ 15,233	\$ 230,180
2025	222,433	7,747	230,180
<b>Total</b>	<b><u>\$ 437,380</u></b>	<b><u>\$ 22,980</u></b>	<b><u>\$ 460,360</u></b>

**Note 11 – Bonds Payable**

General information related to bonds payable is summarized below:

- **Limited Tax Bond, Series 2014**
- To fund Facilities Master Plan Phase III. To purchase, acquire, construct, and equip facilities.
- Issued 7/17/2014
- \$87,915,000; all authorized bonds have been issued.
- Source of Revenue – Property Taxes
- Interest rate – 5.00%
- Maturity date – August 2034
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$0.00 and \$4,255,000, respectively.
- **Combined Fee Revenue Refunding Bond, Series 2015**
- To refund the Revenue bond, series 2005.
- Issued 6/8/2015
- \$5,305,000; all authorized bonds have been issued.
- Source of Revenue – General Use Fees
- Interest rate – 2.00% to 3.75%
- Maturity date – August 2030
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$2,740,000 and \$3,150,000, respectively.

## **Note 11 – Bonds Payable (continued)**

- **Limited Tax Refunding Bond, Series 2015**

- To refund the Limited Tax bond, series 2005.
- Issued 6/8/2015
- \$19,855,000; all authorized bonds have been issued
- Source of Revenue – Property Taxes
- Interest rate – 2.00% to 5.00%
- Maturity date – August 2031
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$8,815,000 and \$9,845,000, respectively.

- **Combined Fee Revenue Refunding Bond, Series 2016**

- To refund the Combined Fee Revenue Refunding, series 2006.
- Issued 7/1/2016
- \$4,805,000; all authorized bonds have been issued.
- Source of Revenue – General Use Fees
- Interest rate – 2.00% to 5.00%
- Maturity date – August 2026
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$1,260,000 and \$1,850,000, respectively.

- **Limited Tax Refunding Bond, Series 2016**

- To refund the Limited Tax Refunding bond, series 2006.
- Issued 4/15/2016
- \$14,400,000; all authorized bonds have been issued.
- Source of Revenue – Property Taxes
- Interest rate – 2.00% to 5.00%
- Maturity date – August 2032
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$10,295,000 and \$11,325,000, respectively.

- **Combined Fee Revenue Refunding Bond, Series 2017**

- To refund the Revenue Bond, Series 2010.
- Issued 9/15/2018
- \$29,300,000; all authorized bonds have been issued.
- Source of Revenue – General Use Fees
- Interest rate – 2.00% to 4.00%
- Maturity date – August 2035
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$26,670,000 and \$27,350,000, respectively.

- **Combined Fee Revenue Refunding Bond, Series 2020A**

- To refund the Revenue Refund Bond, Series 2010.
- Issued 6/4/2020
- \$2,590,000; all authorized bonds have been issued.
- Source of Revenue – General Use Fees
- Interest rate – 1.79% to 3.32%
- Maturity date – August 2036
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$930,000 and \$1,365,000, respectively.

- **Combined Fee Revenue Refunding Bond, Series 2020B**

- To refund the Revenue Bond, Series 2011.
- Issued 6/4/2020
- \$9,040,000; all authorized bonds have been issued.
- Source of Revenue – General Use Fees
- Interest rate – 1.79% to 3.32%
- Maturity date – August 2035
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$7,790,000 and \$8,335,000, respectively.

## **Note 11 – Bonds Payable (continued)**

- **Maintenance Tax Refunding Bond, Taxable Series 2020**

- To refund the Maintenance Tax Note Series 2010 & 2011.
- Issued 6/4/2020
- \$26,895,000; all authorized bonds have been issued.
- Source of Revenue – Property Taxes
- Interest rate – 1.56% to 2.74%
- Maturity date – August 2031
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$20,695,000 and \$23,410,000, respectively.

- **Limited Tax Refunding Bond, Series 2021**

- To refund the Limited Tax Bond Series 2014.
- Issued 4/7/2021
- \$56,171,802; all authorized bonds have been issued.
- Source of Revenue – Property Taxes
- Interest rate – 5.00%
- Maturity date – August 2031
- Outstanding Principal balance as of August 31, 2024, and 2023 is \$53,581,802 and \$54,406,802, respectively.

The College is to maintain a reserve account equal to the lesser of (a) 10% of the principal amount of outstanding bonds or (b) the average annual requirements, on a fiscal basis, for the payment of the principal and interest on the bonds. The reserve account balance on August 31, 2024, is \$4,552,280 which meets the full reserve requirements.

## **Note 12 – Employees' Retirement Plan**

The State of Texas has joint contributory retirement plans for almost all its employees.

Teacher Retirement System of Texas – Defined Benefit Plan

### **Plan Description**

Laredo College participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS's defined benefit pension plan is 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. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

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

### **Pension Plan Fiduciary Net Position**

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report is available at [https://www.trs.texas.gov/Pages/about\\_archive\\_cafr.aspx](https://www.trs.texas.gov/Pages/about_archive_cafr.aspx) or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698.

### **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 Texas. 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, whose formulas use the three highest annual salaries. 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.

**Note 12 – Employees’ Retirement Plan – (continued)**

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 post-employment benefit changes; including automatic cost of living adjustments (COLA). Ad hoc post-employment 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.

**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 the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86<sup>th</sup> Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 thru 2024.

	<b>Contribution Rates</b>	
	<b>2024</b>	<b>2023</b>
Member	8.25%	8.00%
Non-Employer Contributing Entity (State)	8.25%	8.00%
Employers	8.25%	8.00%
Current fiscal year employer contributions	\$ 1,429,020	
Current fiscal year member contributions	\$ 2,602,014	
2023 measurement year NECE on-behalf contributions	\$ 921,772	

The College’s contributions to the TRS pension plan in FY 2024 were \$1,429,020 as reported in the Schedule of College Contributions for pensions in the Required Supplementary Information section of these financial statements. Estimated State of Texas on-behalf contributions for FY 2024 were \$921,772.

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers.

Public junior colleges or junior college districts 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 or from non-educational and general, or local funds.

**Note 12 – Employees’ Retirement Plan – (continued)**

- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system 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, when employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

**Actuarial Assumptions**

The total pension liability in the August 31, 2023, actuarial valuation was determined using the following actuarial assumptions:

Validation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions:	
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate as of August 2023*	4.13%
Last year ending August 31	
Projection period (100 years)	2122
Inflation	2.30%
Salary increase including inflation	2.95% to 8.95%
Benefit changes during the year	
Ad hoc post-employment benefit changes	None

*\* The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal Bond with 20 years to maturity that include only federally tax-exempt municipal bonds reported in Fidelity Index's "20-year municipal G.O. AA Index".*

The actuarial methods and assumption were selected by the TRS Board of Trustees based upon analysis and recommendations by the system’s actuary. The Board of Trustees has sole authority to determine the actuarial assumptions used for the plan. The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2022.

**Discount Rate**

The single discount rate used to measure the total pension liability was 7.00%. The single discount rate was based on the expected rate of return on pension 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 non-employer contributing entity will be made at the rates set by the Legislature during the 2019 legislative session. It is assumed that future employer and state contributions will be 9.50% of payroll in fiscal year 2024 gradually increasing to 9.56% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan’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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term rate of return on pension plan investments is 7.00%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate 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.



## Note 12 – Employees’ Retirement Plan – (continued)

These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the system’s target asset allocation as of August 31, 2023, are summarized below:

Asset Class <sup>1</sup>	Target Allocation % <sup>2</sup>	Long-Term Expected Geometric Real Rate of Return <sup>3</sup>	Expected Contribution to Long- Term Portfolio Returns
<b>Global Equity</b>			
U.S.	18.00%	4.00%	1.00%
Non-U.S. Developed	13.00%	4.50%	0.90%
Emerging Markets	9.00%	4.80%	0.70%
Private Equity	14.00%	7.00%	1.50%
<b>Stable Value</b>			
Government Bonds	16.00%	2.50%	0.50%
Absolute Return	0.00%	3.60%	0.00%
Stable Value Hedge Funds	5.00%	4.10%	0.20%
<b>Real Return</b>			
Real Assets	15.00%	4.90%	1.10%
Energy and Natural Resources and Infrastructure	6.00%	4.80%	0.40%
Commodities	0.00%	4.40%	0.00%
<b>Risk Party</b>			
Risk Party	8.00%	4.50%	0.40%
<b>Asset Allocation Leverage</b>			
Cash	2.00%	3.70%	0.00%
Asset Allocation Leverage	-6.00%	4.40%	-0.10%
Inflation Expectation			2.30%
Volatility Drag <sup>4</sup>			-0.90%
<b>Total</b>	<b>100.00%</b>		<b>8.00%</b>

<sup>1</sup> Absolute Return includes Credit Sensitive Investments.

<sup>2</sup> Target Allocation based on the FY 2023 policy model.

<sup>3</sup> Capital Market Assumptions come from Aon Hewitt (as of 03/30/2023)

<sup>4</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns

Source: Teacher Retirement System of Texas 2023 Comprehensive Annual Financial Report.

**Note 12 – Employees’ Retirement Plan – (continued)**

**Discount Rate Sensitivity Analysis**

The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (7.00%) in measuring the Net Pension Liability.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Laredo College's proportionate share of the net pension liability:	\$ 27,650,995	\$ 18,494,963	\$ 10,881,719

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions**

On August 31, 2024, the College reported a liability of \$18,494,963 for its proportionate share of the TRS’s net pension liability. This liability reflects a reduction for State pension support provided to the College. The amount recognized by Laredo College as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the College were as follows:

Laredo College proportionate share of the collective net pension liability	\$18,494,963
State’s proportionate share that is associated with Laredo College	<u>\$12,317,882</u>
Total	<u>\$30,812,845</u>

The net pension liability was measured as of August 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer’s proportion of the net pension liability was based on the employer’s contributions to the pension 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, 2024, the employer’s proportion of the collective net pension liability was 0.026925127% which was a decrease of 0.003433934% 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 Net Position Liability.
- The Texas 2023 Legislature passed legislation that provides a one-time stipend to certain retired teachers. The stipend was paid to retirees beginning in September of 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the Net Position Liability of TRS. In addition, the Legislature also provided for a cost-of-living adjustment (COLA) to retirees which was approved during the November 2023 election which will be paid January 2024.

For the year ended August 31, 2024, the College recognized pension expense of \$921,772 and revenue of \$921,772 for support provided by the State. Refer to the FY 2023 Schedule of On-Behalf Contributions for this information posted on the TRS website under GASB Statements 67 and 68.

**Note 12 – Employees’ Retirement Plan – (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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual actuarial experiences	\$ 658,982	\$ 223,954
Changes in actuarial assumptions	1,749,261	428,084
Differences between projected and actual investment earnings	5,779,117	3,087,651
Changes in proportion and differences between the employer's contributions and the proportionate share of contributions	796,184	1,594,285
Total as of August 31, 2023 measurement date	\$ 8,983,544	\$ 5,333,974
Contributions paid to TRS subsequent to the measurement date	1,429,020	-
Total as of fiscal year-end	\$ 10,412,564	\$ 5,333,974

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

Fiscal year ended August 31,	Pension Expense Amount
2024	\$ 779,074
2025	\$ 387,416
2026	\$ 2,090,882
2027	\$ 509,044
2028	\$ (116,846)
Thereafter	\$ -

**Optional Retirement Plan – Defined Contribution Plan**

**Plan Description.** Participation in the Optional Retirement Program is in lieu of participation in the Teacher Retirement System. The optional retirement program provides for the purchase of annuity contracts and operates under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C.

**Funding Policy.** Contribution requirements are not actuarially determined but are established and amended by the Texas Legislature. The percentages of participant salaries currently contributed by the state and each participant are 3.3% and 6.65%, respectively. The College contributes 1.90% for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program. Senate Bill 1812, 83<sup>rd</sup> Texas Legislature, Regular Session, effective September 1, 2013, limits the amount of the state’s contribution to 50% of eligible employees in the reporting college.

The College’s total retirement expense to the State (includes TRS and ORP) was \$1,214,472 and \$1,184,914 for the fiscal years ended August 31, 2024, and August 31, 2023, respectively. This amount represents the portion of expended appropriations made by the State Legislature on behalf of the college.

## **Note 12 – Employees’ Retirement Plan – (continued)**

The total payroll for all College employees was \$39,399,880 and \$38,367,722 for the fiscal years ended August 31, 2024, and 2023, respectively. The total payroll of employees covered by the Teacher Retirement System was \$31,539,558 and \$29,733,252 and the total payroll of employees covered by the Optional Retirement Program was \$4,811,510 and \$5,233,175 for fiscal years 2024 and 2023, respectively.

## **Note 13 – Compensable Absences**

Regular college personnel employed on a twelve-month basis are entitled to ten working days (80 hours) per fiscal year as vacation time. Employees eligible for vacation time may carry accrued leave forward from one fiscal year to another fiscal year with a maximum number of hours up to 160. Individuals who terminate their employment at the College shall be paid their unused vacation time not to exceed two years’ accrual.

Regular college personnel employed on a twelve-month basis are entitled to twelve days (96 hours) per fiscal year as sick leave and can accumulate indefinitely. The payment of accrued sick leave will be paid to those employees who retire under the Teacher Retirement System while they are employed by the College. The maximum number of hours that will be paid for early retirement is 360 and 720 for regular retirement.

The college recognized accrued liability for unpaid annual leave and accrued sick leave for college employees as of August 31, 2024, and August 31, 2023, in the amounts of \$2,455,301 and \$2,368,672, respectively.

## **Note 14 – Health Care & Life Insurance Benefits**

Certain health care and life insurance benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year. The state recognizes the cost of providing these benefits by expending the annual insurance premiums. The state’s contribution for full-time active and retired employees for the year ended August 31, 2024, totaled \$3,501,936 for the year.

Compare the state’s contribution to that provided for the year ended August 31, 2023, when the contribution for full-time active and retired employees totaled \$3,414,336 for the year. S.B. 1812, 83<sup>rd</sup> Texas Legislature, Regular Session, effective September 1, 2013, limits the amount of the state’s contribution to 50% of eligible employees in the reporting college. The cost of providing these benefits for retirees is not separable from the cost of providing benefits for the active employees.

## **Note 15 – Other Post-Employment Benefits (OPEB)**

**Plan Description.** The College participates in a cost-sharing, multiple-employer, other post-employment benefit (OPEB) plan with a special funding situation. The Texas Employees Group Benefits Program (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 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 Texas Legislature.

**OPEB Plan Fiduciary Net Position.** Detailed information about the GBP’s fiduciary net position is available in the separately issued ERS Comprehensive Annual Financial Report (CAFR) 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-Finacial-Management>; or by writing to ERS at: 200 East 18<sup>th</sup> Street, Austin, TX 78701; or by calling (877)275-4377. The fiduciary net position of the plan 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 of Texas retirees and their eligible dependents. Participants need at least ten years of service credit with an agency or institution that participates in the GBP to be eligible for GBP retiree insurance.

**Note 15 – Other Post-Employment Benefits (OPEB)-(continued)**

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 plan 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 the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. The employer and member contribution rates are determined annually by the ERS Board of Trustees 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) other revenue sources and (iv) the funding policy established by the Texas Legislature in connection with benefits provided through the GBP. The Trustees revise benefits when necessary to match expected benefit and administrative costs with the revenue expected to be generated by the appropriated funds. There are no long-term contracts for contributions to the plan.

The following table summarizes the maximum monthly employer contribution toward eligible retirees' health and basic life premium, which is based on a blended rate. Retirees pay any premium over and above the employer contribution. The employer does not contribute toward dental or optional life insurance. Surviving spouses and their dependents do not receive any employer contribution. As the non-employer contributing entity (NECE), the State of Texas pays part of the premiums for the junior and community colleges.

Maximum Monthly Employer Contribution  
Retiree Health and Basic Life Premium  
Fiscal Year 2023

Retiree	\$ 624.82
Retiree & Spouse	1,340.82
Retiree & Children	1,104.22
Retiree & Family	1,820.22

Contributions of premiums to the GBP plan for the current and prior fiscal year by source is summarized in the following table.

Premium Contributions by Source  
Group Benefits Program Plan  
For the Year ended August 31, 2024 and 2023

	2024	2023
College Contributions	\$ 3,483,615	\$ 4,020,404
Member (Employee) Contributions	1,608,750	1,712,798
Nonemployer Contributing Entity (State of Texas)	3,414,336	3,414,336

## Note 15 – Other Post-Employment Benefits (OPEB) – (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:

### Actuarial Assumptions ERS Group Benefits Program Plan

Valuation date	August 31, 2023
Actuarial cost method	Entry Age
Last Experience Study	State Agency Members: 5-year period from September 1, 2014 to August 31, 2019 Higher Education Members: 7-year period from September 1, 2010 to August 31, 2017
Actuarial Assumptions:	
Discount rate	3.81%
Projected annual salary increases (includes inflation)	2.30% to 8.95%
Annual healthcare trend rate	5.60% for FY 2025, 5.30% for FY 2026, 5.00% for FY 2027, 4.75% for FY 2028, 4.60% for FY 2029, decreasing 10 basis points per year to an unlimited rate of 4.30% for FY 2032 and later years
Inflation assumption rate	2.30%
Ad hoc postemployment benefit changes	None
Mortality assumptions:	
Service retirees, survivors and other inactive members	Tables based on TRS experience with ultimate MP-2021 projection scale from the year 2021
Disability retirees	Tables based on TRS experience with ultimate MP-2021 projection scale from the year 2021 using a 3-year set forward and minimum mortality rates of four per 100 male members and two per 100 female members
Active members	Sex Distinct Pub-2010 amount-weighted below-medium income teacher mortality with a 2-year set forward for males with ultimate MP-2021 projection scale from the year 2010

*Source: FY 2023 ERS CAFR except for the mortality assumptions obtained from ERS FY2023 GASB 74 Actuarial valuation.*

Many of the actuarial assumptions used in this valuation were based on the results of actuarial experience studies performed by the ERS retirement plan actuary as of August 31, 2021, and the TRS retirement plan actuary as of August 31, 2022, for higher education members.

**Investment Policy.** The State Retiree Health Plan is a pay-as-you-go plan and does not accumulate funds in advance of retirement. The system's board of trustees adopted the amendment to the investment policy in August 2022 to require that all funds in the plan be invested in cash and equivalent securities. The expected rate of return on these investments is currently 4.1%, in line with the prevailing return on 90-day U.S. treasury.

**Discount Rate.** Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the 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%. The discount rate used to measure the total OPEB liability as of the end of the measurement period was 3.81% which amounted to an increase of 0.22%. 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 bonds average credit quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp's AA rating. Projected cash flows into the plan are equal to projected benefit payments out of the plan. Because the plan 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 plan assets, and, therefore, the years of projected benefit payments to which the long-term expected rate of return is applicable is zero years.

## Note 15 – Other Post-Employment Benefits (OPEB) – (continued)

**Discount Rate Sensitivity Analysis.** The following schedule shows the impact on the College 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 3.81% in measuring the net OPEB Liability.

	1% Decrease in Discount Rate (2.81%)	Discount Rate (3.81%)	1% Increase in Discount Rate (4.81%)
Proportionate share of the net OPEB liability	\$ 40,446,647	\$ 34,857,093	\$ 30,361,269

**Healthcare Trend Rate Sensitivity Analysis.** The initial healthcare trend rate is 5.60% and the ultimate rate is 4.3%. 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 5.60% in measuring the net OPEB Liability.

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Proportionate share of net OPEB liability	\$ 29,981,944	\$ 34,857,093	\$ 41,048,554

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** On August 31, 2024, the College reported a liability of \$34,857,093 for its proportionate share of the ERS'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 was as follows:

District's proportionate share of the collective net OPEB liability	\$ 34,857,093
State's proportionate share that is associated with the District	30,589,321
Total	\$ 65,446,414

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 employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2022, thru August 31, 2023.

At the measurement date of August 31, 2024, the employer's proportion of the collective net OPEB liability was 0.13046525%, which was an increase (decrease) of (0.00461774%) from its proportion measured as of August 31, 2023.

For the year ended August 31, 2024, the College recognized OPEB expense of \$194,490 and revenue of \$907,796 for support provided by the State.

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

- The percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The proportion of future retirees assumed to cover dependent children.
- The 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.

**Note 15 – Other Post-Employment Benefits (OPEB) – (continued)**

- 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 our short-term expectations.
- The discount rate assumption was increased from 3.59% to 3.81% to utilize the updated 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.
- The Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act and the rate of future increases in the fee have been updated to reflect the available information.

Changes of Benefit Terms Since Prior Measurement Date – The following benefit revisions have been adopted since the prior valuation.

- An increase in the out-of-pocket maximum for both HealthSelect and Consumer Directed HealthSelect for those HealthSelect retirees and dependents for whom Medicare is not primary.

These minor benefits changes have been reflected in the fiscal year 2023 assumed per capita health benefit costs.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual actuarial experiences	\$ -	\$ 921,989
Changes in actuarial assumptions	1,162,795	10,886,334
Differences between projected and actual investment earnings	2,816	-
Changes in proportion and differences between the employer's contributions and the proportionate share of contributions	1,633,375	2,861,355
Total as of August 31, 2023 measurement date	\$ 2,798,986	\$ 14,669,678
Contributions paid to ERS subsequent to the measurement date	-	-
Total as of fiscal year-end	\$ 2,798,986	\$ 14,669,678

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

	OPEB Expense Amount
Fiscal year ended August 31,	
2025	\$ (3,653,276)
2026	\$ (3,110,816)
2027	\$ (2,684,093)
2028	\$ (1,946,641)
2029	\$ (475,866)
Thereafter	\$ -

**Note 16 – Commitments and Contingencies**

As of August 31, 2024, various lawsuits and claims involving the College were pending. While the ultimate liability with respect to litigation and other claims asserted against the College cannot be reasonably estimated at this time, this liability, to the extent not provided by insurance or otherwise, is not likely to have a material effect on the College.



**Note 16 – Commitments and Contingencies-(continued)**

As of August 31, 2024, and 2023, the College had a total of \$19,689,098 and \$12,437,332 in construction commitments for various projects.

**Note 17 - Disaggregation of Receivable and Payable Balances****Receivables**

Receivables at August 31, 2024 and August 31, 2023 were as follows:

	<u>August 31, 2024</u>	<u>August 31, 2023</u>
Students Receivable	\$ 2,135,279	\$ 2,456,232
State Grants Receivable	318	328,185
Local Grants Receivable	52,491	205,541
Auxiliary Receivable	25,198	195,338
Other Receivables	1,261,705	680,112
Subtotal	<u>3,474,992</u>	<u>3,865,408</u>
Allowance for Doubtful Accounts	<u>(705,090)</u>	<u>(712,656)</u>
<b>Total Receivables</b>	<u><u>\$ 2,769,902</u></u>	<u><u>\$ 3,152,752</u></u>

**Payables**

Payables at August 31, 2024 and August 31, 2023 were as follows:

	<u>August 31, 2024</u>	<u>August 31, 2023</u>
Accounts Payable - Construction	\$ 970,437	\$ 819,809
Salaries & Benefits Payable	2,262,754	2,099,089
Students Payable	44,483	567,764
Other Payables	2,827,019	2,190,524
Subtotal	<u>6,104,694</u>	<u>5,677,186</u>
<b>Total Payables</b>	<u><u>\$ 6,104,694</u></u>	<u><u>\$ 5,677,186</u></u>

**Note 18 – Funds Held for Others**

The College holds funds for certain student organizations and other agencies. These amounts are reflected in the Statement of Net Position as funds held for others in the amount of \$546,193 and \$1,202,511 on August 31, 2024, and August 31, 2023, respectively.

**Note 19 - Contracts and Grant Awards**

Contract and grant awards are accounted for in accordance with the requirements of the American Institute of Certified Public Accountants (AICPA audit and accounting guide, State and Local Governments, 8.99). For federal contract and grant awards, funds expended, but not collected, are reported as Federal Receivables on Exhibit 1. Non-federal contract and grant awards for which funds are expended, but not collected, are reported as Accounts Receivable on Exhibit 1. Contract and grant awards that are not yet funded and for which the institution has not yet performed services are not included in the financial statements. Contract and grant awards 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 \$5,541,172 and \$5,125,606.

**Note 19 - Contracts and Grant Awards-(continued)**

Of these amounts, \$4,322,596 and \$4,811,100 were from Federal Contract and Grant Awards; \$124,497 and \$271,034 were from State Contract and Grant Awards; \$760,000 and \$43,472 from Local Contract and Grant Awards; and \$334,079 and \$0 were from Private Contract and Grant Awards for the fiscal years ended August 31, 2024, and 2023, respectively.

The Laredo College Education Foundation, Inc. receives grants on behalf of the College and held \$47,370 and \$1,035,548 in awarded funds for the fiscal year ended August 31, 2024, and 2023, respectively. Some of these funds are for active grants for which the College is already incurring expenses. The amounts will be transferred to the College on a cost reimbursement basis or in specified amounts as agreed by the College and the Foundation.

**Note 20 - Risk Management**

The College maintains insurance for all insurable risks for which it may be liable for claims.

The more significant of this include \$2,000,000 of general liability insurance for fiscal year 2024 and 2023 and property insurance covering the College's buildings and personal property in a combined amount of \$350,780,819 for fiscal year 2024 and \$242,758,423 for fiscal year 2023. Of the \$350,780,819 coverage for fiscal year 2024, \$315,400,487 is coverage for real property and \$35,380,332 for personal property. Of the \$242,758,423 coverage for fiscal year 2023, \$210,693,610 is coverage for real property and \$32,064,813 for personal property. The College also maintained \$6,000,000 in annual aggregate school professional legal liability for fiscal year 2024 and 2023 of which \$1,000,000 is for law enforcement professional liability and \$5,000,000 for school leaders' errors and omissions liability. Additional endorsements under the general liability insurance include the Cyber Suite insurance with an aggregate limit of \$1,000,000. The Cyber Suite includes data compromise response expenses, computer attack, cyber extortion, misdirected payment fraud, computer fraud, data compromise, network security, and electronic media liability. For fiscal year 2023, the College did not purchase additional coverage in security and privacy, network interruption, event management, and cyber extortion insurance other than what is included in the crime policy which contains coverage for computer crime which includes computer fraud and computer program and electronic data restoration expenses. Insurance settlements have not exceeded insurance coverage in any of the previous 3 fiscal years.

The College did not maintain or operate a self-insured insurance plan for fiscal years 2024 and 2023.

**Note 21 – Ad Valorem Tax**

The College's ad valorem property taxes are 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 district:

	<u>August 31, 2024</u>	<u>August 31, 2023</u>
Assessed valuation of the District	\$ 27,039,471,339	\$ 23,517,334,637
Less: Exemptions	(5,764,691,715)	(4,694,105,299)
Less: Abatements	-	-
<b>Net Assessed Valuation of the District</b>	<b><u>\$ 21,274,779,624</u></b>	<b><u>\$ 18,823,229,338</u></b>

**Note 21 – Ad Valorem Tax – (continued)**

	Fiscal Year 2024			Fiscal Year 2023		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Authorized tax rate per \$100 valuation (maximum per enabling legislation)	\$ 0.400000	\$ 0.500000	\$ 0.900000	\$ 0.400000	\$ 0.500000	\$ 0.900000
Assessed tax rate per \$100 valuation	\$ 0.220895	\$ 0.046780	\$ 0.267675	\$ 0.230196	\$ 0.057640	\$ 0.287836

Taxes levied for the year ended August 31, 2024, and 2023 amounted to \$55,801,604 and \$53,252,087, respectively, including any penalty and interest assessed. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

	August 31, 2024			August 31, 2023		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Current taxes collected	\$44,317,134	\$ 10,156,369	\$54,473,503	\$41,537,623	\$ 10,306,303	\$51,843,926
Delinquent taxes collected	1,087,906	215,587	1,303,493	916,620	164,496	1,081,116
Penalties & Interest collected	538,616	123,436	662,052	468,046	116,864	584,910
Total Gross Collections	45,943,656	10,495,392	56,439,048	42,922,289	10,587,663	53,509,952
Tax Appraisal & Collection Fees	(907,215)	-	(907,215)	(720,058)	-	(720,058)
Bad Debt Expense	(95,357)	-	(95,357)	(77,301)	-	(77,301)
<b>Total Net Collections</b>	<b>\$44,941,084</b>	<b>\$ 10,495,392</b>	<b>\$55,436,476</b>	<b>\$42,124,930</b>	<b>\$ 10,587,663</b>	<b>\$52,712,593</b>

Tax collections for the year ended August 31, 2023, and 2022, were 99% and 99%, respectively, of the current tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax processed is restricted for the use of maintenance and operations and/or general obligations debt service.

**Note 22 – 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)(b), 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, 2023, and August 31, 2022.

**Note 23 – Bad Debt Expense**

In accordance with GAAP and Board policy CDA (local), bad debt expense was recognized for the years ended August 31, 2024, and August 31, 2023, in the following amounts, (\$41,123) and \$150,300, respectively. At year end, the reserve for uncollectible accounts was \$3,203,379 and \$3,244,501. The total amount of uncollectible accounts written-off was \$0 and \$0 on August 31, 2024, and August 31, 2023. The property tax reserve was \$1,294,524 and \$1,199,167. The total reported allowance for doubtful accounts was \$4,497,903 and \$4,443,668 for August 31, 2024, and August 31, 2023, respectively.

**Note 24 – Laredo College Education Foundation, Inc.**

The following note is from the audited financial statements of the Laredo College Education Foundation, Inc., for the years ended December 31, 2023, and 2022:

**Summary of Significant Accounting Policies**

For the purpose of the statement of cash flows, the foundation considers all highly liquid investments with initial maturities of three months or less to be cash equivalents. Cash and cash equivalents held in the form of certificates of deposit are reported as restricted assets since the foundation holds those funds as an endowment.

LAREDO COLLEGE  
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHER RETIREMENT SYSTEM OF TEXAS  
LAST TEN FISCAL YEARS

<u>Fiscal Year Ended August 31*,</u>	<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>
College's proportion of the net pension liability (asset)	0.0269251266%	0.0303590610%	0.0277711804%	0.0284367725%	0.0292571068%	0.0284741180%	0.0287773623%	0.0292406664%	0.0298519000%	0.0330499000%
College's proportionate share of net pension liability (asset)	\$ 18,494,963	\$ 18,023,393	\$ 7,072,336	\$ 15,230,154	\$ 15,208,759	\$ 15,672,846	\$ 9,201,450	\$ 11,049,613	\$ 10,552,249	\$ 8,828,085
States proportionate share of the net pension liability (asset) associated with the college	12,317,882	11,533,138	5,099,999	10,876,599	10,627,066	11,086,991	6,640,545	7,936,580	7,280,335	6,887,063
Total	<u>\$ 30,812,845</u>	<u>\$ 29,556,531</u>	<u>\$ 12,172,335</u>	<u>\$ 26,106,753</u>	<u>\$ 25,835,825</u>	<u>\$ 26,759,837</u>	<u>\$ 15,841,995</u>	<u>\$ 18,986,193</u>	<u>\$ 17,832,584</u>	<u>\$ 15,715,148</u>
College's covered payroll	\$ 31,539,558	\$ 29,733,252	\$ 32,005,854	\$ 26,838,735	\$ 26,513,828	\$ 25,645,301	\$ 24,175,007	\$ 23,733,980	\$ 23,217,845	\$ 21,707,196
College's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	58.64%	60.62%	22.10%	56.75%	57.36%	64.83%	38.77%	47.59%	48.64%	40.67%
Plan fiduciary net position as a percentage of the total pension liability	73.15%	75.62%	88.79%	75.54%	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

\* The amounts presented above are as of the measurement date of the collective net pension liability.

LAREDO COLLEGE  
SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS FOR PENSIONS  
TEACHER RETIREMENT SYSTEM OF TEXAS  
LAST TEN FISCAL YEARS

<u>Fiscal Year Ending August 31*,</u>	<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	\$ 1,429,020	\$ 1,378,992	\$ 1,416,644	\$ 1,186,012	\$ 1,172,774	\$ 1,028,066	\$ 959,963	\$ 943,305	\$ 929,901	\$ 869,222
Contribution in relation to the contractually required contribution	<u>(1,429,020)</u>	<u>(1,378,992)</u>	<u>(1,416,644)</u>	<u>(1,186,012)</u>	<u>(1,172,774)</u>	<u>(1,028,066)</u>	<u>(959,963)</u>	<u>(943,305)</u>	<u>(929,901)</u>	<u>(869,222)</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	\$31,539,558	\$ 29,733,252	\$ 32,005,854	\$ 26,838,735	\$ 26,513,828	\$ 25,645,301	\$ 24,175,007	\$ 23,733,980	\$ 23,217,845	\$ 21,695,044
Contributions as a percentage of covered payroll	4.53%	4.64%	4.43%	4.42%	4.42%	4.01%	3.97%	3.97%	4.01%	4.01%

\* The amounts presented above are as of the measurement date of the collective net pension liability.

**Laredo College**  
**Notes to Pension Required Supplementary Information**  
**August 31, 2024**

The following assumptions have been updated since the Prior Measurement Date.

- There were no changes or updates made to the assumptions and methods since the prior measurement date.

LAREDO COLLEGE  
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
EMPLOYEES RETIREMENT SYSTEM OF TEXAS  
LAST SEVEN FISCAL YEARS\*\*

<u>Fiscal Year Ended August 31*,</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
College's proportion of thenNet OPEB liability (asset)	0.1304652500%	0.1350829900%	0.1276385900%	0.1301218700%	0.1321271900%	0.1423816800%
College's proportionate share of the net OPEB liability (asset)	\$ 34,857,093	\$ 38,481,045	\$ 45,790,993	\$ 42,998,294	\$ 45,666,692	\$ 42,198,715
State's proportionate share of the net OPEB liability (asset) associated with the college	<u>30,589,321</u>	<u>32,986,786</u>	<u>41,908,187</u>	<u>38,592,665</u>	<u>42,627,236</u>	<u>34,293,768</u>
Total	<u>\$ 65,446,414</u>	<u>\$ 71,467,831</u>	<u>\$ 87,699,180</u>	<u>\$ 81,590,959</u>	<u>\$ 88,293,928</u>	<u>\$ 76,492,483</u>
College's covered employee payroll	\$ 29,733,252	\$ 29,733,252	\$ 32,005,854	\$ 26,838,735	\$ 26,513,828	\$ 26,645,301
College's proportionate share of the net OPEB liability (asset) as a percentage of its covered employee payroll	117.23%	129.42%	143.07%	160.21%	172.24%	158.37%
Plan fiduciary net position as a percentage of the total OPEB liability	0.63%	0.57%	0.38%	0.32%	0.17%	1.27%

\* The amounts presented above are as of the measurement date of the collective net pension liability.

\*\* Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.



LAREDO COLLEGE  
SCHEDULE OF THE COLLEGE'S OPEB CONTRIBUTIONS  
EMPLOYEES RETIREMENT SYSTEM OF TEXAS  
LAST SEVEN FISCAL YEARS\*\*

<u>Fiscal Year Ended August 31*,</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 1,062,255	\$ 1,044,698	\$ 1,049,481	\$ 1,013,397	\$ 911,048	\$ 973,676
Contribution in relation to the contractually required contribution	<u>(1,062,255)</u>	<u>(1,044,698)</u>	<u>(1,049,481)</u>	<u>(1,013,397)</u>	<u>(911,048)</u>	<u>(973,676)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ 0</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered employee payroll	\$ 32,502,072	\$ 31,464,758	\$ 31,168,648	\$ 31,244,326	\$ 31,502,617	\$ 31,244,326
Contributions as a percentage of covered employee payroll	3.27%	3.32%	3.37%	3.24%	2.89%	3.12%

\* The amounts presented above are as of the measurement date of the collective net pension liability.

\*\* Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**Laredo College**  
**Notes to OPEB Required Supplementary Information**  
**August 31, 2024**

**Changes Since Prior Actuarial Valuation:**

The following changes to actuarial assumptions have been changed since the previous valuation of the amounts reported in the requirement supplementary information schedules related to OPEB.

**Demographic Assumptions**

- Percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The 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.
- Proportion of future retirees assumed to cover dependent children.

**Economic Assumptions**

- 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 our short-term expectations.
- Annual rate of increase in the Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act has been updated to reflect recent health plan experience and its effects on our short-term expectations.
- Assumed expenses directly related to the payment of GBP HealthSelect medical benefits have been updated to reflect recent contract revisions.

**Other Inputs**

The discount rate was changed from 3.59% to 3.81% as a result of requirements by GASB No. 75 to utilize 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.

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## **SCHEDULES**

**Laredo College**  
**Schedule A**  
**Schedule of Detailed Operating Revenues**  
**Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)**

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	FY 2024	FY 2023
<b>Tuition</b>						
State funded courses						
In-district resident tuition	\$ 8,522,019	\$ -	\$ 8,522,019	\$ -	\$ 8,522,019	\$ 7,461,246
Out-of-state tuition	425,214	-	425,214	-	425,214	543,492
TPEG (set aside)*	532,653	-	532,653	-	532,653	468,648
Out-of-district resident tuition	1,318,660	-	1,318,660	-	1,318,660	869,592
State funded continuing education	134,328	-	134,328	-	134,328	130,969
Non-state funded continuing education	438,490	-	438,490	-	438,490	991,632
<b>Total Tuition</b>	<b>11,371,364</b>	<b>-</b>	<b>11,371,364</b>	<b>-</b>	<b>11,371,364</b>	<b>10,465,579</b>
<b>Fees</b>						
General use fee	9,571,548	-	9,571,548	-	9,571,548	8,447,408
Installment fee	42,250	-	42,250	-	42,250	49,055
Health services fee	125,059	-	125,059	-	125,059	116,135
Matriculation fee	376,275	-	376,275	-	376,275	350,085
Late registration fee	1,520	-	1,520	-	1,520	20,150
Malpractice fee	21,765	-	21,765	-	21,765	23,485
Graduation fee	28,867	-	28,867	-	28,867	17,440
Instructional support Fee	1,914,866	-	1,914,866	-	1,914,866	1,689,266
Technology fee	1,916,080	-	1,916,080	-	1,916,080	1,692,012
Student service fee	1,502,270	-	1,502,270	-	1,502,270	1,395,548
Distance education fee	1,703,058	-	1,703,058	-	1,703,058	1,184,848
Parking/street maint. Fee	250,478	-	250,478	-	250,478	232,720
Diff. tuition fee (development)	7,560	-	7,560	-	7,560	4,320
Diff. tuition fee (3 peat)	132,144	-	132,144	-	132,144	115,896
Lab fee	232,543	-	232,543	-	232,543	214,692
Assessment fee	41,317	-	41,317	-	41,317	34,987
Installment loan late payment fee	13,110	-	13,110	-	13,110	18,160
Add/drop fee	10,320	-	10,320	-	10,320	16,380
Other fees	17,624	-	17,624	-	17,624	16,201
<b>Total Fees</b>	<b>17,908,654</b>	<b>-</b>	<b>17,908,654</b>	<b>-</b>	<b>17,908,654</b>	<b>15,638,788</b>
<b>Scholarships allowances and discounts</b>						
Scholarship allowances	\$ (218,792)	-	(218,792)	-	(218,792)	(312,097)
Remissions and exemptions	(10,300,003)	-	(10,300,003)	-	(10,300,003)	(7,334,352)
Pell grants	(13,085,411)	-	(13,085,411)	-	(13,085,411)	(10,688,970)
Other federal grants	(564,903)	-	(564,903)	-	(564,903)	(581,345)
TEOG grants	(983,094)	-	(983,094)	-	(983,094)	(614,826)
TPEG allowances	(351,871)	-	(351,871)	-	(351,871)	(366,948)
Other state grants	(70,050)	-	(70,050)	-	(70,050)	-
Other	(56,921)	-	(56,921)	-	(56,921)	(959,050)
<b>Total Scholarship Allowances</b>	<b>(25,631,045)</b>	<b>-</b>	<b>(25,631,045)</b>	<b>-</b>	<b>(25,631,045)</b>	<b>(20,857,588)</b>
<b>Total Net Tuition and Fees</b>	<b>3,648,973</b>	<b>-</b>	<b>3,648,973</b>	<b>-</b>	<b>3,648,973</b>	<b>5,246,779</b>
<b>Other operating revenues</b>						
Federal grants and contracts	834,549	3,945,081	4,779,630	-	4,779,630	4,302,310
State grants and contracts	-	2,474,802	2,474,802	-	2,474,802	1,310,379
Nongovernmental grants and contracts	-	614,227	614,227	-	614,227	1,369,248
Investment income (program restricted)	-	905,919	905,919	-	905,919	543,049
Other operating revenues	298,310	1,049,208	1,347,518	-	1,347,518	1,491,155
<b>Total Other Operating Revenues</b>	<b>1,132,859</b>	<b>8,989,237</b>	<b>10,122,096</b>	<b>-</b>	<b>10,122,096</b>	<b>9,016,141</b>
<b>Auxiliary enterprises</b>						
Student activities	-	-	-	1,264,142	1,264,142	1,689,740
Cafeteria	-	-	-	-	-	-
Campus housing	-	-	-	-	-	-
Residential	-	-	-	16,926	16,926	84,739
Bookstore	-	-	-	448,604	448,604	184,268
<b>Total Net Auxiliary Enterprises</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,729,672</b>	<b>1,729,672</b>	<b>1,958,747</b>
<b>Total Operating Revenues (Exhibit 2)</b>	<b>\$ 4,781,832</b>	<b>\$ 8,989,237</b>	<b>\$ 13,771,069</b>	<b>\$ 1,729,672</b>	<b>\$ 15,500,741</b>	<b>\$ 16,221,667</b>

\*In accordance with Education Code 56.033, \$532,653 and \$468,648 of tuition was set aside for Texas Public Education Grants (TPEG).

**Laredo College**  
**Schedule B**  
**Schedule of Operating Expenses by Organization**  
**Year Ended August 31, 2024 (with Memorandum Totals for the Year Ended August 31, 2023)**

Operating Expenses						
	Salaries and Wages	Benefits		Other Expenses	FY 2024 Total	FY 2023 Total
		State	Local			
Unrestricted - Educational Activities						
Instruction	\$ 18,815,529	\$ -	\$ 5,438,194	\$ 1,921,714	\$ 26,175,437	\$ 25,130,607
Research	-	-	-	-	-	-
Public service	181,881	-	62,202	22,521	266,604	306,234
Academic support	3,956,728	-	1,274,241	1,201,267	6,432,236	6,255,892
Student services	2,925,796	-	965,446	723,866	4,615,108	4,754,633
Institutional support	8,217,306	-	424,673	4,147,804	12,789,783	13,492,213
Operation and maintenance of plant	1,689,721	-	765,973	5,051,611	7,507,305	6,945,234
Scholarships and fellowships	-	-	-	155,300	155,300	228,548
<b>Total Unrestricted Educational Activities</b>	<b>35,786,961</b>	<b>-</b>	<b>8,930,729</b>	<b>13,224,083</b>	<b>57,941,773</b>	<b>57,113,361</b>
Restricted - Educational Activities						
Instruction	792,664	1,848,370	168,494	510,556	3,320,084	4,174,912
Research	529,771	1,235,344	165,503	378,197	2,308,815	463,490
Public service	53,948	125,798	15,341	71,890	266,977	175,404
Academic support	209,262	487,967	71,753	666,184	1,435,166	1,867,795
Student services	1,071,215	2,497,908	98,569	154,755	3,822,447	2,215,647
Institutional support	15,000	34,978	2,367	337,384	389,729	1,596,249
Operation and maintenance of plant	104,227	-	24,218	2,290,559	2,419,004	1,718,893
Scholarships and fellowships	-	-	-	10,955,079	10,955,079	8,764,201
<b>Total Restricted Educational Activities</b>	<b>2,776,087</b>	<b>6,230,365</b>	<b>546,245</b>	<b>15,364,604</b>	<b>24,917,301</b>	<b>20,976,591</b>
<b>Total Educational Activities</b>	<b>38,563,048</b>	<b>6,230,365</b>	<b>9,476,974</b>	<b>28,588,687</b>	<b>82,859,074</b>	<b>78,089,952</b>
<b>Auxiliary Enterprises</b>	<b>836,831</b>	<b>-</b>	<b>153,171</b>	<b>597,443</b>	<b>1,587,445</b>	<b>1,166,025</b>
<b>Depreciation expense - buildings &amp; other real estate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,828,511</b>	<b>4,828,511</b>	<b>4,837,342</b>
<b>Depreciation expense - equipment &amp; furniture</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,118,034</b>	<b>4,118,034</b>	<b>3,935,563</b>
<b>Depreciation expense - library books</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>89,851</b>	<b>89,851</b>	<b>93,628</b>
<b>Amortization expense - right to use lease asset</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,839</b>	<b>29,839</b>	<b>-</b>
<b>Amortization expense - right to use subscription asset</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,665,193</b>	<b>1,665,193</b>	<b>-</b>
<b>Total Operating Expenses</b>	<b>\$ 39,399,879</b>	<b>\$ 6,230,365</b>	<b>\$ 9,630,145</b>	<b>\$ 39,917,558</b>	<b>\$ 95,177,947</b>	<b>\$ 88,122,510</b>

**Laredo College**  
**Schedule C**  
**Schedule of Non-Operating Revenues and Expenses**  
**Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>FY 2024 Total</u>	<u>FY 2023 Total</u>
NON-OPERATING REVENUES:					
State Appropriations					
Education and General State Support	\$ 19,236,197	\$ 954,080	\$ -	\$ 20,190,277	\$ 11,293,101
State Group Insurance	-	3,501,936	-	3,501,936	3,414,336
State Retirement Matching	-	1,214,472	-	1,214,472	1,184,914
Non-Employer Contributing Entity On-Behalf Payments	-	-	-	-	-
Professional Nursing Shortage Reduction	-	3,985	-	3,985	37,717
<b>Total State Appropriations</b>	<b>19,236,197</b>	<b>5,674,473</b>	<b>-</b>	<b>24,910,670</b>	<b>15,930,068</b>
Ad Valorem Taxes					
Taxes for Maintenance & Operations	45,943,656	-	-	45,943,656	42,922,289
Taxes for General Obligation Bonds	-	10,495,392	-	10,495,392	10,587,663
Federal Revenue, Non Operating (Title IV)	-	23,356,408	-	23,356,408	19,601,297
Federal Revenue, Non Operating (HEERF)	-	18,223	-	18,223	1,145,400
Fast Funding	-	2,854,899	-	2,854,899	-
Investment Income	4,033,827	972,747	-	5,006,574	4,080,306
Additions to Permanent Endowments	-	151,100	-	151,100	160,302
Capital Gifts	-	450	-	450	1,893,377
Lease Revenue	-	-	26,571	26,571	99,000
Other Non-Operating Revenues	-	400,211	-	400,211	-
<b>Total Non-Operating Revenues</b>	<b>49,977,483</b>	<b>38,249,430</b>	<b>26,571</b>	<b>88,253,484</b>	<b>80,489,634</b>
NON-OPERATING EXPENSES:					
(Gain) / Loss on Assets	-	8,428	-	8,428	(5,764)
Interest on Capital Related Debt	-	4,010,112	-	4,010,112	4,414,650
Other Non-Operating Expenses	-	74,599	-	74,599	58,713
Other Non-Operating Expenses (HEERF)	-	18,223	-	18,223	1,145,400
<b>Total Non-Operating Expenses</b>	<b>-</b>	<b>4,111,362</b>	<b>-</b>	<b>4,111,362</b>	<b>5,612,999</b>
<b>Net Non-Operating Revenues</b>	<b>\$ 69,213,680</b>	<b>\$ 39,812,541</b>	<b>\$ 26,571</b>	<b>\$ 109,052,792</b>	<b>\$ 90,806,703</b>

**Laredo College**  
**Schedule D**  
**Schedule of Net Position by Source and Availability**  
**Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)**

	Detail by source					Available for current operations	
	Restricted			Capital assets net of depreciation & related debt	Total	Yes	No
	Unrestricted	Expendable	Non-expendable				
Current							
Unrestricted	\$ 19,999,330	\$ -	\$ -	\$ -	\$ 19,999,330	\$ 19,999,330	\$ -
Board designated	4,999,832	-	-	-	4,999,832	-	4,999,832
Restricted							
Auxiliary enterprises	-	5,751,711	-	-	5,751,711	5,751,711	-
Endowment	-	-	3,904,690	-	3,904,690	-	3,904,690
Student Aid	-	6,338,005	-	-	6,338,005	6,338,005	-
Other	-	528,995	-	-	528,995	528,995	-
Plant							
Unexpended	-	2,786,138	-	-	2,786,138	-	2,786,138
Debt service	-	18,236,435	-	-	18,236,435	-	18,236,435
Investment in plant	-	-	-	65,988,590	65,988,590	-	65,988,590
<b>Total Net Position, August 31, 2024</b>	<b>24,999,162</b>	<b>33,641,284</b>	<b>3,904,690</b>	<b>65,988,590</b>	<b>128,533,726</b>	<b>32,618,041</b>	<b>95,915,685</b>
<b>Total Net Position, August 31, 2023</b>	<b>2,864,591</b>	<b>39,983,176</b>	<b>3,340,525</b>	<b>52,969,848</b>	<b>99,158,140</b>	<b>13,869,470</b>	<b>85,288,670</b>
<b>Net increase (decrease) in Net Position</b>	<b>\$ 22,134,571</b>	<b>\$ (6,341,892)</b>	<b>\$ 564,165</b>	<b>\$ 13,018,742</b>	<b>\$ 29,375,586</b>	<b>\$ 18,748,571</b>	<b>\$ 10,627,015</b>



**Laredo College District**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended August 31, 2024**  
**Schedule E**

Federal Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Direct Awards	Pass-Through Awards	Total	Subrecipient Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>					
Direct Programs:					
Student Financial Assistance Cluster					
Federal Supplemental Educational Opportunity Grants	84.007	\$ 489,349	\$	\$ 489,349	\$
Federal College Work-Study Program	84.033	594,188		594,188	
Federal Pell Grant Program	84.063	22,300,695		22,300,695	
Total Student Financial Assistance Cluster		23,384,232		23,384,232	
TRIO Cluster					
Trio Student Support Services	84.042A	262,928		262,928	
Trio Upward Bound	84.047A	419,717		419,717	
Total TRIO Cluster		682,645		682,645	
H.S.I. STEM Title III Cluster					
LEAPS POWER Project	84.031C	904,844		904,844	
Total H.S.I. STEM Title III Cluster		904,844		904,844	-
Title V					
LEAD (Learning Engaging & Academic Support through Data Driven) Action	84.310S	229,506		229,506	
Pass-Through From:					
Texas A&M International University					
Academic Recovery and Data Analysis	84.031S	-	9,396	9,396	
Total Title V		229,506	9,396	238,902	-
Coronavirus Aid, Relief, and Economic Security Act (CARES Act)					
2020 IHE CARES Act Institutional	84.425F	47,976		47,976	
Total CARES Act Funding		47,976		47,976	
Coronavirus Response and Relief Supplemental Appropriations Act (CRRASAA Act)					
2020 IHE CRRSAA Act Institutional	84.425F	436,986		436,986	
Total CRRSAA Act Funding		436,986		436,986	
American Rescue Plan (ARP Act)					
2020 IHE ARP Act Institutional	84.425F	423,619		423,619	
Total ARP Act		423,619		423,619	
Pass-Through From:					
Texas Workforce Commission					
Adult Education and Literacy	84.002A		90,063	90,063	
2118ALAE00					
Adult Education and Literacy	84.002A		724,437	724,437	
2118ALAF00					
Adult Education and Literacy	84.002A		125,373	125,373	
2924ALA019					
Adult Education and Literacy	84.002A		4,025	4,025	
2924ALA043					
Adult Education and Literacy	84.002A		20,517	20,517	
2123PQI001					
Adult Education and Literacy	84.002A		75,000	75,000	
2124PQI001					
Total		-	1,039,415	1,039,415	
Pass-Through From:					
Texas Higher Education Coordinating Board					
Carl Perkins Vocational Educational Program	84.048		414,648	414,648	
Governor's Emergency Education Relief (GEER) Fund					
Accelerating Student Success Implementation FY23	84.425C		74,465	74,465	
Governor's Emergency Education Relief (GEER) Fund					
Micro-credential Learning Network	84.425C		60,000	60,000	
29449					
Total			549,113	549,113	
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>		<b>26,109,808</b>	<b>1,597,924</b>	<b>27,707,732</b>	<b>-</b>
<b>U. S. DEPARTMENT OF AGRICULTURE</b>					
Direct Program:					
Laredo College PROMISE Scholars Grant Project	10.223	223,673		223,673	14,960
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>		<b>223,673</b>		<b>223,673</b>	<b>14,960</b>
<b>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</b>					
Pass Through From:					
Texas A&M University - Kingsville					
Proactive Pathways of Excellence to Engage Minority Students in Aerospace Engineering	43.008	-	66,852	66,852	
<b>TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</b>		<b>-</b>	<b>66,852</b>	<b>66,852</b>	

Continued on follow owing page

**Laredo College District  
Schedule of Expenditures of Federal Awards  
Year Ended August 31, 2024  
Schedule E**

**CONTINUED**

Federal Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Direct Awards	Pass-Through Awards	Total	Subrecipient Expenditures
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>					
Pass-Through from: Texas Workforce Commission TANF	93.558	-	83,386	83,386	
2118ALAD00					
Pass-Through from: Workforce Solutions for South Texas	93.596	34,853	-	34,853	
11211C04					
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>		<b>34,853</b>	<b>83,386</b>	<b>118,239</b>	
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>					
Direct Programs:					
Citizenship and Integration Grant	97.01	16,689	-	16,689	3,055
21CICET00203-01-00					
Citizenship and Integration Grant	97.01	87,104	-	87,104	48,012
23CICET00203-01-00					
<b>TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY</b>		<b>103,793</b>		<b>103,793</b>	<b>51,067</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>		<b>\$ 26,472,127</b>	<b>1,748,162</b>	<b>28,220,289</b>	<b>66,027</b>

**Note 1: Federal Assistance Reconciliation**

Other Operating Revenues - Federal Grants and Contracts revenue - per Schedule A	\$ 3,945,081
Add: Indirect/Administrative Costs Recoveries	174,696
Add: Revenue Loss Recoveries	659,853
Add: Non Operating Federal Revenue per Schedule C	23,374,631
Add: Institutional Grant Matching	-
Total Federal Revenues per Schedule A and C	28,154,262
Reconciling Items:	
Add : Funds passed Through to others	66,027
Add : Direct Student Loans	-
Total Federal Expenditures per Schedule of Expenditures of Federal Awards	\$ 28,220,289

**Note 2: Significant accounting policies used in preparing the schedule**

The expenditures included in the schedule are reported for the College's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds that have been expended by the College for the purposes of the award. The expenditures reported above may not have been reimbursed by the funding agencies as of the end of the fiscal year. Some amounts reported in the schedule may differ from amounts used in the preparation of the basic financial statements. 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 the various entities in the preparation of the schedule. Since the College does not have an agency approved indirect recovery rate it has elected to use the 10% de minimis rate as permitted in the UG, section 200.414.

**Note 3: Amounts passed-through by the College**

The following amounts were passed-through to the listed sub recipients by the College

U. S. Department of Homeland Security	
Citizenship & Integration, CFDA 97.010	
Azteca Economic Development Preservation Corp.	\$ 51,067
U. S. Department of Agriculture	
Laredo College PROMISE Scholars Grant Project, CFDA 10.223	
Texas A&M University - Kingsville	14,960
Total amount passed-through by the College	\$ 66,027

**Laredo College District**  
**Schedule of Expenditures of State Awards**  
**Year Ended August 31, 2024**  
**Schedule F**

Grantor Agency/Program Title	Grant Contract Number	Expenditures
<b>TEXAS HIGHER EDUCATION COORDINATING BOARD</b>		
Direct Programs:		
Texas College Work-Study		\$ 37,015
Texas Educational Opportunity Grant Initial		1,559,011
Texas Educational Opportunity Grant Renewal		541,795
Student Mentorship (G - Force)		48,918
Nursing Shortage Reduction Program (Regular)		(19,875)
Nursing Shortage Reduction Program (Under 70)		23,860
Open Education Resources Grant Program	29289	20,855
The Texas Reskilling and Upskilling through Education (TRUE) Grant Program	00300	111,897
<b>TOTAL TEXAS HIGHER EDUCATION COORDINATING BOARD</b>		<b>\$ 2,323,476</b>
<b>TEXAS COMPTROLLER OF PUBLIC ACCOUNTS</b>		
Direct Programs:		
Law Enforcement Officers Standards and Education Fund		277
<b>TOTAL TEXAS COMPTROLLER OF PUBLIC ACCOUNTS</b>		<b>277</b>
<b>TEXAS WORKFORCE COMMISSION</b>		
Direct Programs:		
Adult Education and Literacy	2118ALAE00	130,351
Adult Education and Literacy	2118ALAF00	19,761
Pass through From:		
Workforce Solutions for South Texas	2024-2124EXT001	4,922
<b>TEXAS WORKFORCE COMMISSION</b>		<b>155,034</b>
<b>TOTAL STATE FINANCIAL ASSISTANCE</b>		<b>\$ 2,478,787</b>

**Note 1 : State Awards Reconciliation**

State Grants and Contracts Revenue - per Schedule A	\$ 2,474,802
Add: Indirect/Administrative Cost Recoveries	-
Add: Capital Outlays	-
Add: Non-Operating State Revenue	3,985
Add: Institutional Grant Matching	-
<b>Total State Revenues per Schedule of Expenditures of State Awards</b>	<b>\$ 2,478,787</b>

**Note 2: Significant accounting policies used in preparing the schedule.**

The expenditures included in the schedule are reported for the College's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds that have been expended by the College for the purposes of the award. The expenditures reported above may not have been reimbursed by the funding agencies as of the end of the fiscal year. Some amounts reported in the schedule may differ from amounts used in the preparation of the basic financial statements. 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 the various entities in the preparation of the schedule. Since the College does not have an agency approved indirect recovery rate it has elected to use the 10% de minimis rate as permitted in the UG, section 200.414.

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## **SINGLE AUDIT SECTION**

# Garza/Gonzalez & Associates, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

## 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 members of the Board of Trustees  
Laredo College  
Laredo, Texas

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 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 10, 2025.

### **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 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 entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the 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*.

We noted certain matters that we have reported to management of the College in a separate letter dated January 10, 2025.

## **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 entity'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.

A handwritten signature in black ink, appearing to read "Liza / Gonzalez" with a stylized flourish underneath.

January 10, 2025

# Garza/Gonzalez & Associates, LLC

CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE STATE OF TEXAS SINGLE AUDIT CIRCULAR

To the members of the Board of Trustees  
Laredo College  
Laredo Texas

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited the College's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and State of Texas Single Audit Circular that could have a direct and material effect on each of 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 types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended August 31, 2024.

#### ***Basis for Opinion on Each Major Federal and State Program***

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

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the 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**

*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 or state 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 or state 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 or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

A handwritten signature in black ink, appearing to read "Lopez / Gonzalez" with a stylized flourish underneath.

January 10, 2025

LAREDO COLLEGE  
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended August 31, 2024

**SECTION I – SUMMARY OF AUDITORS’ RESULTS**

<b><i>Financial Statements</i></b>			
	Type of auditor’s report issued:	Unmodified	
	Internal control over financial reporting: Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No
	Significant deficiency(ies) identified not considered to be material weaknesses?	<u>      </u> Yes	<u>  X  </u> No
	Noncompliance material to financial statements noted?	<u>      </u> Yes	<u>  X  </u> No

<b><i>Federal and State Awards</i></b>			
	Internal control over major programs: Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No
	Significant deficiency(ies) identified not considered to be material weaknesses?	<u>      </u> Yes	<u>  X  </u> No
	Type of auditor’s report issued on compliance for major programs	Unmodified	
	Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, Section 200.516(a) or State of Texas Single Audit Circular?	<u>      </u> Yes	<u>  X  </u> No

<b><i>Identification of Major Programs</i></b>			
	<b>Financial Assistance Numbers(s)</b>	<b>Name of Federal Program or Cluster</b>	
	84.007, 84.033, 84.063	Student Financial Assistance Cluster	
	Dollar Threshold used to distinguish between Type A and Type B programs:	\$846,609	
	Auditee qualified as low-risk auditee?	<u>  X  </u> Yes	<u>      </u> No

LAREDO COLLEGE  
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended August 31, 2024

**SECTION I – SUMMARY OF AUDITORS’ RESULTS (Continued)**

	<b>Name of State Program</b>		
	Texas Educational Opportunity Grant (Initial & Renewal)		
	Dollar Threshold used to distinguish between Type A and Type B programs:	\$750,000	
	Auditee qualified as low-risk auditee?	<u>  X  </u> Yes	<u>      </u> No

**SECTION II – FINANCIAL STATEMENT FINDINGS**

None.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None.

LAREDO COLLEGE  
Laredo, Texas

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

Year Ended August 31, 2024

**PRIOR YEAR FINDINGS**

None Reported.

## **STATISTICAL SUPPLEMENT SECTION**

**Laredo College**  
**Statistical Supplement 1**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
(unaudited)

	For the Year Ended August 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Net investment in capital assets	\$ 65,988,590	\$ 52,969,848	\$ 39,577,901	\$ 36,591,479	\$ 32,741,218	\$ 29,374,745	\$ 24,992,131	\$ 18,801,859	\$ 15,402,357	\$ 16,142,551
Restricted - expendable	33,641,284	39,983,176	35,312,101	26,189,706	21,710,357	19,392,270	16,894,970	15,122,530	14,144,006	10,913,779
Restricted - nonexpendable	3,904,690	3,340,525	3,355,185	3,317,509	3,287,305	3,300,313	3,240,686	3,149,460	3,128,354	3,125,455
Unrestricted	24,999,162	2,864,591	2,007,093	(1,206,835)	(11,651,501)	(12,692,884)	(15,260,935)	19,367,829	13,322,096	10,493,445
<b>Total primary government net position</b>	<b>\$ 128,533,726</b>	<b>\$ 99,158,140</b>	<b>\$ 80,252,280</b>	<b>\$ 64,891,859</b>	<b>\$ 46,087,379</b>	<b>\$ 39,374,444</b>	<b>\$ 29,866,852</b>	<b>\$ 56,441,678</b>	<b>\$ 45,996,813</b>	<b>\$ 40,675,230</b>

**Laredo College**  
**Statistical Supplement 2**  
**Revenues by Source**  
**Last Ten Fiscal Years**  
(unaudited)

For the Year Ended August 31,										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Tuition and Fees (Net of Discounts)	\$ 3,648,973	\$ 5,246,779	\$ 4,451,600	\$ 5,061,761	\$ 6,481,688	\$ 7,536,617	\$ 6,514,794	\$ 8,197,564	\$ 8,752,051	\$ 8,833,615
Federal Grants and Contracts	4,779,630	4,302,310	16,048,960	13,657,021	7,011,276	4,290,694	4,467,449	3,550,864	3,778,234	4,739,942
State Grants and Contracts	2,474,802	1,310,379	1,370,356	1,411,922	1,209,315	1,333,461	1,285,563	1,594,385	1,788,450	2,832,960
Non-Governmental Grants and Contracts	614,227	1,369,248	478,933	818,343	776,613	664,991	395,290	257,156	281,735	291,863
Investment income (program restricted)	905,919	543,049	164,643	48,437	134,114	234,131	156,555	70,014	57,378	90,111
Auxiliary enterprises	1,729,672	1,958,747	1,851,366	1,731,716	2,012,414	2,087,679	2,185,455	2,066,242	2,007,213	2,056,616
Other Operating Revenues	1,347,518	1,491,155	1,008,337	819,204	1,355,848	1,595,814	1,708,381	1,649,371	1,693,752	1,677,981
<b>Total Operating Revenues</b>	<b>15,500,741</b>	<b>16,221,667</b>	<b>25,374,195</b>	<b>23,548,404</b>	<b>18,981,268</b>	<b>17,743,387</b>	<b>16,713,487</b>	<b>17,385,596</b>	<b>18,358,813</b>	<b>20,523,088</b>
State Appropriations	24,906,685	15,892,351	15,340,015	16,904,412	17,832,190	15,976,013	17,056,885	15,425,614	15,387,945	14,924,461
Professional Nursing Shortage Reduction	3,985	37,717	45,348	58,259	11,481	26,272	36,933	7,412	39,280	115,157
Ad Valorem Taxes	56,439,048	53,509,952	51,309,562	49,291,003	48,294,694	45,939,537	44,366,005	42,777,469	38,990,583	33,941,663
Gifts	450	1,893,377	2,674	-	538	8,095	133,549	8,500	18,759	-
Investment income	5,006,574	4,080,306	776,450	530,888	1,047,047	2,432,585	1,844,106	1,097,977	1,132,007	1,098,704
Federal Revenue, Non-Operating (Title IV)	23,356,408	19,601,297	17,998,510	16,332,074	19,378,260	18,645,886	21,582,869	19,500,050	18,957,022	20,014,322
Federal Revenue, Non-Operating (HEERF)	18,223	1,145,400	7,667,890	18,346,600	-	-	-	-	-	-
Fast Funding	2,854,899	-	-	-	-	-	-	-	-	-
Additions to permanent endowments	151,100	160,302	20,000	30,000	-	56,000	88,500	20,000	2,000	86,946
Lease Revenue	26,571	99,000	99,000	106,000	-	-	-	-	-	-
Gain on sale of asset	-	5,764	8,407	1	-	-	-	-	-	-
Other non-operating revenues	325,612	-	539,654	27,651	-	399,297	171,324	565,067	323,054	61,861
<b>Total Non-Operating Revenues</b>	<b>113,089,554</b>	<b>96,425,466</b>	<b>93,807,510</b>	<b>101,626,888</b>	<b>86,564,210</b>	<b>83,483,685</b>	<b>85,280,171</b>	<b>79,402,089</b>	<b>74,850,650</b>	<b>70,243,114</b>
<b>Total Revenues</b>	<b>\$ 128,590,295</b>	<b>\$ 112,647,133</b>	<b>\$ 119,181,705</b>	<b>\$ 125,175,292</b>	<b>\$ 105,545,478</b>	<b>\$ 101,227,072</b>	<b>\$ 101,993,658</b>	<b>\$ 96,787,685</b>	<b>\$ 93,209,463</b>	<b>\$ 90,766,202</b>



**Laredo College**  
**Statistical Supplement 3**  
**Program Expenses by Function**  
**Last Ten Fiscal Years**  
(unaudited)

	For the Year Ended August 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction	\$ 29,495,521	\$ 29,305,519	\$ 27,153,577	\$ 28,630,557	\$ 31,763,204	\$ 30,106,789	\$ 28,987,839	\$ 26,397,974	\$ 26,456,065	\$ 24,750,406
Research	2,308,815	463,490	39,735	124,354	16,815	638	2,014	890	-	-
Public service	533,581	481,638	519,409	557,563	626,604	594,112	588,420	574,058	582,278	484,963
Academic support	7,867,402	8,123,687	7,720,331	5,983,866	6,642,185	6,651,747	6,266,890	6,276,664	6,269,920	7,045,742
Student services	8,437,555	6,970,280	5,627,990	6,404,936	7,341,099	7,766,671	7,247,854	7,342,635	7,185,446	6,730,669
Institutional support	13,179,512	15,088,462	18,430,517	15,609,742	16,462,968	14,591,163	13,086,288	12,797,972	12,562,499	13,718,788
Operation and maintenance of plant	9,926,309	8,664,127	11,216,055	7,414,811	8,266,285	7,791,315	7,789,773	7,626,893	7,655,562	7,421,707
Scholarships and fellowships	11,110,379	8,992,749	11,157,445	8,314,943	11,256,444	8,950,340	9,079,015	8,735,070	8,532,758	8,527,905
Auxiliary enterprises	1,587,445	1,166,025	843,569	931,241	1,446,158	1,522,336	1,575,990	1,676,433	1,545,607	1,550,030
Depreciation/Amortization	10,731,428	8,866,533	8,570,053	8,022,343	7,244,852	5,851,557	5,673,065	5,800,510	5,815,084	5,564,615
<b>Total Operating Expenses</b>	<b>95,177,947</b>	<b>88,122,510</b>	<b>91,278,681</b>	<b>81,994,356</b>	<b>91,066,614</b>	<b>83,826,668</b>	<b>80,297,148</b>	<b>77,229,099</b>	<b>76,605,219</b>	<b>75,794,825</b>
Interest on capital related debt	4,010,112	4,414,650	4,874,713	6,029,856	7,417,611	7,892,812	8,312,105	9,113,721	9,720,392	10,660,658
Loss on disposal of fixed assets	8,428	-	-	-	2,784	-	-	-	-	-
Other non-operating expenses (HEERF)	18,223	1,145,400	7,667,890	18,346,600	-	-	-	-	-	-
Other non-operating expenses	-	58,713	-	-	345,534	-	-	-	-	-
<b>Total Non-Operating Expenses</b>	<b>4,036,763</b>	<b>5,618,763</b>	<b>12,542,603</b>	<b>24,376,456</b>	<b>7,765,929</b>	<b>7,892,812</b>	<b>8,312,105</b>	<b>9,113,721</b>	<b>9,720,392</b>	<b>10,660,658</b>
<b>Total Expenses</b>	<b>\$ 99,214,710</b>	<b>\$ 93,741,273</b>	<b>\$ 103,821,284</b>	<b>\$ 106,370,812</b>	<b>\$ 98,832,543</b>	<b>\$ 91,719,480</b>	<b>\$ 88,609,253</b>	<b>\$ 86,342,820</b>	<b>\$ 86,325,611</b>	<b>\$ 86,455,483</b>

**Laredo College**  
**Statistical Supplement 4**  
**Tuition and Fees**  
**Last Ten Fiscal Years**  
(unaudited)

Resident Fees per Semester Credit Hour (SCH)
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Academic Year (Fall)	In-District Tuition	Out-of-District Tuition	Technology Fee	Instr Support Fee	Student Activity Fee	General Use Fee	Other Fees	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In- District	Increase from Prior Year Out- of-District
2023-24	\$ 50.00	\$ 100.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 50.00	\$ 90.00	\$ 1,650.00	\$ 2,250.00	0%	0%
2022-23	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2021-22	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2020-21	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2019-20	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2018-19	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2017-18	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2016-17	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2015-16	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%
2014-15	50.00	100.00	10.00	10.00	10.00	50.00	90.00	1,650.00	2,250.00	0%	0%

Non - Resident Fees per Semester Credit Hour (SCH)
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Academic Year (Fall)	Non-Resident Tuition Out of State	Non-Resident Tuition International	Technology Fee	Instr Support Fee	Student Activity Fee	General Use Fee	Other Fees	Cost for 12 SCH Out of State	Cost for 12 SCH International	Increase from Prior Year Out of State	Increase from Prior Year International
2023-24	\$ 152.00	\$ 152.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 50.00	\$ 90.00	\$ 2,874.00	\$ 2,874.00	0%	0%
2022-23	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2021-22	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2020-21	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2019-20	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2018-19	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2017-18	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2016-17	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2015-16	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%
2014-15	152.00	152.00	10.00	10.00	10.00	50.00	90.00	2,874.00	2,874.00	0%	0%

Note: In addition, students may incur course related fees such as laboratory fees, testing fees and certification fees.

**Laredo College**  
**Statistical Supplement 5**  
**Assessed Value and Taxable Assessed Value of Property**  
**Last Ten Fiscal Years**  
(unaudited)

Direct Rate
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Fiscal Year	Assessed Valuation of Property	Less: Exempt Property	Less: Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Maintenance & Operations (a)	Debt Service (a)	Total Direct Rate (a)
2023-24	\$ 30,879,034	\$ 1,095,355	\$ 5,422,103	\$ 24,361,576	78.89%	\$ 0.22089	\$ 0.04678	\$ 0.26767
2022-23	27,119,906	669,966	6,487,345	19,962,595	73.61%	0.23020	0.05764	0.28784
2021-22	23,680,826	516,445	4,192,107	18,972,274	80.12%	0.25202	0.06742	0.31944
2020-21	20,140,324	288,378	3,450,867	16,401,079	81.43%	0.25286	0.07265	0.32551
2019-20	18,368,549	224,704	3,259,054	14,884,791	81.03%	0.25507	0.07358	0.32864
2018-19	18,227,177	268,324	3,218,827	14,740,026	80.87%	0.25507	0.07204	0.32710
2017-18	17,374,656	274,332	2,996,922	14,103,402	81.17%	0.25507	0.08298	0.33805
2016-17	16,195,341	252,840	2,692,606	13,249,895	81.81%	0.25507	0.08793	0.34300
2015-16	14,827,403	226,360	2,140,034	12,461,009	84.04%	0.24527	0.08498	0.33024
2014-15	13,984,961	220,951	1,926,275	11,837,735	84.65%	0.23441	0.06275	0.29716

Source: Local County Appraisal District

Notes: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

**Laredo College**  
**Statistical Supplement 6a**  
**General Appropriations Act<sup>1</sup>**  
(unaudited)

For the Year Ended August 31,											
Appropriations Funding Elements	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	
State Appropriation Base Tier	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
State Appropriation Performance Tier <sup>2</sup>	19,095,033	-	-	-	-	-	-	-	-	-	-
State Appropriation Contact Hour Funding (CH)*	-	8,378,954	8,378,954	9,234,867	9,235,391	8,523,094	8,523,311	8,542,772	8,540,094	9,285,446	
State Appropriation Student Success Points (SSP)*	-	2,189,536	2,189,536	1,435,069	1,435,151	1,076,577	1,076,577	1,093,569	1,095,235	1,163,737	
State Appropriation Core Operations (CO)*	-	680,406	680,406	680,560	680,599	683,662	683,662	515,489	500,761	500,174	
State Appropriation Non-Formula Items	141,164	141,164	141,164	148,628	148,636	148,594	148,594	165,570	165,822	165,613	
<b>Total</b>	<b>\$ 19,236,197</b>	<b>\$ 11,390,060</b>	<b>\$ 11,390,060</b>	<b>\$ 11,499,124</b>	<b>\$ 11,499,777</b>	<b>\$ 10,431,927</b>	<b>\$ 10,432,144</b>	<b>\$ 10,317,400</b>	<b>\$ 10,301,912</b>	<b>\$ 11,114,970</b>	

Note: The requirements for Schedule 6 were changed by THECB in fiscal year 2018.

<sup>1</sup>General Appropriations Act, SB 1, 85th Texas Legislature, Article III-192 - Informational Listing of Appropriated Funds.

<sup>2</sup>Report the total amount received in a fiscal year not what was initially indicated in Three PAV.

\*FY2014 Year Formula Funding Changed Methodology

\*Only applies to FY 2023 and prior fiscal years while this funding structure was in effect.

Source: THECB - Ten Pay Schedule

**Laredo College**  
**Statistical Supplement 6b**  
**State Appropriation per FTSE**  
**Last Ten Fiscal Years**  
(unaudited)

Fiscal Year	State Appropriation (Unrestricted) From Sch C	FTSE <sup>1</sup>	State Appropriation per FTSE
2023	\$ 11,390,060	5,665	\$ 2,011
2022	11,390,060	5,236	2,175
2021	11,499,124	5,505	2,089
2020	11,499,777	5,985	1,921
2019	10,431,927	5,594	1,865
2018	10,432,144	5,804	1,797
2017	10,317,400	5,274	1,956
2016	10,301,912	5,128	2,009
2015	11,114,970	5,211	2,133
2014*	11,114,970	5,385	2,064

<sup>1</sup>Fiscal Year (FY) FTSE is equal to The sum of State Funded (Fall SCH + Spring SCH + Summer SCH for the Current FY/30SCH) plus State Funded Continuing Education (Fall CH + Spring CH + Summer CH for the Current FY/900 CH).

\*FY2014 Year Formula Funding Changed Methodology

Note: State funding should be the sum received in a fiscal year.

Source: THECB Accountability System

**Laredo College**  
**Statistical Supplement 6c**  
**State Appropriation per Funded Contact Hour**  
**Contact Hour (CH) portion only of State Appropriation**  
(unaudited)

Fiscal Year	CH - State Appropriation (Unrestricted) <sup>1</sup>	Academic Contact Hours	Technical Contact Hours	Continuing Education Contact Hours	Total Funded Contact Hours	CH - State Appropriation per Funded Contact Hour
2023	\$ 8,378,954	2,738,016	969,200	-	3,707,216	\$ 2.26
2022	8,378,954	2,430,160	869,424	45,472	3,345,056	2.50
2021	9,234,867	2,368,928	636,912	37,344	3,043,184	3.03
2020	9,235,391	2,465,536	897,600	45,280	3,408,416	2.71
2019	8,523,094	2,321,968	866,624	51,824	3,240,416	2.63
2018	8,523,311	2,381,840	949,392	52,880	3,384,112	2.52
2017	8,542,772	2,174,000	887,968	52,880	3,114,848	2.74
2016	8,540,094	2,127,680	861,824	63,136	3,052,640	2.80
2015	9,285,446	2,135,168	920,896	64,572	3,120,636	2.98
2014*	9,285,446	2,554,528	862,496	73,146	3,490,170	2.66

CH = State Funded Academic, Technical and Continuing Education Contact Hours for Fall, Spring and Summer of the Current FY - Source: THECB Accountability System.

<sup>1</sup>State Funded Contact Hour Appropriations as it appears in Schedule 6a.

\*FY2014 Year Formula Funding Changed Methodology

Note: State funding should be the sum received in a fiscal year.

**Laredo College**

**Statistical Supplement 6d**

**State Funding per Student Success Point - Annualized**

(unaudited)

Fiscal Year	SSP - State Appropriation (Unrestricted) <sup>1</sup>	Year Average Student Success Points*	Appropriation per Success Points*
2023	\$ 2,189,536	-	\$ -
2022	2,189,536	-	-
2021	1,435,069	17,461	82.19
2020	1,435,151	19,138	74.99
2019	1,076,577	17,307	62.20
2018	1,076,577	15,403	69.89
2017	1,093,569	13,770	79.42
2016	1,095,235	13,334	82.14
2015	1,163,737	12,189	95.47
2014*	1,163,737	12,133	95.92

<sup>1</sup>State Funded Success Point Appropriations as it appears in Schedule 6a.

\*FY2014 Year Formula Funding Changed Methodology

Source: THECB Biennium 10-Pay Schedule.

Note: This table is only recommended if the Annual Financial Report concerns fiscal years 2023

\*Success Points for 2023 and 2022 were not available for the completion of this statistical section due to the change in funding model, the THECB no longer calculates success points. The last calculation completed in 2021, which is the most recent information published.

**Laredo College**  
**Statistical Supplement 6e**  
**Student Success Points (SSP)**  
**Last Ten Tax Years**  
(unaudited)

For the Year Ended August 31,							
<b>Success Points Elements<sup>1</sup></b>	<b>2022*</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Math Readiness	-	759	796	813	736	701	699
Read Readiness	-	290	308	239	286	261	262
Write Readiness	-	195	96	74	171	200	212
Students Who Pass FCL Math Course	-	2,062	2,175	2,034	1,813	1,818	1,753
Students Who Pass FCL Read Course	-	1,159	1,328	1,274	1,326	1,150	1,041
Students Who Pass FCL Write Course	-	1,159	1,328	1,274	1,326	1,150	1,041
Students Who Complete 15 SCH	-	2,793	3,610	3,187	2,675	2,395	2,124
Students Who Complete 30 SCH	-	3,051	3,145	2,592	1,630	1,522	1,525
Student Transfers to a 4-Yr Inst	-	3,819	3,507	2,838	1,706	1,518	1,576
Degrees, CCCs, or Certs (Undup)	-	1,469	1,438	1,428	2,584	2,072	2,178
Degrees or Certs in Critical Fields	-	705	1,407	1,554	1,150	983	923
<b>Annual Success Points - Total</b>	<b>-</b>	<b>17,461</b>	<b>19,138</b>	<b>17,307</b>	<b>15,403</b>	<b>13,770</b>	<b>13,334</b>

<sup>1</sup>These are annual SSP, not 3 year rolling average.

\*FY2014 Year Formula Funding Changed Methodology.

Source: THECB - Accountability System.



**Laredo College**  
**Statistical Supplement 6f**  
**Performance Outcomes**  
**Last Ten Tax Years**  
(unaudited)

For the Year Ended August 31,										
<b>Performance Tier Outcomes<sup>1</sup></b>	<b>2022*</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014*</b>	<b>2013</b>
15 SCHs Dual Credit	-	-	-	-	-	-	-	-	-	-
GAI Transfer or Co-Enrollment	-	-	-	-	-	-	-	-	-	-
Institutional Credential leading to Licensure or Certification (ICLC)	-	-	-	-	-	-	-	-	-	-
Occupational Skills Award (OSA)	-	-	-	-	-	-	-	-	-	-
Certification Level One or Two	-	-	-	-	-	-	-	-	-	-
Advanced Technical Certification (ATC)	-	-	-	-	-	-	-	-	-	-
Certification Credential of Value Premium	-	-	-	-	-	-	-	-	-	-
Associate Degree	-	-	-	-	-	-	-	-	-	-
Associate Degree Credential of Value Premium	-	-	-	-	-	-	-	-	-	-
Bachelor's Degree	-	-	-	-	-	-	-	-	-	-
Bachelor's Degree Credential of Value Premium	-	-	-	-	-	-	-	-	-	-
<b>Annual Outcomes - Total<sup>2</sup></b>	-	-	-	-	-	-	-	-	-	-

<sup>1</sup>These are actual (not forecasted) outcomes reported for each year, not three-year averages (even if the three-average was funded in that year).

<sup>2</sup>This represents the total of funded outcomes; "credential of value premium" categories are not mutually exclusive from the general credential category. For example, Certificate Credential of Value Premium is a subset of Certificate Level One or Two, so summing them double-counts the certificates that qualified as credentials of value premium.

Note: This table should report outcomes no earlier than fiscal year 2020, as that was the earliest year used as a direct funding input in FY2024, which was the first year in which the performance tier was implemented.

\*The Tier funding model was implemented for FY 2024.

Source: THECB - Accountability System; Community College Formula Funding Model.

**Laredo College  
Statistical Supplement 7  
Principal Taxpayers  
Last Ten Tax Years  
(unaudited)**

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
AEP Texas Central Company	Utility	\$ 211,263	\$ 205,297	\$ 180,821	\$ 186,628	\$ 161,199	\$ 159,178	\$ 195,856	\$ 144,050	\$ 120,985	\$ 116,064
Farias Development LTD	Development	127,806	83,700	86,832	69,689	56,074	57,299	53,362	44,134	42,166	40,924
Laredo Texas Hospital Co. LP	Medical	112,500	104,737	157,786	96,880	101,647	95,913	96,147	96,438	96,991	96,293
Killam Ind. Dev. Partnership Ltd.	Development	83,845	78,167	60,481	56,448	35,897	51,026	41,412	36,487	33,380	35,890
Laredo Portfolio LLC	Commercial Business	84,550	50,529	50,529	41,765	40,100	40,100	-	-	-	-
Mall Del Norte LLC	Retail	83,360	83,360	70,032	65,868	65,868	68,868	58,141	56,446	57,316	55,890
The GEO Group Inc	Commercial Business	58,470	60,843	61,702	60,000	57,371	57,371	56,723	53,182	53,182	52,609
Laredo Regional Medical Ctr. Lp	Medical	60,000	54,000	49,500	48,124	58,029	49,307	48,907	43,794	43,558	43,106
Mission Produce Inc	Retail/Wholesale	58,500	52,241	52,262	26,994	-	-	-	-	-	-
Killam Development LTD	Development	47,195	46,319	46,494	37,306	48,110	35,912	33,334	33,097	26,286	20,937
United States Cold Storage Inc	Refrigeration	45,185	36,850	36,850	33,500	48,472	50,340	27,106	17,642	17,861	-
WRI Trautmann Lp.	Commercial Real Estate	39,919	33,177	29,778	29,778	29,514	29,572	29,943	32,771	29,874	29,596
Penske Truck Leasing Co LP	Logistics	40,291	34,359	-	-	-	-	-	-	-	-
Laredo Outlet Shoppes LLC	Retail	39,159	48,951	32,104	43,328	47,167	63,630	63,630	45,586	-	-
HPI Laredo LLC	Commercial Business	39,389	39,389	-	-	-	-	-	-	-	-
Khaledi Holdings LLC	Development	37,860	-	-	-	-	-	-	-	-	-
AEP Electric Transmission of Texas LLC	Utility	36,077	40,759	37,156	40,504	42,368	42,105	40,938	43,404	44,864	48,063
ET Laredo LLC	Commercial Business	35,508	-	-	-	-	-	-	-	-	-
Union Pacific Railroad Company	Railroad	35,488	34,035	30,723	28,754	26,761	25,504	24,607	23,272	22,110	20,794
Shiloh Texas Properties LTD	Development	34,870	34,759	-	26,204	19,420	19,420	-	16,885	21,176	19,607
Texas International Enterprises	Logistics	-	49,757	28,641	28,641	-	-	-	-	-	-
Juniper Fasken LP	Commercial Business	-	40,874	30,840	-	-	-	-	-	-	-
Ryder Truck Rental Inc	Commercial Business	-	-	40,110	-	-	-	-	-	-	-
M S Carriers LLC	Logistics	-	-	32,922	32,261	30,282	20,684	-	-	-	-
Dorel Springfield Holdings LLC	Real Estate	-	-	26,772	-	16,787	-	-	-	15,820	-
Laredo WLE LP	Utility	-	-	-	30,280	27,446	28,986	40,693	40,805	64,955	83,568
Carmel 830 LLC	Development	-	-	-	26,100	-	-	-	-	-	-
Card Border LLC ETAL	Retail	-	-	-	-	-	-	37,470	36,583	37,231	-
International Bank of Commerce	Bank	-	-	-	-	35,843	36,075	35,977	34,534	36,834	34,633
H E Butt Grocery Company	Grocery	-	-	-	-	28,269	28,118	29,326	29,742	33,218	31,669
Dorel Laredo Holdings LLC	Real Estate	-	-	-	-	-	26,812	24,152	24,152	29,438	27,358
Gemini Rio Norte H ET AL	Real Estate	-	-	-	-	-	-	-	-	23,075	22,441
Wal-mart Real Estate Business Trust	Commercial Real Estate	-	-	-	-	18,598	19,558	21,150	21,726	22,752	22,026
Webb Hospital Holdings LLC	Medical	-	-	-	-	34,762	-	19,449	20,303	20,886	19,122
WRI Independence Plaza LLC	Commercial Real Estate	-	-	-	-	20,881	20,881	20,769	22,015	20,801	19,909
BBVA Compass	Bank	-	-	-	-	18,521	-	-	17,771	18,457	18,641
Laredo Levcal LLC	Commercial Business	-	-	-	-	-	-	19,168	19,168	16,109	16,109
Master E Squared Laredo LLC	Commercial Business	-	-	-	-	20,640	22,000	-	-	-	-
San Isidro Northeast LTD	Development	-	-	-	-	21,368	23,390	-	14,134	15,614	19,895
Siemens Gamesa Renewable Energy Inc	Utility	-	-	-	-	-	-	28,875	45,586	-	-
Super Transport International LTD	Logistics	-	-	-	-	-	20,122	21,492	45,586	-	-
Time Warner Cable Texas LLC	Utility	-	-	-	-	-	20,068	-	-	-	-
J Aron & Company	Financial	-	-	-	-	-	-	-	-	-	22,813
Wal-Mart Stores Texas LLC	Grocery	-	-	-	-	-	-	-	-	-	15,651
Prolamsa Inc	Retail	-	-	-	-	13,604	-	-	-	-	-
BRE Select Hotel TX LP	Lodging	-	-	-	-	-	-	-	-	-	15,285
<b>Totals</b>		<b>\$ 1,311,235</b>	<b>\$ 1,212,103</b>	<b>\$ 1,142,335</b>	<b>\$ 1,009,052</b>	<b>\$ 1,124,998</b>	<b>\$ 1,112,239</b>	<b>\$ 1,068,627</b>	<b>\$ 1,059,293</b>	<b>\$ 964,939</b>	<b>\$ 948,893</b>
<b>Total Taxable Assessed Value</b>		<b>\$ 24,361,576</b>	<b>\$ 19,962,595</b>	<b>\$ 18,972,274</b>	<b>\$ 16,401,079</b>	<b>\$ 14,884,791</b>	<b>\$ 14,740,026</b>	<b>\$ 14,103,402</b>	<b>\$ 13,249,895</b>	<b>\$ 12,461,009</b>	<b>\$ 11,837,735</b>

Source: Local County Appraisal District

**Laredo College**  
**Statistical Supplement 8**  
**Property Tax Levies and Collections**  
**Last Ten Tax Years**  
(unaudited)  
(amounts expressed in thousands)

Fiscal Year Ended August 31,	Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections - Year of Levy (c)	Percentage	Current Collections of Prior Levies (d)	Penalty and Interest Collections (e)	Total Collections (C+D+E)	Cumulative Collections of Adjusted Levy
2024	\$ 55,801	\$ -	\$ 55,801	\$ 54,667	97.97%	\$ 1,303	\$ 662	\$ 56,632	101.49%
2023	53,252	-	53,252	51,844	97.36%	1,081	585	53,510	100.48%
2022	50,508	-	50,508	49,850	98.70%	920	540	51,310	101.59%
2021	45,025	-	45,025	47,913	106.41%	932	-	48,845	108.48%
2020	45,119	-	45,119	46,999	104.17%	804	-	47,803	105.95%
2019	43,148	-	43,148	44,602	103.37%	871	-	45,473	105.39%
2018	41,954	-	41,954	43,352	103.33%	890	-	44,242	105.45%
2017	40,257	-	40,257	41,377	102.78%	818	-	42,195	104.81%
2016	38,324	-	38,324	37,865	98.80%	703	-	38,568	100.64%
2015	33,255	-	33,255	32,715	98.38%	716	-	33,431	100.53%

Source: Local Tax Assessor/Collector's and District records.

**Laredo College**  
**Statistical Supplement 9**  
**Ratios of Outstanding Debt**  
**Last Ten Fiscal Years**  
(unaudited)

	For the Year Ended August 31, (amounts expressed in thousands)									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>General Bonded Debt</b>										
General Obligation Bonds	\$ 72,692	\$ 79,832	\$ 86,652	\$ 93,157	\$ 98,900	\$ 104,205	\$ 109,250	\$ 114,060	\$ 178,665	\$ 192,448
Less: Funds Restricted for Debt Service	(10,639)	(9,052)	(10,991)	(9,125)	(7,985)	(6,240)	(5,784)	(4,438)	(3,120)	(2,132)
Net General Bonded Debt	\$ 62,053	\$ 70,780	\$ 75,661	\$ 84,032	\$ 90,915	\$ 97,965	\$ 103,466	\$ 109,622	\$ 175,545	\$ 190,316
<b>Other Debt</b>										
Revenue Bonds	\$ 39,390	\$ 42,050	\$ 44,625	\$ 47,120	\$ 49,535	\$ 51,195	\$ 53,305	\$ 55,645	\$ 89,951	\$ 95,336
Contractual Obligations	-	-	-	-	-	-	-	-	-	576
Maintenance Tax Notes	20,695	23,410	26,070	28,620	31,065	31,485	33,410	35,280	51,890	55,358
Notes Payable	222	437	1,169	1,308	2,157	2,685	874	770	1,368	1,703
Right-to-use Lease Liability	61	-	-	-	-	-	-	-	-	-
SBITAs	4,815	4,346	818	-	-	-	-	-	-	-
Total Outstanding Debt	\$ 65,183	\$ 70,243	\$ 72,682	\$ 77,048	\$ 82,757	\$ 85,365	\$ 87,589	\$ 91,695	\$ 143,209	\$ 152,973
District Population	269,148	267,780	267,945	277,681	276,652	275,910	274,794	271,193	269,721	266,673
Full Time Student Equivalent (FTSE)	72,810	5,665	5,236	5,505	5,985	5,594	5,804	5,274	5,128	5,211
Taxable Assessed Value (TAV)	\$ 24,361,576	\$ 19,962,595	\$ 18,972,274	\$ 16,401,079	\$ 14,884,791	\$ 14,740,026	\$ 14,103,402	\$ 13,249,895	\$ 12,461,009	\$ 11,837,735
<b>General Bonded Debt Ratios</b>										
Per Capita	\$ 230.55	\$ 264.32	\$ 282.38	\$ 302.62	\$ 328.63	\$ 355.06	\$ 376.52	\$ 404.22	\$ 650.84	\$ 713.67
Per <b>FTSE</b>	8,523	12,494	14,450	15,265	15,190	17,513	17,827	20,785	34,233	36,522
As a percentage of Taxable Assessed Value	0.25%	0.35%	0.40%	0.51%	0.61%	0.66%	0.73%	0.83%	1.41%	1.61%
<b>Total Outstanding Debt Ratios</b>										
Per Capita	\$ 242.18	\$ 262.32	\$ 271.26	\$ 277.47	\$ 299.14	\$ 309.39	\$ 318.74	\$ 338.12	\$ 530.95	\$ 573.64
Per <b>FTSE</b>	8,952	12,399	13,881	13,996	13,827	15,260	15,091	17,386	27,927	29,356
As a percentage of Taxable Assessed Value	0.27%	0.35%	0.38%	0.47%	0.56%	0.58%	0.62%	0.69%	1.15%	1.29%

Notes: Ratios calculated using population (person) from Bureau of Economic Analysis and Tax Assessed Value from current year. Debt per student calculated using full-time-equivalent enrollment. (a) Funds restricted for Debt Service was adjusted for Accreted Int.

**Laredo College**  
**Statistical Supplement 9a**  
**Ratios of Outstanding Debt**  
**Last Ten Fiscal Years**  
(unaudited)  
(amounts expressed in thousands)

Fiscal Year Ended August 31,	General Obligation Bonds	Revenue Bonds	Contractual Obligations	Maintenance Tax Notes	Subscriptions (SBITAs)	Notes Payable	Right-to-use Lease Liability	Total Outstanding Debt	Calendar Year District Personal Income*	Percentage of Debt per Personal Income	Population*	Debt per Capita
2024	\$ 72,692	\$ 39,390	\$ -	\$ 20,695	\$ 4,815	\$ 222	\$ 61	\$ 137,875	\$11,508,031	1.20%	269,148	\$ 512.26
2023	79,832	42,050	-	23,410	4,346	437	-	150,075	10,945,018	1.37%	267,780	560.44
2022	86,652	44,625	-	26,070	818	1,169	-	159,334	10,945,472	1.46%	267,945	594.65
2021	93,157	47,120	-	28,620	-	1,308	-	170,205	9,892,562	1.72%	277,681	612.95
2020	98,900	49,535	-	31,065	-	2,157	-	181,657	8,981,800	2.02%	276,652	656.63
2019	104,205	51,195	-	31,485	-	2,685	-	189,570	8,728,522	2.17%	275,910	687.07
2018	109,250	53,305	-	33,410	-	874	-	196,839	8,246,035	2.39%	274,794	716.31
2017	114,060	55,645	-	35,280	-	770	-	205,755	7,980,237	2.58%	271,193	758.70
2016	178,665	89,951	-	51,890	-	1,368	-	321,874	8,031,782	4.01%	269,721	1,193.36
2015	192,448	95,336	576	55,358	-	1,703	-	345,421	7,561,382	4.57%	266,673	1,295.30

\*See Demographic and Economic Statistics - Taxing District SS-12

Statement No. 44 of the Governmental Accounting Standards Board

Information about Property Tax Levies and Collections

21. If a government presents revenue capacity information about a property tax, it should also present information about property tax levies and collections. For each of the last ten periods for which a property tax is levied, a government should present:

- The amount levied for that period
- The amount collected prior to the end of that period and the percentage of the total levy that amount represents.
- The amount of the levy collected in subsequent years, the total amount collected to date, and the percentage of the total levy that has been collected to date.

**Laredo College**  
**Statistical Supplement 10**  
**Legal Debt Margin Information**  
**Last Ten Tax Years**

(unaudited)

(amounts expressed in thousands)

General Obligation Bonds							
Fiscal Year Ended August 31,	Taxable Assessed Value	Statutory Tax Levy Limited for Debt Service	<b>Less:</b> Funds Restricted for Repayment of General Obligation Bonds	Total Net General Obligation Debt	Current Year Debt Services Requirements	Excess of Statutory Limit for Debt Service over Current Requirements	Net Current Requirements as a % of Statutory Limit
2024	\$ 24,361,576	\$ 121,808	\$ -	\$ 121,808	\$ 12,624	\$ 109,184	10.36%
2023	19,962,595	99,813	-	99,813	14,417	85,396	14.44%
2022	18,972,274	94,861	-	94,861	13,957	80,904	14.71%
2021	16,401,079	82,005	-	82,005	13,452	68,553	16.40%
2020	14,884,791	74,424	-	74,424	11,602	62,822	15.59%
2019	14,740,026	73,700	-	73,700	10,832	62,868	14.70%
2018	14,103,402	70,517	-	70,517	10,401	60,116	14.75%
2017	13,249,895	66,249	-	66,249	9,856	56,393	14.88%
2016	12,461,009	62,305	-	62,305	9,496	52,809	15.24%
2015	11,837,736	59,189	-	59,189	8,240	50,949	13.92%

Source: Local Tax Assessor/Collector's and College records.

**Laredo College**  
**Statistical Supplement 11**  
**Pledged Revenue Coverage**  
**Last Ten Fiscal Years**  
(unaudited)

**Revenue Bonds**

Pledged Revenues (\$000 omitted)								Debt Service Requirements (\$000 omitted)			
Fiscal Year Ended August	Instructional						Total	Principal	Interest	Total	Coverage Ratio
	Tuition	Technology Fee	Support Fee	Interest Income	General Use Fees						
2024	\$ 1,588	\$ 1,916	\$ 1,915	\$ 3,644	\$ 9,571	\$	\$ 18,634	\$ 2,740	\$ 1,582	\$ 4,322	4.31
2023	3,111	1,692	1,689	2,875	8,447		17,814	2,575	1,749	4,324	4.12
2022	3,019	1,739	1,739	941	8,695		16,133	2,495	1,654	4,149	3.89
2021	2,677	1,615	1,612	299	8,056		14,259	2,415	1,734	4,149	3.44
2020	3,815	1,781	1,781	550	8,904		16,831	2,190	1,922	4,112	4.09
2019	4,156	1,720	1,718	1,023	8,588		17,205	2,110	2,232	4,342	3.96
2018	1,406	1,748	1,747	582	8,737		14,220	2,030	2,161	4,191	3.39
2017	1,765	1,592	1,590	284	7,948		13,179	1,970	2,663	4,633	2.84
2016	1,958	1,550	1,548	247	7,738		13,041	1,945	2,758	4,703	2.77
2015	2,284	1,567	1,565	214	7,822		13,452	1,855	2,872	4,727	2.85

**Laredo College**  
**Statistical Supplement 12**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**  
(unaudited)

Calendar Year	District Population	District Personal Income (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2023	269,148	\$ 11,508,031	\$42,757	4.0%
2022	267,780	10,945,018	40,873	3.9%
2021	267,945	10,945,472	40,850	5.8%
2020	277,681	9,892,562	35,626	8.9%
2019	276,652	8,981,800	32,466	3.7%
2018	275,910	8,728,522	31,635	3.8%
2017	274,794	8,246,035	30,008	4.3%
2016	271,193	7,980,237	29,426	5.2%
2015	269,721	8,031,782	29,778	4.9%
2014	266,673	7,561,382	28,355	5.3%

**Source:**

U.S. Bureau of Labor Statistics Data

U.S. Bureau of Economic Analysis: Regional Economic Accounts



**Laredo College**  
**Statistical Supplement 13**  
**Principal Employers**  
(unaudited)

**Current Fiscal Year**

Employer	Number of Employees	Percentage of Total Employment
United Independent School District	7,361	5.95%
Laredo Independent School District	3,718	3.01%
City of Laredo	2,954	2.39%
Doctors Hospital	835	0.67%
Webb County	1,800	1.45%
Laredo Sector Border Patrol	1,800	1.45%
U.S. Customs & Border Protection	1,225	0.99%
Laredo Medical Center	1,200	0.97%
Concentrix	840	0.68%
Texas A&M International University	910	0.74%
Total	<u>22,643</u>	<u>18.30%</u>

**Nine Years Prior**

Employer	Number of Employees	Percentage of Total Employment
United Independent School District	4,876-7,361	5.96%
Laredo Independent School District	3,990-4,500	4.14%
City of Laredo	2,238-2,954	2.53%
Doctors Hospital	835	0.81%
Webb County	1,400-1,800	1.56%
Laredo Sector Border Patrol	1,400-2,200	1.75%
Laredo Medical Center	1,274-1,500	1.35%
U.S. Customs & Border Protection	1200-1225	1.78%
Concentrix	840-995	0.89%
Texas A&M International University	910-1392	1.12%
Total	<u>18,963-23,927</u>	<u>21.90%</u>

**Source:**

Laredo Development Foundation  
Texas Labor Market Information

**Note:**

Percentages are calculated using the midpoints of the ranges.

**Laredo College**  
**Statistical Supplement 14**  
**Faculty, Staff, and Administrators Statistics**  
**Last Ten Fiscal Years**  
(unaudited)

		For the Year Ended August 31,									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Faculty</b>											
Full-Time		156	165	163	170	187	188	186	181	177	183
Part-Time		130	121	151	137	107	95	104	180	162	154
Total		286	286	314	307	294	283	290	361	339	337
<b>Percent</b>											
Full-Time		54.5%	57.7%	51.9%	55.4%	63.6%	66.4%	64.1%	50.1%	52.2%	54.3%
Part-Time		45.5%	42.3%	48.1%	44.6%	36.4%	33.6%	35.9%	49.9%	47.8%	45.7%
<b>Staff and Administrators</b>											
Full-Time		389	399	396	397	400	414	415	429	427	434
Part-Time		46	173	119	153	151	144	119	127	123	154
Total		435	572	515	550	551	558	534	556	550	588
<b>Percent</b>											
Full-Time		89.4%	69.8%	76.9%	72.2%	72.6%	74.2%	77.7%	77.2%	77.6%	73.8%
Part-Time		10.6%	30.2%	23.1%	27.8%	27.4%	25.8%	22.3%	22.8%	22.4%	26.2%
<b>Total</b>											
Full-Time		545	564	559	567	587	602	601	610	604	617
Part-Time		176	294	270	290	258	239	223	307	285	308
Total		721	858	829	857	845	841	824	917	889	925
<b>Percent</b>											
Full-Time		75.6%	65.7%	67.4%	66.2%	69.5%	71.6%	72.9%	66.5%	67.9%	66.7%
Part-Time		24.4%	34.3%	32.6%	33.8%	30.5%	28.4%	27.1%	33.5%	32.1%	33.3%
FTSE per Full-Time Faculty		46.7	34.3	32.1	32.4	32.0	29.8	32.8	29.1	29.0	28.5
FTSE per Full-Time Staff Member		18.7	14.2	13.2	13.9	15.0	13.5	13.6	12.3	12.0	12.0
Average Annual Faculty Salary		\$ 67,068	\$ 65,016	\$ 62,487	\$ 61,191	\$ 61,453	\$ 60,876	\$ 59,400	\$ 59,103	\$ 59,022	\$ 53,982

**Laredo College**  
**Statistical Supplement 15**  
**Enrollment Details**  
**Last Five Fiscal Years**  
(unaudited)

Student Classification	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Freshman	7,390	72.50%	6,504	69.81%	7,053	70.64%	6,888	74.13%	7,657	75.07%
Sophomore	1,907	18.71%	1,962	21.06%	2,156	21.59%	1,760	18.94%	1,887	18.50%
Unclassified	126	1.24%	143	1.53%	148	1.48%	169	1.82%	161	1.58%
Associate*	642	6.30%	602	6.46%	542	5.43%	429	4.62%	427	4.19%
Baccalaureate or Above**	127	1.25%	106	1.14%	85	0.85%	46	0.50%	68	0.67%
Total	10,192	100.00%	9,317	100.00%	9,984	100.00%	9,292	100.00%	10,200	100.00%

Semester Hour Load	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	39	0.38%	41	0.44%	57	0.57%	29	0.31%	46	0.45%
3-5 semester hours	2,512	24.65%	3,135	33.65%	3,375	33.80%	2,923	31.46%	3,447	33.79%
6-8 Semester hours	2,368	23.23%	2,416	25.93%	2,440	24.44%	2,138	23.01%	2,039	19.99%
9-11 semester hours	1,691	16.59%	1,621	17.40%	1,796	17.99%	1,450	15.60%	1,475	14.46%
12-14 semester hours	2,645	25.95%	1,749	18.77%	1,970	19.73%	2,330	25.08%	2,748	26.94%
15-17 semester hours	758	7.44%	346	3.71%	335	3.36%	388	4.18%	426	4.18%
18 & over	179	1.76%	9	0.10%	11	0.11%	34	0.37%	19	0.19%
Total	10,192	100.00%	9,317	100.00%	9,984	100.00%	9,292	100.00%	10,200	100.00%

Average course load	8.5	7.3	7.3	8.0	7.5
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Tuition Status	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (In-District)	9,021	88.50%	8,194	87.95%	8,833	88.47%	8,102	87.19%	9,065	88.87%
Texas Resident (Out-of-District)	709	6.96%	662	7.11%	696	6.97%	691	7.44%	699	6.85%
Non-Resident Tuition	160	1.57%	186	2.00%	182	1.82%	188	2.02%	235	2.30%
Tuition Exempt	69	0.68%	56	0.60%	41	0.41%	51	0.55%	83	0.81%
Foreign	233	2.29%	219	2.35%	232	2.32%	260	2.80%	118	1.16%
Total	10,192	100.00%	9,317	100.00%	9,984	100.00%	9,292	100.00%	10,200	100.00%

**Notes:**

\* Previously earned an Associate Degree

\*\* Previously earned a Baccalaureate or above degree

**Laredo College**  
**Statistical Supplement 16**  
**Student Profile**  
**Last Five Fiscal Years**  
(unaudited)

	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
Gender	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	5,838	57.28%	3,956	42.46%	5,719	57.28%	5,608	60.35%	5,664	55.53%
Male	4,354	42.72%	5,361	57.54%	4,265	42.72%	3,684	39.65%	4,536	44.47%
Total	10,192	100.00%	9,317	100.00%	9,984	100.00%	9,292	100.00%	10,200	100.00%

	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
Ethnic Origin	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	248	2.43%	160	1.72%	181	1.81%	139	1.50%	142	1.39%
Hispanic	9,688	95.05%	8,948	96.04%	9,649	96.64%	9,025	97.13%	9,917	97.23%
African American	11	0.11%	7	0.08%	13	0.13%	7	0.08%	10	0.10%
Asian	26	0.26%	18	0.19%	16	0.16%	21	0.23%	21	0.21%
Foreign	19	0.19%	23	0.25%	-	0.00%	23	0.25%	42	0.41%
Native American	7	0.07%	9	0.10%	8	0.08%	6	0.06%	5	0.05%
Native Hawaiian	-	0.00%	-	0.00%	-	0.00%	1	0.01%	1	0.01%
Multiracial	-	0.00%	2	0.02%	2	0.02%	-	0.00%	1	0.01%
Unknown	193	1.89%	150	1.61%	115	1.15%	70	0.75%	61	0.60%
Total	10,192	100.00%	9,317	100.00%	9,984	100.00%	9,292	100.00%	10,200	100.00%

	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
Age	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	3,816	37.44%	3,123	33.52%	3,449	34.55%	3,468	37.32%	3,333	32.68%
18-20	3,511	34.45%	3,435	36.87%	3,514	35.20%	3,265	35.14%	4,019	39.40%
21-25	1,826	17.92%	1,712	18.38%	1,843	18.46%	1,589	17.10%	1,813	17.77%
26-30	480	4.71%	480	5.15%	560	5.61%	478	5.14%	497	4.87%
31-40	353	3.46%	360	3.86%	426	4.27%	361	3.89%	352	3.45%
41 & Over	206	2.02%	207	2.22%	192	1.92%	131	1.41%	186	1.82%
Total	10,192	100.00%	9,317	100.00%	9,984	100.00%	9,292	100.00%	10,200	100.00%

Average Age	20	20	20	20	21
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**Laredo College**  
**Statistical Supplement 17**  
**Transfers to Senior Institutions**  
**Academic Year 2023-24 Fall Students as of Fall 2023**  
(Includes only public senior colleges in Texas)

	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students
	Academic	Technical	Tech-Prep		
1 Angelo State University	1	-	-	1	0.06%
2 Lamar University	2	-	1	3	0.17%
3 Sam Houston State University	6	-	2	8	0.44%
4 Stephen F. Austin State University	1	-	-	1	0.06%
5 Sul Ross State University	2	-	-	2	0.11%
6 Sul Ross State University - Rio Grande College	1	-	-	1	0.06%
7 Tartleton State University	3	-	-	3	0.17%
8 Texas A&M International University	1,098	99	28	1,225	67.98%
9 Texas A&M University	97	7	1	105	5.83%
10 Texas A&M University - Corpus Christi	9	-	-	9	0.50%
11 Texas A&M University - Kingsville	34	2	1	37	2.05%
12 Texas A&M University - San Antonio	6	-	-	6	0.33%
13 Texas A&M University at Galveston	1	-	-	1	0.06%
14 Texas A&M University System Health Science Center	5	-	-	5	0.28%
15 Texas State University	50	6	4	60	3.33%
16 Texas Tech University	11	1	-	12	0.67%
17 The University of Texas - Arlington	5	2	-	7	0.39%
18 The University of Texas - Austin	77	9	1	87	4.83%
19 The University of Texas - Dallas	3	1	-	4	0.22%
20 The University of Texas - Rio Grande Valley	42	6	-	48	2.66%
21 The University of Texas - San Antonio	138	8	5	151	8.38%
22 The University of Texas at El Paso	1	-	-	1	0.06%
23 The University of Texas at Tyler	1	-	-	1	0.06%
24 The University of Texas Medical Branch at Galveston	1	-	-	1	0.06%
25 The University of Texas Permian Basin	1	-	-	1	0.06%
26 University of Houston	10	1	-	11	0.61%
27 University of Houston - Downtown	1	-	-	1	0.06%
28 University of North Texas	3	-	-	3	0.17%
29 University of North Texas Health Science Center	1	-	-	1	0.06%
30 University of Texas Health Science Center at San Antonio	6	-	-	6	0.33%
<b>Totals</b>	<b>1,617</b>	<b>142</b>	<b>43</b>	<b>1,802</b>	<b>100.00%</b>

Source: Texas Higher Education Coordinating Board

**Laredo College**  
**Statistical Supplement 18**  
**Capital Asset Information**  
**Fiscal Years 2023 to 2019**

	For the Year Ended August 31,				
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Academic buildings	23	23	23	23	22
Square footage (in thousands)	809,794	809,794	809,794	809,794	691,136
Libraries	2	2	2	2	2
Square footage (in thousands)	27,494	27,494	27,494	27,494	27,494
Number of Volumes (in thousands)	97,162	98,206	103,287	112,073	110,516
Administrative and support buildings	20	20	20	20	20
Square footage (in thousands)	168,582	168,582	168,582	168,582	168,582
Dormitories	1	1	1	1	1
Square footage (in thousands)	6,226	6,226	6,226	6,226	6,226
Number of Beds	18	18	18	18	18
Apartments	18	18	18	18	18
Square footage (in thousands)	27,884	27,884	27,884	27,884	27,884
Number of Beds	65	65	65	65	65
Dining Facilities	2	2	2	2	2
Square footage (in thousands)	22,842	22,842	22,842	22,842	22,842
Average daily customers	N/A	N/A	N/A	N/A	N/A
Athletic Facilities	24	24	24	24	24
Square footage (in thousands)	114,167	114,167	114,167	114,167	114,167
Gymnasiums	2	2	2	2	2
Baseball Field	2	2	2	2	2
Fitness Area	1	1	1	1	1
Soccer Field	3	3	3	3	3
Softball Field	1	1	1	1	1
Swimming Pool Complex	1	1	1	1	1
Tennis Courts	14	14	14	14	14
Plant Facilities	16	16	16	16	16
Square footage (in thousands)	62,911	62,911	62,911	62,911	62,911
Other Buildings	16	16	16	16	16
Square footage (in thousands)	41,474	41,474	41,474	41,474	41,474
Other Buildings	4	4	4	4	4
Square footage (in thousands)	22,611	22,611	22,611	22,611	22,611
Transportation	104	96	92	66	91
Cars	7	6	6	6	6
Light Trucks/Vans	22	22	22	10	23
Tractors/Trailers	14	12	9	6	11
Utility Vehicles	37	32	31	25	30
Motorized Implements	24	24	24	18	20
Passenger Bus	-	-	-	1	1
Transportation - Repair Shop	13	6	6	10	10
Cars	7	-	-	1	1
Light Trucks/Vans	2	2	2	3	3
Tractors/Trailers	-	-	-	6	6

**Laredo College**  
**Statistical Supplement 19**  
**Contact Hours**  
**Last Ten Fiscal Years**  
(unaudited)

<b>Fiscal Year</b>	<b>Contact Hours</b>		<b>Total</b>
	<b>Academic</b>	<b>Voc Tech</b>	
2023-24	2,738,016	969,200	3,707,216
2022-23	2,432,624	884,368	3,316,992
2021-22	2,485,104	871,760	3,356,864
2020-21	2,465,536	897,600	3,363,136
2019-20	2,522,432	898,912	3,421,344
2018-19	2,372,208	868,208	3,240,416
2017-18	2,432,096	952,016	3,384,112
2016-17	2,173,600	887,968	3,061,568
2015-16	2,187,712	864,928	3,052,640
2014-15	2,197,184	923,552	3,120,736