



Wharton County Junior College District
Annual Financial Report
For the Fiscal Year Ended
August 31, 2024



**WHARTON COUNTY JUNIOR
COLLEGE DISTRICT**

**ANNUAL
FINANCIAL REPORT**

For the Fiscal Year Ended

August 31, 2024

**WHARTON COUNTY JUNIOR COLLEGE DISTRICT
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WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Organizational Data
Year Ended August 31, 2024

Board of Trustees

Officers

Mr. J. Paul Pope, Chair
Dr. Priscilla Metcalf, Vice Chair
Dr. Bret Macha, Secretary

		Term Expires
<u>Members</u>		<u>May</u>
Ms. Ann Hundl	El Campo, Texas	2026
Mr. Terry David Lynch	Wharton, Texas	2030
Dr. Bret Macha	Hungerford, Texas	2028
Dr. Priscilla Metcalf	Wharton, Texas	2028
Mr. J. Paul Pope	El Campo, Texas	2030
Ms. Amy Rod	El Campo, Texas	2026
Mr. Jay Roussel	Needville, Texas	2030
Mr. Larry Sitka	Wharton, Texas	2028
Dr. Sue Zanne Williamson Urbis	El Campo, Texas	2026

Principal Administrative Officers

Ms. Betty McCrohan, President

Dr. Amanda Allen, Executive Vice President

Ms. Leigh Ann Collins, Vice President of Instruction

Mr. Gus Wessels, Jr., CPA, Dean of Financial and Business Services

Ms. Lindsey McPherson, Associate VP of Academic Affairs

Ms. Rachel Bahnsen, Dean of Human Resources

Mr. Jerry Martinez, Dean of Enrollment Management and Registrar

Mr. Danny Bacot, Dean of Workforce



LOTT, VERNON & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

20 SOUTH FOURTH STREET 254/778/4783
POST OFFICE BOX 160 800/460/4783
TEMPLE, TEXAS 76503 FAX 254/778/4792

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Member of
American Institute & Texas Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Wharton County Junior College District
Wharton, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position and the Statement of Cash Flows of Wharton County Junior College District, as of and for the year ended August 31, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the Wharton County Junior College District'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 Wharton County Junior College District, 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 financial audits contained in *Government Auditing Standards*, issued by the Comptroller General 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 Wharton County Junior College District 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.

Change in Accounting Principle

As described in Note 2 to the financial statements, in fiscal year ending August 31, 2024, the College adopted new accounting guidance, GASB Statement No. 100, Accounting Changes and Error Corrections. Our opinion is not modified with respect to this matter.

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 Wharton County Junior College District'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 Wharton County Junior College District'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 Wharton County Junior College District'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, the Schedule of College's Share of Net Pension Liability, the Schedule of College's Contributions for Pensions, the Schedule of College's Share of Net OPEB Liability, the Schedule of College's Contributions for OPEB, Notes to Required Supplementary Information (RSI) Schedules for Pensions, and Notes to Required Supplementary Information (RSI) Schedules for OPEB as listed in 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 opinions on the financial statements that collectively comprise the Wharton County Junior College District's basic financial statements. The Supplementary Schedules (Schedules A-F), which include the Schedule of Expenditures of Federal Awards (Schedule E) and the Schedule of Expenditures of State Awards (Schedule F), as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Supplementary Schedules (Schedules A-F), which include the Schedule of Expenditures of Federal Awards

(Schedule E) and the Schedule of Expenditures of State Awards (Schedule F) are 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 Organizational Data and the Statistical Supplement (Unaudited) 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 reports dated November 6, 2024, on our consideration of the Wharton County Junior College District'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 Wharton County Junior College District'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 Wharton County Junior College District's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Jatt, Vernon & Co. P.C." The signature is written in a cursive, flowing style.

Temple, Texas
November 7, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

In June 1999, the Governmental Accounting Standard's Board (GASB) released Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, which established a new reporting format for annual financial statements. In November 1999, GASB released Statement No. 35, *Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities*, which applies the new reporting standards to public colleges and universities. Wharton County Junior College District (the College) adopted these new standards in fiscal year 2002.

The following analysis provides an overview of the College's financial activities. Both 2024 and 2023 are presented in the audited financial statements. Since management's discussion and analysis is designed to focus on current activities, resulting change and currently known facts, please read in conjunction with the College's basic financial statements and additional information.

The annual report consists of three basic financial statements that provide information on the College as a whole: the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and the Statement of Cash Flows. Each of these statements will be discussed.

Financial and Enrollment Highlights

There were a number of items that had a financial impact in the 2024 fiscal year.

- During fiscal year 2024, the following grants were received:
 - The College expended \$270,986 of the TRIO-Student Support Services Grant. The grant is designated for developing science, technology, engineering, and math programs for all students.
 - The College expended \$975,938 from CARES Act funds to fund namely software and equipment upgrades.
 - The College expended \$488,622 from the Title V grant funds for the operation of a career and transfer center.
 - The College expended Career and Technical Education grant funds totaling \$198,116 for equipment to be used in the College's immerse program.
 - The College expended \$1,483,793 for the construction of the Bay City trades program funded from special appropriations. Phase II of the construction will take place in FY 2025.
- The property valuation in the taxing district increased \$1,143,231,836 during fiscal year 2024 primarily due to an increase in industrial valuations as well as homeowners' value increases.
- The College added \$1,909,847 to capital assets during FY 2024 as compared to \$1,966,189 for FY 2023 and \$1,753,533 for FY 2022.

Statement of Net Position

The Statement of Net Position includes all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector institutions. Net position, the difference between assets, deferred outflows of resources, and liabilities and deferred inflows of resources are one way to measure the financial health of the College.

	FY 2024	FY 2023	FY 2022
Cash and cash equivalents	\$ 14,528,336	\$ 11,833,703	\$ 10,600,337
Short-term investments	8,246,642	7,405,004	7,263,705
Accounts receivable, net	180,914	329,252	127,538
Property taxes receivable	603,375	430,243	430,243
Tuition and fees receivable	5,982,092	4,478,680	4,110,469
Federal and state receivables	587,332	1,420,596	1,420,596
Other assets	3,357	6,007	4,892
Total Current Assets	<u>30,132,048</u>	<u>25,903,485</u>	<u>23,957,780</u>
Non-Current Assets:			
Restricted cash and cash equivalents	2,339,429	2,195,249	2,027,574
Restricted endowment cash and cash equivalents	711,200	1,264,192	1,442,285
Restricted agency funds cash and cash equivalents	232,063	252,369	243,245
Endowment non-current investments	5,275,189	3,966,665	3,901,997
Other non-current investments	22,316,792	21,295,213	20,379,531
Investments in real estate	111,000	111,000	111,000
Capital assets, net	<u>49,032,742</u>	<u>45,395,916</u>	<u>46,128,769</u>
Total Non-Current Assets	<u>80,018,415</u>	<u>74,480,604</u>	<u>74,234,401</u>
Total Assets	<u>110,150,463</u>	<u>100,384,089</u>	<u>98,192,181</u>
Deferred Outflows of Resources			
Deferred Outflows Related to Pensions	5,182,325	6,127,939	2,679,498
Deferred Outflows Related to OPEB	<u>2,434,461</u>	<u>4,419,587</u>	<u>6,661,196</u>
Total Deferred Outflows of Resources	<u>7,616,786</u>	<u>10,547,526</u>	<u>9,340,694</u>
Current Liabilities:			
Accounts payable	6,270,955	4,378,890	4,051,398
Funds held for others - agency	234,917	255,283	243,245
Unearned revenues	10,744,847	10,010,253	8,728,041
Bonds payable - current portion	-	-	365,584
OPEB liability current portion	<u>669,319</u>	<u>671,157</u>	<u>669,319</u>
Total Current Liabilities	<u>17,920,038</u>	<u>15,315,583</u>	<u>14,057,587</u>
Non-Current Liabilities:			
Bonds payable - noncurrent portion	-	-	-
Lease Right of Use Assets	7,550,278	7,798,441	8,988,334
Net Pension Liability	9,751,478	8,848,857	4,103,835
Net OPEB Liability	<u>22,973,498</u>	<u>25,144,707</u>	<u>31,898,327</u>
Total Non-Current Liabilities	<u>40,275,254</u>	<u>41,792,005</u>	<u>44,990,496</u>
Total Liabilities	<u>58,195,292</u>	<u>57,107,588</u>	<u>59,048,083</u>
Deferred Inflows of Resources			
Deferred Inflows Related to Pensions	2,852,298	3,979,965	5,123,924
Deferred Inflows Related to OPEB	<u>8,995,440</u>	<u>9,111,772</u>	<u>4,586,744</u>
Total Deferred Inflows of Resources	<u>11,847,738</u>	<u>13,091,737</u>	<u>9,710,668</u>
Net Position:			
Invested in capital assets, net of related debt	49,032,742	45,395,916	45,763,185
Restricted for:			
Nonexpendable - endowments	14,137,272	12,490,145	12,304,435
Expendable:			
Federal and State grants	530,768	642,143	963,291
Debt service	425,991	403,878	382,133
Student aid	1,321,720	1,182,576	916,394
Unrestricted - undesignated	<u>(17,724,274)</u>	<u>(19,382,368)</u>	<u>(21,555,314)</u>
Total Net Position	<u>\$ 47,724,219</u>	<u>\$ 40,732,290</u>	<u>\$ 38,774,124</u>

Statement of Net Position (continued)

The short-term investments are funds invested at financial institutions with maturities of one year or less.

The receivable figures consist primarily of final grant billings, Federal financial aid reimbursements, student loans, and returned checks.

The agency funds consist of money on deposit from various student association organizations. The deferred revenues primarily represent tuition and fee income for the next academic year paid to the College during the 2024 fiscal year.

During 2005 the college changed its policy regarding compensated absences. Employees must take the vacation leave during the fiscal year it is earned or it is forfeited. Therefore, no compensated absences are accrued at year-end.

Statement of Revenues, Expenses and Changes in Net Position

The Statement of Revenues, Expenses and Changes in Net Position present the operating results of the College, as well as the non-operating revenues and expenses. The College's revenues are of two types: those from operations and those from all other sources. Operating revenues are primarily those that result directly from the conduct of instruction, the operation of college auxiliary services (e.g., the bookstore, food service, etc.), and Federal, State of Texas, and local grants. State appropriations were the most significant non-operating revenue, representing 21% of total revenue. Property taxes, while budgeted for operations, are considered non-operating revenues according to accounting principles generally accepted in the United States of America and represented 18% of total revenues.

	FY 2024		FY 2023		FY 2022	
Student tuition and fees, net of discounts of \$3,057,793, \$2,662,134, and \$2,470,853.	\$16,438,364	27.94%	\$14,682,298	29.12%	\$14,829,227	27.50%
Federal, state, and local grants and contracts	3,076,218	5.23%	4,375,900	8.68%	7,147,467	13.25%
Auxiliary enterprises, net of discounts of \$92,284, \$131,190, and \$95,803.	854,224	1.45%	764,771	1.52%	790,798	1.47%
Other operating revenues	300,042	0.51%	229,825	0.46%	125,934	0.23%
Total operating revenues	20,668,848	35.13%	20,052,794	39.78%	22,893,426	42.45%
Non-operating revenues:						
State appropriations	12,465,212	21.19%	11,915,807	23.63%	11,728,534	21.75%
Property taxes	10,426,285	17.72%	9,324,980	18.49%	7,805,479	14.47%
Federal Revenue, Non-Operating	8,603,232	14.62%	7,573,592	15.02%	13,432,473	24.91%
Investment Income	4,095,417	6.96%	1,194,068	2.37%	(2,257,371)	-4.19%
Other non-operating revenue	2,576,310	4.38%	366,894	0.71%	328,060	0.61%
Total non-operating revenue	38,166,456	64.87%	30,375,341	60.22%	31,037,175	57.55%
Total Revenues	\$58,835,304	100.00%	\$50,428,135	100.00%	\$53,930,601	100.00%

Statement of Revenues, Expenses and Changes in Net Position (continued)

Expenses

	<u>FY 2024</u>		<u>FY 2023</u>		<u>FY 2022</u>	
Instruction	\$ 19,347,039	37.32%	\$ 18,182,637	37.51%	\$ 19,149,506	34.52%
Public services and academic support	4,169,319	8.04%	4,478,557	9.24%	4,593,431	8.28%
Student services	4,484,521	8.65%	4,371,191	9.02%	4,738,995	8.54%
Institutional support	7,675,165	14.80%	7,596,191	15.67%	7,295,627	13.15%
Operations and maintenance of plant	3,930,153	7.58%	3,759,490	7.76%	3,823,321	6.89%
Scholarships and fellowships	6,378,530	12.30%	5,659,272	11.68%	11,646,173	20.99%
Auxiliary enterprises	1,023,056	1.97%	943,304	1.95%	887,745	1.60%
Depreciation and Amortization	4,494,626	8.68%	3,282,949	6.78%	3,144,538	5.68%
Total operating expenses	<u>51,502,409</u>	<u>99.34%</u>	<u>48,273,591</u>	<u>99.61%</u>	<u>55,279,336</u>	<u>99.65%</u>
Non-Operating Expenses:						
Interest	26,453	0.05%	26,349	0.05%	26,515	0.05%
Other Non-Operating Expenses	314,513	0.61%	170,029	0.34%	168,354	0.30%
Total Non-Operating Expenses	<u>340,966</u>	<u>0.66%</u>	<u>196,378</u>	<u>0.39%</u>	<u>194,869</u>	<u>0.35%</u>
Total Expenses	<u>\$ 51,843,375</u>	<u>100.00%</u>	<u>\$ 48,469,969</u>	<u>100.00%</u>	<u>\$ 55,474,205</u>	<u>100.00%</u>

Change in Net Position

When College expenses are subtracted from revenues from all sources, the difference is either negative, indicating a loss of net position, or positive, indicating an increase in net position. This year the College realized an increase in net position as revenues exceeded the expenses in production of that revenue.

	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2022</u>
Operating revenues	\$ 20,668,848	\$ 20,052,794	\$ 22,893,426
Non-operating revenues	<u>38,166,456</u>	<u>30,375,341</u>	<u>31,037,175</u>
Total revenues	58,835,304	50,428,135	53,930,601
Operating expenses	51,502,409	48,273,591	55,279,336
Non-operating expenses	<u>340,966</u>	<u>196,378</u>	<u>194,869</u>
Total expenses	<u>51,843,375</u>	<u>48,469,969</u>	<u>55,474,205</u>
Increase to net position	<u>\$ 6,991,929</u>	<u>\$ 1,958,166</u>	<u>\$ (1,543,604)</u>

Statement of Cash Flows

The Statement of Cash Flows provides information about cash receipts and cash payments during the year. The statement also helps users assess the College's ability to generate net cash flows, its ability to meet its obligations as they come due, and its need for external financing.

	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2022</u>
Cash provided by (used in):			
Operating activities	\$ (22,186,898)	\$ (22,843,882)	\$ (25,103,720)
Non-capital and related financing activities	30,889,796	27,156,898	40,018,658
Capital and related financing activities	(7,336,062)	(3,130,133)	(13,928,703)
Investing activities	<u>898,679</u>	<u>49,189</u>	<u>(9,485,047)</u>
Net increase (decrease) in cash	2,265,515	1,232,072	(8,498,812)
Cash - beginning of year	<u>15,545,513</u>	<u>14,313,441</u>	<u>22,812,253</u>
Cash - end of year	<u>\$ 17,811,028</u>	<u>\$ 15,545,513</u>	<u>\$ 14,313,441</u>

The primary cash receipts from operating activities consist of student tuitions and fees, and grants. Cash outlay for operating activities includes payments of wages, benefits, supplies, utilities, and scholarships. Property tax and state appropriations are the primary source of non-capital financing.

Capital Asset and Debt Administration

The College had total capital asset additions of \$1,909,847 for fiscal year 2024, \$1,966,189 in fiscal year 2023, \$1,753,533 in fiscal year 2022.

Future Financial Considerations

The College has experienced level enrollment for the past three years. The state legislature approved House Bill 8, restructuring the formula funding models for community colleges. The college is reimbursed based on multiple areas including transfers, completions and a base tier. Twenty-one per cent (21%) of all College revenues are from state appropriated funds based on instructional activities. The State of Texas funding is based on legislatively established funding levels. The future level of state funding is dependent on the enrollment and legislative actions.

Requests for Information

This financial report is designed to provide a general overview of Wharton County Junior College District's financial activities. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Associate Vice President of Financial Operations/ Controller 911 Boling Highway, Wharton, Texas 77488.

FINANCIAL STATEMENTS

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Net Position
August 31, 2024 and August 31, 2023

	F/Y 2024	F/Y 2023
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 14,528,336	\$ 11,833,703
Short-Term Investments	8,246,642	7,405,004
Accounts Receivable, net	7,353,713	6,658,771
Prepaid Expenses	3,357	6,007
Total Current Assets	30,132,048	25,903,485
Non-Current Assets:		
Restricted Cash And Cash Equivalents	2,339,429	2,195,249
Restricted Endowment Cash And Cash Equivalents	711,200	1,264,192
Restricted Agency Funds Cash And Cash Equivalents	232,063	252,369
Endowment Non-Current Investments	5,275,189	3,966,665
Other Non-Current Investments	22,316,792	21,295,213
Investments In Real Estate	111,000	111,000
Capital Assets, net (Note 7)	49,032,742	45,395,916
Total Non-Current Assets	80,018,415	74,480,604
Total Assets	110,150,463	100,384,089
Deferred Outflows of Resources:		
Deferred Outflows Related to Pensions	5,182,325	6,127,939
Deferred Outflows Related to OPEB	2,434,461	4,419,587
Total Deferred Outflows of Resources	7,616,786	10,547,526
LIABILITIES		
Current liabilities:		
Accounts Payable	6,270,955	4,378,890
Funds Held For Others - Agency	234,917	255,283
Unearned Revenue	10,744,847	10,010,253
Bonds Payable-Current Portion	-	-
Net OPEB Liability - Current Portion	669,319	671,157
Total Current Liabilities	17,920,038	15,315,583
Non-Current Liabilities:		
Lease ROU Liability	7,550,278	7,798,441
Net Pension Liability	9,751,478	8,848,857
Net OPEB Liability	22,973,498	25,144,707
Total Non-Current Liabilities	40,275,254	41,792,005
Total Liabilities	58,195,292	57,107,588
Deferred Inflows of Resources:		
Deferred Inflows Related to Pensions	2,852,298	3,979,965
Deferred Inflows Related to OPEB	8,995,440	9,111,772
Total Deferred Inflows of Resources	11,847,738	13,091,737
NET POSITION		
Net Investment in Capital Assets	49,032,742	45,395,916
Restricted For:		
Nonexpendable		
Endowments	14,137,272	12,490,145
Expendable:		
Federal And State Grants	530,768	642,143
Debt Service	425,991	403,878
Student Aid	1,321,720	1,182,576
Unrestricted	(17,724,274)	(19,382,368)
Total Net Position (Schedule D)	47,724,219	40,732,290

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2024 and August 31, 2023

Operating Revenues	<u>F/Y 2024</u>	<u>F/Y 2023</u>
Tuition and Fees(net of discounts of \$ 3,057,793 and \$2,662,134)	\$ 16,438,364	\$ 14,682,298
Federal Grants and Contracts	2,605,910	3,937,439
State Grants and Contracts	251,522	144,370
Non-Government Grants and Contracts	218,786	294,091
Sales and Services of Educational Activities	30,068	23,900
Auxiliary Enterprises(net of discounts of \$92,284 and \$131,190)	854,224	764,771
General Operating Revenues	269,974	205,925
Total Operating Revenues (Schedule A)	<u>20,668,848</u>	<u>20,052,794</u>
Operating Expenses		
Instruction	19,347,039	18,182,637
Public Service	1,121,144	1,423,819
Academic Support	3,048,175	3,054,738
Student Services	4,484,521	4,371,191
Institutional Support	7,675,165	7,596,191
Operation and Maintenance of Plant	3,930,153	3,759,490
Scholarships and Fellowships	6,378,530	5,659,272
Auxiliary Enterprises	1,023,056	943,304
Depreciation and Amortization	4,494,626	3,282,949
Total Operating Expenses (Schedule B)	<u>51,502,409</u>	<u>48,273,591</u>
Operating Loss	(30,833,561)	(28,220,797)
Non-Operating Revenues (Expenses)		
State Appropriations	12,465,212	11,915,807
Maintenance Ad Valorem Taxes	10,426,285	9,324,980
Federal Revenue, Non-Operating	8,603,232	7,573,592
Gifts and Donations	560,298	334,473
Investment Income	4,095,417	1,194,068
Other Non-Operating Revenues	2,016,012	32,421
Other Non-Operating Expenses	(26,453)	(26,349)
Interest Expense	(314,513)	(170,029)
Net Non-Operating Revenues (Schedule C)	<u>37,825,490</u>	<u>30,178,963</u>
Increase (Decrease) in Net Position	6,991,929	1,958,166
Net Position		
Net Position, Beginning of Year	<u>40,732,290</u>	<u>38,774,124</u>
Net Position, End of Year	<u>\$ 47,724,219</u>	<u>\$ 40,732,290</u>

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Cash Flows
Years Ended August 31, 2024 and August 31, 2023

	<u>F/Y 2024</u>	<u>F/Y 2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Students And Other Customers	\$ 17,240,351	\$ 15,978,519
Payments of Grants and Contracts	3,614,348	4,874,328
Payments to or on Behalf of Employees	(27,888,025)	(27,294,923)
Payments to Suppliers for Goods and Services	(8,914,185)	(11,008,715)
Payments for Scholarships and Fellowships	<u>(6,239,387)</u>	<u>(5,393,091)</u>
Net Cash Provided (Used) by Operating Activities	<u>(22,186,898)</u>	<u>(22,843,882)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Receipts from State Appropriations	9,415,526	9,342,853
Receipts from Ad Valorem Taxes	10,305,655	9,272,478
Receipts from Federal Revenue	8,603,232	7,573,592
Gifts and Grants for Other than Capital Purposes	560,298	334,473
Other Receipts/Disbursements	<u>2,005,085</u>	<u>633,502</u>
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>30,889,796</u>	<u>27,156,898</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES		
Purchases of Capital Assets	(8,150,886)	(2,550,093)
Proceeds from the Sale of Capital Assets	14,278	(1,198)
Payments on Capital Debt-Principal	-	(365,584)
Payment on Capital Debt-Interest	826,999	(186,909)
Payment on Non-Operating Supplies	<u>(26,453)</u>	<u>(26,349)</u>
Net cash provided (used) by capital and related financing activities	<u>(7,336,062)</u>	<u>(3,130,133)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sales and Maturities of Investments	1,661,707	1,449,719
Purchases of Investments	(4,833,446)	(2,571,370)
Interest on Investments	<u>4,070,418</u>	<u>1,170,840</u>
Net Cash Provided (Used) by Investing Activities	<u>898,679</u>	<u>49,189</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,265,515	1,232,072
CASH AND CASH EQUIVALENTS-September 1	<u>15,545,513</u>	<u>14,313,441</u>
CASH AND CASH EQUIVALENTS-August 31	<u>\$ 17,811,028</u>	<u>15,545,513</u>
RECONCILIATION OF NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating Loss	\$ (30,833,561)	(28,220,797)
Adjustments to Reconcile Net Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	4,494,626	3,282,949
Bad Debt Expense		
Payments Made Directly by State for Benefits	3,049,686	2,572,953
Changes in Assets and Liabilities:		
Accounts Receivable, net:		
Student A/R	(1,215,830)	(655,793)
Other A/R	318,629	(323,778)
Grants A/R	347,888	485,376
Accounts Payable:		
Vendors	774,706	
Scholarships	141,794	(1,544,107)
Funds Held for Others Agency	(20,366)	265,067
Deferred Revenues:		
Deferred Tuition	835,262	1,475,083
Deferred Grant Revenue	(79,732)	(192,873)
	<u>\$ (22,186,898)</u>	<u>(22,843,882)</u>

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

1. Reporting Entity

Wharton County Junior College District (the College) was established in 1946, in accordance with the laws of the State of Texas, to serve the educational needs of Wharton and the surrounding communities. The College is considered a special purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement No. 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.

2. Summary of Significant Accounting Policies

This section provides a summary of the College's significant accounting activities and other topics related to the College's 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 Community Colleges*, with generally accepted accounting policies, and with all applicable GASB pronouncements. The College is reported as a special-purpose government engaged in business-type activities.

Tuition Discounting

Texas Public Education Grants (TPEG)

Certain tuition amounts are required to 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 (TEC §56.033). 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.

Title IV, Higher Education Act Programs Funds

Certain Title IV HEA Program Funds are received by the College to pass through to the student. These funds are initially 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 amount is recorded as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded 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.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Summary of Significant Accounting Policies (continued)

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.

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.

Deferred Outflows

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

Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments are reported 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. [The governing board has designated public funds investment pools comprised of \$14,390,169 and \$11,305,788 at August 31, 2024 and August 31, 2023, respectively to be short-term investments.] Long-term investments have an original maturity of greater than one year at the time of purchase.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. For equipment, the District's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. The college capitalizes renovation of \$100,000 to buildings and infrastructure and land improvements that significantly increase the value or extend the useful life of the structure. 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, generally 50 years for buildings, 20 years for land improvements, 15 years for library books, 10 years for furniture, machinery, vehicles and other equipment and 5 years for telecommunications and peripheral equipment.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Summary of Significant Accounting Policies (continued)

Right to use assets resulting from public-private and/or public-public partnership (PPP) arrangements that qualify as leases are amortized over the shorter of the lease term or the useful life of the underlying asset.

Right to use subscription assets resulting from qualifying subscription-based information technology arrangement (SBITAs) are amortized over the subscription term.

Other Post-Employment Benefits (OPEB)

The fiduciary net position of the Employees Retirement System of Texas (ERS) 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 inflow 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 on 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 inflow of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Unearned Revenue

Tuition and fees of \$10,262,512 and \$9,020,953, deferred federal state and local grants of \$451,884 and \$531,616, and deferred other \$30,451 and \$457,684 have been reported as unearned revenue at August 31, 2024 and 2023 respectively.

Deferred Inflows

In addition to liabilities, the college is aware that 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 so will not be recognized as an inflow of resources (revenue) until that time. Governments are only permitted to report deferred inflows in circumstances specifically authorized by the 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.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Summary of Significant Accounting Policies (continued)

Accounting Changes and Error Corrections

The college has adopted GASB Statement 100, 'Accounting Changes and Error Corrections' in FY 23-24. The college had no changes in accounting principal, accounting estimates, or changes to/within the college that require a correction of previously issued financial statements.

Operating and Non-Operating Revenue and Expense Policy

The College distinguishes operating revenues and expenses from non-operating items. The College reports as a BTA 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 and property tax collections. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The operation of the bookstore and college food service is not performed by the College.

3. Authorized Investments

The Board of Trustees of the College has adopted a written investment policy regarding the investments of its funds as defined in the Public Funds Investment Act (Sec. 2256.001 Texas Government Code). The investments of the College are in compliance with the Board of Trustees' investment policy and the Public Funds Investment Act. The College is authorized to invest in obligations and instruments as follows: (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.

During 2014, the Board of Trustees adopted a separate written investment policy regarding the investments of the Endowment Fund. The Endowment fund is comprised of funds donated for a specific purpose the majority of which being scholarship awards. The Endowment Fund investments are not subject to the Public Funds Investment Act. The College is authorized to invest the Endowment Funds as follows: (1) cash and cash equivalents, (2) equity investments both domestic and international generally restricted to high-quality corporate securities traded on the major stock exchanges, (3) fixed income investments, domestic and international, to include U.S. Treasury and government agency obligations, corporate debt, mortgages and asset-backed securities, (4) real estate investments, and (4) mutual or commingled funds.

4. Deposits and Investments

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank failure, the College's deposits may not be returned. The College's investment policy requires deposits to be insured or collateralized in compliance with applicable state law. As of August 31, 2024 and 2023 the College's entire bank balances of \$4,259,089 and \$5,064,965 respectively, were insured, collateralized and not exposed to custodial credit risk.

Cash and Deposits included on Exhibit 1, Statement of Net Position, consist of the items reported below:

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Deposits and Investments (continued)

Cash and Deposits

	<u>2024</u>	<u>2023</u>
Bank Deposits		
Demand Deposits	\$3,414,559	\$4,233,425
	\$3,414,559	\$4,233,425
Cash and Cash Equivalents		
Petty Cash on Hand	\$6,300	\$6,300
Investment pool-TexPool	14,390,169	11,305,788
	14,396,469	11,312,088
 Total Cash and Deposits	 \$17,811,028	 \$15,545,513

Reconciliation of Deposits and Investments to Exhibit 1

Type of Security	Market Value August 31, 2024	Market Value August 31, 2023
U. S. Government Securities	\$22,362,187	\$20,378,533
U. S. Government Treasuries	\$2,853,391	2,715,781
Stocks	809,754	672,605
Mutual Fund Investments	8,246,642	7,405,004
Municipal Obligations	1,566,649	1,494,959
Real Estate Investments	111,000	111,000
Totals	\$35,949,623	\$32,777,882
 Total Cash and Deposits	17,811,028	15,545,513
Total Investments	35,949,623	32,777,882
Total Deposits and Investments	\$53,760,651	\$48,323,395
 Cash and Short-term Investments (Exhibit 1)	26,057,670	22,950,517
Investments (Exhibit 1)	27,702,981	25,372,878
Total Deposits and Investments	\$53,760,651	\$48,323,395

The District had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years) as of August 31, 2024			
		Less than 1	1 to 2	2 to 3	More than 3
U.S. Government Securities	\$22,362,187	4,909,245	8,585,315	6,863,576	2,004,051
U.S. Government Treasuries	\$2,853,391	966,086	1,887,305	-	-
Municipal Obligations	1,566,649	-	1,566,649	-	-
Total Fair Value	\$ 26,782,227	\$ 5,875,331	\$ 12,039,269	\$ 6,863,576	\$ 2,004,051

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Deposits and Investments (continued)

Investment Type	Fair Value	Investment Maturities (in Years) as of August 31, 2023			
		Less than 1	1 to 2	2 to 3	More than 3
U.S. Government Securities	20,378,533	956,278	4,670,757	7,261,463	7,490,035
U.S. Government Treasuries	2,715,781	-	918,828	1,796,953	-
Municipal Obligations	1,494,959	-	-	1,494,959	-
Total Fair Value	\$ 24,589,273	\$ 956,278	\$ 5,589,585	\$ 10,553,375	\$ 7,490,035

Interest Rate Risk

In accordance with state law and College policy, the college does not purchase any investments with maturities greater than 5 years.

Credit Risk

In accordance with state law and the College's investment policy, investments in mutual funds, and investment pools must be rated at least AAA, commercial paper must be rated at least A-1 or P-1, and investments in obligations from other states, municipalities, counties, etc. must be rated at least A as well. The college is required to disclose credit ratings for its investments in either narrative or table form.

Concentration of Credit Risk

The College does not place a limit on the amount the College may invest in any one issuer. More than 5% of the college's investments are in FHLB (33.23%), FFCB (22.05%), Fidelity (9.74%), U. S. Treasury (8.15%), and Dreyfus (6.75%).

5. Fair Value of Financial Instruments

If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to their fair value measurement of the instrument.

The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the government can access at the measurement date.
- 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.
- Level 3 inputs are unobservable inputs for the asset or liability.

The fair value hierarchy of investments at August 31, 2024 follows:

	FY 2024				FY 2023
	Level 1	Level 2	Level 3	Total	Total
Mutual funds	8,246,642	-	-	8,246,642	7,405,004
Marketable Securities	809,754	-	-	809,754	672,605
U.S. Government Securities	22,362,187	-	-	22,362,187	20,378,533
U.S. Government Treasuries	2,853,391	-	-	2,853,391	2,715,781
Municipal Obligations	1,566,649	-	-	1,566,649	1,494,959
Real Estate Investments	-	-	111,000	111,000	111,000
Total	\$ 35,838,623	\$ -	\$ 111,000	\$ 35,949,623	\$ 32,777,882

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

6. Derivatives

The College did not invest in any derivative investment products or repurchase agreements during the year ended August 31, 2024 or August 31, 2023.

7. Capital Assets

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

	Balance September 1, 2023	Increases	Decreases	Balance August 31, 2024
<u>Not Depreciated:</u>				
Land	\$2,501,709	\$ -	\$ -	\$2,501,709
Construction in Progress	1,362,348	242,915	(1,362,348)	242,915
Subtotal	3,864,057	242,915	(1,362,348)	2,744,624
<u>Buildings and Other Capital Assets:</u>				
Buildings and Building Improvements	41,039,503	1,816,673	(28,171)	42,828,005
Building Leasehold Improvements	-	1,300,983	-	1,300,983
Right-of-use Buildings	11,257,071	-	-	11,257,071
Other Real Estate Improvements	3,894,165	-	-	3,894,165
Infrastructure	361,136	304,898	-	666,034
Total Buildings and Other Real Estate Improvements	56,551,875	3,422,554	(28,171)	59,946,258
Library books	3,265,087	2,000	(1,287,160)	1,979,927
Furniture, Machinery, and Equipment	15,756,937	2,212,158	(1,292,101)	16,676,994
Right-of-use Leased Asset	186,609	-	-	186,609
Right-of-use Subscription Asset	790,231	3,633,605	-	4,423,836
Total Buildings and Other Capital Assets	76,550,739	9,270,317	(2,607,432)	83,213,624
<u>Accumulated Depreciation:</u>				
Buildings and Building Improvements	15,963,469	836,938	(25,354)	16,775,053
Building Leasehold Improvements	-	65,049	-	65,049
Right-of-Use Buildings	2,978,552	1,460,915	-	4,439,467
Other Real Estate Improvements	947,455	14,194	-	961,649
Infrastructure	325,023	7,622	-	332,645
Total Buildings and Other Real Estate Improvements	20,214,499	2,384,718	(25,354)	22,573,863
Library books	3,241,922	12,056	(1,287,160)	1,966,818
Furniture, Machinery, and Equipment	11,360,653	909,930	(1,275,484)	10,995,099
Right-of-use Leased Asset	15,551	37,322	-	52,873
Right-of-use Subscription Asset	186,255	1,150,598	-	1,336,853
Total Accumulated Depreciation	35,018,880	4,494,624	(2,587,998)	36,925,506
Net Capital Assets	\$45,395,916	\$5,018,608	\$(1,381,782)	\$49,032,742

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Capital Assets (continued)

Capital assets activity for the year ended August 31, 2023 was as follows:

	Balance September 1, 2022	Increases	Decreases	Balance August 31, 2023
<u>Not Depreciated:</u>				
Land	\$2,501,709	\$ -	\$ -	\$2,501,709
Construction in Progress	724,581	652,552	(14,785)	1,362,348
Subtotal	3,226,290	652,552	(14,785)	3,864,057
<u>Buildings and Other Capital Assets:</u>				
Buildings and Building Improvements	40,462,341	577,162	-	41,039,503
Right-of-use Buildings	11,635,219	-	(378,148)	11,257,071
Other Real Estate Improvements	3,604,056	290,109	-	3,894,165
Infrastructure	361,136	-	-	361,136
Total Buildings and Other Real Estate Improvements	56,062,752	867,271	(378,148)	56,551,875
Library books	3,269,720	8,413	(13,046)	3,265,087
Furniture, Machinery, and Equipment	15,318,984	437,953		15,756,937
Right-of-use Leased Asset	-	186,609		186,609
Right-of-use Subscription Asset	-	790,231		790,231
Total Buildings and Other Capital Assets	74,651,456	2,290,477	(391,194)	76,550,739
<u>Accumulated Depreciation:</u>				
Buildings and Building Improvements	15,143,174	820,295	-	15,963,469
Right-of-Use Buildings	1,517,637	1,460,915		2,978,552
Other Real Estate Improvements	939,881	7,574	-	947,455
Infrastructure	325,023	-	-	325,023
Total Buildings and Other Real Estate Improvements	17,925,715	2,288,784	-	20,214,499
Library books	3,241,402	13,566	(13,046)	3,241,922
Furniture, Machinery, and Equipment	10,581,860	778,793		11,360,653
Right-of-use Leased Asset	-	15,551		15,551
Right-of-use Subscription Asset	-	186,255	-	186,255
Total Accumulated Depreciation	31,748,977	3,282,949	(13,046)	35,018,880
Net Capital Assets	\$46,128,769	\$(339,920)	\$ (392,933)	\$45,395,916

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

8. Non-Current Liabilities

Non-current liability activity for the year ended August 31, 2024 was as follows:

	Balance September 1, 2023	Additions	Reductions	Balance August 31, 2024	Current Portion
Leases liability	9,420,740	6,191,798	5,482,685	10,129,853	2,579,575
Net pension liability	8,848,857	902,621		9,751,478	N/A
Net OPEB liability	25,815,864		2,173,047	23,642,817	669,319
Total non-current liabilities	<u>\$ 44,085,461</u>	<u>\$ 7,094,419</u>	<u>\$ 7,655,732</u>	<u>\$ 43,524,148</u>	<u>\$ 3,248,894</u>

The college had no line of credit as of August 31, 2024.

Non-current liability activity for the year ended August 31, 2023 was as follows:

	Balance September 1, 2022	Additions	Reductions	Balance August 31, 2023	Current Portion
Bonds					
Revenue bonds	\$ 355,000	\$ -	\$ 355,000	\$ -	\$ -
Unamortized bond premium	10,584	-	10,584	-	-
Subtotal	365,584	-	365,584	-	-
Leases	10,327,846	750,000	1,657,106	9,420,740	1,622,299
Net pension liability	4,103,835	4,745,022		8,848,857	N/A
Net OPEB liability	32,567,646		6,751,782	25,815,864	671,157
Total non-current liabilities	<u>\$ 47,364,911</u>	<u>\$ 5,495,022</u>	<u>\$ 8,774,472</u>	<u>\$ 44,085,461</u>	<u>\$ 2,293,456</u>

The college had no line of credit as of August 31, 2023.

9. Debt Obligations

The college has no debt service requirements at August 31, 2024.

Wharton County Junior College District changed accounting policies related to leases and software subscriptions by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 87, *Leases*, in fiscal year ending August 31, 2022 and GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, in fiscal year ending August 31, 2023.

The college recorded the following right of use leased assets that qualify as other than short term leases under GASB 87 or as a subscription-based information technology arrangement under GASB 96, and therefore have been recorded at the present value of the future minimum lease payments for FY24. The assets are amortized on a straight-line basis over the lease term.

A campus building and library:

- The agreement was executed July 2008 with the following amendments:

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Debt Obligations (continued)

- First Amendment, November 2008 to extend the lease term commencement date, modify the square footage, initial rent, and deferred maintenance charges.
- Second Amendment, May 2011, to incorporate Lessee's obligations to pay for the costs of the construction and operations associated with the Fort Bend County University Branch Library.
- Third Amendment, June 2012, to modify the Lessee's rental rate for the period May 1, 2012 to April 30, 2015.
- Fourth Amendment, June 2016, to modify the Lessee's rental rate for May 1, 2015 through April 30, 2018.
- Fifth Amendment, approximately June 2021, to modify the Lessee's rental rate for May 1, 2018 through April 30, 2021.
- Sixth Amendment, June 2022, to modify the Lessee's rental rates for the periods May 1, 2022 through April 30, 2029.
- Seventh Amendment, August 2023, to reduce leased square footage to approximately 69,714 beginning September 1, 2022.
- The lease requires 240 monthly rental payments ranging from \$78,605 to \$137,479 over the lease period based on 72,483 usable square feet through August 31, 2022 and on 69,714 usable square feet through April 30, 2029.
- Monthly deferred maintenance charges commencing lease term year 7 ranging from \$6,040 to \$30,750.
- Monthly lease payments for the library of \$5,016 with a final payment due at the end of the lease term of \$145,452.
- Lessee is responsible for its proportionate share of utility costs.
- The lease liability for the campus building and library are calculated using a discount rate of 1.27% and 5.00% respectively.
- The college has recorded a right of use asset with a net book value of \$11,635,219 with a remeasurement effective September 1, 2022 to \$11,257,071.

An equipment lease agreement for multiple copiers:

- The agreement was executed January 2023 for the lease to begin April of 2023.
- The lease requires 60 monthly rental payments of \$3,639.10 for 43 Ricoh/Savin copiers with final payment on March 1, 2028.
- The lease liability is calculated using a discount rate of 6.59%.
- The college has recorded a right of use asset with a net book value of \$186,609.

Subscription Information Technology Arrangements:

- Intelligent learning platform, 5-year subscription agreement beginning September 2022 with a 6.59% discount rate and a net book value of \$259,857.
- Web-site platform, commencing September 2020, for a net book value of \$52,001 at a 6.29% discount rate. In September 2024, it was renewed for an additional \$56,835 net book value.
- Lockdown browser, 1-year subscription agreement beginning August 2022 renewing an additional 12 months with a 6.29% discount rate and a net book value of \$57,801.
- Human Resources performance evaluation system, commencing December 2022 and renewed December 2023 for an additional 36 months with a 6.39% discount rate and a net book value of \$77,496 and \$84,063 for the renewal.
- Payment gateway, 3-year agreement beginning March 2021 and renewing March 2024 for an additional 3 years with a 6.49% discount rate and a net book value of \$284,172.
- Video streaming platform, 3-year agreement beginning August 2021 with a 6.29% discount rate and net book value of \$58,904.
- Professional Adobe software, 3-year agreement beginning September 2023 with a 6.39% discount rate and a net book value of \$75,392.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Debt Obligations (continued)

- Enterprise Resource Planning (ERP) system, 4-year agreement beginning September 2023 with a 6.49% discount rate and net book value of \$3,417,315

Obligations under leases on August 31, 2024 were as follows:

Year Ending August 31,	Principal Payments	Interest Payments	Total
2025	\$2,579,575	\$212,725	\$2,792,300
2026	\$2,325,829	\$129,094	\$2,454,923
2027	\$2,422,281	\$ 60,987	\$2,483,268
2028	\$1,529,847	\$ 31,068	\$1,560,915
2029	\$1,272,321	\$ 9,398	\$1,281,719
Total	\$10,129,853	\$443,272	\$10,573,125

10. Bonds Payable

WCJC has no bonds payable.

11. Advance Refunding Bonds

WCJC has no advance refunding bonds.

12. Defeased Bonds Outstanding

WCJC has no defeased bonds outstanding.

13. Short-Term Debt

WCJC has no short-term debt for the fiscal years ended August 31, 2024 and August 31, 2023.

14. Employees' Retirement Plan

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

Defined Benefit Pension Plan

A. Plan Description

Wharton County Junior College participates in a cost-sharing multiple-employer defined benefit pension plan that has a special funding situation. The Plan is administered by the Teacher Retirement System of Texas (TRS). The TRS's defined benefit pension plan is established and administered in

accordance 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.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Employees' Retirement Plan (continued)

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

B. Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued [Annual Comprehensive Financial Report](#) that includes financial statements and required supplementary information. The report is available online or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698.

C. 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 percent (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. 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 improvement 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.

D. 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 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 through 2025.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

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

Employees' Retirement Plan (continued)

Contribution Rates

	<u>2024</u>	<u>2023</u>
Member	8.25%	8.00%
Non-Employer Contribution Entity (State)	8.25%	8.00%
Employers	8.25%	8.00%
FY2023 College Contributions	\$ 729,270	
FY2023 State of Texas On-behalf Contributions	\$ 507,482	
FY2023 Member Contributions	\$ 1,231,408	

The College's contributions to the TRS pension plan in 2024 were \$771,120 as reported in the Schedule of College Contributions in the Required Supplementary Information section of these financial statements. Estimated State of Texas on-behalf contributions for 2024 were \$554,374.

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 in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- 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 rate and the state contribution as an employment after retirement surcharge.

E. Actuarial Assumptions

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Employees' Retirement Plan (continued)

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

**Source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as a reported in Fidelity Index's "20-Year Municipal GO AA Index."*

The actuarial methods and assumptions were selected by the Board of Trustees of the Teacher Retirement System of Texas 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.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

F. Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the 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 increasing to 9.56 percent in fiscal year 2025 and thereafter. This includes all employer and State contributions for active and rehired retirees.

Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected 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-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. 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:

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

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

Employees' Retirement Plan (continued)

Asset Class	Target Allocation** %	Long- Term Expected Geometric Real Rate of Return ***	Expected Contribution to Long- Term Portfolio Returns
Global Equity			
USA	18.0%	4.0%	1.0%
Non-U.S. Developed	13.0	4.5	0.9
Emerging Markets	9.0	4.8	0.7
Private Equity*	14.0	7.0	1.5
Stable Value			
Government Bonds	16.0	2.5	0.5
Absolute Return*	0.0	3.6	0.0
Stable Value Hedge Funds	5.0	4.1	0.2
Real Return			
Real Estate	15.0	4.9	1.1
Energy, Natural Resources, and Infrastructure	6.0	4.8	0.4
Commodities	0.0	4.4	0.0
Risk Parity	8.0	4.5	0.4
Asset Allocation Leverage			
Cash	2.0	3.7	0.0
Asset Allocation Leverage	(6.0)	4.4	(0.1)
Inflation Expectation			2.3
Volatility Drag****			(0.9)
Expected Return	<u>100.0%</u>		<u>8.0%</u>

**Absolute Return includes Credit Sensitive Investments.*

***Target allocations are based on the FY2023 policy model.*

****Capital Market Assumptions come from Aon Hewitt (as of 06/30/2023).*

*****The volatility drag results from the conversion between arithmetic and geometric mean returns.*

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

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

Employees' Retirement Plan (continued)

G. Discount Rate Sensitivity Analysis

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

Fiscal Year 2024

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Wharton County Junior College's proportionate share of the net pension liability	\$ 14,578,999	\$ 9,751,478	\$ 5,737,391

Fiscal Year 2023

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Wharton County Junior College's proportionate share of the net pension liability	\$ 13,765,466	\$ 8,848,857	\$ 4,863,714

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

At August 31, 2024, Wharton County Junior College reported a liability of \$ 9,751,478 for its proportionate share of the TRS's net pension liability. This liability reflects an increase for State pension support provided to Wharton County Junior College. The amount recognized by Wharton County Junior 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 Wharton County Junior College were as follows:

Wharton County Junior College Proportionate share of the collective net pension liability	\$ 9,751,478
State's proportionate share that is associated with Wharton County Junior College	\$ 6,781,609
Total	<u>\$ 16,533,087</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.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Employees' Retirement Plan (continued)

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, 2023, the employer's proportion of the collective net pension liability was 0.0141962843%, which was a decrease of 0.0007089540% from its proportion measured as of August 31, 2022.

I. 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 Pension 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 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the Net Pension Liability of TRS. In addition, the Legislature also provided a cost-of-living adjustment (COLA) to retirees which was approved during the November 2023 election which will be paid January 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

For the year ended August 31, 2024, Wharton County Junior College recognized pension expense of \$1,023,964 and revenue of \$1,023,964 for support provided by the State.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 347,448	\$ 118,080
Changes in actuarial assumptions	922,299	225,708
Difference between projected and actual investment earnings	3,047,042	1,627,965
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	94,416	880,545
Contributions paid to TRS subsequent to the measurement date	771,120	-
Total	\$ 5,182,325	\$ 2,852,298

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Employees' Retirement Plan (continued)

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:

<u>Year ended August 31:</u>	<u>Pension Expense Amount</u>
2025	\$ 327,565
2026	\$ 81,494
2027	\$ 950,843
2028	\$ 201,176
2029	\$ (2,171)
Thereafter	\$ -

14. 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 an additional 1.9% 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. S.B. 1812, effective September 1, 2013, limits the amount of the state's contribution to 50% of eligible employees in the reporting district.

The retirement expense to the state for the college was \$696,620 and \$656,949 for the fiscal years ended August 31, 2024 and 2023 respectively. This amount represents the portion of expended appropriations made by the state legislature on behalf of the College.

The total payroll for all college employees was \$21,992,011 and \$21,752,404 for fiscal years 2024 and 2023 respectively. The total payroll of employees covered by the Teacher Retirement System was \$15,817,467 and \$15,393,093 and the total payroll of employees covered by the Optional Retirement System was \$4,275,048 and \$4,515,337 for the fiscal years 2024 and 2023, respectively.

15. Deferred Compensation Program

College employees may elect to defer a portion of their earnings for income tax and investment purposes pursuant to authority granted in Government Code 609.001.

As of August 31, 2024, the College does not have any employees participating in this program.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

16. Compensable Absences

The College has three ways in which compensated absences can be earned.

Sick leave

All full-time employees earn sick leave at the rate of one and one-half day per month. Sick leave can accumulate to a maximum of 60 days for the purpose of carry-over from year to year. Unused accrued sick leave is forfeited upon termination of employment with the College. The college's policy is to recognize the cost of sick leave when paid. The liability is not shown in the financial statements since experience indicates the expenditure for sick leave to be minimal.

Vacation

All full-time employees on twelve-month work schedules earn vacation leave at the rate of one day per full month of employment, up to a maximum of 12 days (96 hours) per year. Prior to FY 2005 vacation days not taken in August could be carried forward until November 30 of the same year. However, beginning FY 2005, vacation dates not taken by August 31 are forfeited. Therefore, no accrued liability has been recorded for vacation.

Personal leave

Contractual employees are eligible for two days of personal leave per year. Non-contractual employees, after six months of employment, are eligible for two days of personal leave per year. Personal leave may not be accumulated for carry-over from year to year. Unused personal leave is forfeited upon termination of employment with the College. Therefore, no accrued liability has been recorded for personal leave.

17. Health Care and 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 per full-time employee was \$624 to \$1,222 per month, depending on the coverage elected for the year ended August 31, 2024 (\$623 to \$1,220 per month, depending on the coverage elected for 2023). The cost of providing those benefits for 206 retirees in the year ended 2024 was \$1,747,929 (retiree benefits for 199 retirees cost \$1,715,504 in 2023). For 335 active employees, the cost of providing benefits was \$2,648,710 for the year ended 2024 (active employee benefits for 314 employees cost \$2,765,884 for the year ended 2023). S.B. 1812, 83rd Texas Legislature, Regular Session, effective September 1, 2013, limits the amount of the state's contribution to 50% of eligible employees in the reporting district.

18. Other Post-Employment Benefits (OPEB)

(In accordance with GASB Statement 75)

Plan Description. The college participates in a cost-sharing, multiple-employer, defined-benefit 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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

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

Other Post-Employment Benefits (OPEB) (continued)

employees of participating universities, community colleges, and state agencies in accordance with Chapter 1551, Texas Insurance Code. Almost all employees may become eligible for those benefits

if they reach normal retirement age while working for the state and retire with at least 10 years of service to eligible entities. Surviving spouses and dependents of these retirees are also covered. Benefit and contribution provisions of the GBP are authorized by state law and may be amended by the Texas Legislature.

OPEB Plan Fiduciary Net Position. Detailed information about the GBP’s fiduciary net position is available in the separately issued ERS Annual Comprehensive Financial Report (ACFR) that includes financial statements, notes to the financial statements and required supplementary information. That report may be obtained online at <https://www.ers.texas.gov/about-ers/reports-and-studies/reports-on-overall-ers-operations-and-financial-ma/2023-acfr>; or by writing to ERS at: 200 East 18th Street, Austin, TX 78701; or by calling (877) 275-4377.

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. 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 recommendation of ERS staff and its consulting actuary. The contribution rates are determined based on (i) the benefit and administrative costs expected to be incurred, (ii) the funds appropriated and (iii) the funding policy established by the 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 only	\$ 624.82
Retiree & Spouse	1,340.82
Retiree & Children	1,104.22
Retiree & Family	1,820.22

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Other Post-Employment Benefits (OPEB) (continued)

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 Years Ended August 31, 2023 and 2022

	FY2023	FY 2022
Employers	\$ 801,018,586	\$ 699,999,453
Members (Employees)	181,951,869	190,659,955
Non-employer Contributing Entity (State of Texas)	42,250,455	36,750,724

Source: ERS FY2023 Annual Comprehensive Financial Report

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
Amortization Method	Level percentage of payroll, open
Remaining Amortization Period	30 Years
Asset Valuation Method	Not applicable because the plan operates on a pay-as-you-go basis
Discount Rate	3.81%
Projected Annual Salary Increase (includes inflation)	2.30% to 8.95%
Annual Healthcare Trend rate	<u>Health Select</u> 5.60% for FY2025, 5.30% for FY2026, 5.00% for FY2027, 4.75% for FY2028, 4.60% for FY2029, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2032 and later years <u>HealthSelect Medicare Advantage</u> 16.40% for FY2025, 8.40% for FY2026, 5.00% for FY2027, 4.75% for FY2028, 4.60% for FY2029, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2032 and later years <u>Pharmacy</u> 10.00% for FY2025 and FY2026, decreasing 100 basis points per year to 5.00% for FY2031 and 4.30% for FY2032 and later years
Inflation Assumption Rate	2.30%
Ad hoc Postemployment Benefit Changes	None

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Other Post-Employment Benefits (OPEB) (continued)

Mortality Rate

State Agency Members

- a. Service Retirees, Survivors and other Inactive Members (Regular, Elected, CPO/CO and JRS I and II Employee classes): 2020 State Retirees of Texas Mortality table with a 1 year set forward for male CPO/CO members. Generational mortality improvements in accordance with the Ultimate MP-2019 Projection Scale projected from the year 2020.
 - b. Disability Retirees (Regular, Elected, CPO/CO and JRS I and II Employee Classes): 2020 State Retirees of Texas Mortality table set forward three years for males and females. Generational mortality improvements in accordance with the Ultimate MP-2019 Projection Scale are projected from the year 2020. Minimum rates of 3.0% and 2.5% apply at all ages for males and females respectively.
 - c. Active Members: Pub-2010 General Employees Active Member Mortality table for non-CPO/CO members. Pub-2010 Public Safety Active Member Mortality table for CPO/CO members. Generational mortality improvements in accordance with the Ultimate MP-2019 Projection Scale from the year 2010.
-

Higher Education Members

- a. Service Retirees, Survivors and other Inactive Members: Tables based on TRS experience with Ultimate MP-2021 Projection Scale from the year 2021.
- b. 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.
- c. Active Members: Sex Distinct Pub-2010 Amount-Weighted Below-Median Income Teacher Mortality with a 2-year set forward for males with Ultimate MP-2021 Projection Scale from the year 2010.

Source: 2023 ERS ACFR and ERS FY 23 GASB 75 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 during a 7-year period from September 1, 2010 to August 31, 2017.

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 amended the investment policy statement in August 2022 to require that all funds in this plan be invested in cash and equivalent securities

Discount Rate. Because the State Retiree Health Plan does not accumulate funds in advance of retirement, the discount rate that was used to measure the total OPEB liability is the municipal bond 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.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Other Post-Employment Benefits (OPEB) (continued)

Discount Rate Sensitivity Analysis. The following schedule shows the impact on the College's proportionate share of the collective 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.

Fiscal Year 2024

	1% Decrease in Discount Rate (2.81%)	Discount Rate (3.81%)	1% Increase in Discount Rate (4.81%)
College's proportionate share of the net OPEB liability:	\$27,434,093	\$23,642,817	\$20,593,397

Fiscal Year 2023

	1% Decrease in Discount Rate (2.59%)	Discount Rate (3.59%)	1% Increase in Discount Rate (4.59%)
College's proportionate share of the net OPEB liability:	\$30,109,100	\$25,815,864	\$22,382,309

Healthcare Trend Rate Sensitivity Analysis. The initial healthcare trend rate is 5.60% for HealthSelect, 16.40% for HealthSelect Medicare Advantage, and 10.00% for Pharmacy. 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 (HealthSelect 5.60%, HealthSelect Medicare Advantage 16.40%, and Pharmacy 10.00%) in measuring the net OPEB Liability.

	1% Decrease in Healthcare Cost Trend Rates (HealthSelect 4.60% decreasing to 3.30%; HealthSelect Medicare Advantage: 15.40% to 3.30%; Pharmacy: 9.00% decreasing to 3.30%)	Current Healthcare Cost Trend Rates (HealthSelect: 5.60% decreasing to 4.30%; HealthSelect Medicare Advantage: 16.40% to 4.30%; Pharmacy: 10.00% decreasing to 4.30%)	1% Increase in Healthcare Cost Trend Rates (HealthSelect: 6.60% decreasing to 5.30%; HealthSelect Medicare Advantage: - 17.40% to 5.30%; Pharmacy: 11.00% decreasing to 5.30%)
College's proportionate share of the net OPEB liability:	\$20,336,109	\$23,642,817	\$27,842,354

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. At August 31, 2024, the College reported a liability of \$23,642,817 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 were as follows:

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

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

Other Post-Employment Benefits (OPEB) (continued)

College's Proportionate share of the collective net OPEB liability	\$23,642,817
State's proportionate share that is associated with College	<u>\$17,746,403</u>
Total	\$41,389,220

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 employer'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, 2023, the employer's proportion of the collective net OPEB liability was .08849178% which was a decrease of 0.00213165% from its proportion measured as of August 31, 2022.

For the year ended August 31, 2023, the College recognized OPEB expense of \$(526,658) and revenue of \$(526,658) 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:

Demographic Assumptions

Since the last valuation was prepared for this plan, the following assumptions have been updated since the previous valuation to reflect recent plan experience and expected trends:

- 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.
- Proportion of future retirees assumed to cover dependent children.
- 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.

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.
- 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 most recent available information.

Other Inputs

The discount rate was changed from 3.59% to 3.81% as a result of requirements by GASB No. 74 to reflect the yield or index rate for 20-year tax-exempt general obligation bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

Other Post-Employment Benefits (OPEB) (continued)

Since the last valuation was prepared for this plan, Texas Senate Bill 1055, which was signed by the Governor on May 10, 2023, added Stephen F. Austin State University into the University of Texas System. As a result, eligible employees of Stephen F. Austin State University ceased being members of this OPEB plan effective August 31, 2023. This change is reflected in the Total OPEB Liability as of August 31, 2023.

Changes of Benefit Terms Since Prior Measurement Date

Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2024, are provided for in the FY2024 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 inflow of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	-	\$625,365
Changes in actuarial assumptions	788,699	7,383,970
Difference between projected and actual investment earnings	1,910	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	1,066,761	986,105
Contributions paid to ERS subsequent to the measurement date	577,091	-
Total	\$2,434,461	\$8,995,440

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:

Year ended August 31:	OPEB Expense Amount
2025	\$ (1,568,924)
2026	(1,844,265)
2027	(1,966,567)
2028	(1,438,754)
2029	(289,560)
Thereafter	-

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

19. Pending Lawsuits and Claims

As of August 31, 2024, the College is not involved in any litigation.

20. Disaggregation of Receivable and Payables Balances

Receivables

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

	<u>FY2024</u>	<u>FY2023</u>
Student Receivables	\$ 6,427,442	\$ 5,474,088
Property Taxes Receivable	667,971	542,233
State Receivables	587,332	935,220
Interest Receivables	126,206	101,207
Subtotal	<u>7,808,951</u>	<u>7,052,748</u>
Allowance for Doubtful Accounts:	<u>(455,238)</u>	<u>(393,977)</u>
TOTAL RECEIVABLES	<u>\$ 7,353,713</u>	<u>\$ 6,658,771</u>

Payables

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

	<u>FY2024</u>	<u>FY2023</u>
Vendors Payable	\$ 2,284,964	\$ 1,487,285
Lease Payable-current portion	2,579,575	1,622,299
Deposits Payable	84,696	86,730
Scholarships Payable	1,321,720	1,182,576
TOTAL PAYABLES	<u>\$ 6,270,955</u>	<u>\$ 4,378,890</u>

21. Contract 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 also 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 \$4,803,515 and \$3,769,377. Federal Contract and Grant Awards comprised all of these amounts.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

22. Ad Valorem Tax

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

At August 31:

	2024	2023
Assessed Valuation of the College	\$ 11,918,339,890	\$ 10,304,505,609
Less Exemptions	(3,713,373,024)	(3,242,770,579)
Net Assessed Valuation of the College	\$ 8,204,966,866	\$ 7,061,735,030

	2024			2023		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Authorized Tax Rate per \$100 valuation	\$ 0.30000	-	0.30000	\$ 0.30000	-	\$0.30000
Assessed Tax Rate per \$100 valuation	\$ 0.12770	-	0.12770	\$ 0.12985	-	\$0.12985

Taxes levied for the year ended August 31, 2024 and 2023 amounted to \$10,286,728 and \$9,168,095 respectively including any penalty and interest assessed. Taxes are due upon receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

	2024			2023		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Current Taxes Collected	\$ 10,151,329	\$ -	\$ 10,151,329	\$ 9,027,953	\$ -	\$ 9,027,953
Delinquent Taxes Collected	168,880	-	168,880	186,379	-	186,379
Penalties & Interest Collected	106,076	-	106,076	110,648	-	110,648
Total Collections	\$ 10,426,285	\$ -	\$ 10,426,285	\$ 9,324,980	\$ -	\$ 9,324,980

Tax collections for the year ended August 31, 2024 and 2023 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 proceeds is restricted for the use of maintenance and/or general obligation debt service.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Financial Statements August 31, 2024

23. 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 year ended August 31, 2024 and 2023.

REQUIRED SUPPLEMENTARY INFORMATION (RSI)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Wharton County Junior College's Share of Net Pension Liability
Last Ten Fiscal Years

Fiscal year ending August 31*	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
College's proportionate share of collective net pension liability (%)	0.0141962843%	0.0149052%	0.0161147%	0.0172315%	0.0170456%	0.0166916%	0.0156354%	0.0162297%	0.0162599%	0.0188372%
College's proportionate share of collective net pension liability (\$)	\$ 9,751,478	\$ 8,848,857	\$ 4,103,835	\$ 9,228,835	\$ 8,860,813	\$ 9,187,482	\$ 4,999,357	\$ 6,132,954	\$ 5,747,658	\$ 5,031,677
State's proportionate share of net pension liability associated with College	<u>6,781,609</u>	<u>6,369,737</u>	<u>3,047,604</u>	<u>6,692,402</u>	<u>6,297,371</u>	<u>6,702,043</u>	<u>3,771,314</u>	<u>4,269,070</u>	<u>3,972,796</u>	<u>3,243,545</u>
Total	\$ 16,533,087	\$ 15,218,594	\$ 7,151,439	\$ 15,921,237	\$ 15,158,184	\$ 15,889,525	\$ 8,770,671	\$ 10,402,024	\$ 9,720,454	\$ 8,275,222
College's covered payroll amount	\$ 15,393,093	\$ 15,355,927	\$ 15,724,409	\$ 15,945,410	\$ 14,946,524	\$ 14,255,961	\$ 13,113,878	\$ 12,703,829	\$ 11,862,997	\$ 11,414,663
College's proportionate share of collective net pension liability as a percentage of covered payroll	63.35%	57.63%	26.10%	57.88%	59.28%	64.45%	38.12%	48.28%	48.45%	44.08%
Plan fiduciary net position as a percentage of the total pension liability	73.15%	75.63%	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

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Wharton County Junior College's Contributions for Pensions
Last Ten Fiscal Years

Fiscal year ending August 31*	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Legally required contributions	771,120	729,270	694,729	693,131	713,184	595,839	560,357	512,960	515,658	481,464
Actual contributions	771,120	729,270	694,729	693,131	713,184	595,839	560,357	512,960	515,658	481,464
Contributions deficiency (excess)	-	-	-	-	-	-	-	-	-	-
College's covered employee payroll amount	\$ 15,817,467	\$ 15,393,093	\$ 15,355,927	\$ 15,724,409	\$ 15,945,410	\$ 14,946,524	\$ 14,255,961	\$ 13,113,878	\$ 12,703,829	\$ 11,862,997
Contributions as a percentage of covered payroll	4.88%	4.74%	4.52%	4.41%	4.47%	3.99%	3.93%	3.91%	4.06%	4.06%

* The amounts presented above are as of the College's most recent fiscal year-end.

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Wharton County Junior College's Share of Net OPEB Liability
Last Seven Fiscal Years**

Fiscal year ending August 31*	2024	2023	2022	2021	2020	2019	2018
College's proportionate share of collective net OPEB liability (%)	0.08849178%	0.09062343%	0.09077961%	0.08971098%	0.08006897%	0.08072431%	0.06922702%
College's proportionate share of collective net OPEB liability (\$)	\$ 23,642,817	\$ 25,815,864	\$ 32,567,646	\$ 29,644,663	\$ 27,673,977	\$ 23,924,864	\$ 23,587,731
State's proportionate share of net OPEB liability associated with College	17,746,403	19,137,293	23,887,104	21,997,301	24,760,363	20,819,845	20,517,090
Total	<u>\$ 41,389,220</u>	<u>\$ 44,953,157</u>	<u>\$ 56,454,750</u>	<u>\$ 51,641,964</u>	<u>\$ 52,434,340</u>	<u>\$ 44,744,709</u>	<u>\$ 44,104,821</u>
College's covered-employee payroll amount	\$ 15,393,093	\$ 15,355,927	\$ 15,724,409	\$ 15,945,410	\$ 14,946,524	\$ 14,255,961	\$ 13,113,878
College's proportionate share of collective net OPEB liability as a percentage of covered payroll	153.59%	168.12%	207.12%	185.91%	185.15%	167.82%	179.87%
Plan fiduciary net position as a percentage of the total OPEB liability	0.63%	0.57%	0.38%	0.32%	0.17%	1.27%	2.00%

* The amounts presented above are as of the measurement date of the collective net OPEB liability

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

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Wharton County Junior College's Contributions for OPEB
Employee Retirement System of Texas
State Retiree Health Plan
Last Seven Fiscal Years**

Fiscal year ending August 31*	2024	2023	2022	2021	2020	2019	2018
Legally required contributions	577,091	567,063	457,723	481,700	468,292	253,488	689,272
Actual contributions	772,133	759,515	702,605	645,756	710,427	751,638	689,272
Contributions deficiency (excess)	(195,042)	(192,452)	(244,882)	(164,056)	(242,135)	(498,150)	-
College's covered-employee payroll amount	\$ 15,817,467	\$ 15,393,093	\$ 15,355,927	\$ 15,724,409	\$ 15,945,410	\$ 14,946,524	\$ 14,255,961
Contributions as a percentage of covered payroll	3.65%	3.68%	2.98%	3.06%	2.94%	1.70%	4.83%

* The amounts presented above are as of the College's most recent fiscal year-end.

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

The accompanying notes are an integral part of the financial statements.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Required Supplementary Information (RSI) Schedules for Pensions Year Ended August 31, 2024

1. Changes of Benefit Terms:

The college implemented a salary and wage increase effective September 1, 2023 for full time faculty/administrators and staff. Full time employees were given the equivalent of a three-step increase consisting of one longevity increase and two step increase in the base. The average increase for a faculty/administrator and staff position was 2.8% and 3.3% respectively.

2. Changes of Assumptions

The actuarial valuation was performed as of August 31, 2022. The actuarial methods and assumptions were primarily based on a study of actual experience for the four-year period ending August 31, 2021 and were adopted July 2022. Update procedures were used to roll forward the total pension liability to August 31, 2023.

- The actuarial assumptions and methods are the same as used in the prior year's Net Pension Liability.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Required Supplementary Information (RSI) Schedules for OPEB Year Ended August 31, 2024

1. Changes of Benefit Terms:

Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2024, are provided for in the FY2024 Assumed Per Capita Health Benefit Costs.

2. Changes of Assumptions

The following assumptions or other inputs have been updated since the previous valuation:

Demographic Assumptions:

Since the last valuation was prepared for this plan, the following assumptions have been updated since the previous valuation to reflect recent plan experience and expected trends:

- Percentage of current retirees and their 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.
- Proportion of future retirees assumed to cover dependent children.
- 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.

Economic Assumptions:

- Assumed Per Capita Health Benefit Costs and assumed 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 Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act has been updated to reflect the most recent available information.

Other Inputs:

The discount rate was changed from 3.59% to 3.81% as a result of requirements by GASB No. 75 to reflect the yield or index rate for 20-year, tax exempt general obligation bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

SUPPLEMENTARY SCHEDULES

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Operating Revenues
For the Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	F/Y 2024 Total	F/Y 2023 Total
Tuition:						
State Funded Credit Courses:						
In-District Resident Tuition	\$ 535,244	\$ -	\$ 535,244	\$ -	\$ 535,244	\$ 558,222
Out-of-District Resident Tuition	2,487,525	-	2,487,525	-	2,487,525	2,456,625
Non-Resident Tuition	186,107	-	186,107	-	186,107	204,641
TPEG (Set Aside)*	220,677	-	220,677	-	220,677	215,953
State Funded Continuing Education	573,615	-	573,615	-	573,615	485,009
Non-State Funded Continuing Education	-	-	-	-	-	74,479
Total Tuition	4,003,168	-	4,003,168	-	4,003,168	3,994,929
Fees:						
Installment Plan Fees	206,885	-	206,885	-	206,885	196,945
General Service Fees	8,817,291	-	8,817,291	-	8,817,291	7,635,656
Other Fees	6,468,813	-	6,468,813	-	6,468,813	5,516,902
Total Fees	15,492,989	-	15,492,989	-	15,492,989	13,349,503
Scholarship Allowances and Discounts:						
TPEG Awards	(220,677)	-	(220,677)	-	(220,677)	(215,953)
Scholarship Allowances	(303,332)	-	(303,332)	-	(303,332)	(275,832)
Federal Grants to Students	(2,152,827)	-	(2,152,827)	-	(2,152,827)	(1,826,957)
Exemptions	(380,957)	-	(380,957)	-	(380,957)	(343,392)
Total Scholarship Allowances and Discounts	(3,057,793)	-	(3,057,793)	-	(3,057,793)	(2,662,134)
Total Net Tuition and Fees	16,438,364	-	16,438,364	-	16,438,364	14,682,298
Additional Operating Revenues:						
Federal Grants and Contracts	-	2,605,910	2,605,910	-	2,605,910	3,937,439
State Grants and Contracts	-	251,522	251,522	-	251,522	144,370
Local Grants and Contracts	-	218,786	218,786	-	218,786	294,091
Sales and Services of Educational Activities	30,068	-	30,068	-	30,068	23,900
Other Operating Revenues	269,974	-	269,974	-	269,974	205,925
Total Additional Operating Revenues	300,042	3,076,218	3,376,260	-	3,376,260	4,605,725
Auxiliary Enterprises:						
Residential Life	-	-	-	693,877	693,877	696,007
Scholarship Allowances and Discounts	-	-	-	(92,284)	(92,284)	(131,190)
Net Resident Life	-	-	-	601,593	601,593	564,817
Bookstore Commission	-	-	-	123,148	123,148	145,477
Other Auxiliary Revenue	-	-	-	129,483	129,483	54,477
Total Net Auxiliary Enterprises	-	-	-	854,224	854,224	764,771
Total Operating Revenues	\$ 16,738,406	\$ 3,076,218	\$ 19,814,624	\$ 854,224	\$ 20,668,848	\$ 20,052,794
					(Exhibit 2)	(Exhibit 2)

*In accordance with Education Code 56.033, \$220,677, and \$215,953 for years August 31, 2024 and 2023, respectively, of tuition was set aside for Texas Public Education Grants (TPEG)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Operating Expenses by Object
Year Ended August 31, 2024 (with Memorandum Totals for the Year Ended August 31, 2023)

	Operating Expenses					
	Salaries and Wages	Benefits		Other Expenses	2024 Total	2023 Total
		State	Local			
Unrestricted-Educational Activities						
Instruction	\$ 12,475,539	\$ -	\$ 3,293,598	\$ 1,446,087	\$ 17,215,224	\$ 16,305,011
Public Service	21,320	-	5,631	103,155	130,106	174,801
Academic Support	1,571,135	-	414,467	529,200	2,514,802	2,547,940
Student Services	2,237,603	-	590,579	337,781	3,165,963	3,053,851
Institutional Support	3,396,324	-	896,499	2,856,642	7,149,465	7,143,047
Operating and Maintenance of Plant	951,910	-	251,248	2,726,995	3,930,153	3,759,490
Scholarships and Fellowships	-	-	-	833,091	833,091	747,814
Total Unrestricted Educational Activities	20,653,831	-	5,452,022	8,832,951	34,938,804	33,731,954
Restricted-Educational Activities						
Instruction	\$ 63,908	\$ 1,931,334	\$ 23,061	\$ 113,512	\$ 2,131,815	\$ 1,877,626
Public Service	598,124	3,303	183,017	206,594	991,038	1,249,018
Academic Support	173,791	243,040	65,137	51,405	533,373	506,798
Student Services	277,647	346,310	88,552	606,049	1,318,558	1,317,340
Institutional Support	-	525,699	-	1	525,700	453,144
Operating and Maintenance of Plant	-	-	-	-	-	-
Scholarships and Fellowships	-	-	-	5,545,439	5,545,439	4,911,458
Total Restricted Educational Activities	1,113,470	3,049,686	359,767	6,523,000	11,045,923	10,315,384
Total Educational Activities	21,767,301	3,049,686	5,811,789	15,355,951	45,984,727	44,047,338
Auxiliary enterprises	244,388	-	64,547	714,121	1,023,056	943,304
Depreciation & Amortization Expense-Buildings and Other Real Estate	-	-	-	2,605,267	2,605,267	2,109,366
Depreciation & Amortization Expense-Equipment & Furniture	-	-	-	1,889,359	1,889,359	1,173,583
Total Operating Expenses	\$ 22,011,689	\$ 3,049,686	\$ 5,876,336	\$ 20,564,698	\$ 51,502,409 (Exhibit 2)	\$ 48,273,591 (Exhibit 2)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
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>2024 Total</u>	<u>2023 Total</u>
NON-OPERATING REVENUES:					
State Appropriations:					
Education and General State Support	\$ 9,414,182	\$ -	\$ -	\$ 9,414,182	\$ 9,341,414
State Group Insurance	-	2,354,410	-	2,354,410	1,917,443
State Retirement Matching	-	696,620	-	696,620	656,950
Total State Appropriations	<u>9,414,182</u>	<u>3,051,030</u>	<u>-</u>	<u>12,465,212</u>	<u>11,915,807</u>
Federal Revenue Non Operating	8,603,232	-	-	8,603,232	7,573,592
Maintenance Ad Valorem Taxes	10,426,285	-	-	10,426,285	9,324,980
Gifts and Donations	560,298	-	-	560,298	334,473
Investment Income	4,095,417	-	-	4,095,417	1,194,068
Other Non-Operating Revenues	<u>2,016,012</u>	<u>-</u>	<u>-</u>	<u>2,016,012</u>	<u>32,421</u>
Total Non-Operating Revenues	35,115,426	3,051,030	-	38,166,456	30,375,341
NON-OPERATING EXPENSES:					
Interest on Capital Related Debt	314,513	-	-	314,513	170,029
Other Non-Operating Expense	<u>26,453</u>	<u>-</u>	<u>-</u>	<u>26,453</u>	<u>26,349</u>
Total Non-Operating Expenses	340,966	-	-	340,966	196,378
Net Non-Operating Revenues	<u>\$ 34,774,460</u>	<u>\$ 3,051,030</u>	<u>\$ -</u>	<u>\$ 37,825,490</u> (Exhibit 2)	<u>\$ 30,178,963</u> (Exhibit 2)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
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	
	Unrestricted	Restricted		Net Investment in Capital Assets	Total	Yes	No
		Expendable	Non-Expendable				
Current:							
Unrestricted	\$ (20,924,274)	\$ -	\$ -	\$ -	\$ (20,924,274)	\$ (20,924,274)	\$ -
Board Designated	3,200,000	-	-	-	3,200,000	3,200,000	-
Restricted	-	1,852,488	-	-	1,852,488	1,852,488	-
Auxiliary Enterprises	681,591	-	-	-	681,591	681,591	-
Endowment:							
True	-	-	14,137,272	-	14,137,272	-	14,137,272
Plant:							
Unexpended	2,114,951	-	-	-	2,114,951	-	2,114,951
Renewals	(2,796,542)	-	-	-	(2,796,542)	-	(2,796,542)
Debt Service	-	425,991	-	-	425,991	-	425,991
Investment in Plant	-	-	-	49,032,742	49,032,742	-	49,032,742
Total Net Position, August 31, 2024	\$ (17,724,274)	\$ 2,278,479	\$ 14,137,272	\$ 49,032,742	\$ 47,724,219	\$ (15,190,195)	\$ 62,914,414
Total Net Position August 31, 2023	\$ (19,382,368)	\$ 2,228,597	\$ 12,490,145	\$ 45,395,916	\$ 40,732,290	\$ (16,794,426)	\$ 57,526,716
Net Increase (Decrease) in Net Position	\$ 1,658,094	\$ 49,882	\$ 1,647,127	\$ 3,636,826	\$ 6,991,929	\$ 1,604,231	\$ 5,387,698

(Exhibit 2)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Schedule of Expenditures of Federal Awards
As of August 31, 2024

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass-Through Grantor's Number	Expenditures and Pass-Through Disbursements
U.S. DEPARTMENT OF EDUCATION			
Direct Programs:			
Student Financial Aid Cluster			
Supplemental Education Opportunity Grant	84.007		\$ 198,618
College Work Study Program	84.033		82,919
Pell Grant Program	84.063		8,101,356
William D Ford Direct Loans	84.268		<u>2,429,427</u>
Total Student Financial Assistance Cluster			10,812,320
Higher Education Institutional Aid			
Wharton Co. Jr. College Title V DHSI Career & Transfer Center Project	84.031S	P031S200051	488,652
TRIO-Student Support Services	84.042A	P042A200668	270,986
Wharton Co. Jr. College (CARES Act) Institutional Portion HEERF	84.425F	P425F200664	799,916
Wharton Co. Jr. College (CARES Act) Minority Serving Institution	84.425L	P425L200082	<u>176,022</u>
Total Direct Programs CARES Act - 84.425			975,938
Pass-Through From:			
Houston-Galveston Area Council			
Federal Adult Education Literacy	84.002A	217-24	623,504
EL Civics	84.002A	217-24	<u>61,432</u>
Subtotal:			684,936
Texas Higher Education Coordinating Board			
Career and Technical Education - Basic Grants	84.048	2342020271	198,116
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>13,430,948</u>
NATIONAL SCIENCE FOUNDATION			
Pass-Through From:			
University of Houston			
Education and Human Resources	47.076	R-24-0163	11,976
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Pass-Through From:			
Houston-Galveston Area Council			
Social Services Program	93.044		34,181
Nutrition Program	93.045		<u>161,464</u>
Total Aging Cluster			195,645
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>195,645</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 13,638,569</u>

Notes to schedule on following page

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

**Notes to Schedule of Expenditures of Federal Awards
Year Ended August 31, 2024**

Federal revenues:	
Federal grants and contracts - per Schedule A and C	\$ 11,209,142
Reconciling items:	
William D Ford Direct Loans	<u>2,429,427</u>
Total per Schedule of Expenditures of Federal Awards	<u>\$ 13,638,569</u>

1. Significant Accounting Policies Used in Preparing the Schedule

The expenditures used in preparing 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, which 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 recorded in the schedule may differ from the 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 various entities in the preparation of the schedule. Since the College has agency approved Indirect Recovery Rate it has elected not to use the 10 percent *de minimis* cost rate as permitted in the UG, section 200.414.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

**Schedule of Expenditures of State Awards
As of August 31, 2024**

<u>Grantor Agency/Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
Texas Higher Education Coordinating Board		
The Texas Reskilling and Upskilling Through Education (TRUE)	00318	219,867
The Texas Reskilling and Upskilling Through Education (TRUE)		
Pass-Through From:		
Alamo Community College District	00343	31,655
Total State Financial Assistance		\$ <u>251,522</u>

Notes to schedule on following page

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

**Notes to Schedule of Expenditures of State Awards
Year Ended August 31, 2024**

State revenues:	
State grants and contracts - per Schedule A	\$ 251,522
Indirect/administrative cost recoveries	<u>-</u>
Total per Schedule of Expenditures of State Awards	<u>\$ 251,522</u>

1. Significant Accounting Policies Used in Preparing the Schedule

The expenditures used in preparing 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, which 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 recorded in the schedule may differ from the 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 preparation of the schedule.

AUDITORS' REPORT ON CONTROLS AND COMPLIANCE



LOTT, VERNON & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

20 SOUTH FOURTH STREET 254/778/4783
POST OFFICE BOX 160 800/460/4783
TEMPLE, TEXAS 76503 FAX 254/778/4792

KILLEEN • COPPERAS COVE • TEMPLE

Member of
American Institute & Texas Society of
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**

Board of Trustees
Wharton County Junior College District
Wharton, 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, as listed in table of contents, of Wharton County Junior College District (The "College"), as of and for the years ended August 31, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated November 7, 2024.

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

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

**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* (CONTINUED)**

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, including the Public Funds Investment Act (Chapter 2256, Texas Government Code), 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* or the Public Funds Investment Act (Chapter 2256, Texas Government Code).

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Jatt, Vernon & Co. P.C.

Temple, Texas
November 7, 2024



LOTT, VERNON & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

20 SOUTH FOURTH STREET 254/778/4783
POST OFFICE BOX 160 800/460/4783
TEMPLE, TEXAS 76503 FAX 254/778/4792

KILLEEN • COPPERAS COVE • TEMPLE

*Member of
American Institute & Texas Society of
Certified Public Accountants*

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Trustees
Wharton County Junior College District
Wharton, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Wharton County Junior College District's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Wharton County Junior College District's major federal programs for the year ended August 31, 2024. Wharton County Junior College District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Wharton County Junior College District 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 programs for the year ended August 31, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 Wharton County Junior College District 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 program. Our audit does not provide a legal determination of Wharton County Junior College District'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 Wharton County Junior College District's federal 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 Wharton County Junior College District'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 Wharton County Junior College District'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 Wharton County Junior College District'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 Wharton County Junior College District'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 Wharton County Junior College District'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 program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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.

Jatt, Vernon + Co. P.C.

Temple, Texas
November 7, 2024

WHARTON COUNTY JUNIOR COLLEGE
Schedule of Findings and Questioned Costs
August 31, 2024

I. Summary of Audit Results

Financial Statements

1. Type of auditor's report issued: Unmodified
2. Internal control over financial reporting:
 Material weakness(es) identified? _____ Yes X No
 Significant deficiencies identified that are not
 considered to be material weakness(es)? _____ Yes X none reported
3. Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

4. Internal control over major programs:
 Material weakness(es) identified? _____ Yes X No
 Significant deficiencies identified that are not
 considered to be material weakness(es)? _____ Yes X none reported

5. Type of auditor's report issued on compliance for major programs: Unmodified

6. Any audit findings disclosed that are required to be reported
 in accordance with section 200.516a of the Uniform Guidance? _____ Yes X No

7. Identification of major programs:

Name of Federal Programs

Assistance
Listing Number

Name of State Program

U.S. Department of Education

Student Financial Aid Cluster:

Supplemental Education Opportunity Grant	84.007
Federal College Work Study Program	84.033
Federal Pell Grant Program	84.063
William D Ford Direct Loans	84.268

Pass-Through from Houston-Galveston Area Council

Federal Adult Education Literacy/El Civics	84.002A
--	---------

N/A - State financial assistance was less than \$750,000 in fiscal year ending August 31, 2024.

8. Dollar Threshold used to distinguish between type A and type B Programs (Federal): \$ 750,000
 Dollar Threshold used to distinguish between type A and type B Programs (State): \$ 750,000

9. Auditee qualify as low-risk auditee? X Yes _____ No

II. Financial Statement Findings

None

III. Federal Awards Findings and Questioned Costs

None

STATISTICAL SUPPLEMENT (UNAUDITED)

Wharton County Junior College
Statistical Supplement 1
Net Position by Component
Fiscal Years 2015 to 2024
(unaudited)

For the Fiscal Year Ended August 31,
(Amounts expressed in thousands)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Net Investment in Capital Assets	\$49,033	\$45,395	\$45,763	\$35,168	\$36,084	\$35,984	\$33,444	\$27,125	\$24,734	\$23,683
Restricted - Expendable	2,278	2,229	2,262	2,357	1,798	1,639	1,380	1,819	1,470	1,730
Restricted - Nonexpendable	14,137	12,490	12,304	13,473	11,146	10,832	11,000	10,047	9,376	8,609
Unrestricted	(17,724)	(19,382)	(21,555)	(10,680)	(11,151)	(10,967)	(9,559)	24,561	26,717	24,293
Total Primary Government Net Position	\$ 47,724	\$ 40,732	\$ 38,774	\$ 40,318	\$ 37,877	\$ 37,488	\$ 36,265	\$ 63,552	\$ 62,297	\$ 58,315

Wharton County Junior College
Statistical Supplement 2
Revenues by Source
Fiscal Years 2015 to 2024
(unaudited)

For the Year Ended August 31,
(amounts expressed in thousands)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Tuition and Fees (Net of Discounts)	\$16,438	\$14,682	\$14,829	\$15,593	\$18,208	\$19,101	\$19,137	\$19,536	\$19,443	\$18,986
Governmental Grants and Contracts										
Federal Grants and Contracts	2,606	3,937	6,756	4,823	2,281	1,296	1,340	1,238	2,475	2,282
State Grants and Contracts	252	144	93	200	349	322	198	537	298	373
Local Grants and Contracts	-	-	-	-	-	-	-	-	-	-
Non-Governmental Grants and Contracts	219	294	298	414	339	339	389	322	437	598
Sales and Services of Educational Activities	30	25	25	19	13	27	24	28	26	29
Auxiliary Enterprises	854	765	791	485	688	831	757	753	809	803
Other Operating Revenues	270	206	101	90	159	242	199	237	292	322
Total Operating Revenues	20,669	20,053	22,893	21,624	22,037	22,158	22,044	22,651	23,780	23,393
State Appropriations	12,465	11,916	11,729	12,924	13,427	12,720	12,934	12,027	11,993	11,861
Ad Valorem Taxes	10,426	9,325	7,805	7,681	7,533	7,268	6,421	5,921	5,355	5,634
Gifts	560	334	301	201	475	1,647	626	142	1,657	845
Investment Income	4,095	1,194	(2,257)	2,494	1,008	1,063	1,263	1,050	992	231
Other Non-Operating Revenues	10,619	7,606	13,459	9,702	9,970	7,459	6,941	6,465	6,295	10,710
Total Non-Operating Revenues	38,165	30,375	31,037	33,002	32,413	30,157	28,185	25,605	26,292	29,281
Total Revenues	\$ 58,834	\$ 50,428	\$ 53,930	\$ 54,626	\$ 54,450	\$ 52,315	\$ 50,229	\$ 48,256	\$ 50,072	\$ 52,674

For the Year Ended August 31,
(amounts expressed in thousands)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Tuition and Fees (Net of Discounts)	27.94%	29.12%	27.50%	28.55%	33.44%	36.51%	38.10%	40.48%	38.83%	36.04%
Governmental Grants and Contracts										
Federal Grants and Contracts	4.43%	7.81%	12.53%	8.83%	4.19%	2.48%	2.67%	2.57%	4.94%	4.33%
State Grants and Contracts	0.43%	0.29%	0.17%	0.37%	0.64%	0.62%	0.39%	1.11%	0.60%	0.71%
Local Grants and Contracts	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Non-Governmental Grants and Contracts	0.37%	0.58%	0.55%	0.76%	0.62%	0.65%	0.77%	0.67%	0.87%	1.14%
Sales and Services of Educational Activities	0.05%	0.05%	0.05%	0.03%	0.02%	0.05%	0.05%	0.06%	0.05%	0.06%
Auxiliary Enterprises	1.45%	1.52%	1.47%	0.89%	1.26%	1.59%	1.51%	1.56%	1.62%	1.52%
Other Operating Revenues	0.46%	0.41%	0.19%	0.16%	0.29%	0.46%	0.40%	0.49%	0.58%	0.61%
Total Operating Revenues	35.13%	39.76%	42.45%	39.59%	40.47%	42.35%	43.89%	46.94%	47.49%	44.41%
State Appropriations	21.19%	23.63%	21.75%	23.66%	24.66%	24.31%	25.75%	24.92%	23.95%	22.52%
Ad Valorem Taxes	17.72%	18.49%	14.47%	14.06%	13.83%	13.89%	12.78%	12.27%	10.69%	10.70%
Gifts	0.95%	0.66%	0.56%	0.37%	0.87%	3.15%	1.25%	0.29%	3.31%	1.60%
Investment Income	6.96%	2.37%	-4.19%	4.57%	1.85%	2.03%	2.51%	2.18%	1.98%	0.44%
Other Non-Operating Revenues	18.05%	15.08%	24.96%	17.76%	18.31%	14.26%	13.82%	13.40%	12.57%	20.33%
Total Non-Operating Revenues	64.87%	60.24%	57.55%	60.41%	59.53%	57.65%	56.11%	53.06%	52.51%	55.59%
Total Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Wharton County Junior College
Statistical Supplement 3
Program Expenses by Function
Fiscal Years 2015 to 2024
(unaudited)

For the Year Ended August 31,
(amounts expressed in thousands)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Instruction	19,347	18,183	19,150	21,115	20,815	20,186	19,647	19,077	18,139	17,868
Research										
Public Service	1,121	1,424	1,710	1,396	1,680	1,869	1,900	1,665	1,592	1,409
Academic Support	3,048	3,055	2,883	2,873	3,432	3,463	3,528	3,271	3,889	4,235
Student Services	4,485	4,371	4,739	4,092	4,613	3,493	3,487	3,083	2,930	2,846
Institutional Support	7,675	7,596	7,296	7,285	8,116	8,617	8,016	7,916	7,748	7,288
Operation and Maintenance of Plant	3,930	3,759	3,823	4,963	5,094	5,191	5,812	4,815	4,828	4,871
Scholarships and Fellowships	6,379	5,659	11,646	7,898	7,697	5,544	5,143	4,823	4,758	4,941
Auxiliary Enterprises	1,023	943	887	821	771	949	953	842	835	787
Depreciation	4,494	3,283	3,145	1,689	1,776	1,707	1,414	1,271	1,278	1,228
Total Operating Expenses	<u>51,502</u>	<u>48,273</u>	<u>55,279</u>	<u>52,132</u>	<u>53,994</u>	<u>51,019</u>	<u>49,900</u>	<u>46,763</u>	<u>45,997</u>	<u>45,473</u>
Interest on Capital Related Debt	26	27	27	26	29	28	27	176	70	81
Other Non-Operating Expenses	315	170	168	27	37	46	55	63	23	21
Total Non-Operating Expenses	<u>342</u>	<u>197</u>	<u>195</u>	<u>53</u>	<u>66</u>	<u>74</u>	<u>82</u>	<u>239</u>	<u>93</u>	<u>102</u>
Total Expenses	<u>51,843</u>	<u>48,470</u>	<u>55,474</u>	<u>52,185</u>	<u>54,060</u>	<u>51,093</u>	<u>49,982</u>	<u>47,002</u>	<u>46,090</u>	<u>45,575</u>

For the Year Ended August 31,
(amounts expressed in thousands)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Instruction	37.32%	37.51%	34.52%	40.46%	38.50%	39.51%	39.31%	40.59%	39.36%	39.21%
Research	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Public Service	2.16%	2.94%	3.08%	2.68%	3.11%	3.66%	3.80%	3.54%	3.45%	3.09%
Academic Support	5.88%	6.30%	5.20%	5.51%	6.35%	6.78%	7.06%	6.96%	8.44%	9.29%
Student Services	8.65%	9.02%	8.54%	7.84%	8.53%	6.84%	6.98%	6.56%	6.36%	6.24%
Institutional Support	14.80%	15.67%	13.15%	13.96%	15.01%	16.87%	16.04%	16.84%	16.81%	15.99%
Operation and Maintenance of Plant	7.58%	7.76%	6.89%	9.51%	9.42%	10.16%	11.63%	10.24%	10.48%	10.69%
Scholarships and Fellowships	12.30%	11.68%	20.99%	15.13%	14.24%	10.85%	10.29%	10.26%	10.32%	10.84%
Auxiliary Enterprises	1.97%	1.95%	1.60%	1.57%	1.43%	1.86%	1.91%	1.79%	1.81%	1.73%
Depreciation	8.67%	6.77%	5.67%	3.24%	3.29%	3.34%	2.83%	2.70%	2.77%	2.69%
Total Operating Expenses	<u>99.34%</u>	<u>99.59%</u>	<u>99.65%</u>	<u>99.90%</u>	<u>99.88%</u>	<u>99.86%</u>	<u>99.84%</u>	<u>99.49%</u>	<u>99.80%</u>	<u>99.78%</u>
Interest on Capital Related Debt	0.05%	0.06%	0.05%	0.05%	0.05%	0.05%	0.05%	0.37%	0.15%	0.18%
Other Non-Operating Expenses	0.61%	0.35%	0.30%	0.05%	0.07%	0.09%	0.11%	0.13%	0.05%	0.05%
Total Non-Operating Expenses	<u>0.66%</u>	<u>0.41%</u>	<u>0.35%</u>	<u>0.10%</u>	<u>0.12%</u>	<u>0.14%</u>	<u>0.16%</u>	<u>0.51%</u>	<u>0.20%</u>	<u>0.22%</u>
Total Expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Wharton County Junior College
Statistical Supplement 4
Tuition and Fees
Last Ten Academic Years
(unaudited)

Resident Fees per Semester Credit Hour (SCH)															
Academic Year (Fall)	Application Fee (per student)	In-District Tuition	Out-District Tuition	General Service Fee	Building Use Fee In-District	Student/ Out-District Fee	Technology Fee	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				
2024	-	\$ 32	\$ 32	\$ 83	-	\$ 61	\$ 18	\$ 1,596	\$ 2,328	26.67%	20.50%				
2023	-	32	32	73	-	56	10	1,260	1,932	5.00%	6.62%				
2022	-	32	32	63	-	51	8	1,200	1,812	0.00%	0.00%				
2021	-	32	32	63	-	51	8	1,200	1,812	0.00%	0.00%				
2020	-	32	32	63	-	51	8	1,200	1,812	2.04%	1.34%				
2019	-	32	32	61	-	51	5	1,176	1,788	5.85%	3.77%				
2018	-	32	32	56	-	51	5	1,111	1,728	0.00%	0.29%				
2017	-	32	32	56	-	51	5	1,111	1,723	0.00%	0.00%				
2016	-	32	32	56	-	51	5	1,111	1,723	0.00%	0.00%				
2015	-	32	32	56	-	51	5	1,111	1,723	0.00%	0.00%				

Non - Resident Fees per Semester Credit Hour (SCH)												
Academic Year (Fall)	Application Fee (per student)	Non-Resident Tuition Out of State	Non-Resident Tuition International	General Service Fee	Building Use Fee In-District	Student/ Out- District Fee	Technology Fee	Cost for 12 SCH Out of State/ International	Increase from Prior Year Out of State	Increase from Prior Year International		
2024	-	\$ 84	84	83	-	61	18	2,952	8.85%	8.85%		
2023	-	84	84	73	-	56	10	2,712	0.00%	11.33%		
2022	-	84	84	73	-	51	8	2,436	0.00%	0.00%		
2021	-	84	84	63	-	51	8	2,436	0.00%	0.00%		
2020	-	84	84	63	-	51	8	2,436	1.00%	1.00%		
2019	-	84	84	61	-	51	5	2,412	0.00%	0.00%		
2018	-	84	84	61	-	51	5	2,412	14.20%	14.20%		
2017	-	64	64	56	-	51	5	2,112	0.24%	0.00%		
2016	-	64	64	56	-	51	5	2,112	0.00%	0.24%		
2015	-	64	64	56	-	51	5	2,107	0.00%	0.00%		

Note: Includes basic enrollment tuition and fees but excludes course based fees such as laboratory fees, testing fees and certification fees. For 2019 year and prior, the technology fee is a fixed amount assessment per student, the listed \$5 per credit hour rate is based on 12 semester credit hours.

Wharton County Junior College
Statistical Supplement 5
Assessed Value and Taxable Assessed Value of Property
Last Ten Fiscal Years
(unaudited)

Fiscal Year	(amounts expressed in thousands)			Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)		Maintenance & Operations (a)	Debt Service (a)	Total (a)
2023-24	11,918,340	3,713,373	8,204,967	68.84%	0.133120	-	\$ 0.13
2022-23	10,304,506	3,242,771	7,061,735	68.53%	0.131400	-	0.13
2021-22	8,801,357	2,976,793	5,824,564	66.18%	0.131770	-	0.13
2020-21	8,156,378	2,665,681	5,490,697	67.32%	0.136840	-	0.14
2019-20	8,044,735	2,685,910	5,358,825	66.61%	0.139340	-	0.14
2018-19	7,427,368	2,417,434	5,009,934	67.45%	0.135500	-	0.14
2017-18	6,463,129	2,195,537	4,267,592	66.03%	0.137060	-	0.14
2016-17	5,813,804	1,757,067	4,056,737	69.78%	0.130280	-	0.13
2015-16	5,878,934	1,736,789	4,142,145	70.46%	0.126560	-	0.13
2014-15	5,588,935	1,737,041	3,851,894	68.92%	0.134190	-	0.13

Source: Local Appraisal District

Notes: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

Wharton County Junior College
Statistical Supplement 6
State Appropriation per FTSE and Contact Hour
Last Ten Fiscal Years
(unaudited)

Fiscal Year	Appropriation per FTSE			Appropriation per Contact Hour			
	State Appropriation ¹	FTSE ²	State Appropriation per FTSE	Academic Contact Hours ^a	Voc/Tech Contact Hours ^b	Total Contact Hours	State Appropriation per Contact Hour
2023-24	\$ 9,414,182	3,759	\$ 2,505	1,637,888	649,807	2,287,695	\$ 4.12
2022-23	9,341,414	3,623	2,571	1,615,344	591,571	2,206,915	4.23
2021-22	9,305,255	3,715	2,505	1,614,416	640,169	2,254,585	4.13
2020-21	9,647,585	4,059	2,377	1,825,776	606,284	2,432,060	3.97
2019-20	9,648,158	4,688	2,058	2,116,592	673,830	2,790,422	3.46
2018-19	9,376,010	4,663	2,011	2,083,424	734,331	2,817,755	3.33
2017-18	9,430,172	4,640	2,032	2,094,080	665,638	2,759,718	3.42
2016-17	9,159,618	4,709	1,945	2,071,280	743,937	2,815,217	3.25
2015-16	9,154,206	4,768	1,920	2,077,568	769,930	2,847,498	3.21
2014-15	9,254,439	4,742	1,951	2,093,528	744,918	2,838,446	3.26

Notes:

(1) State Appropriations only. These figures do not include any appropriations for employee benefits, remedial education, dramatic growth, or special items (FBTC).

(2) FTSE is defined as the number of full time students plus total hours taken by part time students divided by 30 sch (for the CBM0C1/CBM0CS) or 900 contact hours (for the CBM00A). A full time student is a student taking 30 sch (for the CBM0C1/CBM0CS) or 900 contact hours (for the CBM00A) for the year.

(a) Source CBM0C1/CBM0CS Academic Contact Hours

(b) Source CBM0C1/CBM0CS and CBM00A Technical Contact Hours

Wharton County Junior 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
Ailagro Exploration Company	Oil and Gas	-	-	-	-	-	-	-	-	-	-
American Electric Power	Utility	44,412	-	35,546	35,546	31,371	24,531	-	-	-	-
Apache Corporation	Oil and Gas	-	-	-	-	-	29,144	-	27,216	25,544	34,825
Armour Lacy W Etal Est	Oil and Gas	-	-	-	-	-	42,735	42,735	-	-	-
CenterPoint Energy	Utility	-	71,147	51,446	40,406	46,805	42,392	36,305	39,856	34,083	33,404
Coastal Oil and Gas Corp	Oil and Gas	-	-	68,495	-	-	-	-	-	-	-
Colorado Bend I Power, LLC	Utility	63,652	65,939	-	68,495	73,307	83,247	218,453	217,862	150,754	165,430
Colorado Bend II Power, LLC	Utility	350,840	249,124	-	298,347	375,996	-	155,231	131,893	71,500	-
DCP Sand Hills Pipeline LLC	Oil and Gas	-	38,617	27,850	27,850	-	-	-	-	-	-
Enterprise Texas PIP	Manufacturing	-	39,559	40,406	-	37,146	36,001	40,329	41,090	41,090	40,384
Bernard Creek Solar	Utility	241,223	-	-	-	-	-	-	-	25,361	27,338
Danish Fields Solar	Utility	117,936	-	-	-	-	-	-	-	-	-
CG Wharton County , LLC	-	-	75,000	-	-	-	-	-	-	-	-
Grey Oak Pipeline	Oil and Gas	-	32,624	32,086	35,546	-	-	-	-	-	-
Gulf South Pipeline Co LP	Oil and Gas	118,242	117,179	114,125	-	108,525	108,676	57,737	57,560	-	-
Hecfate Energy Ramsey , LLC	-	323,369	236,223	-	-	-	-	-	-	-	-
JM Eagle	Manufacturing	-	-	30,199	30,385	37,625	33,568	34,212	34,212	40,231	45,109
Gulf Star Power	Utility	215,469	-	-	-	-	-	-	-	-	-
Milagro Exploration LLC	Oil and Gas	-	-	-	-	-	-	-	-	-	40,091
Nan Ya Plastics Corp	Manufacturing	-	-	-	32,496	34,188	30,605	30,605	35,721	33,216	33,464
Navasota Energy	Utility	-	-	-	-	-	-	-	-	-	-
Newfield Exploration	Oil and Gas	-	-	-	-	-	-	-	-	-	-
Prarie Switch Wind	Utility	102,163	-	-	-	-	-	-	-	-	-
Red Tailed Hawk Solar, Inc	Utility	164,845	57,471	-	-	-	-	-	-	-	-
Sandridge Offshore LLC	Oil and Gas	-	-	-	-	-	-	-	-	-	-
Southwestern Bell Telephone	Utility	-	-	-	-	-	-	-	-	-	-
Trans Texas Gas Corporation	Natural Gas	-	-	-	-	-	-	-	-	-	-
TCV Pipeline LLC	Oil and Gas	-	-	27,551	27,551	-	-	35,560	35,560	-	-
Transcontinental Gas Pipeline	Oil and Gas	-	-	-	-	24,735	-	-	-	24,575	25,398
Tennessee Gas Pipeline	Oil and Gas	-	-	32,731	-	27,185	27,539	-	-	-	-
Tres Palacios Gas Storage Inc	Oil and Gas	-	-	-	-	-	-	-	-	-	-
Wharton County Foods	Agribusiness	-	-	-	-	-	-	32,871	27,403	28,096	26,917
Totals		1,742,151	982,883	460,435	623,748	796,883	458,438	684,038	648,373	474,450	472,360
Total Taxable Assessed Value		8,204,967	7,061,735	5,824,564	5,490,697	5,358,825	5,009,934	4,661,522	4,267,592	4,056,737	4,142,145

Source: Local County Appraisal District

Wharton County Junior College
Statistical Supplement 7, continued
Principal Taxpayers
Last Ten Tax Years
(unaudited)

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Ailagro Exploration Company	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
American Electric Power	Utility	0.54%	0.00%	0.61%	0.65%	0.59%	0.49%	0.00%	0.00%	0.00%	0.00%
Apache Corporation	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.58%	0.00%	0.64%	0.63%	0.84%
Armour Lacy W Etal Est	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.85%	0.92%	0.00%	0.00%	0.00%
CenterPoint Energy	Utility	0.00%	1.01%	0.88%	0.74%	0.87%	0.85%	0.78%	0.93%	0.84%	0.81%
Coastal Oil and Gas Corp	Oil and Gas	0.00%	0.00%	1.18%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Colorado Bend I Power, LLC	Utility	0.78%	0.93%	0.00%	1.25%	1.37%	1.66%	4.69%	5.11%	3.72%	3.99%
Colorado Bend II Power, LLC	Utility	4.28%	3.53%	0.00%	5.43%	7.02%	0.00%	3.33%	3.09%	1.76%	0.00%
DCP Sand Hills Pipeline LLC	Oil and Gas	0.00%	0.55%	0.48%	0.51%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Enterprise Texas PIP	Manufacturing	0.00%	0.56%	0.69%	0.00%	0.69%	0.72%	0.87%	0.96%	1.01%	0.97%
Bernard Creek Solar	Utility	2.94%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.63%	0.66%
Danish Fields Solar	Utility	1.44%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
CG Wharton County, LLC		0.00%	1.06%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Grey Oak Pipeline	Oil and Gas	0.00%	0.46%	0.55%	0.65%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Gulf South Pipeline Co LP	Oil and Gas	1.44%	1.66%	1.96%	0.00%	2.03%	2.17%	1.24%	1.35%	0.00%	0.00%
Hecate Energy Ramsey , LLC	Solar Farm	3.94%	3.35%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
JM Eagle	Manufacturing	0.00%	0.00%	0.52%	0.55%	0.70%	0.67%	0.73%	0.80%	0.99%	1.09%
Kaiser-Francis Oil	Oil and Gas	2.63%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Maxim Production Company	Agribusiness	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Milagro Exploration LLC	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.97%
Nan Ya Plastics Corp	Manufacturing	0.00%	0.00%	0.00%	0.59%	0.64%	0.61%	0.66%	0.84%	0.82%	0.81%
Navasota Energy	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Newfield Exploration	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Prarie Switch Wind	Utility	1.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Red Tailed Hawk Solar	Utility	2.01%	0.81%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Sandridge Offshore LLC	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Southwestern Bell Telephone	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Trans Texas Gas Corporation	Natural Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TCV Pipeline LLC	Oil and Gas	0.00%	0.00%	0.47%	0.50%	0.00%	0.00%	0.76%	0.83%	0.00%	0.00%
Transcontinental Gas Pipeline	Oil and Gas	0.00%	0.00%	0.00%	0.49%	0.46%	0.00%	0.00%	0.00%	0.61%	0.61%
Tennessee Gas Pipeline	Oil and Gas	0.00%	0.00%	0.56%	0.00%	0.51%	0.55%	0.00%	0.00%	0.00%	0.00%
Tres Palacios Gas Storage Inc	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Wharton County Foods	Agribusiness	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.71%	0.64%	0.69%	0.65%
		<u>21.23%</u>	<u>13.92%</u>	<u>7.91%</u>	<u>11.36%</u>	<u>14.87%</u>	<u>9.15%</u>	<u>14.67%</u>	<u>15.19%</u>	<u>11.70%</u>	<u>11.40%</u>

Source: Local County Appraisal District

Wharton County Junior College
Statistical Supplement 8
Property Tax Levies and Collections
Last Ten Tax Years
(unaudited)

(amounts expressed in thousands)

Fiscal Year Ended August 31	Total Tax Levy ^a	Collections - Current Levy	Percentage	Current Collections of Prior Levies	Total Collections ^b	Percentage of Current Levy
2024	\$10,287	10,151	98.68%	275 \$	10,426	101.35%
2023	9,168	9,028	98.47%	297 \$	9,325	102.03%
2022	7,668	7,463	97.33%	342 \$	7,805	101.79%
2021	7,513	7,456	99.24%	226 \$	7,682	102.25%
2020	7,453	7,297	97.91%	236 \$	7,533	101.07%
2019	7,186	7,030	97.83%	238 \$	7,268	101.14%
2018	6,317	6,183	97.88%	237 \$	6,420	101.63%
2017	5,849	5,731	97.98%	190 \$	5,921	101.23%
2016	5,285	5,186	98.13%	168 \$	5,354	101.31%
2015	5,240	4,965	94.75%	669 \$	5,634	107.52%

Source: Local Tax Assessor/Collector and District records.

(a) As of August 31st

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

Wharton County Junior College
Statistical Supplement 9
Ratios of Outstanding Debt
Last Ten Fiscal Years
(unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Bonded Debt										
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds Restricted for Debt Service	-	-	-	-	-	-	-	-	-	-
Net General Bonded Debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Other Debt										
Revenue Bonds	\$ -	\$ -	\$ 355,000	\$ 695,000	\$ 1,020,000	\$ 1,335,000	\$ 1,640,000	\$ 1,935,000	\$ 2,220,000	\$ 2,495,000
Notes	-	-	-	-	-	-	-	-	-	-
Capital Lease Obligations	-	-	-	-	-	-	-	-	-	-
Total Outstanding Debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 355,000</u>	<u>\$ 695,000</u>	<u>\$ 1,020,000</u>	<u>\$ 1,335,000</u>	<u>\$ 1,640,000</u>	<u>\$ 1,935,000</u>	<u>\$ 2,220,000</u>	<u>\$ 2,495,000</u>
General Bonded Debt Ratios										
Per Capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per Student	-	-	-	-	-	-	-	-	-	-
As a Percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total Outstanding Debt Ratios										
Per Capita	0	0	9	17	25	32	40	47	54	61
Per Student	-	-	78	171	218	283	333	393	450	515
As a Percentage of Taxable Assessed Value	0.00%	0.00%	0.06%	0.13%	0.19%	0.27%	0.40%	0.47%	0.54%	0.65%

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

Wharton County Junior College
Statistical Supplement 10
Legal Debt Margin Information
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31 ,									
	(Amount expressed in thousands)									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Taxable Assessed Value	<u>\$ 8,204,967</u>	<u>\$ 7,061,735</u>	<u>\$ 5,824,564</u>	<u>\$ 5,818,204</u>	<u>\$ 5,358,825</u>	<u>\$ 5,009,934</u>	<u>\$ 4,661,522</u>	<u>\$ 4,267,592</u>	<u>\$ 4,056,737</u>	<u>\$ 4,142,145</u>
General Obligation Bonds										
Statutory Tax Levy Limit for Debt Service	-	-	29,123	29,091	26,794	25,050	23,308	21,338	20,284	20,711
Less: Funds Restricted for Repayment of General Obligation Bonds	-	-	-	-	-	-	-	-	-	-
Total Net General Obligation Debt	-	-	29,123	29,091	26,794	25,050	23,308	21,338	20,284	20,711
Current Year Debt Service Requirements										
Excess of Statutory Limit for Debt Service Over Current Requirements	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,123</u>	<u>\$ 29,091</u>	<u>\$ 26,794</u>	<u>\$ 25,050</u>	<u>\$ 23,308</u>	<u>\$ 21,338</u>	<u>\$ 20,284</u>	<u>\$ 20,711</u>
Net Current Requirements as a % of Statutory Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

Wharton County Junior College
Statistical Supplement 11
Pledged Revenue Coverage
Last Ten Fiscal Years
(unaudited)

Revenue Bonds

Fiscal Year Ended August 31	Pledged Revenues (\$000 omitted)								Debt Service Requirements (\$000 omitted)				
	Tuition	Technology Fee	General Service Fees	Laboratory Fees	Building Use Fees	Interest Income	Other Fees	Net Auxillary Enterprises Revenue	Total	Principal	Interest	Total	Coverage Ratio
2024	2,019	-	8,817	-	-	4,095	5,597	-	20,528	-	-	-	-
2023	999	-	7,635	-	-	1,194	5,713	-	15,541	355	14	369	42.12
2022	1,103	-	7,198	-	-	(2,257)	5,938	-	11,982	340	28	368	32.56
2021	1,079	-	7,865	-	-	2,495	5,938	-	17,377	325	40	365	47.61
2020	1,140	-	8,954	-	-	1,008	5,369	-	16,471	315	50	365	45.13
2019	1,281	-	8,735	-	-	1,063	7,972	-	19,051	305	46	351	54.28
2018	1,260	-	8,674	-	-	1,263	7,968	-	19,165	295	55	350	54.76
2017	1,385	-	8,805	-	-	1,050	7,586	-	18,826	285	63	348	54.10
2016	1,426	-	8,171	-	-	993	7,934	8	18,532	275	70	345	53.72
2015	1,409	-	8,125	-	-	231	7,721	8	17,494	675	81	756	23.14

**Wharton County Junior College
Statistical Supplement 12
Demographic and Economic Statistics - Taxing District
Last Ten Fiscal Years**
(unaudited)

Calendar Year	District Population	District Personal Income (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2024	41,570	a.	a	4.1%
2023	41,739	a.	59,712	3.9%
2022	41,824	2,153,148	51,481	3.8%
2021	41,721	2,016,899	48,384	5.7%
2020	41,670	1,934,672	51,770	6.8%
2019	41,322	1,879,217	45,221	3.4%
2018	41,619	1,726,056	49,619	3.7%
2017	41,735	1,701,191	40,535	4.5%
2016	41,634	1,651,547	39,668	5.0%
2015	41,486	1,720,001	41,460	4.4%
2014	41,168	1,682,513	40,869	4.7%

Sources:

Population & Income per capita from Texas Workforce Commission
Unemployment rate from Texas Workforce Commission and US Department of Labor

Notes:

a. Not yet available.
Used Wharton County data only

**Wharton County Junior College
Statistical Supplement 13
Principal Employers
Current Fiscal Year
(unaudited)**

Employer	Number of Employees	Percentage of Total Employment
El Campo ISD	526	2.36%
Wharton County Junior College	338	1.52%
Wharton ISD	401	1.80%
Greenleaf Nursery Company, Inc.	308	1.38%
El Campo Memorial Hospital	418	1.88%
H.E.B.	374	1.68%
Praseks	320	1.44%
Buc-ees	205	0.92%
Wal-Mart Associates, Inc.	365	1.64%
Wharton County	248	1.11%
Total	<u>22,262</u>	<u>15.74%</u>

Source:

Texas Workforce Commission
Texas Metropolitan Statistical Area Data
City of Wharton & El Campo CAFR

Wharton County Junior College
Statistical Supplement 14
Faculty, Staff, and Administrators Statistics
Last Ten Fiscal Years
(unaudited)

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Faculty										
Full-Time	159	161	176	185	183	177	174	173	171	166
Part-Time	113	120	116	109	115	108	127	124	134	133
Total	<u>272</u>	<u>281</u>	<u>292</u>	<u>294</u>	<u>298</u>	<u>285</u>	<u>301</u>	<u>297</u>	<u>305</u>	<u>299</u>
Percent										
Full-Time	58.5%	57.3%	60.3%	62.9%	61.4%	62.1%	57.8%	58.2%	56.1%	55.5%
Part-Time	41.5%	42.7%	39.7%	37.1%	38.6%	37.9%	42.2%	41.8%	43.9%	44.5%
Staff and Administrators										
Full-Time	175	172	179	187	195	192	187	191	193	189
Part-Time	76	93	73	79	96	93	96	84	88	80
Total	<u>251</u>	<u>265</u>	<u>252</u>	<u>266</u>	<u>291</u>	<u>285</u>	<u>283</u>	<u>275</u>	<u>281</u>	<u>269</u>
Percent										
Full-Time	69.7%	64.9%	71.0%	70.3%	67.0%	67.4%	66.1%	69.5%	68.7%	70.3%
Part-Time	30.3%	35.1%	29.0%	29.7%	33.0%	32.6%	33.9%	30.5%	31.3%	29.7%
FTSE per Full-time Faculty	23.6	22.6	21.1	21.9	25.6	26.2	26.7	27.2	27.9	28.6
FTSE per Full-Time Staff Member	21.5	21.1	20.8	21.7	24.0	24.2	24.8	24.7	24.7	25.1
Average Annual Faculty Salary	\$74,820	\$74,004	\$73,500	\$73,644	\$73,500	\$74,067	\$73,059	\$74,076	\$71,364	\$70,932

Notes:
Based on IPEDS information that is a Fall snapshot.

Wharton County Junior College
Statistical Supplement 15
Enrollment Details
Last Five Fiscal Years
(unaudited)

<u>Student Classification</u>	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 hours	3,691	64%	3,561	64%	3,355	60%	3,775	61%	4,508	63%
31-60 hours	1,510	26%	1,518	27%	1,676	30%	1,787	29%	1,843	26%
> 60 hours	486	9%	416	8%	448	8%	537	9%	553	8%
Continuing Ed Only	72	1%	56	1%	68	1%	92	1%	237	3%
Total	5,759	100%	5,551	100%	5,547	100%	6,191	100%	7,141	100%

<u>Semester Hour Load</u>	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	12	0%	12	0%	5	0%	17	0%	14	0%
3-5 semester hours	989	17%	967	17%	947	17%	1,050	17%	1,167	16%
6-8 semester hours	1,111	19%	1,056	19%	1,061	19%	1,280	21%	1,289	18%
9-11 semester hours	1,323	23%	1,185	21%	1,158	21%	1,206	19%	1,388	20%
12-14 semester hours	1,564	27%	1,590	29%	1,557	28%	1,659	28%	2,086	30%
15-17 semester hours	601	11%	601	11%	679	12%	769	12%	802	11%
18 & Over	87	2%	84	2%	72	1%	118	2%	158	2%
Continuing Ed Only	72	1%	56	1%	68	1%	92	1%	237	3%
Total	5,759	100%	5,551	100%	5,547	100%	6,191	100%	7,141	100%

<u>Credit Average Course Load</u>	9.47	9.56	9.62	9.64	9.79
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<u>Tuition Status</u>	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (In-District)	1,237	21%	1,245	22%	1,126	20%	1,191	19%	1,320	18%
Texas Resident (Out-of-District)	4,242	74%	4,031	73%	4,090	74%	4,643	75%	5,257	74%
Non-Resident Tuition	116	2%	121	2%	100	2%	102	2%	138	2%
Exempt	92	2%	98	2%	163	3%	163	3%	189	3%
Continuing Ed Only	72	1%	56	1%	68	1%	92	1%	237	3%
Total	5,759	100%	5,551	100%	5,547	100%	6,191	100%	7,141	100%

Source: CBM0C1/CBM0CS and CBM00A Fall reports.

Wharton County Junior College
Statistical Supplement 16
Student Profile
Last Five Fiscal Years
(unaudited)

Gender	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	3,294	57%	3,218	58%	3,254	59%	3,642	59%	4,063	57%
Male	2,465	43%	2,333	42%	2,293	41%	2,549	41%	3,078	43%
Total	<u>5,759</u>	<u>100%</u>	<u>5,551</u>	<u>100%</u>	<u>5,547</u>	<u>100%</u>	<u>6,191</u>	<u>100%</u>	<u>7,141</u>	<u>100%</u>

Ethnic Origin	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	1,538	27%	1,506	27%	1,560	28%	1,856	30%	2,133	30%
Hispanic	2,658	46%	2,557	46%	2,514	45%	2,662	43%	3,143	44%
African American	681	12%	604	11%	663	12%	708	11%	843	12%
Asian	747	13%	759	14%	711	13%	857	14%	893	13%
Foreign	-	0%	3	0%	2	0%	3	0%	3	0%
Native American	15	0%	9	0%	7	0%	5	0%	8	0%
Unknown	120	2%	113	2%	90	2%	100	2%	118	2%
Total	<u>5,759</u>	<u>100%</u>	<u>5,551</u>	<u>100%</u>	<u>5,547</u>	<u>100%</u>	<u>6,191</u>	<u>100%</u>	<u>7,141</u>	<u>100%</u>

Age	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	881	15%	771	14%	609	11%	705	11%	727	10%
18 -21	3,304	59%	3,304	60%	3,264	59%	3,658	59%	4,218	59%
22 - 24	694	11%	649	12%	745	13%	777	13%	880	12%
25 - 35	584	10%	578	10%	643	12%	728	12%	857	12%
36 - 50	243	4%	209	4%	245	4%	272	4%	360	5%
51 & over	53	1%	40	1%	41	1%	51	1%	99	1%
Total	<u>5,759</u>	<u>100%</u>	<u>5,551</u>	<u>100%</u>	<u>5,547</u>	<u>100%</u>	<u>6,191</u>	<u>100%</u>	<u>7,141</u>	<u>100%</u>

Average Age	21.4	21.3	21.7	22.1	22.1
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Source: CBM0C1/CBM0CS and CBM00A Fall reports.

Wharton County Junior College
Statistical Supplement 17
Transfers to Senior Institutions
Academic Year 2023-24 Students as of Fall 2023
(Includes only public senior colleges in Texas)
(unaudited)

	Institutions Attended, Fall 2023	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all Sample Transfer Students	% of all Sample Transfer Students
1	University of Houston - Main Campus	383	10	3	396	34.05%
2	Texas A&M University - College Station	159	2	1	162	13.93%
3	Sam Houston State University	89	3		92	7.91%
4	Texas State University	73	3		76	6.53%
5	University of Houston - Victoria	58	12		70	6.02%
6	University of Houston - Downtown	52	1	1	54	4.64%
7	The University of Texas - Austin	44	1		45	3.87%
8	The University of Texas - San Antonio	39	1		40	3.44%
9	Texas A&M University - Corpus Christi	22			22	1.89%
10	Texas Tech University	18	1		19	1.63%
11	University of Houston - Clear Lake	17			17	1.46%
12	Stephen F. Austin State University	14		1	15	1.29%
13	Tarleton State University	12			12	1.03%
14	The University of Texas - Arlington	12	1	4	17	1.46%
15	The University of Texas Permian Basin	12			12	1.03%
16	The University of Texas - Dallas	12		1	13	1.12%
17	Lamar University	11			11	0.95%
18	Texas A&M University - Kingsville	11	1		12	1.03%
19	The University of Texas Health Science Center at Houston	9			9	0.77%
20	Texas Woman's University	8	2		10	0.86%
21	University of North Texas	8			8	0.69%
22	Prairie View A&M University	6			6	0.52%
23	Texas A&M University - Galveston	6			6	0.52%
24	Texas Southern University	6			6	0.52%
25	The University of Texas - Tyler	5			5	0.43%
26	The University of Texas Medical Branch at Galveston	4			4	0.34%
27	Texas A&M University System Health Science Center	3			3	0.26%
28	The University of Texas M.D. Anderson Cancer Center	3			3	0.26%
29	Angelo State University	2			2	0.17%
30	Texas A&M International University	2			2	0.17%
31	Texas A&M University - Commerce	2			2	0.17%
32	Texas A&M University - San Antonio	2			2	0.17%
33	Texas Tech University Health Sciences Center	2		1	3	0.26%
34	Midwestern State University	1			1	0.09%
35	Texas A&M University - Central Texas	1			1	0.09%
36	The University of Texas - Rio Grande Valley	1			1	0.09%
37	The University of Texas Health Science Center at San Antonio	1	1		2	0.17%
38	University of North Texas at Dallas	1			1	0.09%
39	West Texas A&M University	1			1	0.09%
	Totals	1,112	39	12	1,163	100.00%

Source: THECB Automated Student and Adult Learner Follow-up Report

Wharton County Junior College
Statistical Supplement 18
Schedule of Capital Asset Information
Fiscal Years 2015 to 2024
(unaudited)

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Academic buildings	11	11	11	11	11	11	11	11	12	12
Square footage (in thousands)	443	443	443	443	425	425	425	425	507	507
Libraries	2	2	2	2	2	2	2	2	2	2
Square footage (in thousands)	55	55	55	55	55	55	55	55	55	55
Number of Volumes (in thousands)	63,431	63,431	66,200	66,200	66,200	66,200	66,200	66,200	66,200	66,200
Administrative and support buildings	4	4	4	4	4	4	4	4	4	4
Square footage (in thousands)	64	64	64	64	64	64	64	64	64	64
Dormitories	3	3	3	3	3	3	3	3	3	3
Square footage (in thousands)	45	45	45	45	45	45	45	45	45	45
Number of Beds	158	158	158	158	158	158	158	158	158	158
Apartments	-	-	-	-	-	-	-	-	-	-
Square footage (in thousands)	-	-	-	-	-	-	-	-	-	-
Number of beds	-	-	-	-	-	-	-	-	-	-
Dining Facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	69	69	69	69	69	69	69	69	69	69
Average daily customers	500	500	500	500	500	500	500	500	500	500
Athletic Facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	27	27	27	27	27	27	27	27	27	27
Stadiums	-	-	-	-	-	-	-	-	-	-
Gymnasiums	1	1	1	1	1	1	1	1	1	1
Fitness Centers	1	1	1	1	1	1	1	1	1	1
Tennis Court	1	1	1	1	1	1	1	1	1	1
Plant facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	5	5	5	5	5	5	5	5	5	5
Transportation										
Cars	1	1	1	1	1	1	1	1	1	1
Light Trucks/Vans	16	16	16	16	16	16	16	16	14	14
Buses	0	1	1	1	1	1	1	1	1	1