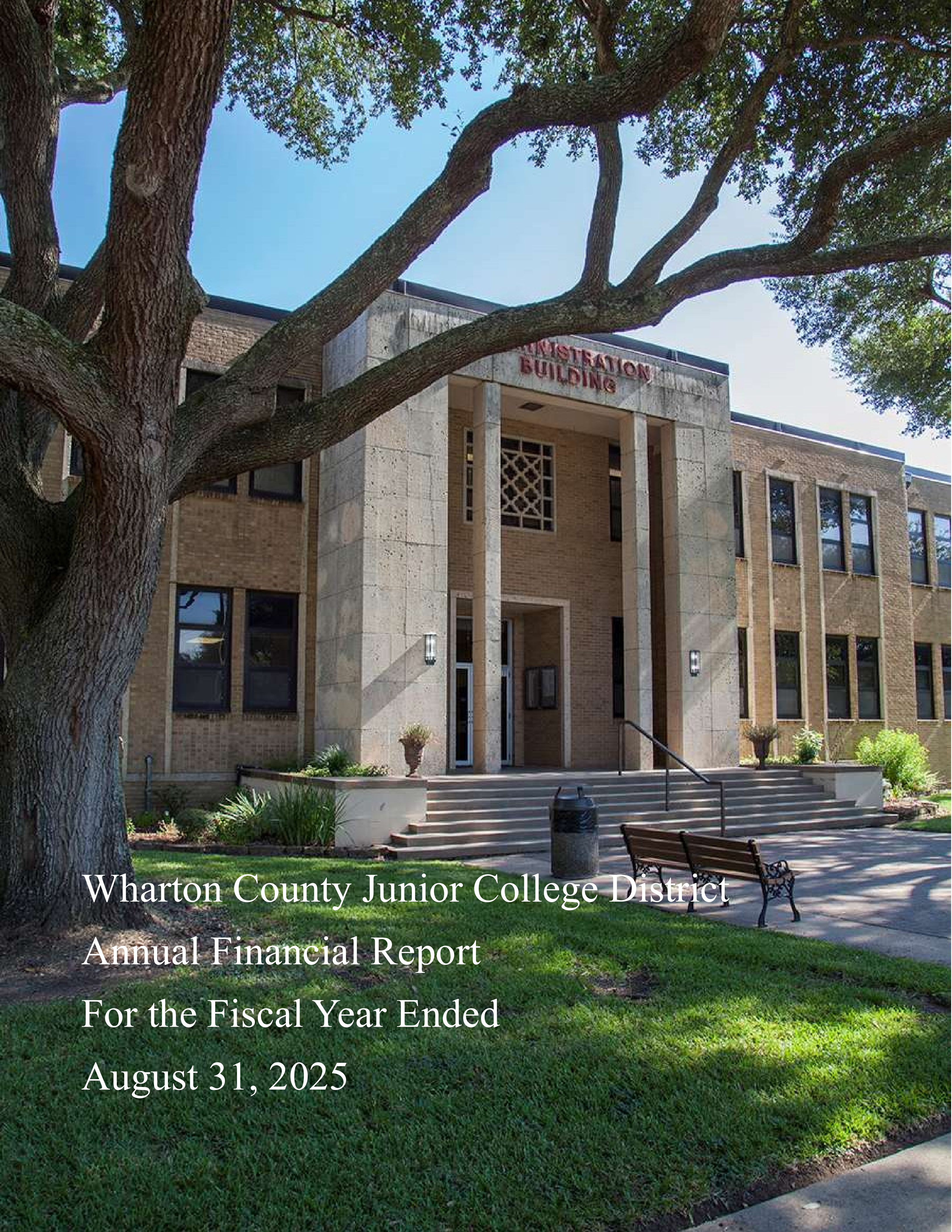

Wharton County Junior College District

Annual Financial Report

For the Fiscal Year Ended

August 31, 2025

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended

August 31, 2025

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
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WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Organizational Data
Year Ended August 31, 2025

Board of Trustees

Officers

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

Members		Term Expires May
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

Dr. Amanda Allen, President

Ms. Leigh Ann Collins, Vice President of Instruction

Ms. Kettida Vasiknanon, Vice President of Information Technology

Ms. Cynthia Ward, Associate VP of Financial Operations / Controller

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

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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

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, 2025 and 2024, 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, 2025 and 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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, 2025, the College adopted new accounting guidance, GASB Statement No. 101, Compensated Absences. 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 26, 2025, 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.

Pattillo, Brown & Hill...

Temple, Texas
November 26, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

The College presents its annual financial report in a "business type activity" format, in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). The statements are prepared on the accrual basis of accounting, whereby revenues and assets are recognized when service is provided by the College and expenses and liabilities are recognized when services are provided to the College, regardless of when cash is exchanged.

The following analysis provides an overview of the College's financial activities. Both 2025 and 2024 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 Operational Highlights

There were a number of items that had a financial impact in the 2025 fiscal year.

Grant activity for the fiscal year is summarized below. The College continued to utilize federal, state and local grant funding to support instructional programs, student services, and workforce development initiatives.

•TRIO – Student Support Services Grant: The College completed the fifth year of the initial five-year award and the grant has been renewed for an additional five years, with a total award of $1.4 million for fiscal years 2026 to 2030. During fiscal year 2025, the College expended $263,082 to support student success initiatives, including academic advising, tutoring, and programs that promote persistence and completion in science, technology, engineering, and mathematics (STEM) disciplines.

•Title V Grant - Fiscal year 2025 marks the final year of the Title V grant. During fiscal year 2025, the College expended $566,148 to sustain the operations of the Career and Transfer Center and to enhance academic pathways designed to improve student retention and transfer outcomes.

•TRUE Grant – Texas Reskilling and Upskilling through Education: The College received multiple state TRUE grants to support workforce education and training initiatives. During fiscal year 2025, the College expended $369,881 in support of program development and equipment purchases that expand opportunities for adult learners and upskilling programs aligned with regional workforce needs.

•JET Grant – Jobs and Education for Texans: The College received a state JET grant to enhance its automotive technology program. During the fiscal year, the College expended $316,189 for the purchase of specialized equipment to support hands-on training and strengthen career readiness in high-demand technical fields.

•Student Success and Acceleration Grant - The College received a $250,000 grant to support student achievement and persistence initiatives. During the fiscal year, the College expended $44,909 toward student retention including an artificial intelligence platform, instructional support services, advising, and academic interventions designed to improve student outcomes.

•MG & Lillie Johnson Foundation Grant - The College received a local grant in the amount of $212,000 from the MG & Lillie Johnson Foundation. The grant funds were used to purchase equipment critical to the Allied Health program, supporting the expansion of instructional capacity and enhancement of hands-on training for students entering healthcare professions.

•Greater Texas Foundation Grant - The College received a three-year grant totaling $150,000 from the Greater Texas Foundation to provide emergency student aid. These funds assist students facing unexpected financial hardships that may otherwise hinder their continued enrollment and academic success.

•MG & Lillie Johnson Foundation Grant – Senior Citizens Program: The College received a five-year grant totaling $275,000 from the MG & Lillie Johnson Foundation to support the Senior Citizens Program. This funding provides ongoing resources for program operations, outreach, and community engagement among senior participants.

Overall, these grant programs provide critical financial support that advances the College's mission by funding initiatives that promote student retention, success, and completion. The continued availability and effective management of these grant resources strengthen the College's financial position and its capacity to deliver high-quality academic and workforce programs.

During the fiscal year, the College recognized an additional $1.4 million in state appropriations related to the Texas House Bill 8 (HB 8) funding dynamic adjustment. This adjustment resulted from the State's recalibration of allocations under the outcomes-based funding model implemented by HB 8. The additional funding provided supplemental support for instructional activities and contributed to the College's overall increase in state revenue for the year.

The property valuation within the College's taxing district increased by $1.2 billion for tax year 2024 (fiscal year 2025), primarily due to significant growth in industrial valuations and increases in residential property values. Tax collections for fiscal year 2025 were received at an average rate of 97.9%, resulting in an increase of approximately $2.3 million in maintenance and operations tax revenues.

In contrast, federal grants and contracts operating revenues decreased by $1.6 million compared to the prior fiscal year. The decline was primarily attributable to the expiration of the Adult Education and Literacy (AEL) grant and the conclusion of Higher Education Emergency Relief Fund (HEERF) allocations. The reduction in federal grant revenue reflects the normalization of funding levels following the wind-down of temporary pandemic-related and special program awards.

The college continued to invest in facilities, technology, and infrastructure to support its educational mission. Capital asset additions (net of reclasses and dispositions, but not depreciation) totaled $3.88 million in fiscal year 2025, compared to $1.91 million in fiscal year 2024 and $1.97 million in fiscal year 2023. Major projects included roof replacements for the gymnasium and library, HVAC unit replacements in the gymnasium, a major repair to the Richmond Campus foundation and the purchase of 500 desktop computers for instructional areas. The college also upgraded network infrastructure at the Richmond campus to improve connectivity. In addition, the college is nearing completion of a two-year implementation of the Banner SaaS enterprise resource planning (ERP) system designed to modernize administrative processes and improve operational efficiency. These investments demonstrate the college's continued commitment to maintaining modern, reliable, and technology-driven learning environments.

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 2025	FY 2024	FY 2023
Cash and cash equivalents	$ 19,497,216	$ 14,528,336	$ 11,833,703
Short-term investments	8,481,775	8,246,642	7,405,004
Accounts receivable, net	207,016	180,914	329,252
Property taxes receivable	641,709	603,375	430,243
Tuition and fees receivable	6,127,591	5,982,092	4,478,680
Federal and state receivables	900,824	587,332	1,420,596
Other assets	41,589	3,357	6,007
Total Current Assets	35,897,720	30,132,048	25,903,485
Non-Current Assets:			
Restricted cash and cash equivalents	2,007,362	2,339,429	2,195,249
Restricted endowment cash and cash equivalents	793,025	711,200	1,264,192
Restricted agency funds cash and cash equivalents	214,029	232,063	252,369
Endowment non-current investments	5,409,029	5,275,189	3,966,665
Other non-current investments	20,846,393	22,316,792	21,295,213
Investments in real estate	111,000	111,000	111,000
Capital assets, net	48,548,503	49,032,742	45,395,916
Total Non-Current Assets	77,929,341	80,018,415	74,480,604
Total Assets	113,827,061	110,150,463	100,384,089
Deferred Outflows of Resources			
Deferred Outflows Related to Pensions	3,714,091	5,182,325	6,127,939
Deferred Outflows Related to OPEB	2,901,971	2,434,461	4,419,587
Total Deferred Outflows of Resources	6,616,062	7,616,786	10,547,526
Current Liabilities:			
Accounts payable	5,840,705	6,270,955	4,378,890
Funds held for others - agency	214,792	234,917	255,283
Unearned revenues	11,943,583	10,744,847	10,010,253
Bonds payable - current portion	-	-	-
OPEB liability current portion	753,308	669,319	671,157
Total Current Liabilities	18,752,388	17,920,038	15,315,583
Non-Current Liabilities:			
Bonds payable - noncurrent portion	-	-	-
Lease Right of Use Assets	5,357,450	7,550,278	7,798,441
Net Pension Liability	8,366,637	9,751,478	8,848,857
Net OPEB Liability	25,784,598	22,973,498	25,144,707
Total Non-Current Liabilities	39,508,685	40,275,254	41,792,005
Total Liabilities	58,261,073	58,195,292	57,107,588
Deferred Inflows of Resources			
Deferred Inflows Related to Pensions	2,944,500	2,852,298	3,979,965
Deferred Inflows Related to OPEB	6,454,938	8,995,440	9,111,772
Total Deferred Inflows of Resources	9,399,438	11,847,738	13,091,737
Net Position:			
Invested in capital assets, net of related debt	48,548,503	49,032,742	45,395,916
Restricted for:			
Nonexpendable - endowments	14,525,652	14,137,272	12,490,145
Expendable:			
Federal and State grants	970,456	530,768	642,143
Debt service	445,552	425,991	403,878
Student aid	941,124	1,321,720	1,182,576
Unrestricted - undesignated	(12,648,675)	(17,724,274)	(19,382,368)
Total Net Position	$ 52,782,612	$ 47,724,219	$ 40,732,290

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 2025 fiscal year.

During 2005, the college changed its policy regarding compensated absences. Employees must take vacation leave during the fiscal year it is earned or it is forfeited. Therefore, no compensated absences are accrued at year-end. In fiscal year 2025, the college implemented GASB Statement No. 101, Compensated Absences. The college's policy does not allow the carryover or payout of unused vacation leave, and a flow analysis and multiyear trend review of sick leave demonstrated that, on average, employees use less sick leave than they earn. As a result, the college has no liability for compensated absences under the requirements of GASB 101.

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 23% 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 21% of total revenues.

	FY 2025		FY 2024		FY 2023	
Student tuition and fees, net of discounts of $3,827,604 , $3,057,793 , and $2,662,134.	$17,196,550	28.39%	$16,438,364	27.94%	$14,682,298	29.12%
Federal, state, and local grants and contracts	1,961,567	3.24%	3,076,218	5.23%	4,375,900	8.68%
Auxiliary enterprises, net of discounts of $50,307 ,$92,284,and $131,190.	836,777	1.38%	854,224	1.45%	764,771	1.52%
Other operating revenues	253,538	0.42%	300,042	0.51%	229,825	0.46%
Total operating revenues	20,248,432	33.43%	20,668,848	35.13%	20,052,794	39.78%
Non-operating revenues:						
State appropriations	13,853,770	22.87%	12,465,212	21.19%	11,915,807	23.63%
Property taxes	12,739,636	21.03%	10,426,285	17.72%	9,324,980	18.49%
Federal Revenue, Non-Operating	11,079,773	18.29%	8,603,232	14.62%	7,573,592	15.02%
Investment Income	2,576,210	4.25%	4,095,417	6.96%	1,194,068	2.37%
Other non-operating revenue	76,098	0.13%	2,576,310	4.38%	366,894	0.71%
Total non-operating revenue	40,325,487	66.57%	38,166,456	64.87%	30,375,341	60.22%
Total Revenues	$ 60,573,919	100.00%	$ 58,835,304	100.00%	$ 50,428,135	100.00%

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

Expenses

	FY 2025		FY 2024		FY 2023	
Operating Expenses:						
Instruction	$ 20,129,582	36.26%	$ 19,347,039	37.32%	$ 18,182,637	37.51%
Public services and academic support	3,734,026	6.73%	4,169,319	8.04%	4,478,557	9.24%
Student services	4,285,760	7.72%	4,484,521	8.65%	4,371,191	9.02%
Institutional support	8,517,089	15.34%	7,675,165	14.80%	7,596,191	15.67%
Operations and maintenance of plant	4,548,674	8.19%	3,930,153	7.58%	3,759,490	7.76%
Scholarships and fellowships	8,129,320	14.64%	6,378,530	12.30%	5,659,272	11.68%
Auxiliary enterprises	1,001,923	1.80%	1,023,056	1.97%	943,304	1.95%
Depreciation and Amortization	4,924,433	8.88%	4,494,626	8.68%	3,282,949	6.78%
Total operating expenses	55,270,807	99.56%	51,502,409	99.34%	48,273,591	99.61%
Non-Operating Expenses:						
Interest	18,010	0.03%	26,453	0.05%	26,349	0.05%
Other Non-Operating Expenses	226,709	0.41%	314,513	0.61%	170,029	0.34%
Total Non-Operating Expenses	244,719	0.44%	340,966	0.66%	196,378	0.39%
Total Expenses	$ 55,515,526	100.00%	$ 51,843,375	100.00%	$ 48,469,969	100.00%

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.

	FY 2025	FY 2024	FY 2023
Operating revenues	$ 20,248,432	$ 20,668,848	$ 20,052,794
Non-operating revenues	40,325,487	38,166,456	30,375,341
Total revenues	60,573,919	58,835,304	50,428,135
Operating expenses	55,270,807	51,502,409	48,273,591
Non-operating expenses	244,719	340,966	196,378
Total expenses	55,515,526	51,843,375	48,469,969
Increase to net position	$ 5,058,393	$ 6,991,929	$ 1,958,166

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.

	FY 2025	FY 2024	FY 2023
Cash provided by (used in):			
Operating activities	$ (25,447,000)	$ (22,186,898)	$ (22,843,882)
Non-capital and related financing activities	32,533,329	30,889,796	27,156,898
Capital and related financing activities	(6,053,612)	(7,336,062)	(3,130,133)
Investing activities	3,667,887	898,679	49,189
Net increase (decrease) in cash	4,700,604	2,265,515	1,232,072
Cash - beginning of year	17,811,028	15,545,513	14,313,441
Cash - end of year	$ 22,511,632	$ 17,811,028	$ 15,545,513

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 (net of reclasses and dispositions, but not depreciation) of $3,880,362 for fiscal year 2025, $1,909,847 in fiscal year 2024, $1,966,189 in fiscal year 2023.

Future Financial Considerations

The college continues to strategically position itself to adapt to the new House Bill 8 (HB8) funding model, which emphasizes student outcomes and credential completion. While the model introduces a performance-based approach, the college is proactively monitoring the rule-making process to ensure readiness for potential adjustments. By maintaining flexibility and a data-informed strategy, the college is well-prepared to respond to shifts in funding with resilience and foresight.

The College has also been awarded two grants beginning in 2026 which will help meet the goals of the new state funding model. The TRIO Student Support Service grant has been renewed for an additional five years, with a total award of $1.4 million for fiscal years 2026 to 2030. In addition, WCJC received a $500,000 grant from the Houston Endowment to assist in maximizing HB8 funding opportunities and enhancing student success initiatives.

Finally, WCJC is the recipient of two special state appropriations from the 89th Texas Legislature for the 2026–2027 fiscal biennium. A total of $9M is special appropriations were awarded for the expansion of specialized workforce training on the WCJC Bay City Campus, including $5 million for Construction Trades and $4 million for Nuclear Power Technology These targeted investments will enable the College to expand programmatic offerings, modernize facilities and training equipment, and strengthen its capacity to meet critical industry demands both within the college's service area and across Texas. Together, these resources reflect the college's continued focus on financial sustainability, workforce alignment, and student achievement under the evolving state funding framework.

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

Exhibit 1

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Net Position
August 31, 2025 and August 31, 2024

	F/Y 2025	F/Y 2024
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 19,497,216	$ 14,528,336
Short-Term Investments	8,481,775	8,246,642
Accounts Receivable, net	7,877,140	7,353,713
Prepaid Expenses	41,589	3,357
Total Current Assets	**35,897,720**	**30,132,048**
Non-Current Assets:		
Restricted Cash And Cash Equivalents	2,007,362	2,339,429
Restricted Endowment Cash And Cash Equivalents	793,025	711,200
Restricted Agency Funds Cash And Cash Equivalents	214,029	232,063
Endowment Non-Current Investments	5,409,029	5,275,189
Other Non-Current Investments	20,846,393	22,316,792
Investments In Real Estate	111,000	111,000
Capital Assets, net (Note 7)	48,548,503	49,032,742
Total Non-Current Assets	**77,929,341**	**80,018,415**
Total Assets	**113,827,061**	**110,150,463**
Deferred Outlfows of Resources:		
Deferred Outflows Related to Pensions	3,714,091	5,182,325
Deferred Outflows Related to OPEB	2,901,971	2,434,461
Total Deferred Outflows of Resources	**6,616,062**	**7,616,786**
LIABILITIES		
Current liabilities:		
Accounts Payable	5,840,705	6,270,955
Funds Held For Others - Agency	214,792	234,917
Unearned Revenue	11,943,583	10,744,847
Net OPEB Liability - Current Portion	753,308	669,319
Total Current Liabilities	**18,752,388**	**17,920,038**
Non-Current Liabilities:		
Lease ROU Liability	5,357,450	7,550,278
Net Pension Liability	8,366,637	9,751,478
Net OPEB Liability	25,784,598	22,973,498
Total Non-Current Liabilities	**39,508,685**	**40,275,254**
Total Liabilities	**58,261,073**	**58,195,292**
Deferred Inflows of Resources:		
Deferred Inflows Related to Pensions	2,944,500	2,852,298
Deferred Inflows Related to OPEB	6,454,938	8,995,440
Total Deferred Inflows of Resources	**9,399,438**	**11,847,738**
NET POSITION		
Net Investment in Capital Assets	48,548,503	49,032,742
Restricted For:		
Nonexpendable		
Endowments	14,525,652	14,137,272
Expendable:		
Federal And State Grants	970,456	530,768
Debt Service	445,552	425,991
Student Aid	941,124	1,321,720
Unrestricted	(12,648,675)	(17,724,274)
Total Net Position (Schedule D)	**52,782,612**	**47,724,219**

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

Exhibit 2

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2025 and August 31, 2024

	F/Y 2025	F/Y 2024
Operating Revenues		
Tuition and Fees(net of discounts of $ 3,827,604 and $3,057,793)	$ 17,196,550	$ 16,438,364
Federal Grants and Contracts	1,017,364	2,605,910
State Grants and Contracts	730,979	251,522
Non-Government Grants and Contracts	213,224	218,786
Sales and Services of Educational Activities	27,363	30,068
Auxiliary Enterprises(net of discounts of $50,307 and $92,284)	836,777	854,224
General Operating Revenues	226,175	269,974
Total Operating Revenues (Schedule A)	**20,248,432**	**20,668,848**
Operating Expenses		
Instruction	20,129,582	19,347,039
Public Service	519,454	1,121,144
Academic Support	3,214,572	3,048,175
Student Services	4,285,760	4,484,521
Institutional Support	8,517,089	7,675,165
Operation and Maintenance of Plant	4,548,674	3,930,153
Scholarships and Fellowships	8,129,320	6,378,530
Auxiliary Enterprises	1,001,923	1,023,056
Depreciation and Amortization	4,924,433	4,494,626
Total Operating Expenses (Schedule B)	**55,270,807**	**51,502,409**
Operating Loss	**(35,022,375)**	**(30,833,561)**
Non-Operating Revenues (Expenses)		
State Appropriations	13,853,770	12,465,212
Maintenance Ad Valorem Taxes	12,739,636	10,426,285
Federal Revenue, Non-Operating	11,079,773	8,603,232
Gifts and Donations	224,188	560,298
Investment Income	2,576,210	4,095,417
Other Non-Operating Revenues	(148,090)	2,016,012
Other Non-Operating Expenses	(18,010)	(26,453)
Interest Expense	(226,709)	(314,513)
Net Non-Operating Revenues (Schedule C)	40,080,768	37,825,490
Increase (Decrease) in Net Position	**5,058,393**	**6,991,929**
Net Position		
Net Position, Beginning of Year	47,724,219	40,732,290
Net Position, End of Year	$ 52,782,612	$ 47,724,219

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Cash Flows
Years Ended August 31, 2025 and August 31, 2024

	F/Y 2025	F/Y 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts From Students And Other Customers	$ 17,951,250	$ 17,240,351
Payments of Grants and Contracts	3,000,447	3,614,348
Payments to or on Behalf of Employees	(28,138,390)	(27,888,025)
Payments to Suppliers for Goods and Services	(9,750,391)	(8,914,185)
Payments for Scholarships and Fellowships	(8,509,916)	(6,239,387)
Net Cash Provided (Used) by Operating Activities	(25,447,000)	(22,186,898)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Receipts from State Appropriations	10,579,126	9,415,526
Receipts from Ad Valorem Taxes	12,701,302	10,305,655
Receipts from Federal Revenue	11,079,773	8,603,232
Gifts and Grants for Other than Capital Purposes	224,188	560,298
Other Receipts/Disbursements	(2,051,060)	2,005,085
Net Cash Provided (Used) by Non-Capital Financing Activities	32,533,329	30,889,796
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES		
Purchases of Capital Assets	(4,673,381)	(8,150,886)
Proceeds from the Sale of Capital Assets	6,000	14,278
Payments on Capital Debt-Principal	-	-
Payment on Capital Debt-Interest	(1,368,221)	826,999
Payment on Non-Operating Supplies	(18,010)	(26,453)
Net cash provided (used) by capital and related financing activities	(6,053,612)	(7,336,062)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sales and Maturities of Investments	10,255,038	1,661,707
Purchases of Investments	(9,153,614)	(4,833,446)
Interest on Investments	2,566,463	4,070,418
Net Cash Provided (Used) by Investing Activities	3,667,887	898,679
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,700,604	2,265,515
CASH AND CASH EQUIVALENTS-September 1	17,811,028	15,545,513
CASH AND CASH EQUIVALENTS-August 31	$ 22,511,632	17,811,028

	F/Y 2025	F/Y 2024
RECONCILIATION OF NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating Loss	$ (35,022,375)	(30,833,561)
Adjustments to Reconcile Net Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization Expense	4,924,433	4,494,626
Bad Debt Expense		
Payments Made Directly by State for Benefits	3,274,644	3,049,686
Changes in Assets and Liabilities:		
Accounts Receivable, net:		
Student A/R	(145,499)	(1,215,830)
Other A/R	(16,355)	318,629
Grants A/R	(313,492)	347,888
Accounts Payable:		
Vendors	1,091,861	774,706
Scholarships	(418,828)	141,794
Funds Held for Others Agency	(20,125)	(20,366)
Deferred Revenues:		
Deferred Tuition	808,707	835,262
Deferred Grant Revenue	390,029	(79,732)
	$ (25,447,000)	(22,186,898)

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

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 U.S. Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). 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.* The college applies 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 (Texas Education Code, Section §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 and Measurement Focus

The financial statements of the College have been presented using the economic resources measurement focus and full accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized when a legal or contractual obligation is incurred.

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.

Investments

The College reports investments at fair value. Fair values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase. [The governing board has designated public funds investment pools comprised of $18,408,037 and $14,390,169 at August 31, 2025 and August 31, 2024, respectively to be short-term investments.] Long-term investments have an original maturity of greater than one year at the time of purchase.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenses when consumed rather than when purchased.

Capital Assets

The College records capital assets at historical cost at the date of acquisition or acquisition value at the date of donation. Right to use assets are initially measured at the initial amount of the related liability, which is based on the present value of payments expected to be received during the term of the applicable arrangement. For equipment, the College'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 renovations of $100,000 to buildings and infrastructure and land improvements that significantly increase the value or extend the useful life of the structure. The college charges costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives to operating expense in the year in which the expense is incurred.

Land and construction in progress are not depreciated. 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 five years for telecommunications and peripheral equipment. Intangible assets follow the same capitalization policies as tangible assets and are reported with tangible assets in the appropriate capital asset class. Right to use assets are amortized over the term of the applicable arrangement.

Summary of Significant Accounting Policies (continued)

Compensated Absences

For fiscal year ending August 31, 2025, the college has adopted GASB Statement No. 101, Compensated Absences. The College recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled during or upon separation from employment. Based on that criteria, no types of leave qualify for liability recognition for compensated absences.

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. Investments are recorded at fair value.

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 $10,263,032 and $10,262,512, deferred federal state and local grants of $841,914 and $451,884, and deferred other $838,637 and $30,451 have been reported as unearned revenue at August 31, 2025 and 2024 respectively.

Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. A typical deferred outflow of resources for community colleges is a deferred charge on refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so is not recognized as an inflow of resources (revenue) until that time.

Summary of Significant Accounting Policies (continued)

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.

Accounting Changes and Error Corrections

The college 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.

Net Position

The difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: Net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either by external parties or by law through constitutional provision or enabling legislation.

Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes the College will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position, a flow assumption must be made about the order in which the resources are considered to be applied. It is the college’s policy to consider restricted net position to have been depleted before unrestricted net position is applied.

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, 2025 and 2024 the College's entire bank balances of $4,622,257 and $4,259,089 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:

Cash and Deposits

	2025	2024
Bank Deposits		
Demand Deposits	$4,097,295	$3,414,559
	$4,097,295	$3,414,559
Cash and Cash Equivalents		
Petty Cash on Hand	$6,300	$6,300
Investment pool-TexPool	18,408,037	14,390,169
	18,414,337	14,396,469
Total Cash and Deposits	$22,511,632	$17,811,028

Deposits and Investments (continued)

Reconciliation of Deposits and Investments to Exhibit 1

Type of Security	Market Value August 31, 2025	Market Value August 31, 2024
U. S. Government Securities	$20,879,046	$22,362,187
U. S. Government Treasuries	$2,923,150	2,853,391
Stocks	837,392	809,754
Mutual Fund Investments	8,481,775	8,246,642
Municipal Obligations	1,615,834	1,566,649
Real Estate Investments	111,000	111,000
Totals	$34,848,197	$35,949,623
Total Cash and Deposits	22,511,632	17,811,028
Total Investments	34,848,197	35,949,623
Total Deposits and Investments	$57,359,829	$53,760,651
Cash and Short-term Investments (Exhibit 1)	30,993,407	26,057,670
Investments (Exhibit 1)	26,366,422	27,702,981
Total Deposits and Investments	$57,359,829	$53,760,651

The District had the following investments and maturities:

		Investment Maturities (in Years) as of August 31, 2025			
Investment Type	Fair Value	Less than 1	1 to 2	2 to 3	More than 3
U.S. Government Securities	$20,879,046	8,866,268	6,005,013	3,998,747	2,009,018
U.S. Government Treasuries	$2,923,150	1,953,658	969,492	-	-
Municipal Obligations	1,615,834	1,615,834	-	-	-
Total Fair Value	$ 25,418,030	$ 12,435,760	$ 6,974,505	$ 3,998,747	$ 2,009,018

		Investment Maturities (in Years) as of August 31, 2024			
Investment Type	Fair Value	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

Interest Rate Risk

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

Deposits and Investments (continued)

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 (35.24%), FFCB (17.48%), and FHLMC (8.87%).

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, 2025 follows:

	FY 2025				FY 2024
	Level 1	Level 2	Level 3	Total	Total
Mutual funds	8,481,775	-	-	8,481,775	8,246,642
Marketable Securities	837,392	-	-	837,392	809,754
U.S. Government Securities	20,879,046	-	-	20,879,046	22,362,187
U.S. Government Treasuries	2,923,150	-	-	2,923,150	2,853,391
Municipal Obligations	1,615,834	-	-	1,615,834	1,566,649
Real Estate Investments	-	-	111,000	111,000	111,000
Total	$ 34,737,197	$ -	$ 111,000	$ 34,848,197	$ 35,949,623

6. Derivatives

The College did not invest in any derivative investment products or repurchase agreements during the year ended August 31, 2025 or August 31, 2024.

7. Capital Assets

Capital assets activity for the year ended August 31, 2025 was as follows:

	Balance September 1, 2024	Increases	Decreases	Balance August 31, 2025
Not Depreciated:				
Land	$2,501,709	$ -	$ -	$2,501,709
Construction in Progress	242,915	260,967	(171,845)	332,037
Subtotal	2,744,624	260,967	(171,845)	2,833,746
Buildings and Other Capital Assets:				
Buildings and Building Improvements	42,828,005	2,349,743	(261,943)	44,915,805
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	666,034	-	-	666,034
Total Buildings and Other Real Estate Improvements	59,946,258	2,349,743	(261,943)	62,034,058
Library books	1,979,927	10,676	(4,020)	1,986,583
Furniture, Machinery, and Equipment	16,676,994	1,823,001	(126,217)	18,373,778
Right-of-use Leased Asset	186,609	-	-	186,609
Right-of-use Subscription Asset	4,423,836	371,964	(58,904)	4,736,896
Total Buildings and Other Capital Assets	83,213,624	4,555,384	(451,084)	87,317,924
Accumulated Depreciation:				
Buildings and Building Improvements	16,775,053	858,983	(68,367)	17,565,669
Building Leasehold Improvements	65,049	130,098	-	195,147
Right-of-Use Buildings	4,439,467	1,460,914	-	5,900,381
Other Real Estate Improvements	961,649	14,194	-	975,843
Infrastructure	332,645	15,245	-	347,890
Total Buildings and Other Real Estate Improvements	22,573,863	2,479,434	(68,367)	24,984,930
Library books	1,966,818	11,444	(4,021)	1,974,241
Furniture, Machinery, and Equipment	10,995,099	1,163,973	(115,479)	12,043,593
Right-of-use Leased Asset	52,873	37,322	-	90,195
Right-of-use Subscription Asset	1,336,853	1,232,260	(58,905)	2,510,208
Total Accumulated Depreciation	36,925,506	4,924,433	(246,772)	41,603,167
Net Capital Assets	$49,032,742	$(108,082)	$(376,157)	$48,548,503

Capital Assets (continued)

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

	Balance September 1, 2023	Increases	Decreases	Balance August 31, 2024
Not Depreciated:				
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
Buildings and Other Capital Assets:				
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
Accumulated Depreciation:				
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

8. Non-Current Liabilities

Non-current liability activity for the year ended August 31,2025 was as follows:

	Balance September 1, 2024	Additions	Reductions	Balance August 31, 2025	Current Portion
Leases liabilities	7,469,134	45,494	1,483,558	6,031,070	1,508,410
Subscription liabilities	2,660,719	371,964	1,257,382	1,775,301	940,511
Net pension liability	9,751,478		1,384,841	8,366,637	N/A
Net OPEB liability	23,642,817	5,146,041	2,250,952	26,537,906	753,308
Total non-current liabilities	$ 43,524,148	$ 5,563,499	$ 6,376,733	$ 42,710,914	$ 3,202,229

The college had no line of credit as of August 31, 2025.

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	$ 44,085,461	$ 7,094,419	$ 7,655,732	$ 43,524,148	$ 3,248,894

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

9. Debt Obligations

The college has no debt service requirements at August 31, 2025.

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 FY25. The assets are amortized on a straight-line basis over the lease term.

Debt Obligations (continued)

A campus building and library:

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

Debt Obligations (continued)

- Video streaming platform, 3-year agreement beginning August 2021 with a 6.29% discount rate and net book value of $58,904. Effective with September 2024 renewal, SBITA is a short-term liability. SBITA asset and accumulated amortization retired effective September 2024.
- Professional Adobe software, 3-year agreement beginning September 2023 with a 6.39% discount rate and a net book value of $75,392.
- 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.
- Cybersecurity platform, 3-year agreement beginning November 2024 with a 6.39% discount rate and a net book value of $107,911.
- Report writing software, 3-year agreement beginning October 2024 with a 6.39% discount rate and a net book value of $145,988.
- Student retention software, 3-year agreement beginning October 2024 with a 6.39% discount rate and a net book value of $118,065.

Obligations under leases on August 31, 2025 were as follows:

Year Ending August 31,	Principal Payments	Interest Payments	Total
2026	$2,448,921	$138,218	$2,587,139
2027	$2,555,471	$ 61,899	$2,617,370
2028	$1,529,847	$ 31,068	$1,560,915
2029	$1,272,132	$ 9,398	$1,281,529
Total	$7,806,371	$240,583	$8,046,953

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, 2025 and August 31, 2024.

14. Employees' Retirement Plan

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

Defined Benefit Pension Plan

Employees' Retirement Plan (continued)

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.

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 attention Finance Division, PO Box 149676, Austin, TX, 78714-0185 or by calling 1-800-223-8778.

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. Accordingly, the 2023 Texas Legislature passed Senate Bill (SB) 10 and House Joint Resolution (HJR) 2 to provide eligible retirees with a one-time stipend and an ad hoc COLA.

One-time stipend, regardless of annuity amount, were paid in September 2023 to annuitants who met the qualifying age requirements on or before August 31, 2023. A one-time $7,500 stipend was paid to eligible annuitants who are 75 years or older. A one-time $2,400 stipend was paid to eligible annuitants age 70 to 74.

A COLA was dependent on Texas voters approving a constitutional amendment (Proposition 9) to authorize the COLA. Voters approved the amendment in the November 2023 election and the following COLA was applied to eligible annuitants' payments beginning with their January 2024 payment:

- 2% COLA for eligible retirees who retired between September 1, 2013 through August 31, 2020.
- 4% COLA for eligible retirees who retired between September 1, 2001 through August 31, 2013.
- 6% COLA for eligible retirees who retired on or before August 31, 2001.

Employees' Retirement Plan (continued)

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

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 2019 through 2025.

Contribution Rates

	2025	2024
Member	8.25%	8.25%
Non-Employer Contribution Entity (State)	8.25%	8.25%
Employers	8.25%	8.25%

FY2024 College Contributions	$	771,120
FY2024 State of Texas On-behalf Contributions	$	539,292
FY2024 Member Contributions	$	1,305,670

Contributors to the plan include active members, employers, and the State of Texas as the only non-employers contributing entity. The State is also the employer for senior colleges and universities, medical schools, and other entities, including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

The College's contributions to the TRS pension plan in 2025 were $787,667 as reported in the Schedule of College Contributions for Pensions in the Required Supplementary Information section of these financial statements. Estimated State of Texas on-behalf contributions for 2025 were $586,587.

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.

Employees' Retirement Plan (continued)

- 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, there is a surcharge an employer is subject to. 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, 2024 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2023 rolled forward to August 31, 2024
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term expected Investment Rate	7.00%
Municipal Bond Rate as of August 2024*	3.87%*
Last year ending August 31 in Projection period (100 years)	2123
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 Bond Buyers 20 Index which represents the estimated yield of a portfolio of 20 general obligation bonds maturing in 20 years based on a survey of municipal bond traders.*

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 assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2023. For a full description of these assumptions please see the actuarial valuation report dated November 21, 2023.

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 9.54% of payroll in fiscal year 2025 and thereafter. This includes all employer and State contributions for active and rehired retirees.

Employees' Retirement Plan (continued)

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, 2024, are summarized below:

Asset Class	Target Allocation** %	Long-Term Expected Geometric Real Rate of Return ***	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.0%	4.4%	1.0%
Non-U.S. Developed	13.0	4.2	0.8
Emerging Markets	9.0	5.2	0.7
Private Equity*	14.0	6.7	1.2
Stable Value			
Government Bonds	16.0	1.9	0.4
Absolute Return*	0.0	4.0	0.0
Stable Value Hedge Funds	5.0	3.0	0.2
Real Return			
Real Estate	15.0	6.6	1.2
Energy, Natural Resources, and Infrastructure	6.0	5.6	0.4
Commodities	0.0	2.5	0.0
Risk Parity	8.0	4.0	0.4
Asset Allocation Leverage			
Cash	2.0	1.0	0.0
Asset Allocation Leverage	(6.0)	1.3	(0.1)
Inflation Expectation			2.4
Volatility Drag****			(0.7)
Expected Return	100.0%		7.9%

Employees' Retirement Plan (continued)

**Absolute Return includes Credit Sensitive Investments.*
***Target allocations are based on the FY2024 policy model.*
****Capital Market Assumptions come from 2024 SAA Study CMA Survey (as of 12/31/2023).*
*****The volatility drag results from the conversion between arithmetic and geometric mean returns.*
Source: Teacher Retirement System of Texas 2024 Annual Comprehensive Financial Report

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 2025

	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	$ 13,363,640	$ 8,366,637	$ 4,226,265

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

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

At August 31, 2025, Wharton County Junior College reported a liability of $ 8,366,637 for its proportionate share of the TRS's net pension liability. This liability reflects a decrease 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:

	FY 2025	FY 2024
Wharton County Junior College Proportionate share of the collective net pension liability	$ 8,366,637	$ 9,751,478
State's proportionate share that is associated with Wharton County Junior College	$ 5,845,637	$ 6,781,609
Total	$14,212,274	$16,533,087

Employees' Retirement Plan (continued)

The net pension liability was measured as of August 31, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2023 through August 31, 2024.

At the measurement date of August 31, 2024, the employer's proportion of the collective net pension liability was 0.0136968979%, which was a decrease of 0.0004993864% from its proportion measured as of August 31, 2023.

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 2023 Texas Legislature passed Senate Bill 10 (SB 10), which provided a stipend payment to certain retirees and variable ad hoc cost-of-living adjustments (COLA) to certain retirees in early fiscal year 2024. Due to its timing, the legislation and payments were not reflected in the August 31, 2023 actuarial valuation. Under the roll forward method, an adjustment was made to reflect the legislation in the rolled forward liabilities for the current measurement year, August 31, 2024. SB 10 and House Joint Resolution 2 (HJR 2) of the 88th Regular Legislative Session appropriated payments of $1.645 billion for one-time stipends and $3.355 billion for COLAs. This appropriation is treated as a supplemental contribution and included in other additions. Since the Legislature appropriated funds for this one-time stipend and COLA, there was no impact on the Net Pension Liability of TRS.

The amount of pension expense recognized by the College in the reporting period was $964,011.

For the year ended August 31, 2025, Wharton County Junior College recognized pension expense of $698,651 and revenue of $698,651 for support provided by the State.

At August 31, 2025, 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	$ 461,158	$ 65,323
Changes in actuarial assumptions	431,987	57,915
Difference between projected and actual investment earnings	2,008,890	1,958,032
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	24,389	863,230
Contributions paid to TRS subsequent to the measurement date	787,667	-
Total	$ 3,714,091	$ 2,944,500

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:

Year ended August 31:	Pension Expense Amount
2026	$ (224,434)
2027	$ 613,745
2028	$ (106,720)
2029	$ (299,075)
2030	$ (1,592)
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 $698,651 and $696,620 for the fiscal years ended August 31, 2025 and 2024 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 $22,432,516 and $21,992,011 for fiscal years 2025 and 2024 respectively. The total payroll of employees covered by the Teacher Retirement System was $16,280,881 and $15,817,467 and the total payroll of employees covered by the Optional Retirement System was $4,167,753 and $4,275,048 for the fiscal years 2025 and 2024, 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, 2025, the College does not have any employees participating in this program.

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, 2025 ($624 to $1,222 per month, depending on the coverage elected for 2024). The cost of providing those benefits for 212 retirees in the year ended 2025 was $1,783,574 (retiree benefits for 206 retirees cost $1,747,929 in 2024). For 328 active employees, the cost of providing benefits was $2,696,552 for the year ended 2025 (active employee benefits for 335 employees cost $2,648,710 for the year ended 2024). 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)

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 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.

Other Post-Employment Benefits (OPEB) (continued)

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; 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 2024

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

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

Other Post-Employment Benefits (OPEB) (continued)

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

	FY2024	FY 2023
Employers	$ 800,581,831	$ 801,018,586
Members (Employees)	187,288,403	181,951,869
Non-employer Contributing Entity (State of Texas)	43,071,186	42,250,455

Source: ERS FY2024 Annual Comprehensive Financial Report

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of August 31, 2024 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, 2024
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	3.87%
Projected Annual Salary Increase (includes inflation)	2.30% to 8.95%
Annual Healthcare Trend rate	<u>Health Select</u> 5.60% for FY2026, 5.60% for FY2027, 5.25% for FY2028, 5.00% for FY2029, 4.75% for FY2030, 4.50% for FY2031 decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2033 and later years <u>HealthSelect Medicare Advantage</u> 36.00% for FY2026, 8.00% for FY2027, 5.25% for FY2028, 5.00% for FY2029, 4.75% for FY2030, 4.50% for FY2031 decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2033 and later years <u>Pharmacy</u> 11.50% for FY2026, 11.00 for FY2027, 10.00% for FY2028, 8.50% for FY2029, 7.00% for FY2030 decreasing 100 basis points per year to 5.00% for FY2032 and 4.30% for FY2033 and later years
Inflation Assumption Rate	2.30%
Ad hoc Postemployment Benefit Changes	None
Mortality Rate	<u>State Agency Members</u> 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-2021 Projection Scale projected from the year 2020.

Other Post-Employment Benefits (OPEB) (continued)

b. Service Retirees, Survivors and other Inactive Members (JRS I and II Employee Classes): 2020 State Retirees of Texas Mortality table with a 2 year setback. Generational mortality improvements in accordance with the Ultimate MP-2020 Projection Scale ae projected from the year 2020.

c. 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-2021 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.

d. 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-2021 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: 2024 ERS ACFR and ERS FY 24 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 ending August 31, 2021.

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 3.81%. The discount rate used to measure the total OPEB liability as of the end of the measurement period was 3.87% which amounted to an increase of 0.06%. The source of the municipal bond rate was the Bond Buyer Index of general obligation bonds with 20 years to maturity and mixed credit quality. The bonds average credit quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp's AA rating. Projected cash flows into the

Other Post-Employment Benefits (OPEB) (continued)

plan are equal to projected benefit payments out of the plan. Because the plan operates on a pay-as-you-go basis and is not intended to accumulate assets, there is no long-term expected rate of return on plan assets, and, therefore, the years of projected benefit payments to which the long-term expected rate of return is applicable is zero years.

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 (3.87%) in measuring the net OPEB Liability.

Fiscal Year 2025

	1% Decrease in Discount Rate (2.87%)	Discount Rate (3.87%)	1% Increase in Discount Rate (4.87%)
College's proportionate share of the net OPEB liability:	$30,877,006	$26,537,906	$23,055,729

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

Healthcare Trend Rate Sensitivity Analysis. The initial healthcare trend rate is 5.60% for HealthSelect, 36.00% for HealthSelect Medicare Advantage, and 11.50% 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 36.00%, and Pharmacy 11.50%) in measuring the net OPEB Liability.

	1% Decrease in Healthcare Cost Trend Rates (HealthSelect 4.60% decreasing to 3.30%; HealthSelect Medicare Advantage: 35.00% to 3.30%; Pharmacy: 10.50% decreasing to 3.30%)	Current Healthcare Cost Trend Rates (HealthSelect: 5.60% decreasing to 4.30%; HealthSelect Medicare Advantage: 36.00% to 4.30%; Pharmacy: 11.50% decreasing to 4.30%)	1% Increase in Healthcare Cost Trend Rates (HealthSelect: 6.60% decreasing to 5.30%; HealthSelect Medicare Advantage: - 37.00% to 5.30%; Pharmacy: 12.50% decreasing to 5.30%)
College's proportionate share of the net OPEB liability:	$22,770,857	$26,537,906	$31,339,876

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. At August 31, 2025, the College reported a liability of $26,537,906 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

Other Post-Employment Benefits (OPEB) (continued)

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:

	FY 2025	FY2024
College's Proportionate share of the collective net OPEB liability	$26,537,906	$23,642,817
State's proportionate share that is associated with College	$17,862,378	$17,746,403
Total	$44,400,284	$41,389,220

The net OPEB liability was measured as of August 31, 2024, 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, 2023 thru August 31, 2024.

At the measurement date of August 31, 2024, the employer's proportion of the collective net OPEB liability was .09055578% which was an increase of 0.00206400% from its proportion measured as of August 31, 2023.

For the year ended August 31, 2025, the College recognized OPEB expense of $(3,681) and revenue of $(3,681) 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, as well as demographic assumptions recently adopted by the ERS Trustees for purposes of the retirement plan valuation:

- 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 be married and electing coverage for their spouse.

- 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.

- Demographic assumptions, including the mortality projection scale for all State Agency members; base mortality for Judges; assumed rates of retirement for certain members who are Regular Class, Elected Class or Certified Peace Officers/Custodial Officers (CPO/CO); assumed rates of termination for certain members who are Regular Class, Judges or Certified Peace Officers/Custodial Officers (CPO/CO); and assumed rates of disability for all State Agency members.

Other Post-Employment Benefits (OPEB) (continued)

Economic Assumptions

- The expenses directly related to the payment of GBP health benefits for (a) HealthSelect medical services and (b) prescription drug benefits under HealthSelect and HealthSelect Medicare Advantage have been updated since the previous valuation to reflect recent new administrative services contracts.

- 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 3.81% to 3.87% 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.

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 FY2025, are provided for in the FY2025 Assumed Per Capita Health Benefit Costs.

At August 31, 2025, 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	-	$437,844
Changes in actuarial assumptions	1,452,938	5,286,555
Difference between projected and actual investment earnings	-	1,014
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	797,242	729,525
Contributions paid to ERS subsequent to the measurement date	651,791	-
Total	$2,901,971	$6,454,938

Other Post-Employment Benefits (OPEB) (continued)

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
2026	$ (1,562,827)
2027	(1,711,161)
2028	(1,140,428)
2029	32,713
2030	176,945
Thereafter	-

19. Pending Lawsuits and Claims

As of August 31, 2025, the College is not involved in any litigation.

20. Disaggregation of Receivable and Payables Balances

Receivables

Receivables at August 31, 2025 and 2024 were as follows:

	FY2025	FY2024
Student Receivables	$ 6,619,557	$ 6,427,442
Property Taxes Receivable	712,969	667,971
State Receivables	900,824	587,332
Interest Receivables	135,953	126,206
Subtotal	8,369,303	7,808,951
Allowance for Doubtful Accounts:	(492,163)	(455,238)
TOTAL RECEIVABLES	$ 7,877,140	$ 7,353,713

Payables

Payables at August 31, 2025 and 2024 were as follows:

	FY2025	FY2024
Vendors Payable	$ 2,362,840	$ 2,284,964
Lease Payable-current portion	2,448,921	2,579,575
Deposits Payable	87,820	84,696
Scholarships Payable	941,124	1,321,720
TOTAL PAYABLES	$ 5,840,705	$ 6,270,955

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 2025 and 2024 for which monies have not been received nor funds expended totaled $4,801,878 and $4,803,515. Federal Contract and Grant Awards comprised all of these amounts.

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:

	2025	2024
Assessed Valuation of the College	$ 13,311,322,300	$ 11,918,339,890
Less Exemptions	(3,916,339,439)	(3,713,373,024)
Net Assessed Valuation of the College	$ 9,394,982,861	$ 8,204,966,866

23. Ad Valorem Tax (continued)

	2025			2024		
	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	$ 0.13280	-	$0.13280	$ 0.12770	-	$0.12770

Taxes levied for the year ended August 31, 2025 and 2024 amounted to $12,575,603 and $10,286,728 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.

	2025			2024		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Current Taxes Collected	$ 12,310,528	$ -	$ 12,310,528	$ 10,151,329	$ -	$ 10,151,329
Delinquent Taxes Collected	286,658	-	286,658	168,880	-	168,880
Penalties & Interest Collected	142,450	-	142,450	106,076	-	106,076
Total Collections	$ 12,739,636	$ -	$ 12,739,636	$ 10,426,285	$ -	$ 10,426,285

Tax collections for the year ended August 31, 2025 and 2024 were 98% 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.

24. 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, 2025 and 2024.

25. Subsequent Events

The College had subsequent events prior to November 26, 2025 for the fiscal year ending August 31, 2025. The College was awarded $9 million in special state appropriations from the 89th Texas Legislature for its Bay City Trade School and Nuclear Power Technology programs for the fiscal years 2026 and 2027. The college received the first-year payment of $4,500,000 in September 2025.

In addition, the college received $1,500,000 from the MG & Lillie Johnson Foundation in November of 2025. This donation is for the construction of the new student center.

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*	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
College's proportionate share of collective net pension liability (%)	0.0136969%	0.0149196%	0.0149052%	0.0161147%	0.0172315%	0.0170456%	0.0166916%	0.0156354%	0.0162297%	0.0162599%
College's proportionate share of collective net pension liability ($)	$ 8,366,637	$ 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
State's proportionate share of net pension liability associated with College	5,845,637	6,781,609	6,369,737	3,047,604	6,692,402	6,297,371	6,702,043	3,771,314	4,269,070	3,972,796
Total	$ 14,212,274	$ 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
College's covered 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
College's proportionate share of collective net pension liability as a percentage of covered payroll	52.89%	63.35%	57.63%	26.10%	57.88%	59.28%	64.45%	38.12%	48.28%	48.45%
Plan fiduciary net position as a percentage of the total pension liability	77.51%	73.15%	75.63%	88.79%	75.54%	75.24%	73.74%	82.17%	78.00%	78.43%

* 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*	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Legally required contributions	787,667	771,120	729,270	694,729	693,131	713,184	595,839	560,357	512,960	515,658
Actual contributions	787,667	771,120	729,270	694,729	693,131	713,184	595,839	560,357	512,960	515,658
Contributions deficiency (excess)	-	-	-	-	-	-	-	-	-	-
College's covered employee payroll amount	$ 16,280,881	$ 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
Contributions as a percentage of covered payroll	4.84%	4.88%	4.74%	4.52%	4.41%	4.47%	3.99%	3.93%	3.91%	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 Eight Fiscal Years**

Fiscal year ending August 31*	2025	2024	2023	2022	2021	2020	2019	2018
College's proportionate share of collective net OPEB liability (%)	0.09055578%	0.08849178%	0.09062343%	0.09077961%	0.08971098%	0.08006897%	0.08072431%	0.06922702%
College's proportionate share of collective net OPEB liability ($)	$ 26,537,906	$ 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	17,862,378	17,746,403	19,137,293	23,887,104	21,997,301	24,760,363	20,819,845	20,517,090
Total	$ 44,400,284	$ 41,389,220	$ 44,953,157	$ 56,454,750	$ 51,641,964	$ 52,434,340	$ 44,744,709	$ 44,104,821
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
College's proportionate share of collective net OPEB liability as a percentage of covered payroll	167.78%	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	0.47%	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 Eight Fiscal Years**

Fiscal year ending August 31*	2025	2024	2023	2022	2021	2020	2019	2018
Legally required contributions	651,794	577,091	567,063	457,723	481,700	468,292	253,488	689,272
Actual contributions	784,573	772,133	759,515	702,605	645,756	710,427	751,638	689,272
Contributions deficiency (excess)	(132,779)	(195,042)	(192,452)	(244,882)	(164,056)	(242,135)	(498,150)	-
College's covered-employee payroll amount	$ 16,280,881	$ 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	4.00%	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, 2025

1. Changes of Benefit Terms:

The college implemented a salary and wage increase effective September 1, 2024 for full time faculty/administrators and staff. Full time employees were given the equivalent of a four-step increase consisting of one longevity increase and three step increase in the base. The average increase for a faculty/administrator and staff position was 3.67% and 4.27% respectively.

2. Changes of Assumptions

The actuarial valuation was performed as of August 31, 2023. 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, 2024.

- 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, 2025

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 FY2025, are provided for in the FY2025 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, as well as demographic assumptions recently adopted by the ERS Trustees for purposes of the retirement plan valuation:

- 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 be married and electing coverage for their spouse.

- 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.

- Demographic assumptions, including the mortality projection scale for all State Agency members; base mortality for Judges; assumed rates of retirement for certain members who are Regular Class, Elected Class or Certified Peace Officers/Custodial Officers (CPO/CO); assumed rates of termination for certain members who are Regular Class, Judges or Certified Peace Officers/Custodial Officers (CPO/CO); and assumed rates of disability for all State Agency members.

Economic Assumptions:

- The expenses directly related to the payment of GBP health benefits for (a) HealthSelect medical services and (b) prescription drug benefits under HealthSelect and HealthSelect Medicare Advantage have been updated since the previous valuation to reflect recent new administrative services contracts.

- 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 3.81% to 3.87% 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.

SUPPLEMENTARY SCHEDULES

Schedule A

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Operating Revenues
For the Year Ended August 31, 2025 (With Memorandum Totals for the Year Ended August 31, 2024)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	F/Y 2025 Total	F/Y 2024 Total
Tuition:						
State Funded Credit Courses:						
In-District Resident Tuition	$ 608,009	$ -	$ 608,009	$ -	$ 608,009	$ 535,244
Out-of-District Resident Tuition	2,488,797	-	2,488,797	-	2,488,797	2,487,525
Non-Resident Tuition	164,985	-	164,985	-	164,985	186,107
TPEG (Set Aside)*	220,211	-	220,211	-	220,211	220,677
State Funded Continuing Education	296,404	-	296,404	-	296,404	573,615
Non-State Funded Continuing Education	4,500	-	4,500	-	4,500	-
Total Tuition	3,782,906	-	3,782,906	-	3,782,906	4,003,168
Fees:						
Installment Plan Fees	193,795	-	193,795	-	193,795	206,885
General Service Fees	9,260,937	-	9,260,937	-	9,260,937	8,817,291
Other Fees	7,786,516	-	7,786,516	-	7,786,516	6,468,813
Total Fees	17,241,248	-	17,241,248	-	17,241,248	15,492,989
Scholarship Allowances and Discounts:						
TPEG Awards	(220,677)	-	(220,677)	-	(220,677)	(220,677)
Scholarship Allowances	(250,000)	-	(250,000)	-	(250,000)	(303,332)
Federal Grants to Students	(2,962,092)	-	(2,962,092)	-	(2,962,092)	(2,152,827)
Exemptions	(394,835)	-	(394,835)	-	(394,835)	(380,957)
Total Scholarship Allowances and Discounts	(3,827,604)	-	(3,827,604)	-	(3,827,604)	(3,057,793)
Total Net Tuition and Fees	17,196,550	-	17,196,550	-	17,196,550	16,438,364
Additional Operating Revenues:						
Federal Grants and Contracts	-	1,017,364	1,017,364	-	1,017,364	2,605,910
State Grants and Contracts	-	730,979	730,979	-	730,979	251,522
Local Grants and Contracts	-	213,224	213,224	-	213,224	218,786
Sales and Services of Educational Activities	27,363	-	27,363	-	27,363	30,068
Other Operating Revenues	226,175	-	226,175	-	226,175	269,974
Total Additional Operating Revenues	253,538	1,961,567	2,215,105	-	2,215,105	3,376,260
Auxiliary Enterprises:						
Residential Life	-	-	-	690,788	690,788	693,877
Scholarship Allowances and Discounts	-	-	-	(50,307)	(50,307)	(92,284)
Net Resident Life	-	-	-	640,481	640,481	601,593
Bookstore Commission	-	-	-	112,241	112,241	123,148
Other Auxiliary Revenue	-	-	-	84,055	84,055	129,483
Total Net Auxiliary Enterprises	-	-	-	836,777	836,777	854,224
Total Operating Revenues	$ 17,450,088	$ 1,961,567	$ 19,411,655	$ 836,777	$ 20,248,432	$ 20,668,848
					(Exhibit 2)	(Exhibit 2)

*In accordance with Education Code 56.033, $220,211,and $220,677 for years August 31, 2025 and 2024, 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, 2025 (with Memorandum Totals for the Year Ended August 31, 2024)

	Operating Expenses					
	Salaries and Wages	Benefits State	Benefits Local	Other Expenses	2025 Total	2024 Total
Unrestricted-Educational Activities						
Instruction	$ 13,055,087	$ -	$ 3,071,590	$ 1,472,023	$ 17,598,700	$ 17,215,224
Public Service	16,695	-	3,928	132,855	153,478	130,106
Academic Support	1,614,311	-	379,814	687,100	2,681,225	2,514,802
Student Services	2,334,024	-	549,147	361,813	3,244,984	3,165,963
Institutional Support	3,812,469	-	896,995	3,208,349	7,917,813	7,149,465
Operating and Maintenance of Plant	1,030,116	-	242,365	3,256,552	4,529,033	3,930,153
Scholarships and Fellowships	-	-	-	877,151	877,151	833,091
Total Unrestricted Educational Activities	21,862,702	-	5,143,839	9,995,843	37,002,384	34,938,804
Restricted-Educational Activities						
Instruction	$ 71,107	$ 2,052,111	$ 21,650	$ 386,014	$ 2,530,882	$ 2,131,815
Public Service	149,213	2,624	54,432	159,707	365,976	991,038
Academic Support	168,370	253,751	63,158	48,068	533,347	533,373
Student Services	243,099	366,882	72,245	358,550	1,040,776	1,318,558
Institutional Support	-	599,276	-	-	599,276	525,700
Operating and Maintenance of Plant	3,928	-	-	15,713	19,641	-
Scholarships and Fellowships	-	-	-	7,252,169	7,252,169	5,545,439
Total Restricted Educational Activities	635,717	3,274,644	211,485	8,220,221	12,342,067	11,045,923
Total Educational Activities	22,498,419	3,274,644	5,355,324	18,216,064	49,344,451	45,984,727
Auxiliary enterprises	230,407	-	54,240	717,276	1,001,923	1,023,056
					-	-
Depreciation & Amortization Expense-Buildings and Other Real Estate	-	-	-	2,430,434	2,430,434	2,605,267
Depreciation & Amortization Expense-Equipment & Furniture	-	-	-	2,493,999	2,493,999	1,889,359
Total Operating Expenses	$ 22,728,826	$ 3,274,644	$ 5,409,564	$ 23,857,773	$ 55,270,807	$ 51,502,409
					(Exhibit 2)	(Exhibit 2)

Schedule C

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Non-Operating Revenues and Expenses
Year Ended August 31, 2025 (with Memorandum Totals for the Year Ended August 31, 2024)

	Unrestricted	Restricted	Auxiliary Enterprises	2025 Total	2024 Total
NON-OPERATING REVENUES:					
State Appropriations:					
Education and General State Support	$ 10,577,588	$ -	$ -	$ 10,577,588	$ 9,414,182
State Group Insurance	-	2,577,531	-	2,577,531	2,354,410
State Retirement Matching	-	698,651	-	698,651	696,620
Total State Appropriations	10,577,588	3,276,182	-	13,853,770	12,465,212
Federal Revenue Non Operating	11,079,773	-	-	11,079,773	8,603,232
Maintenance Ad Valorem Taxes	12,739,636	-	-	12,739,636	10,426,285
Gifts and Donations	224,188	-	-	224,188	560,298
Investment Income	2,576,210	-	-	2,576,210	4,095,417
Other Non-Operating Revenues	(148,090)	-	-	(148,090)	2,016,012
Total Non-Operating Revenues	37,049,305	3,276,182	-	40,325,487	38,166,456
NON-OPERATING EXPENSES:					
Interest on Capital Related Debt	226,709	-	-	226,709	314,513
Other Non-Operating Expense	18,010	-	-	18,010	26,453
Total Non-Operating Expenses	244,719	-	-	244,719	340,966
Net Non-Operating Revenues	$ 36,804,586	$ 3,276,182	$ -	$ 40,080,768	$ 37,825,490
				(Exhibit 2)	(Exhibit 2)

Schedule D

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Net Position by Source and Availability
Year Ended August 31, 2025 (with Memorandum Totals for the Year Ended August 31, 2024)

	Detail by Source					Available for Current Operations	
		Restricted		Net Investment in			
	Unrestricted	Expendable	Non-Expendable	Capital Assets	Total	Yes	No
Current:							
Unrestricted	$ (18,533,893)	$ -	$ -	$ -	$ (18,533,893)	$ (18,533,893)	$ -
Board Designated	3,200,000	-	-	-	3,200,000	3,200,000	-
Restricted	-	1,911,580	-	-	1,911,580	1,911,580	-
Auxiliary Enterprises	735,761	-	-	-	735,761	735,761	-
Endowment:					-		
True	-	-	14,525,652	-	14,525,652	-	14,525,652
Plant:					-		
Unexpended	2,847,983	-	-	-	2,847,983	-	2,847,983
Renewals	(898,526)	-	-	-	(898,526)	-	(898,526)
Debt Service	-	445,552	-	-	445,552	-	445,552
Investment in Plant	-	-	-	48,548,503	48,548,503	-	48,548,503
Total Net Position, August 31, 2025	**$ (12,648,675)**	**$ 2,357,132**	**$ 14,525,652**	**$ 48,548,503**	**$ 52,782,612** (Exhibit 1)	**$ (12,686,552)**	**$ 65,469,164**
Total Net Position August 31, 2024	**$ (17,724,274)**	**$ 2,278,479**	**$ 14,137,272**	**$ 49,032,742**	**$ 47,724,219** (Exhibit 2)	**$ (15,190,195)**	**$ 62,914,414**
Net Increase (Decrease) in Net Position	**$ 5,075,599**	**$ 78,653**	**$ 388,380**	**$ (484,239)**	**$ 5,058,393** (Exhibit 2)	**$ 2,503,643**	**$ 2,554,750**

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Schedule of Expenditures of Federal Awards
As of August 31, 2025

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		$ 222,656
College Work Study Program	84.033		117,571
Pell Grant Program	84.063		10,522,366
William D Ford Direct Loans	84.268		2,353,829
Total Student Financial Assistance Cluster			13,216,422
Higher Education Institutional Aid			
Wharton Co. Jr. College Title V DHSI Career & Transfer Center Project	84.031S	P031S200051	566,148
TRIO-Student Support Services	84.042A	P042A200668	263,082
Texas Higher Education Coordinating Board			
Career and Technical Education - Basic Grants	84.048A	254202067110001	171,990
TOTAL U.S. DEPARTMENT OF EDUCATION			**14,217,642**
NATIONAL SCIENCE FOUNDATION			
Pass-Through From:			
University of Houston			
Education and Human Resources	47.076	R-24-0163	5,615
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Pass-Through From:			
Houston-Galveston Area Council			
Social Services Program	93.044		29,521
Nutrition Program	93.045		247,730
Total Aging Cluster			277,251
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			**277,251**
U.S. DEPARTMENT OF HOMELAND SECURITY			
Pass-Through the Texas Division Of Emergency Management:			
Disaster Grants - Public Assistance	97.036	760591	3,928
Disaster Grants - Public Assistance	97.036	760664	15,713
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			19,641
TOTAL EXPENDITURES OF FEDERAL AWARDS			**$ 14,520,149**

Notes to schedule on following page

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Schedule of Expenditures of Federal Awards
Year Ended August 31, 2025

Federal revenues:	
Federal grants and contracts - per Schedule A and C	$ 12,097,137
Reconciling items:	
Federal Funds not collectible	69,183
William D Ford Direct Loans	2,353,829
Total per Schedule of Expenditures of Federal Awards	$ 14,520,149

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.

Schedule F

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Schedule of Expenditures of State Awards
As of August 31, 2025

Grantor Agency/Program Title	Grant Contract Number	Expenditures
Texas Higher Education Coordinating Board		
The Texas Reskilling and Upskilling Through Education (TRUE)	00318	30,133
The Texas Reskilling and Upskilling Through Education (TRUE)	01515	186,371
The Texas Reskilling and Upskilling Through Education (TRUE)		
Pass-Through From:		
Alamo Community College District	00343	14,060
The Texas Reskilling and Upskilling Through Education (TRUE)		
Pass-Through From:		
Fort Bend Chamber of Commerce	01529	139,317
Student Success Acceleration Program (SSAP)	01380	44,909
TOTAL TEXAS HIGHER EDUCATION COORDINATING BOARD		414,790
Texas Workforce Commission		
Jobs and Education for Texans Grant Program	2824JET006	316,189
TOTAL STATE FINANCIAL ASSISTANCE		$ **730,979**

Notes to schedule on following page

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

Notes to Schedule of Expenditures of State Awards
Year Ended August 31, 2025

State revenues:		
State grants and contracts - per Schedule A	$	730,979
Indirect/administrative cost recoveries		-
Total per Schedule of Expenditures of State Awards	$	730,979

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.
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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, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated November 26, 2025.

Report on Internal Control Over Financial Reporting

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

*A deficiency in internal control exists when the desig*n 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 out 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.

Lott, Vernon & Co. P.C.

Temple, Texas
November 26, 2025

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

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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, 2025. 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, 2025.

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.

Scott, Vernon & Co. P.C.

Temple, Texas
November 26, 2025

WHARTON COUNTY JUNIOR COLLEGE
Schedule of Findings and Questioned Costs
August 31, 2025

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		N/A - State financial assistance was less than $750,000 in fiscal year ending August 31, 2025.
Student Financial Aid Cluster:		
Federal Supplemental Education Opportunity Grant	84.007	
Federal Work-Study Program	84.033	
Federal Pell Grant Program	84.063	
William D Ford Federal Direct Student Loans	84.268	

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 2016 to 2025
(unaudited)

	For the Fiscal Year Ended August 31, (Amounts expressed in thousands)									
	2025	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
Net investment in capital assets	$48,549	$49,033	$45,395	$45,763	$35,168	$36,084	$35,984	$33,444	$27,125	$24,734
Restricted - expendable	2,357	2,278	2,229	2,262	2,357	1,798	1,639	1,380	1,819	1,470
Restricted - nonexpendable	14,526	14,137	12,490	12,304	13,473	11,146	10,832	11,000	10,047	9,376
Unrestricted	(12,649)	(17,724)	(19,382)	(21,555)	(10,680)	(11,151)	(10,967)	(9,559)	24,561	26,717
Total primary government net position	$ 52,783	$ 47,724	$ 40,732	$ 38,774	$ 40,318	$ 37,877	$ 37,488	$ 36,265	$ 63,552	$ 62,297

Wharton County Junior College
Statistical Supplement 2
Revenues by Source
Fiscal Years 2016 to 2025
(unaudited)

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Tuition and Fees (Net of Discounts)	$17,197	$16,438	$14,682	$14,829	$15,593	$18,208	$19,101	$19,137	$19,536	$19,443
Governmental Grants and Contracts										
Federal Grants and Contracts	1,017	2,606	3,937	6,756	4,823	2,281	1,296	1,340	1,238	2,475
State Grants and Contracts	731	252	144	93	200	349	322	198	537	298
Local Grants and Contracts	-	-	-	-	-	-	-	-	-	-
Non-Governmental Grants and Contracts	213	219	294	298	414	339	339	389	322	437
Sales and services of educational activities	27	30	25	25	19	13	27	24	28	26
Auxiliary enterprises	837	854	765	791	485	688	831	757	753	809
Other Operating Revenues	226	270	206	101	90	159	242	199	237	292
Total Operating Revenues	20,248	20,669	20,053	22,893	21,624	22,037	22,158	22,044	22,651	23,780
State Appropriations	13,854	12,465	11,916	11,729	12,924	13,427	12,720	12,934	12,027	11,993
Ad Valorem Taxes	12,740	10,426	9,325	7,805	7,681	7,533	7,268	6,421	5,921	5,355
Gifts	224	560	334	301	201	475	1,647	626	142	1,657
Investment income	2,576	4,095	1,194	(2,257)	2,494	1,008	1,063	1,263	1,050	992
Other non-operating revenues	10,932	10,619	7,606	13,459	9,702	9,970	7,459	6,941	6,465	6,295
Total Non-Operating Revenues	40,326	38,165	30,375	31,037	33,002	32,413	30,157	28,185	25,605	26,292
Total Revenues	$ 60,574	$ 58,834	$ 50,428	$ 53,930	$ 54,626	$ 54,450	$ 52,315	$ 50,229	$ 48,256	$ 50,072

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Tuition and fees (net of discounts)	28.39%	27.94%	29.11%	27.50%	28.55%	33.44%	36.51%	38.10%	40.48%	38.83%
Governmental grants and contracts										
Federal grants and contracts	1.68%	4.43%	7.81%	12.53%	8.83%	4.19%	2.48%	2.67%	2.57%	4.94%
State grants and contracts	1.21%	0.43%	0.29%	0.17%	0.37%	0.64%	0.62%	0.39%	1.11%	0.60%
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	0.35%	0.37%	0.58%	0.55%	0.76%	0.62%	0.65%	0.77%	0.67%	0.87%
Sales and services of educational activities	0.04%	0.05%	0.05%	0.05%	0.03%	0.02%	0.05%	0.05%	0.06%	0.05%
Auxiliary enterprises	1.38%	1.45%	1.52%	1.47%	0.89%	1.26%	1.59%	1.51%	1.56%	1.62%
Other operating revenues	0.37%	0.46%	0.41%	0.19%	0.16%	0.29%	0.46%	0.40%	0.49%	0.58%
Total Operating Revenues	33.43%	35.13%	39.77%	42.45%	39.59%	40.47%	42.35%	43.89%	46.94%	47.49%
State appropriations	22.87%	21.19%	23.63%	21.75%	23.66%	24.66%	24.31%	25.75%	24.92%	23.95%
Ad valorem taxes	21.03%	17.72%	18.49%	14.47%	14.06%	13.83%	13.89%	12.78%	12.27%	10.69%
Gifts	0.37%	0.95%	0.66%	0.56%	0.37%	0.87%	3.15%	1.25%	0.29%	3.31%
Investment income	4.25%	6.96%	2.37%	-4.19%	4.57%	1.85%	2.03%	2.51%	2.18%	1.98%
Other non-operating revenues	18.05%	18.05%	15.08%	24.96%	17.76%	18.31%	14.26%	13.82%	13.40%	12.57%
Total Non-Operating Revenues	66.57%	64.87%	60.23%	57.55%	60.41%	59.53%	57.65%	56.11%	53.06%	52.51%
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 2016 to 2025
(unaudited)

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction	$20,130	$19,347	$18,183	$19,150	$21,115	$20,815	$20,186	$19,647	$19,077	$18,139
Research										
Public service	519	1,121	1,424	1,710	1,396	1,680	1,869	1,900	1,665	1,592
Academic support	3,215	3,048	3,055	2,883	2,873	3,432	3,463	3,528	3,271	3,889
Student services	4,286	4,485	4,371	4,739	4,092	4,613	3,493	3,487	3,083	2,930
Institutional support	8,517	7,675	7,596	7,296	7,285	8,116	8,617	8,016	7,916	7,748
Operation and maintenance of plant	4,549	3,930	3,759	3,823	4,963	5,094	5,191	5,812	4,815	4,828
Scholarships and fellowships	8,129	6,379	5,659	11,646	7,898	7,697	5,544	5,143	4,823	4,758
Auxiliary enterprises	1,002	1,023	943	887	821	771	949	953	842	835
Depreciation	4,924	4,494	3,283	3,145	1,689	1,776	1,707	1,414	1,271	1,278
Total Operating Expenses	55,271	51,502	48,273	55,279	52,132	53,994	51,019	49,900	46,763	45,997
Interest on capital related debt	18	27	27	27	26	29	28	27	176	70
Other non-operating expenses	227	315	170	168	27	37	46	55	63	23
Total Non-Operating Expenses	245	342	197	195	53	66	74	82	239	93
Total Expenses	$ 55,516	$ 51,844	$ 48,470	$ 55,474	$ 52,185	$ 54,060	$ 51,093	$ 49,982	$ 47,002	$ 46,090

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction	36.26%	37.32%	37.51%	34.52%	40.46%	38.50%	39.51%	39.31%	40.59%	39.36%
Research	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Public service	0.93%	2.16%	2.94%	3.08%	2.68%	3.11%	3.66%	3.80%	3.54%	3.45%
Academic support	5.79%	5.88%	6.30%	5.20%	5.51%	6.35%	6.78%	7.06%	6.96%	8.44%
Student services	7.72%	8.65%	9.02%	8.54%	7.84%	8.53%	6.84%	6.98%	6.56%	6.36%
Institutional support	15.34%	14.80%	15.67%	13.15%	13.96%	15.01%	16.87%	16.04%	16.84%	16.81%
Operation and maintenance of plant	8.19%	7.58%	7.76%	6.89%	9.51%	9.42%	10.16%	11.63%	10.24%	10.48%
Scholarships and fellowships	14.64%	12.30%	11.68%	20.99%	15.13%	14.24%	10.85%	10.29%	10.26%	10.32%
Auxiliary enterprises	1.80%	1.97%	1.95%	1.60%	1.57%	1.43%	1.86%	1.91%	1.79%	1.81%
Depreciation	8.87%	8.67%	6.77%	5.67%	3.24%	3.29%	3.34%	2.83%	2.70%	2.77%
Total Operating Expenses	99.56%	99.34%	99.59%	99.65%	99.90%	99.88%	99.86%	99.84%	99.49%	99.80%
Interest on capital related debt	0.03%	0.05%	0.06%	0.05%	0.05%	0.05%	0.05%	0.05%	0.37%	0.15%
Other non-operating expenses	0.41%	0.61%	0.35%	0.30%	0.05%	0.07%	0.09%	0.11%	0.13%	0.05%
Total Non-Operating Expenses	0.44%	0.66%	0.41%	0.35%	0.10%	0.12%	0.14%	0.16%	0.51%	0.20%
Total Expenses	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 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
2025	-	$ 32	$ 32	$ 83	-	$ 61	$ 18	$ 1,596	$ 2,328	0.00%	0.00%
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%

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
2025	-	$ 84	84	83	-	61	18	2,952	0.00%	0.00%
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%

Note: Includes basic enrollment tuition and fees but excludes course based fees such as laboratory fees, testing fees and certification fees. 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)

	(amounts expressed in thousands)				Direct Rate		
Fiscal Year	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Maintenance & Operations (a)	Debt Service (a)	Total (a)
2024-25	$ 13,311,322	3,916,339	9,394,983	70.58%	0.132800	-	$ 0.132800
2023-24	11,918,340	3,713,373	8,204,967	68.84%	0.133120	-	0.133120
2022-23	10,304,506	3,242,771	7,061,735	68.53%	0.131400	-	0.131400
2021-22	8,801,357	2,976,793	5,824,564	66.18%	0.131770	-	0.131770
2020-21	8,156,378	2,665,681	5,490,697	67.32%	0.136840	-	0.136840
2019-20	8,044,735	2,685,910	5,358,825	66.61%	0.139340	-	0.139340
2018-19	7,427,368	2,417,434	5,009,934	67.45%	0.135500	-	0.135500
2017-18	6,463,129	2,195,537	4,267,592	66.03%	0.137060	-	0.137060
2016-17	5,813,804	1,757,067	4,056,737	69.78%	0.130280	-	0.130280
2015-16	5,878,934	1,736,789	4,142,145	70.46%	0.126560	-	0.126560

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)

	Appropriation per FTSE			Appropriation per Contact Hour			
Fiscal Year	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
2024-25	$ 10,577,588	3,727	$ 2,838	1,593,360	726,399	2,319,759	$ 4.56
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

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)

		Taxable Assessed Value (TAV) by Tax Year ($000 omitted)									
Taxpayer	**Type of Business**	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
American Electric Power	Utility	72,725	44,412	-	35,546	35,546	31,371	24,531	-	-	-
Apache Corporation	Oil and Gas	-	-	-	-	-	-	29,144	-	27,216	25,544
Armour Lacy W Etal Est	Oil and Gas	-	-	-	-	-	-	42,735	42,735	-	-
Bernard Creek Solar	Utility	241,223	241,223	-	-	-	-	-	-	-	25,361
CenterPoint Energy	Utility	94,691	-	71,147	51,446	40,406	46,805	42,392	36,305	39,856	34,083
CG Wharton County , LLC	Utility	-	-	75,000	-	-	-	-	-	-	-
Coastal Oil and Gas Corp	Oil and Gas	-	-	-	68,495	-	-	-	-	-	-
Colorado Bend I Power, LLC	Utility	85,668	63,652	65,939	-	68,495	73,307	83,247	218,453	217,862	150,754
Colorado Bend II Power, LLC	Utility	-	350,840	249,124	-	298,347	375,996	-	155,231	131,893	71,500
Danish Fields Solar	Utility	117,936	117,936	-	-	-	-	-	-	-	-
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
Grey Oak Pipeline	Oil and Gas	-	-	32,624	32,086	35,546	-	-	-	-	-
Gulf South Pipeline Co LP	Oil and Gas	221,940	118,242	117,179	114,125	-	108,525	108,676	57,737	57,560	-
Gulf Star Power	Utility	215,469	215,469	-	-	-	-	-	-	-	-
Hecate Energy Ramsey, LLC	Utility	323,478	323,369	236,223	-	-	-	-	-	-	-
JM Eagle	Manufacturing	-	-	-	30,199	30,385	37,625	33,568	34,212	34,212	40,231
Nan Ya Plastics Corp	Manufacturing	-	-	-	-	32,496	34,188	30,605	30,605	35,721	33,216
Prarie Switch Wind	Utility	102,242	102,163	-	-	-	-	-	-	-	-
Red Tailed Hawk Solar, Inc	Utility	164,845	164,845	57,471	-	-	-	-	-	-	-
TCV Pipeline LLC	Oil and Gas	-	-	-	27,551	27,551	-	-	35,560	35,560	-
Tennessee Gas Pipeline	Oil and Gas	-	-	-	32,731	-	27,185	27,539	-	-	-
Transcontinental Gas Pipeline	Oil and Gas	-	-	-	-	27,126	24,735	-	-	-	24,575
Wharton County Foods	Agribusiness	-	-	-	-	-	-	-	32,871	27,403	28,096
	Totals	1,640,217	1,742,151	982,883	460,435	623,748	796,883	458,438	684,038	648,373	474,450
Total Taxable Assessed Value		9,394,983	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

Source: Local County Appraisal District

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

		% of Taxable Assessed Value (TAV) by Tax Year									
Taxpayer	**Type of Business**	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
American Electric Power	Utility	0.77%	0.54%	0.00%	0.61%	0.65%	0.59%	0.49%	0.00%	0.00%	0.00%
Apache Corporation	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.58%	0.00%	0.64%	0.63%
Armour Lacy W Etal Est	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.85%	0.92%	0.00%	0.00%
Bernard Creek Solar	Utility	2.57%	2.94%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.63%
CenterPoint Energy	Utility	1.01%	0.00%	1.01%	0.88%	0.74%	0.87%	0.85%	0.78%	0.93%	0.84%
CG Wharton County, LLC	Utility	0.00%	0.00%	1.06%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Coastal Oil and Gas Corp	Oil and Gas	0.00%	0.00%	0.00%	1.18%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Colorado Bend I Power, LLC	Utility	0.91%	0.78%	0.93%	0.00%	1.25%	1.37%	1.66%	4.69%	5.11%	3.72%
Colorado Bend II Power, LLC	Utility	0.00%	4.28%	3.53%	0.00%	5.43%	7.02%	0.00%	3.33%	3.09%	1.76%
Danish Fields Solar	Utility	1.26%	1.44%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
DCP Sand Hills Pipeline LLC	Oil and Gas	0.00%	0.00%	0.55%	0.48%	0.51%	0.00%	0.00%	0.00%	0.00%	0.00%
Enterprise Texas PIP	Manufacturing	0.00%	0.00%	0.56%	0.69%	0.00%	0.69%	0.72%	0.87%	0.96%	1.01%
Grey Oak Pipeline	Oil and Gas	0.00%	0.00%	0.46%	0.55%	0.65%	0.00%	0.00%	0.00%	0.00%	0.00%
Gulf South Pipeline Co LP	Oil and Gas	2.36%	1.44%	1.66%	1.96%	0.00%	2.03%	2.17%	1.24%	1.35%	0.00%
Gulf Star Power	Oil and Gas	2.29%	2.63%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Hecate Energy Ramsey, LLC	Solar Farm	3.44%	3.94%	3.35%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
JM Eagle	Manufacturing	0.00%	0.00%	0.00%	0.52%	0.55%	0.70%	0.67%	0.73%	0.80%	0.99%
Nan Ya Plastics Corp	Manufacturing	0.00%	0.00%	0.00%	0.00%	0.59%	0.64%	0.61%	0.66%	0.84%	0.82%
Prarie Switch Wind	Utility	1.09%	1.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Red Tailed Hawk Solar	Utility	1.75%	2.01%	0.81%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TCV Pipeline LLC	Oil and Gas	0.00%	0.00%	0.00%	0.47%	0.50%	0.00%	0.00%	0.76%	0.83%	0.00%
Tennessee Gas Pipeline	Oil and Gas	0.00%	0.00%	0.00%	0.56%	0.00%	0.51%	0.55%	0.00%	0.00%	0.00%
Transcontinental Gas Pipeline	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.49%	0.46%	0.00%	0.00%	0.00%	0.61%
Wharton County Foods	Agribusiness	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.71%	0.64%	0.69%
		17.46%	21.23%	9.02%	4.48%	3.64%	11.23%	4.70%	7.61%	7.39%	4.53%

Source: Local County Appraisal District

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

Fiscal Year Ended August 31	(amounts expressed in thousands) Total Tax Levy (a)	Collections - Current Levy	Percentage	Current Collections of Prior Levies	Total Collections (b)	Percentage of Current Levy
2025	$12,576	12,310	97.88%	430	$ 12,740	101.30%
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%

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)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Bonded Debt										
General obligation bonds	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds restricted for debt service	-	-	-	-	-	-	-	-	-	-
Net general bonded debt	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Debt										
Revenue bonds	$ -	$ -	$ -	$ 355,000	$ 695,000	$ 1,020,000	$ 1,335,000	$ 1,640,000	$ 1,935,000	$ 2,220,000
Notes	-	-	-	-	-	-	-	-	-	-
Capital lease obligations	-	-	-	-	-	-	-	-	-	-
Total Outstanding Debt	$ -	$ -	$ -	$ 355,000	$ 695,000	$ 1,020,000	$ 1,335,000	$ 1,640,000	$ 1,935,000	$ 2,220,000
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	0	9	17	25	32	40	47	54
Per Student	-	-	-	78	171	218	283	333	393	450
As a percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.06%	0.13%	0.19%	0.27%	0.40%	0.47%	0.54%

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	2024	2023	2022	2021	2020	2019	2018	2017	2016
Taxable Assessed Value	$ 9,394,983	$ 8,204,967	$ 7,061,735	$ 5,824,564	$ 5,818,204	$ 5,358,825	$ 5,009,934	$ 4,661,522	$ 4,267,592	$ 4,056,737
General Obligation Bonds										
Statutory Tax Levy Limit for Debt Service	-	-	-	29,123	29,091	26,794	25,050	23,308	21,338	20,284
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
Current Year Debt Service Requirements										
Excess of Statutory Limit for Debt Service Over Current Requirements	$ -	$ -	$ -	$ 29,123	$ 29,091	$ 26,794	$ 25,050	$ 23,308	$ 21,338	$ 20,284
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

	Pledged Revenues ($000 omitted)									Debt Service Requirements ($000 omitted)			
Fiscal Year Ended August 31	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
2025	2,213	-	9,261	-	-	2,576	2,913	-	16,963	-	-	-	-
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

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
2025	42,035	a.	a.	4.2%
2024	41,570	a.	a.	4.1%
2023	41,739	2,333,286	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 and US Bureau of Economic Analysis
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	497	2.09%
Wharton County Junior College	507	2.13%
Wharton ISD	367	1.54%
Greenleaf Nursery Company, Inc.	428	1.80%
El Campo Memorial Hospital	289	1.21%
H.E.B.	379	1.59%
Praseks	318	1.34%
NanYa Plastics Corporation USA	210	0.88%
Wal-Mart Associates, Inc.	343	1.44%
Wharton County	247	1.04%
Total	23,800	15.06%

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

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

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Faculty										
Full-Time	161	159	161	176	185	183	177	174	173	171
Part-Time	126	113	120	116	109	115	108	127	124	134
Total	287	272	281	292	294	298	285	301	297	305
Percent										
Full-Time	56.1%	58.5%	57.3%	60.3%	62.9%	61.4%	62.1%	57.8%	58.2%	56.1%
Part-Time	43.9%	41.5%	42.7%	39.7%	37.1%	38.6%	37.9%	42.2%	41.8%	43.9%
Staff and Administrators										
Full-Time	163	175	172	179	187	195	192	187	191	193
Part-Time	57	76	93	73	79	96	93	96	84	88
Total	220	251	265	252	266	291	285	283	275	281
Percent										
Full-Time	74.1%	69.7%	64.9%	71.0%	70.3%	67.0%	67.4%	66.1%	69.5%	68.7%
Part-Time	25.9%	30.3%	35.1%	29.0%	29.7%	33.0%	32.6%	33.9%	30.5%	31.3%
FTSE per Full-time Faculty	23.1	23.6	22.6	21.1	21.9	25.6	26.2	26.7	27.2	27.9
FTSE per Full-Time Staff Member	22.9	21.5	21.1	20.8	21.7	24.0	24.2	24.8	24.7	24.7
Average Annual Faculty Salary	$77,784	$74,820	$74,004	$73,500	$73,644	$73,500	$74,067	$73,059	$74,076	$71,364

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

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

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020	
Student Classification	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 hours	3,553	64%	3,691	64%	3,561	64%	3,355	60%	3,775	61%
31-60 hours	1,523	27%	1,510	26%	1,518	27%	1,676	30%	1,787	29%
> 60 hours	428	8%	486	9%	416	8%	448	8%	537	9%
Continuing Ed Only	52	1%	72	1%	56	1%	68	1%	92	1%
Total	5,556	100%	5,759	100%	5,551	100%	5,547	100%	6,191	100%

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020	
Semester Hour Load	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	17	0%	12	0%	12	0%	5	0%	17	0%
3-5 semester hours	995	18%	989	17%	967	17%	947	17%	1,050	17%
6-8 semester hours	1,022	18%	1,111	19%	1,056	19%	1,061	19%	1,280	21%
9-11 semester hours	1,301	23%	1,323	23%	1,185	21%	1,158	21%	1,206	19%
12-14 semester hours	1,544	28%	1,564	27%	1,590	29%	1,557	28%	1,659	28%
15-17 semester hours	546	11%	601	11%	601	11%	679	12%	769	12%
18 & Over	79	1%	87	2%	84	2%	72	1%	118	2%
Continuing Ed Only	52	1%	72	1%	56	1%	68	1%	92	1%
Total	5,556	100%	5,759	100%	5,551	100%	5,547	100%	6,191	100%
Credit Average Course Load	9.42		9.47		9.56		9.62		9.64	

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020	
Tuition Status	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (In-District)	1,246	22%	1,237	21%	1,245	22%	1,126	20%	1,191	19%
Texas Resident (Out-of-District)	4,087	74%	4,242	74%	4,031	73%	4,090	74%	4,643	75%
Non-Resident Tuition	86	2%	116	2%	121	2%	100	2%	102	2%
Exempt	85	1%	92	2%	98	2%	163	3%	163	3%
Continuing Ed Only	52	1%	72	1%	56	1%	68	1%	92	1%
Total	5,556	100%	5,759	100%	5,551	100%	5,547	100%	6,191	100%

Source: CBM0C1/CBM0CS and CBM00A Fall reports.

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

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020	
Gender	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	3,206	58%	3,294	57%	3,218	58%	3,254	59%	3,642	59%
Male	2,350	42%	2,465	43%	2,333	42%	2,293	41%	2,549	41%
Total	5,556	100%	5,759	100%	5,551	100%	5,547	100%	6,191	100%

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020	
Ethnic Origin	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	1,446	26%	1,538	27%	1,506	27%	1,560	28%	1,856	30%
Hispanic	2,596	47%	2,658	46%	2,557	46%	2,514	45%	2,662	43%
African American	650	12%	681	12%	604	11%	663	12%	708	11%
Asian	720	13%	747	13%	759	14%	711	13%	857	14%
Foreign	1	0%	-	0%	3	0%	2	0%	3	0%
Native American	16	0%	15	0%	9	0%	7	0%	5	0%
Unknown	127	2%	120	2%	113	2%	90	2%	100	2%
Total	5,556	100%	5,759	100%	5,551	100%	5,547	100%	6,191	100%

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020	
Age	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	962	17%	881	15%	771	14%	609	11%	705	11%
18 -21	3,091	56%	3,304	59%	3,304	60%	3,264	59%	3,658	59%
22 - 24	673	12%	694	11%	649	12%	745	13%	777	13%
25 - 35	583	10%	584	10%	578	10%	643	12%	728	12%
36 - 50	200	4%	243	4%	209	4%	245	4%	272	4%
51 & over	47	1%	53	1%	40	1%	41	1%	51	1%
Total	5,556	100%	5,759	100%	5,551	100%	5,547	100%	6,191	100%
Average Age	21.2		21.4		21.3		21.7		22.1	

Source: CBM0C1/CBM0CS and CBM00A Fall reports.

Wharton County Junior College
Statistical Supplement 17
Transfers to Senior Institutions
Academic Year 2024-25 Students as of Fall 2024
(Includes only public senior colleges in Texas)
(unaudited)

	Institutions Attended, Fall 2024	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	508	2	3	513	42.08%
2	Texas A&M University - College Station	165	3	1	169	13.86%
3	Sam Houston State University	42	2	1	45	3.69%
4	Texas State University	79	3		82	6.73%
5	University of Houston - Victoria	58	5	1	64	5.25%
6	University of Houston - Downtown	50	2		52	4.27%
7	The University of Texas - Austin	35			35	2.87%
8	The University of Texas - San Antonio	28	1		29	2.38%
9	Texas A&M University - Corpus Christi	22			22	1.80%
10	Texas Tech University	23	2		25	2.05%
11	University of Houston - Clear Lake	7	2		9	0.74%
12	Stephen F. Austin State University	10		1	11	0.90%
13	Tarleton State University	8	1		9	0.74%
14	The University of Texas - Arlington	11		8	19	1.56%
15	The University of Texas Permian Basin	0			0	0.00%
16	The University of Texas - Dallas	16	1	2	19	1.56%
17	Lamar University	10			10	0.82%
18	Texas A&M University - Kingsville	17		1	18	1.48%
19	The University of Texas Health Science Center at Houston	6		2	8	0.66%
20	Texas Woman's University	9			9	0.74%
21	University of North Texas	2			2	0.16%
22	Prairie View A&M University	9	1		10	0.82%
23	Texas A&M University - Galveston	9			9	0.74%
24	Texas Southern University	7			7	0.57%
25	The University of Texas - Tyler	6		7	13	1.07%
26	The University of Texas Medical Branch at Galveston	10			10	0.82%
27	Texas A&M University System Health Science Center	3			3	0.25%
28	The University of Texas M.D. Anderson Cancer Center	4			4	0.33%
29	Angelo State University				0	0.00%
30	Texas A&M International University		1	1	2	0.16%
31	Texas A&M University - Commerce		1		1	0.08%
32	Texas A&M University - San Antonio				0	0.00%
33	Texas Tech University Health Sciences Center			1	1	0.08%
34	Midwestern State University	1	1		2	0.16%
35	Texas A&M University - Central Texas	1			1	0.08%
36	The University of Texas - Rio Grande Valley	2			2	0.16%
37	The University of Texas Health Science Center at San Antonio	1			1	0.08%
38	University of North Texas at Dallas				0	0.00%
39	Texas A&M University - Texarkana	1			1	0.08%
40	University of North Texas Health Science Center	1			1	0.08%
41	West Texas A&M University	1			1	0.08%
	Totals	**1,162**	**28**	**29**	**1,219**	**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 2016 to 2025
(unaudited)

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Academic buildings	11	11	11	11	11	11	11	11	11	12
Square footage (in thousands)	463	443	443	443	443	425	425	425	425	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	63,431	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	16	14
Buses	0	0	1	1	1	1	1	1	1	1