



*El Paso County Community College District
El Paso, Texas*



Valle Verde Campus

ANNUAL COMPREHENSIVE FINANCIAL REPORT

for
**FISCAL YEARS ENDED
August 31, 2022 and 2021**



**El Paso
Community
College**

The Best Place to Start *and Finish!*

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

for

FISCAL YEARS ENDED

August 31, 2022 and 2021

Prepared By:

Budget and Financial Services
El Paso County Community College District
El Paso, Texas

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEARS ENDED AUGUST 31, 2022 and 2021**

TABLE OF CONTENTS

INTRODUCTORY SECTION

	<i>PAGE</i>
Transmittal Letter	i
GFOA Certificate of Achievement	xxv
Organizational Chart	xxvi
Principal Officials	xxvii

FINANCIAL SECTION

Independent Auditor's Report	1
Management's Discussion and Analysis	6

FINANCIAL STATEMENTS

Statement of Net Position	20
Statement of Revenues, Expenses and Changes in Net Position	22
Statement of Cash Flows	24
Notes to Financial Statements	26

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of College's Proportionate Share of Net Pension Liability	66
Schedule of College's Contributions for Pensions	68
Notes to Required Supplementary Information - Pension	70
Schedule of College's Share of Net OPEB Liability	72
Schedule of College's Contributions for OPEB	74
Notes to Required Supplementary Information - OPEB	75

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT**

TABLE OF CONTENTS
(continued)

	<i>PAGE</i>
SUPPLEMENTARY INFORMATION	
Schedule of Operating Revenues	78
Schedule of Operating Expenses by Object	79
Schedule of Non-Operating Revenues and Expenses	80
Schedule of Net Position by Source and Availability	81

STATISTICAL SECTION (Unaudited)

Statistical Section Categories	83
Net Position by Component and Changes in Net Position	84
Revenues by Source	86
Program Expenses by Function	88
Tuition and Fees	90
Assessed Value and Taxable Assessed Value of Property	91
State Appropriation per FTSE and Contact Hour	92
Principal Taxpayers	94
Property Tax Rates per \$100 of Assessed Value	96
Property Tax Levies and Collections	97
Ratios of Outstanding Debt	98
Legal Debt Margin Information	100
Pledged Revenue Coverage	102
Demographic and Economic Statistics - Taxing District	103
Principal Employers	104

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT**

TABLE OF CONTENTS
(continued)

	<i>PAGE</i>
Faculty, Staff, and Administrators Statistics	106
Enrollment Details	108
Student Profile	110
Transfers to Senior Institutions	112
Capital Asset Information	114

SINGLE AUDIT SECTION

Independent Auditor’s Report on the Schedules of Expenditures of Federal and State Awards	115
Schedule of Expenditures of Federal Awards	116
Notes to Supplementary Schedule of Expenditures of Federal Awards	119
Schedule of Expenditures of State Awards	121
Notes to Supplementary Schedule of Expenditures of State Awards	122
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 <i>Government Auditing Standards</i>	124
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance and the State of Texas Single Audit Circular.....	126
Schedule of Findings and Questioned Costs	129

INTRODUCTORY SECTION



Transmountain Campus



**El Paso
Community
College**

The Best Place to Start *and Finish!*



February 24, 2023

To the Citizens of El Paso County Community College District:

The annual comprehensive financial report of the El Paso County Community College District (“the district” or “the college” or “EPCC”) for the fiscal year ended August 31, 2022, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the district. To the best of our knowledge, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the district. All disclosures necessary to enable the reader to gain an understanding of the district’s financial activities have been included.

The district is reporting as a special purpose government engaged solely in business type activity (BTA). Adhering to Governmental Accounting Standards Board (GASB) Statements 34 (amended by GASB 63) and 35, this presentation of financial reporting combines all fund groups into a single column and includes the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position and the Statement of Cash Flows. The Board of Trustees has no financial accountability over the El Paso Community College Foundation or any other governmental unit, and, accordingly, only the financial data for El Paso County Community College District are included in this report.

The district is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *State of Texas Single Audit Circular*; and *Government Auditing Standards* issued by the Comptroller of the United States. Information related to this single audit, including the Schedule of Expenditures of Federal and State Awards and auditor's reports on the internal control and compliance with applicable laws and regulations, is included in the single audit section of this report.

El Paso County Community College District is committed to offering quality educational programs and services for the people of El Paso County at a reasonable cost as stated in the college mission statement. The district provides a wide range of programs, including general academic, technical-vocational, student development services, continuing education, and community service. The college also prides itself in pursuing economic initiatives through workforce and business development, community partnerships and global outreach.

In addition, the faculty, staff and students of El Paso Community College are committed to the philosophy and principles of a learning college. As such they affirm and embrace the core values of communication, competence, integrity, personal growth, respect, student success and trust.

PROFILE OF DISTRICT

El Paso County Community College District was established as a county junior college district in June 1969, when the citizens of El Paso County voted to create the district. In 2019, the college celebrated its 50th Anniversary of service to the El Paso community. The district encompasses all of El Paso County, an area of 1,058 square miles (with an estimated population of 867,947 as of 2022), which includes the City of El Paso and twelve other cities and towns. The district operates as a comprehensive junior college under the State of Texas laws, and is governed by a seven-member Board of Trustees elected to six-year terms from single-member districts. The Board has financial accountability and control over all district activities.

ECONOMIC CONDITION AND OUTLOOK

El Paso County is situated in the western most tip of Texas and, combined with Ciudad Juárez, Chihuahua, Mexico, represents one of the largest international border communities in the world. Outstanding weather, low cost of living, and competitive labor costs make El Paso an attractive location for businesses. El Paso County businesses have access to El Paso International Airport, which is located only 15 minutes from the central business district. The City of El Paso is currently the sixth largest city in the state of Texas and the 24th largest city in the United States. In June 2010, the City of El Paso was named “All-America City” by the National Civic League for its outstanding civic accomplishments in innovation, civic engagement and special efforts to respond to local challenges. It was the first time in four decades that El Paso had received this honor. In 2018, El Paso was honored again as an “All-America City.” El Paso also ranked #18 as America’s Best Performing Cities for growth in jobs, income and high tech GDP among 200 largest metropolitan areas. In November 2022, the El Paso unemployment rate was 4.4%, a decrease from the prior year’s 4.7%, which is mostly due to the reopening of businesses in light of decreased COVID-19 cases.

Additionally, El Paso was ranked #1 (of the best) in Texas as part of the 2017’s Best & Worst Run Cities in America survey conducted by WalletHub. In 2016, El Paso was ranked #3 as one of the nation’s Top Cities to Raise a Family, and the 11th Largest Exporter of Goods Nationwide, by the Brookings Institution. In 2017, according to U.S. News and World Report, the City ranked 14th as one of the 2017’s Best Places to Live in the U.S. for quality of life.

El Paso has become the home of computer manufacturing, telecommunications, and consumer products. Other industries include copper refining, medical equipment processing, electrical component manufacturing, plastic injection molding, southwestern food products, and natural gas pipeline operations. The Borderplex Alliance, a non-profit organization, is dedicated to economic development and policy advocacy in the El Paso region and is supported by a coalition of business, community and civic leaders who have a vision to bring new investment and jobs to the Borderplex region. Key industries in the Borderplex region include:

- Advanced logistics
- Advanced manufacturing
- Business services
- Defense and Aerospace
- Life Sciences and Healthcare
- Tourism

There are significant opportunities within each of those target industries for manufacturing, engineering and research/development. Other target industries include shared services, data & contact centers, and manufacturing/suppliers. El Paso is home to a youthful population whose labor force is diverse, bilingual and ready for an expanding economy. Coupled with a strong work ethic and situated in a right-to-work state with very low unionization, this rapidly growing labor force continues to attract a variety of industries to the region. Educational needs are provided by a variety of institutions to include the University of Texas at El Paso, Texas Tech University and El Paso Community College.

To accommodate El Paso's growth as a regional healthcare research and education center, the 2003 Texas legislative session approved the addition of the first- and second-year medical studies to the third- and fourth-year medical program offered by the Texas Tech University Health Science Center Paul L. Foster School of Medicine campus. Since then, the accredited medical school has added the Gayle Greve Hunt School of Nursing in El Paso (GGHSON), and the Graduate School of Biomedical Science to address the research and development efforts in healthcare issues associated with the border location and the growth and transformation of Fort Bliss. The newly constructed Medical Sciences Building II (MSB II) boasts five stories, a 500 seat auditorium, and a full-service cafeteria. The additional research space will enable the medical school to reach aggressive enrollment goals, recruit and retain world-class researchers, and expand its programs. Also, the Woody L. Hunt School of Dental Medicine was the first to open in Texas in nearly 50 years and is housed at the Texas Tech University Health Services Center El Paso (TTUHSC El Paso).

In January 2017, the Hospitals of Providence (THOP) and Texas Tech University Health Sciences Center (TTUHSC) El Paso in conjunction with Medistar Corporation collaborated on a new multi-million-dollar teaching hospital and a 110,000 sq. ft. medical office building in far west El Paso. The new hospital opened with 106 beds and is operating as part of The Hospitals of Providence (THOP), Tenet's system of hospitals and outpatient centers in El Paso. It serves as a teaching facility for medical students, nursing students, resident physicians, and faculty for TTUHSC's Paul L. Foster School of Medicine, offering training for up to 100 medical residents across a multi-year program.

El Paso is also home to Fort Bliss, the Army's Air Defense Artillery Center and School and the integrated field-testing for the Army's Future Combat System (FCS) program. Fort Bliss, second largest Army installation in the U.S. Army, currently hosts more than 31,420 active military personnel, 33,825 family members, and employs more than 11,574 civilians with an overall business output of \$1.7 billion in the El Paso community. In addition, Fort Bliss has been named the Army's Center for Renewable Energy. The goal has been set to produce enough energy from wind, sun and geothermal energy to power the post by 2025 at a project cost of \$120 million. Also located on Fort Bliss is the Kay Bailey Hutchison Desalination Plant which desalinates the groundwater of the Hueco Bolson for use by El Paso and Fort Bliss. A joint study by Fort Bliss and El Paso area city governments found that desalination was a viable method for increasing El Paso's water supply by 25%. This plant is currently the largest non-seawater desalination plant in the world.

The new \$1.4 billion William Beaumont Army Medical Center (WBAMC) that will replace the existing medical center opened in July 2021 on East Fort Bliss and is expected to have a major impact on the El Paso economy. The LEED Silver facility consists of a main hospital, inpatient

and outpatient clinics, administrative and research buildings, central utility plant, two access control points and 4,000 parking spaces. It is comprised of 135 beds, 10 operating rooms, and has 30 specialty clinics. Additionally, the project supports 15 graduate Medical Education, Nursing and enlisted training programs. WBAMC is also a participating hospital for medical residents from the Uniformed Services University of the Health Science (USU) and nursing students from the University of Texas at El Paso School of Nursing and the El Paso Community College Nursing Program.

GROWTH OF STUDENT POPULATION

Over the last ten years, student enrollment has decreased from approximately 30,468 students in Fall 2013 to 25,532 in Fall 2022 or 18.23 percent. Over the last five years, the college has experienced an economy-driven decline in enrollment. High paying jobs have attracted many students to the workforce, which has affected overall enrollment at most Texas community colleges. However, due to the pandemic, the Fall 2020, 2021 and 2022 enrollment reflected both major economic and instructional changes that greatly impacted the students' financial resources and necessitated a learning environment where the majority of 2020 and 2021 classes were held online. These factors contributed to the declines in Fall 2020 and 2021 enrollment. To address the higher unemployment rate that affected students, the college in fiscal year 2021-2022 distributed approximately \$25.1 million for the year and, since the beginning of the pandemic has distributed through August 31, 2022 \$49.8 million of Higher Education Emergency Relief Fund (HEERF) funding available for student aid grants. During these time periods, to assist students with the transition to online classes, hundreds of laptops were provided to students to help them with this change in learning modality.

To address the enrollment decrease, and provide a managed action plan for growth, the college created several initiatives as follows:

Early Alert is EPCC's retention strategy program targeting first-time-in-college (FTIC) students in order to increase retention rates and reduce the number of students on academic suspension and probation. After a successful pilot that showed more students being retained and successfully completing courses, Early Alert was scaled to all FTIC students at EPCC. A taskforce comprised of faculty, counselors, and staff from admissions/registration, information technology, research/accountability, and financial aid was formed to help keep students enrolled and progress towards earning their degree. Early Alert provides comprehensive support services and integrates faculty, advisors, and tutors into a collaborative online system that applies an intervention process to get students back on track. It effectively closes achievement gaps by connecting academic and student support systems. Faculty report at-risk behaviors, advisors contact students using a case-management approach and provide interventions to help students learn positive behaviors.

A significant growth factor has been the implementation of the Dual Credit program enticing students from the local high schools to enroll in college courses at no cost while finishing their secondary education. Under the Dual Credit program, EPCC offers fundamental core courses to qualified high school seniors and juniors in the high school campuses during daytime periods. Students receive both high school credit and college credit for the courses they take in the dual credit program. This program grew from 396 students at inception in Fall 2002 to 4,447 as of

August 2022, and is expected to continue growing as expanding the program was one of the 84th Legislature's top priorities for providing more access to higher education.

Another contributor to student enrollment growth is the very innovative Early College High School Program undertaken by the college in 2005 and that continues to grow with 5,738 students enrolled as of August 2022 at four college campuses, eight rural high schools and six urban high schools from eight different school districts. The innovative schools include nine Pathways in Technology Early College High School or P-TECHS. This program is further explained as a major initiative of the district.

With the hope that the declined enrollment trend will reverse itself, the college continues to serve business and industry with employee training in dozens of areas, from technical training to office skills to Basic English and Math.

Faculty Advising is a new effort to augment EPCC's already robust advising process. Leveraging our Guided Pathways work, faculty advising is a pilot program to include teaching faculty in guiding students about the best sequence of courses to take and their ultimate paths toward transferring to a 4-year university or entering the workforce. It is expected that faculty who have developed and lived these pathways are in an optimal position to guide students in the most efficient, effective path through higher education.

The faculty advising initiative started as a pilot in the summer of 2022 and will continue through the 22-23 academic year. Pilot faculty will help assess the success of the initiative and will train future cohorts of faculty advisors. This initiative will help retain students, lower the time to degree and help eliminate excess credit hours.

MAJOR INITIATIVES:

Capital Projects:

To address future growth of the district, the Board of Trustees contracted with the SmithGroupJJR, a national architecture firm to develop a master plan for the college district and make recommendations for improvements to the college's existing facilities to be based on enrollment growth patterns and community demographics among other variables. This contract also included the design of the potential Fort Bliss campus. It is expected that these recommendations will enhance the district's ability to continue serving the community through 2025. The \$255 million plan approved by the Board of Trustees in August 2015 addresses classroom and other learning space deficiencies by recommending the construction of additional learning spaces and improvements to the existing infrastructure, to include buildings and their mechanical and technology support systems along with parking facilities and roads. The first phase of the master plan was launched in Spring 2016 when the Board of Trustees approved ECM International as the Project Manager for the implementation of those projects identified to be completed by Fall 2020. As of August 31, 2022, all six projects are completed and fully functional. The college continues to address internal capital projects to maintain the current infrastructure and mechanical systems. The most recent major projects include:

- Completion of the flood prevention and road repairs at Mission del Paso;
- Turning lane from New Hueco Tanks Road at Mission del Paso;

- Replacement of furniture at Northwest and Valle Verde;
- Replacement of fire alarm at Rio Grande;
- Replacement of chiller at Rio Grande;
- Roof repairs at Rio Grande;
- Renovation of Queen Ann building exterior at Rio Grande;
- Floor replacement for the bookstore at Transmountain;
- Replacement of exercise equipment at Transmountain and Valle Verde;
- Air Handling Unit refurbishment at Transmountain;
- Replacement of sewer line in the library at Transmountain;
- Loading dock flood prevention at Transmountain.
- Replacement of rooftop HVAC units of the ATC building at Valle Verde;
- Repavement of bus drop-off at Valle Verde;
- Lettering of AST building at Valle Verde;
- Instructional Service Center and offices remodel at Valle Verde;
- Fire lane improvements between A and C buildings at Valle Verde;

Pending and future major projects include:

- Wayfinding interior campus signage, roof repairs/coating and sewage line replacement districtwide;
- Replacement of the cooling tower at the ASC B building;
- Access road repair and flood prevention at Mission del Paso;
- Build First Year Experience Center at Northwest;
- Replacement of windows of A Building at Rio Grande;
- Student Services Center feasibility study completed at Rio Grande;
- Refurbishment of gym locker room/showers at Transmountain;
- Replacement of cooling tower at Transmountain;
- Replacement of fire alarm at Transmountain;
- Additional underground electrical cable at Transmountain;
- Replacement of boiler at Valle Verde;
- Replacement of cooling tower condenser pump at Valle Verde;
- Maker Space exhaust modifications at Valle Verde;
- Renovation of four decorative fountains at Valle Verde;
- Replacement of main power feed component at Valle Verde.

Although the health crisis due to the COVID-19 pandemic fortunately improved during FY 2022, the Physical Plant department (Physical Plant) in partnership with the Safe Campus Taskforce continued to monitor the safety measures that were put in place to insure the safety of faculty and staff returning to campus at full capacity by Summer 2022. As demonstrated by the numerous projects that were completed, Physical Plant continued to take advantage of reduced physical presence of students and employees to perform various upgrades and repairs that improved the working and learning environment upon everyone's return on campus. All facilities construction and renovations are financed by student tuition and fees, unexpended revenue bond proceeds and plant funds reserves, and are not paid by local taxes.

Academic:

El Paso Community College was one of fifty-eight colleges in nine states participating in the “Achieving the Dream: Community Colleges Count” initiative. This was a multi-year national initiative aimed at helping more community college students, particularly low-income, to succeed. Each college is committed to examining data on student achievement; basing decisions on data; confronting and addressing achievement gaps; monitoring progress closely; and sharing findings broadly. The main focus is the four policy areas of accountability and data; developmental education; financial aid; and funding. The start-up funding for Achieving the Dream was provided by the Lumina Foundation for Education for the original 27 colleges in five states, which were included in the initiative’s launch. Additional funding was provided by the Knowledge Works Foundation, the Nellie Mae Education Foundation, Heinz Endowments, Houston Endowment Inc., and College Spark Washington. El Paso Community College was in the first cohort of community colleges to participate in the Achieving the Dream initiative with a proposal of a \$50,000 one-year planning grant and later with a proposal for an implementation grant of \$400,000 over a four-year period. In 2017, EPCC was one of more than 220 participating colleges in 40 states. This status recognizes the college for its work in enhancing student success through initiatives such as College Readiness, the Prep Program, early college high schools, Math Emporiums, and Summer Bridge (Project Dream). As a Leader College and mentor, the district participates on numerous national panels, webinars, presentations and hosts several visiting college teams who wish to know more about the Achieving the Dream initiatives.

Over the past year, El Paso Community College has taken its ATD work to a deeper level by seeking to understand and address student outcomes through an equity lens. This work is led on three fronts. First, the EPCC Faculty Data Research team has gathered success data for EPCC programs disaggregated by several factors such as gender, ethnicity and socioeconomic status. The team will examine the data for any trends that speak to equity in student outcomes by program. Second, EPCC has participated in a series of activities in collaboration with Excelencia! and the Center for Urban Education (CUE) to examine and modify our processes to ensure equitable faculty hiring practices. Third, EPCC has established its first cohort of faculty practitioners to examine and further equitable classroom practices. This effort explores the current literature regarding equity in the classroom and seeks to establish and disseminate appropriate classroom strategies to ensure equity. The current cohort will serve as mentors for subsequent groups of faculty participating in the effort.

As a joint effort by El Paso Community College, the University of Texas at El Paso and the area high schools’ superintendents, the El Paso area College Readiness Consortium was created to address the State’s initiative to “Close the Gaps.” The goals of this consortium are for the area schools to ensure that high school students can enter college-level courses after senior year and for EPCC and UTEP to progress freshman students successfully through core courses in their first semester of college. To ensure college readiness, juniors and seniors are tested on the TSI Placement Test and students not passing one or more areas of TSI receive interventions and are re-tested.

El Paso Community College was selected through a highly competitive national initiative to participate in the Pathways Project led by the American Association of Community Colleges

(AACC). This is a national initiative focused on building capacity for community colleges to design and implement structured academic and career pathways, collegewide, for all students.

The AACC Pathways Project was funded by the Bill and Melinda Gates Foundation through a \$5.2 million grant and built on EPCC's nationally recognized work. The goals of Pathways are to help students choose a pathway and stay on track to ensure learning and successful completion resulting in transfer or job. One of the tools used to meet the goals of Pathways is the successful pilot Early Alert Program implemented by Faculty for First Time in College students that allows feedback to students on their academic progress. Pursuant to the Pathways national model, the Texas Success Center under the auspices of the Texas Community College Education Initiative launched the Texas Pathway Project, a statewide strategy focused on building capacity for community colleges to design and implement structured academic and career pathways at scale for all students. The college is one of forty Texas colleges participating in the project by attending a series of six institutes based on the AACC Pathways Institutes designed to engage five to seven-person teams of varying composition addressing institutional change, pathway design and implementation. It is expected that each of these institutes will result into action plans developed by the participating college teams. The ultimate goal of this project is to ensure that students are learning and progressing along the pathway.

In August of 2005, El Paso Community College and Socorro Independent School District jointly created the Mission Early College High School. This initiative is aimed at encouraging high school students to do serious college work while still getting their high school diploma. It enables highly motivated students to earn a high school diploma and an Associate's Degree in Teacher Education, Criminal Justice or General Studies upon graduation. The goals of the school are to reduce dropout rates, attract and better prepare more students for higher education, and assure students of the support necessary to be successful in college. This program started in July 2006 with the first 125 students. In its seventeenth year of operation, the Mission Early College High School has 446 students, has received Exemplary Status from the Texas Education Agency (TEA), and was recognized as a National Blue Ribbon School in 2012. As of August 2022, 1,238 students have been awarded associate's degrees.

During fiscal year 2006, the Ysleta Independent School District (YISD), the Canutillo Independent School District (CISD), and finally the El Paso Independent School District (EPISD) joined in the same initiative to create early college high schools at the Valle Verde, Northwest and Transmountain campuses respectively. The Valle Verde Early College High School started its first class in August 2007 and, in its sixteenth year of operation, has 320 students and also received Exemplary Status from TEA. As of August 2022, 754 associate's degrees have been awarded.

The Northwest and Transmountain Early College High Schools opened their doors in August 2008 and January 2009 and, as of August 2022, had 351 and 373 students respectively. Both schools are considered T-STEM (Science, Technology, Engineering and Math) academies, which are part of the Texas High School Project. The Texas High School Project is a \$261 million public-private partnership dedicated to improving graduation and college-readiness rates. Partners include the Texas Education Agency, the Governor's Office and the Texas Legislature, the Bill and Melinda Gates Foundation, the Michael and Susan Dell Foundation, the Communities Foundation of Texas, the Wallace Foundation, and National Instruments. Both schools have Received TEA Exemplary Status and 1,408 of their students have already graduated with an

Associate's degree. The EPCC Transmountain Early College High School was recognized as the third best high school in the nation and first in Texas for "Beating the Odds" by Newsweek Magazine.

Funded by the Educate Texas, a public-private initiative of the Communities Foundation of Texas, the Cotton Valley Early College High School located in the rural communities of the far east side of the El Paso County opened its doors in Fall 2010 with 68 students from the Fabens, Tornillo and Fort Hancock school districts and, in their twelfth year of operation graduated 296 students as of August 2022. Following this initiative, the Clint Independent School District, another rural eastside school district, started the first class of the Clint Early College Academy in Fall 2012, also with the support of Educate Texas in partnership with the Meadows Foundation and the Greater Texas Foundation, and, in its tenth year of operations has 357 students. As of August 2022, 441 students have graduated.

In August 2014, EPCC celebrated the opening of the seventh early college high school through a partnership with the El Paso Independent School District. Burges Early College High School is the first "school within a school model" located on the high school campus. In its ninth year of operations, it has 390 students. As of August 2022, 279 students have graduated.

The eighth early college high school grand opening features Socorro Early College (SEC) as of August 2015. SEC is the second early college high school program that is a "school within a school" and has 354 students in its seventh year of operations and 179 graduates as of August 2022. In August 2016, the ninth early college high school for the district, Montwood Rams Early College, opened its doors to 83 students, and represents the third early college for the Socorro Independent School District. In its seventh year of operations, it has 386 students. As of August 2022, 196 students have graduated.

El Paso Community College collaborated again with the Ysleta Independent School District (YISD) and Socorro Independent School District (SISD) to provide additional opportunities to the youth in the region by opening three more early college high schools. In Fall 2017, Ysleta High School Early College Academy and Parkland Early College Academy (YISD), and Trailblazers Early College opened their doors to 39, 52 and 85 students, respectively. As of August 2022, they each have 329, 307, and 513 students, and graduated 104, 81, and 150, respectively.

Continuing its strong partnership with the Socorro Independent School District, three more early college high schools opened in Fall 2019, the Empire Early College High School, Falcon Early College High School, and Pebble Hills Early College High School. The initial enrollments for these early college high schools were 66, 70, and 66, respectively. As of August 2022, they each have 349, 329, and 358 students and Falcon Early College High School had 3 graduates.

Additionally, two Pathways in Technology Early College High Schools (P-TECHS) also opened in Fall 2019. They are the Clint P-Tech in partnership with Clint ISD offering 14 initial students a pathway to an associate of applied science in Automotive Technology, and the Career Center at Riverside P-TECH in partnership with Ysleta ISD offering 17 students three pathways: Automotive Technology, Diesel Technology and Computer Aided Design. As of August 2022, the Clint P-Tech has 23 students and Riverside P-Tech has 16 students.

In Fall 2020, two more early colleges and one additional P-TECH opened to include the J.M. Hanks Early College High School with 108 students, Tornillo Early College High School with 28 students, and the Fabens P-Tech with no current enrollment. As of August 2022, they have 197, 43, and 0 students, respectively.

During the Fall 2021 semester, there were six new P-TECHs added and one additional early college high school that were opened. In the El Paso Independent School District, the Coronado P-TECH, El Paso High School P-TECH, Franklin P-TECH, and Jefferson P-TECH were opened with initial enrollments of 38, 0, 75, and 12 students, respectively. The Clint ISD added the Horizon P-TECH and Mountain View P-TECH which had 15 and 17 students, respectively. In the San Elizario ISD, the San Elizario Early College High School had 63 students.

With twenty early college high schools, EPCC gives first-generation college students an opportunity to earn an associate's degree while in high school. These programs have a 68.5% graduation rate.

As evidence of its strong support of the Dual Credit program, EPCC is part of a new statewide initiative to better the coursework of the Dual Credit students. The TEXAS OnRamps Dual Credit Innovative Collaborative launched by the University of Texas at Austin also includes Austin Community College, Houston Community College and Texas Tech University to ensure that Texas students get the most out of their coursework. Its mission is to bring together educational innovators from across the State to identify best practices of high-quality dual credit instruction that help students reach their goals.

In April 2017, El Paso Community College in collaboration with GECU, celebrated the grand opening of the first EPCC student-run credit union located at the Valle Verde Campus Student Services Center. The main purpose of this full-service branch that also includes a virtual office is to provide the EPCC students with valuable work experience in the financial industry. In addition, it is open to the public and serves the nearby members in the community. As a strong supporter of financial literacy and higher education for the community, GECU provides an annual scholarship donation towards EPCC students.

Division of Instruction and Workforce Education's Response to COVID-19

Responding to the issues surrounding the COVID-19 pandemic has been one of the most challenging matters ever faced by the college. Fortunately, due to collaborative, cross-divisional planning and numerous student-centered faculty and staff, EPCC successfully transformed its instructional operations to a virtual format, which continues through today.

In February 2020, it was increasingly evident that the pandemic would have a major impact in the United States. As a result, in late February 2020, the Distance Learning Support Services department (DLSS) created the Instructional Continuity Blackboard Guide for Faculty to provide instructors guidance with adding content to and creating learning activities in their Blackboard Learn course shells. The Instructional Continuity Blackboard Guide for Students was also created and provided students with instructions on how to log into Blackboard, access their courses, and use the LMS tools to complete learning activities. During the institution's Spring Break in

March 2020, the decision was made that face-to-face activities would cease and that all face-to-face courses would transition to a virtual format.

Faced with a large number of faculty that had never taught online, a series of on-campus Boot Camps were created and scheduled to provide faculty in-person training on Blackboard. As the situation changed through spring break, the boot camps were moved online. This allowed the institution to increase its Blackboard training capacity dramatically. A total of 14 2-hour online Boot Camps was held the week of March 23, 2020 with over 800 faculty in attendance. Both full-time and part-time faculty were able to participate. During the week of spring break, DLSS also recorded over 20 “how to” videos for faculty taking them through the steps of creating online courses. This was all done with the expectation that online instruction would occur for only two weeks.

During this transition time, EPCC administration found that many faculty and staff did not have technology sufficient for remote operations. Working across departmental lines, laptop computers and hotspots were acquired and distributed to those employees that needed them in order to effectively work remotely. This process continues as new technology needs are discovered.

EPCC faculty did an extraordinary job of swiftly transitioning over 3,500 face-to-face classes to online in just over two weeks. Instruction resumed in a virtual format on March 30, 2020 and the semester end date was extended until May 15th. Plans were immediately developed to address courses that had required hands-on components that could not be done in a virtual environment. Such courses included, but are not limited to, Welding, Nursing, Firefighting, Cosmetology, Culinary Arts, and Allied Health. Each of these programs developed plans to ensure students met both the required contact hours for their courses and the learning objectives. Numerous creative approaches emerged with many program faculty teaching additional hours between the spring and summer semesters.

As the pandemic worsened, it became apparent that instruction would need to remain online for an undetermined amount of time. In April, the college determined that the Summer 2020 semester would transition to a largely virtual environment. During April, the institution also developed solid, cross-departmental processes to facilitate spring students that required additional time to complete their semester and be positioned to enroll in Summer classes.

To facilitate the upcoming summer virtual courses, faculty training was expanded to include additional Blackboard tools and functions, pedagogy, best practices, and accessibility. One hundred and fifty faculty participated in Bb Focused Training from March to April, 895 faculty participated in Bb Summer Prep training from April to May, and over 1,500 faculty participated in Bb Fall Prep Training from June to July. During this time, over 400 staff were also trained in Blackboard Collaborate Ultra, a real-time video conferencing tool that is web-based and does not require users to install any software. This tool allows students to easily access college resources, offices, and departments for support.

In early summer, the institution made the decision to transition the Fall 2020 semester to online. Some Career and Technical Education (CTE) programs and some science programs continued to have components that would require students and faculty to come onto campus, but programs

were asked to reduce any onsite activities to a minimum. Throughout the entire pandemic, all face-to-face activities were vetted through EPCC's Safe Campus Task Force.

Due to large number of courses transitioning online, the amount of data added to the LMS exceeded EPCC's contracted server space with Blackboard. As a result, additional costs were incurred including an increase of \$48,000 for Academic Years 2019-2020 and 2020-2021. EPCC also increased its Respondus testing proctoring seats to an unlimited level of licenses at an additional cost of \$11,795. This was done to accommodate the increased number of students now testing online. In order to support the college during the transition, and to continue to support faculty, staff, and students in the use of the LMS, two part-time DLSS staff members' hours were increased from 19 to 30. Furthermore, in the months leading up to the Fall 2020 semester, the institution approved two faculty who were well versed in teaching online to act as instructional designers. These faculty not only assisted in training sessions, but also acted as resources to assist other faculty in converting their courses to an online format.

Unfortunately, during the fall semester, the pandemic hit the El Paso region quite hard with daily COVID-19 cases peaking over 3,000. In late fall, the El Paso County Judge ordered a 2-week lockdown for El Paso. Although technically exempt from the lockdown, the EPCC administration elected to honor the order and ceased all face-to-face activities for that timeframe. This meant that students and faculty in classes with face-to-face components were once again in a position where additional time would need to be made up. Fortunately, faculty again stepped up and many programs continued instruction during the Christmas break.

Early in the fall semester, the administration made the decision that classes in the Spring 2021 semester would also be conducted in a mostly virtual environment. This transition was eased somewhat in the sense that the previous spring semester, which ended up online, could be rolled as a starting point for buildout of the schedule. The college administration made the decision that the Summer 2021 semester would continue in a virtual format, but that planning for the fall 2021 semester would include some face-to-face classes. Instructional Deans were asked to survey faculty for their perceptions of the proper mix of face-to-face courses and many faculty polled their students regarding their comfort level of returning safely to in-person classes.

Division of Student and Enrollment Services' Response to COVID-19

Before the pandemic, EPCC enrolled students for classes in person. Students came to one of the five campuses to receive in person assistance in registration, advising, financial aid, testing services, career counseling, transfer services, including veteran students, students with disabilities, and international students. As soon as the pandemic hit, all of the departments received training on using the online system of Blackboard Collaborate, to serve students completely online. Each department developed new processes and staffing schedules to offer their support services. Beyond providing services online, several departments integrated their services into one virtual office to facilitate registration. For the Summer 2020, Fall 2020 and Spring 2021 semesters, students were able to go to one link to receive registration support services to include meeting with an advisor, a registration specialist, a financial aid specialist as well as receive guidance on how to pay for their tuition. The effort was a complete redesign of efforts to facilitate the enrollment process that involved new training, processes, and the implementation of new online tools. In addition, a new unit was established to call students directly to prompt and guide the process of completing registration: the EPCC Calling Campaign.

Starting June 1, 2021, EPCC began its phased return to campus which started with staff returning at 25% capacity with 100% participation of all staff. At that time, the Student and Enrollment Services Division began offering in-person services at all campuses. The college moved to phase II of its return to campus on August 23rd where staff returned to 50% capacity.

As of August 15, 2022, the college has returned to full capacity. During the lead in to the Fall 2021 semester, the Student and Enrollment Services Division worked to meet the needs of students by adding in-person staffing while still maintaining all safety measures. The Division continued to offer students access to in-person and virtual services through a call center and Blackboard platforms.

Student services will continue to be made available via in-person and virtual services. In addition, Calling Campaigns have continued throughout the semester to reach various populations of students, such as those who have financial aid available but have not registered; those who didn't apply for available Higher Education Emergency Relief Funds (HEERF); students who have 12 hours or less remaining to complete their Associate Degree; and other prioritized populations of students benefiting from additional assistance.

Finally, the Financial Aid Department and the Bursar's Office worked to disburse over \$49,810,990 of HEERF Funds to students to support them through the years of COVID-19 pandemic.

The Division of Student and Enrollment Services also continued to provide outreach and collaborate with our educational partners and community members. Below are a couple of examples of initiatives led by the Division.

Operation College Bound (OCB) is a growing partnership between EPCC & UTEP and all Region 19 area school districts. It is committed to transforming students' dreams of college graduation into reality. Every spring, the EPCC Recruitment Services, Admissions and Registration, Financial Aid, Counseling and Advising, Career and Transfer Services, and the Student Services team go out to area high schools to share college and career information with the ultimate goal of registering graduating seniors for the upcoming summer and/or fall semester. OCB is a collegewide initiative, and faculty, students, and staff play an integral part in the process. Interactive activities and program information are available and are provided to all attendees.

Adopt an Elementary School Program is another signature effort to increase college-going rates in the region by creating a college-going culture where college begins in kindergarten. While this doesn't generate immediate enrollment with the children, this effort seeks to increase future enrollment. Additionally, parents and school staff become aware of EPCC, and this program has resulted in parents or employees of the school districts enrolling. So far, EPCC has adopted 15 elementary schools in area school districts. Each school that is selected becomes a college bound school that is kicked off with a campus-wide pep rally with all grades that gets kids excited about going to college. The school and EPCC then permanently strive to ensure kids learn that college can be in their futures. By building strong elementary school and college connections through campus tours, workshops, presentations, outreach programs, and parental involvement, EPCC informs parents and kids that higher education is within reach.

Recruitment Efforts are a signature of the Division and are designed to provide our students with the information and support needed to enroll successfully at EPCC. These efforts are not only intended for students but also our ISD partners. For example, EPCC held its first-ever EPCC EXPO that brought in 200 counselors and college and career staff from the Region 19 ISDs for a day of updates and information regarding the enrollment funnel and programs and support that EPCC has to offer.

FAFSA Nights and Apply Texas Week are also examples of EPCC working with community and educational partners to assist students and their families continue their higher education journeys.

Technology:

The district utilizes Ellucian Banner, a fully integrated, web-based Oracle-based ERP system. This technology solution comprises several modules, including Finance, Financial Aid, General, Human Resources, Student, and Xtender Solutions, to streamline various processes and provide better service to its customers. The college is also a member of the Texas Connection Consortium (TCC), an association of 40 state universities, colleges, and community college districts whose primary purpose is to ensure Banner develops software modules that meet the reporting requirements set by the Texas Higher Education Coordinating Board. TCC partners with Ellucian to offer Texas-specific solutions for its members' reporting needs.

The Division of Information Technology is dedicated to implementing, executing, and sustaining technologies crucial to the mission of El Paso Community College. The following are some significant technology projects and initiatives:

- **Upgrade to Banner 9** - The college's ERP vendor, Ellucian, required the upgrade of Banner 8 to Banner 9 by December 2018. This upgrade provided a new interface for all Banner Administrative and Banner 9 Self-Service applications. To date, the administrative modules for Finance and HR have been migrated to Banner 9, and Banner 8 modules were decommissioned. Only custom forms created by EPCC are permitted on Banner 8 until they are upgraded to Banner 9. The latest release of Banner 9 delivered many significant enhancements, including a modern user interface and enhanced navigation and process management tools. Ellucian publishes upgrades and fixes throughout the year. To remain compliant with governmental regulations and retain Ellucian support, the Data Base Administrators follow an annual Spring/Fall and Regulatory upgrade schedule for EPCC. These releases allow continued Ellucian support, and increased security but also deliver enhancements to the applications utilized by the functional areas. The Data Base Administrators team also upgraded the Banner Oracle databases to the latest Oracle release. Oracle requires databases to be upgraded for continued support and increased security. Ellucian also requires databases to be upgraded to meet Banner requirements. In an effort to prepare for the Banner 9 migration back in December of 2018, the ERP team began collegewide training. To date, over 700 employees have been trained in Administrative Banner 9 Navigation. The IT Division has been developing the Banner 9 upgrade roadmap with input and involvement from the administrative and student services teams and third-party service providers. During Fall 2020, the IT Software Applications & Analytics team upgraded hardware, storage, and servers for all enterprise-level databases and the Banner system to increase staff productivity and business efficiencies such as registration, grading, and reporting and ensure disaster recovery and business continuity. The IT Division continues collaborating with various user groups and the ERP Task Force to introduce Self-Service Banner 9, scheduled for deployment by the summer of 2023.

- **Ellucian Degree Works**—Degree Works is a supplementary tool for the college's ERP system, Ellucian Banner. It is a comprehensive solution for academic advising, transfer articulation, and degree audit that assists students and advisors in navigating the college's curriculum requirements. With Degree Works, students can monitor their progress, identify required courses, and stay on track toward graduation. Degree Works is a centralized platform that gives administrators access to crucial metrics for planning future courses and optimizing processes for cost efficiency. Ellucian Degree Works was integrated and implemented during Fall of 2019 and the DBA team upgraded Ellucian Degree Works to the latest version this year. Degree Works is a comprehensive academic advising, transfer articulation, and degree audit solution that helps students and their advisors successfully plan EPCC's curriculum requirements. We are in the process of incorporating the Student Education Planner feature, which enables advisors and students to plan and monitor the most efficient route to graduation.
- **Program Maps / Degree Plans** - The Web Development Team and the Curriculum Office collaborated to transition from a document-based format to a fully responsive, printable, and ADA-compliant web-based version. Web analytics indicate that the site received more than 1,009,759 views from Apr 28, 2020, to Feb 7, 2023.
- **Tutor Finder** - The Web Development Team worked with the Office of Student Success to create a web-based version of their Tutor Finder document. This tool allows students to view tutors' availability to assist them in their chosen course(s). The Web Development Team collaborated with the Office of Student Success to develop a web-based version of their Tutor Finder document. This tool provides students with the ability to view the availability of tutors to assist them in their chosen course(s).
- **Federal Direct Loan Registration Application** - This online application was developed for students to schedule an in-person loan entrance counseling session that is required every academic year. Counseling sessions are part of the Federal Direct Loan Program's eligibility criteria, and this scheduling application has empowered students to make their appointment for financial aid counseling.
- **My Reports** - The Analytics team introduced the self-service reports feature such as enrollment reports, professional development transcripts, and faculty evaluation reports which are fast, intuitive, on-demand, and eliminate the need for staff to wait to get their information.
- **Technology Resource Center (TRC)** - The college's technology training hub has provided over 178 technology training workshops and over 100 different topics, with 2,204 attendees to support learning, teaching, and working at home. The TRC also provided a Faculty Bootcamp on teaching with Microsoft Teams for both Hybrid and Online course modalities.
- **MySIO Self-Serve and MySIO Registration Application** - MySIO is a mobile-optimized application integrated with Banner that has been enhanced to allow both students and employees to sign-in and record attendance during both in-person and virtual sessions. Upon sign-in, MySIO will redirect users to their relevant online meeting. Virtual sessions encompass online meetings, staff professional development, online tutoring and counseling, new student orientations, enrollment services, and more. The district is evaluating the potential for additional use of MySIO, which also provides registration sign-in analytics.

- **Online Training Repository** - The newly developed Online Training Repository documents staff online training for the mandatory EEO and Sexual Harassment. It also documents all the training and conferences attended by the employees and training transcripts available on-demand. MySIO is integrated with the new Repository; therefore, electronic sign-ins are interfaced with the Repository. The Online Training Repository has been redesigned into a mobile-friendly web application that works on all web browsers. This year, Title IX training for all students and employees was incorporated, which addresses harassment prevention that meets the State requirements and EPCC's policies related to the mandate.
- **Hybrid Classroom Pilot Project** - Media Services conducted and installed PTZ cameras and ceiling microphones to allow concurrent face-to-face instruction and online delivery. The new technology allowed for quality video and audio. This project was supported by faculty and instructional administrators, and as of Spring 2022, all districtwide technology-enhanced classrooms will have hybrid instruction capabilities. The Technology Resource Center continues training faculty on the use of hybrid technology. The technology used in classrooms is undergoing continual enhancement.
- **Mobile Device Student Checkout Program** - To continue promoting the robust Student Mobile Device Checkout Program, ACS developed an active marketing campaign informing students of the availability of laptops, hotspots, and webcams. MyEPCC and social media messages were posted together with the strategic placement of posters and banners throughout the campuses promoting the checkout program and informing students of mobile devices.
- **EPCC TV** - Fall 2020 and Spring 2021 commencement ceremonies were live-streamed by EPCC TV. EPCC TV also played a key role in assisting faculty by recording audio pieces for podcasts and video segments for instructors to post on Blackboard to enhance online courses. The Enrollment Services Division collaborated with EPCC TV to produce short videos informing and training students on the registration processes.
- **Master Plan** - The Department of Network Systems, Technical Support Services, and Media Services have been key stakeholders in the Master Planning process and the construction of new facilities. These areas of the IT Division have been responsible for designing and developing specifications for the IT infrastructure in the new facilities. They developed specifications for all the facilities' Audio Visual and technology-enhanced classrooms. IT currently supports over 7,000 desktops, 2,000 printers, and 3,500 mobile devices throughout the district.
- **Supporting Student Evaluations of Non-Instructional Faculty** - Developed and designed administrative and self-service reports to aid Institutional Research in evolving its Faculty Evaluation process. Counselors, Librarians, and Advisors can now view their evaluations upon completion of student surveys. These surveys and accompanying data tables offer greater flexibility compared to evaluations for instructional faculty.
- **Satisfactory Academic Progress (SAP)** - The ERP Student and Financial AID team automated the SAP process which is a time-consuming task. This improvement enables the Financial Aid department to efficiently and promptly complete the time-intensive SAP task by utilizing custom Banner jobs and reports. These resources will help to complete the process accurately and minimize delays.

- **Competency-Based Education (CBE) Services** - The Strut Learning LMS (Learning Management System) platform has been integrated with EPCC's ERP System, Banner. The software is specifically designed to create, distribute, and manage Competency-Based Education (CBE) content. The LMS serves as an ideal platform for both faculty and students to enhance the teaching and learning experience.
- **Higher Education Emergency Relief Fund (HEERF) 202210 Payoff** - Assisted the Accounts Receivable department in processing payments for 1,211 students. EPCC settled the students' outstanding balances using federal grant money, enabling them to register for future semesters with the aim of boosting enrollment.
- **Touchnet 2022 Upgrade** - EPCC has partnered with Touchnet to ensure secure payment transactions and maintain Payment Card Industry (PCI) Compliance. As EPCC handles, stores, and transmits credit/debit card data, PCI Compliance is mandatory, and non-compliance can result in significant costs. Enterprise Computing updated the Touchnet environment this year to maintain functionality, security, and support.
- **SAN (Storage Area Network Expansion)** - We installed additional enclosures to the existing infrastructure and increased the storage capacity of the Dell Compellent SAN. A SAN is a dedicated high-speed network or subnetwork that connects and provides shared pools of storage devices to multiple servers. Multiple database applications and their server storage were migrated to the Dell Compellent SAN, and the previous SAN was decommissioned.
- **Decommissioned Basic Authentication** - Basic authentication only transmits a username and password with every request and often stores or saves the credentials on the device, making it vulnerable to capturing user credentials by attackers. Therefore, it was decommissioned, and we are now only using Modern Authentication, which provides enhanced security for user accounts through implementing multifactor authentication, reducing the risk of unauthorized access to an account.
- **Projects Pending:**
 - Multipoint-to-Multipoint Metro E-LAN in progress - 90%.
 - Internet bandwidth upgrades in progress - 85 %.
 - Multi-Factor Authentication (MFA) - 20 %
 - Intune End Point Management - 80%
 - ADFS to Cloud - 40%

Financial Services:

The district continues to strive towards efforts to deliver financial related information in an electronic form leveraging technology to work in the most economical, efficient manner. In addition to direct deposit efforts which are continually promoted, various financial related areas have moved towards imaging records for ease of access and retention. Filing cabinets are becoming outdated and considerable time savings are realized by electronically accessing and forwarding records as needed. Also, with the added awareness of easy electronic access to various college information, annual financial, budget and investments reports along with procurement processes are available on the college website for review including the Financial Transparency site dedicated to providing key financial information related to the college.

Human Resources:

During the reporting period, Human Resources (HR), Payroll, and Information Technology (IT) have continued their collaborative work with the monthly compliance of the Teachers Retirement System (TRS) TEAMS Report. Even during the pandemic and working remotely for most of 2021 and parts of 2022, the teams have continued to complete their reports within the defined timelines. HR continued with their 2020-2021 Employee Performance Evaluations on the PERFORM module, and will be working on their 2021-2022 evaluations using the same module.

The Safe Campus Task Force (Task Force) continued its work and guidance in leading the college's efforts in dealing with COVID-19 matters pertaining to students and employees. The Task Force continued to ensure that we make available Personal Protective Equipment (PPE), disinfecting, sanitizing, and reviewing the layout of work stations and classrooms; utilization of the contact programs such as the online Health Screening Agreement, and re-emphasized online COVID-19 Training for all faculty, staff, and students. The college had its own Vaccination Clinic at the Mission del Paso Campus. The smaller COVID-19 Sub-Task Force continued its work in refining the college's Staff Phased Return to Campus (the Plan) for the President, the Cabinet and the Board of Trustees. The Plan gradually returned faculty, staff, and students back to campus in staffing percentages of essential full-time and part-time staff. The college adjusted its COVID-19 metrics to return in August 2022, instead focusing on the most important metrics which were New Positive Cases, Partially and Fully Vaccinated percentage rates, and the 7-day Average Hospitalization rate.

After staggering the college's return back to work for most of 2021 and 2022, on August 15, 2022 the college went to a full capacity after its metrics assured the health and safety of its faculty, staff, and students. The measure was approved by the board in late Summer 2022. The Task Force continues to monitor the metrics on a monthly basis, and report to the President, who then briefs the Board of Trustees during the monthly board meetings ensuring that all data metrics are met.

SACSCOC ACCREDITATION

EI Paso County Community College District's regional accreditation is with the Southern Association of Colleges and Schools Commission on Colleges (SACSCOC), which has standards addressing recruitment and admissions practices; curriculum, instruction, and student achievement; faculty and administrative qualifications and evaluations; student and academic support services; Board of Trustees responsibilities and structure; financial and physical resources; institutional planning and effectiveness; and institutional integrity and transparency. EPCC was a candidate for accreditation in 1973 and has maintained accreditation continuously since 1978. SACSCOC institutions follow a decennial reaffirmation cycle, with an interim report being submitted during the 5th year of the cycle. EPCC's next Reaffirmation of Accreditation is anticipated in June 2023.

In addition to the Compliance Certification, and follow up Focused Report and Response Report, EPCC was required to submit its next Quality Enhancement Plan (QEP). The QEP is an institution's plan to improve specific student learning outcomes and/or student success. EPCC has selected "Find Your Way: Connect, Discover, Succeed" as the institution's next QEP. The

focus of the QEP is “To improve student success through increased communication and on-going career exploration towards student ownership of the degree plan to completion.” The plan was submitted to SACSCOC in Summer 2022, with the on-site visiting committee offering no recommendations for the plan.

INSTITUTIONAL EFFECTIVENESS

EPCC’s efforts to evaluate and document Institutional Effectiveness involve every college division, including both faculty and staff. Examples of EPCC’s Institutional Effort processes includes Instructional Program Review, Campus Improvement Teams, the districtwide College Improvement Committee, Area Planning, and Student Learning and General Education Outcomes. Each of these processes involve a “deep dive” into the quality of instructional programs and/or instructional and administrative services. Both programs and services include established benchmarks or targets, as well as efforts to seek improvement.

Institutional Effectiveness is mandated for accreditation purposes. However, it has also become a tool both for documenting and reflecting on current practices and for driving change at EPCC. Every year, the college’s budget development process invites administrative divisions to submit requests for additional resources. Data-driven requests stemming from Institutional Effectiveness efforts and are based on the district’s Strategic Plan or student learning outcomes are given a more serious consideration and priority.

BOARD POLICIES AND COLLEGE PROCEDURES

EPCC contracted with the Texas Association of School Boards (TASB) to align EPCC’s previous Board Policies to TASB’s collection of Legal and Local Policies. A two-year process, this work involved EPCC’s Board of Trustees reviewing each of its policies and making an intentional decision whether to replace the policy with an associated TASB policy, or to sunset the previous Board Policy altogether. This process also afforded Cabinet officers an opportunity to review their division’s corresponding college procedures, which represent an implementation of specific Board Policies. The result of converting to the TASB policies is that EPCC’s Board has ensured its policies reflect current legal statutes and are consistent with the policies of other Texas community colleges. This alignment has also led to updating college procedures to reflect current practice, and has renewed a collegewide interest in and focus on its policies and procedures.

FINANCIAL INFORMATION

Management of the district is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the district are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control system is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. Refer to the Management’s Discussion and Analysis for more information on the district’s financial activity and position.

SINGLE AUDIT

As a recipient of federal, state, and local financial assistance, the district also is responsible for providing adequate internal control to ensure compliance with applicable laws and regulations related to those programs. Internal controls are subject to periodic evaluation by management, the independent auditors of the district, and during agencies' monitoring visits.

As a part of the district's single audit described earlier, tests are made to determine the adequacy of the internal control including that portion related to federal financial assistance programs, as well as to determine that the district has complied with applicable laws and regulations. The district's single audit for the fiscal year ended August 31, 2022 provided no instances of significant deficiencies or material weaknesses in the internal control, and the auditor's report was issued with an unmodified opinion on both financial statements and compliance with major programs.

BUDGETING CONTROLS

In addition, the district maintains budgetary controls through its automated system and procedures. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the district's Board of Trustees. Activities of the Unrestricted and Restricted Funds, Auxiliary Enterprises and Plant Funds are included in the annual appropriated budget. The district also maintains an encumbrance accounting system as one technique of accomplishing budgetary control and presents Budget to Actual financial information to the Board of Trustees on a monthly basis. Encumbered amounts lapse at year-end; however, encumbrances are re-appropriated as part of the next year's budget.

DISTRICT FUNCTIONS

The financial results of the district's operations are reported in the Management's Discussion and Analysis report included in the Financial Section of this report. In compliance with GASB No. 35 standards, the Management's Discussion and Analysis is a component of the district's financial statements and provides an overview of the college's financial operations for the fiscal year ended August 31, 2022.

DEBT ADMINISTRATION

As of August 31, 2022, the district did not have any outstanding General Obligation Bonds. In order to finance building construction and renovation, the district has issued since December 1994, a total of \$273,355,000 in Combined Building Fee Revenue Bonds. As required by the various bond issue covenants, the retirement of these bonds is financed by general use fees and tuition charged to the students on a semester basis. As of August 31, 2022, the district's outstanding bond debt amounts to \$117,100,000 excluding any unamortized discount or premium. Considering the growth of the district and the need for additional facilities as identified during the district's master planning process, the Board of Trustees approved the issuance of additional bonds within the next five years as the mechanism to fund the needed projects. With this expectation, the Board of Trustees approved an incremental increase in the General Use Fee, effective Spring 2015 from \$10 per credit hour to \$13 per credit hour, to be increased by \$2 in Fall 2015 and \$5 in Fall 2016. In response to the low interest environment for municipal debt, the district's financial advisor presented multiple financing strategies to the

Board of Trustees who authorized the administration to move forward with the issuance of revenue bonds during Fall 2016 in combination with the refunding of the 2007 and 2001 outstanding revenue bonds. The additional revenue stream generated by the increase in the General Use Fee combined with the January 2017 issuance of \$30,315,000 Combined Fee Revenue Refunding Bonds created additional debt capacity to fund the October 2016 Combined Fee Revenue Improvement Bonds in the amount of \$105,140,000 that is funding the Master Plan projects approved by the Board of Trustees.

INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The public accounting firm of Peña Briones McDaniel & Co. was selected by the district's Board of Trustees. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the provisions of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State of Texas Single Audit Circular*. The auditor's reports related specifically to the single audit are included in the Single Audit Section.

AWARDS AND RECOGNITIONS

During fiscal year 2021/2022, El Paso Community College (EPCC) was recognized for the following accomplishments:

- El Paso Community College (EPCC) received the 2021 Higher Education Excellence in Diversity (HEED) Award from *INSIGHT into Diversity magazine*, the oldest and largest diversity-focused publication in higher education. This is a national honor recognizing U.S. colleges and universities that demonstrate an outstanding commitment to diversity and inclusion. This is the 9th year in a row EPCC has been named a HEED Award recipient.
- Dr. Christian Servin, Associate Professor of Computer Science at El Paso Community College (EPCC) was awarded a 2021 Hispanic Engineer National Achievement Awards Corporation (HENACC) Award during the virtual Great Minds in STEM (GMS) Annual Conference. This award was in the category of Most Promising Engineer-Education. It recognizes Servin as a role model to inspire young people to pursue careers in STEM and his efforts to motivate professionals to continuously connect with the Hispanic community.
- El Paso Community College (EPCC) men finished 1st and women finished 2nd at their final meet of the 2021 season at the New Mexico Junior College Cross Country Invitational in Hobbs, New Mexico.
- Faith Nyathi was named the National Junior College Athletic Association (NJCAA) Division 1 female athlete of the week by the U.S. Track & Field and Cross Country Coaches Association (USTFCCCA) for the second time in three weeks.
- El Paso Community College (EPCC) Men's Cross Country runner, Adams Biwott was named the National Junior College Athletic Association (NJCAA) Division 1 Men's Athlete of the Week by the U.S. Track & Field and Cross Country Coaches Association (USTFCCCA).

- El Paso Community College (EPCC) women won the National Junior College Athletic Association District V Regional Championships in Hobbs, New Mexico. The men's team finished 2nd behind New Mexico Junior College.
- El Paso Community College's (EPCC) Community Education Program (CEP) was named an award finalist in the Instructional Programs & Services category for the highly-coveted Bellwether Awards. Bellwether finalists represent leading community colleges whose outstanding and innovative programs and practices were recognized as exemplary.
- El Paso Community College (EPCC) runner, Faith Nyathi finished first in the National Junior College Athletic Association National Championships held in Richmond, Virginia. Nyathi finished the 5K race in a time of 17:08, 35 seconds in front of the field in gaining the Women's National Championship.
- El Paso Community College (EPCC) Women's Half Marathon Team won the National Junior College Athletic Association Half Marathon National Championships held in Richmond, Virginia. Head Coach, Felix Hinojosa was named the Women's Coach of the Year.
- Faith Nyathi was named the Women's Cross Country Athlete of the Year by the U.S. Track & Field and Cross Country Coaches Association (USTFCCCA).
- Students at El Paso Community College (EPCC) conduct research and gain scientific experience inside and outside the classroom. Rise to the Challenge Bridge Program student Gloria Sepulveda was recently awarded for her e-poster presentation at the 2021 Annual Biomedical Research Conference for Minority Students (ABRCMS). This is the 17th year in a row that an EPCC student has been awarded at this highly competitive conference, which is the largest student research conference in the United States.
- For the 17th year in a row, El Paso Community College (EPCC) has been recognized as a leader in education to Hispanic students by the Hispanic Outlook on Education magazine. In the February, 2022 issue, EPCC was highlighted on the cover, had an article on its success, interview with EPCC President, Dr. William Serrata and a distinction of being one of the nation's leaders in associate's degrees granted and Hispanic enrollment.
- During SXSW.Edu in Austin, Texas, El Paso Community College (EPCC) professor of Educational Psychology, Dr. Christopher Kazanjian was awarded the Rather Prize which recognizes the best ideas to improve education in Texas. Kazanjian was awarded the \$10,000 prize to further his work with the local Kidz n' Coaches program. This after-school program is run by EPCC students and faculty volunteers who serve as coaches.
- El Paso Community College (EPCC) Professor of Philosophy, Manuela Alejandra Gomez was announced as a 2022 Piper Professor for the state of Texas. After receiving and carefully reviewing nominations of top professors submitted by colleges and universities across the State, the Minnie Stevens Piper Foundation awarded 10 professors for their superior teaching and extraordinary academic, scientific, and scholarly achievement, and for their remarkable dedication to the teaching profession.
- Daniel Carrera, a former student from El Paso Community College (EPCC) won the 2022 Texas Society of Professional Engineers (TSPE) Texas Young Engineer of the Year Award. Daniel is the first El Pasoan to win this award since 1996.

- El Paso Community College (EPCC) High School Equivalency Testing Center (HSETC) was recognized as one of the Most Innovative Pearson VUE Test Centers, receiving the Prosper 2022 PVTC Summit Award.
- The National Junior College Athletic Association (NJCAA) announced three athletes from El Paso Community College (EPCC) have been named to the NJCAA 1st Team All American list. Antonio Leyba, Deandre Llopiz and Jonathon Rios of the EPCC baseball team achieved a 4.0 grade point average (GPA) during the 2021-2022 academic school year. The Academic All-American list includes a total of 13 EPCC athletes.
- El Paso Community College (EPCC) announced its participation in the Grow with Google HSI Career Readiness Program. The initiative will help Latino students at 35 Hispanic Serving Institutions (HSIs) prepare for the workforce through digital skills training and career workshops. Through a \$2 million investment in the Hispanic Association of Colleges and Universities (HACU), the program will train 200,000 Latino students by 2025.
- The Association of Community College Trustees (ACCT) named El Paso Community College (EPCC) as the 2022 Western Region Equity Award honoree. This award recognizes exemplary commitment by a governing board and president of an ACCT member two-year postsecondary institution board to achieve equity in the college's education programs and services and in the administration and delivery of those programs and services.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to El Paso County Community College District for its annual comprehensive financial report for the fiscal year ended August 31, 2021. This was the twenty-sixth consecutive year that the government has achieved this prestigious award.

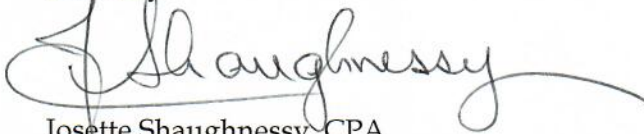
In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The preparation of the Annual Comprehensive Financial Report was made possible by the hard work and diligence of the Budget and Financial Services staff. Additional departments that contributed valuable information to this report include Marketing and External Relations, Human Resources, and the offices of the Vice President of Information Technology, the Vice President of Instruction and Workforce Education, the Vice President for Research, Accreditation and Planning, and the Vice President of Student and Enrollment Services. We would also like to thank the Valle Verde Instructional Service Center for the printing of this report, and the accounting firm of Peña Briones McDaniel & Co. for their assistance in the completion of the audit. Each individual who contributed to this report has our genuine appreciation.

Sincerely,



Josette Shaughnessy, CPA

Vice President, Financial and Administrative Operations, CFO



Fernando Flores, CPA

Associate Vice President, Budget and Financial Services



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**El Paso County Community College District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

August 31, 2021

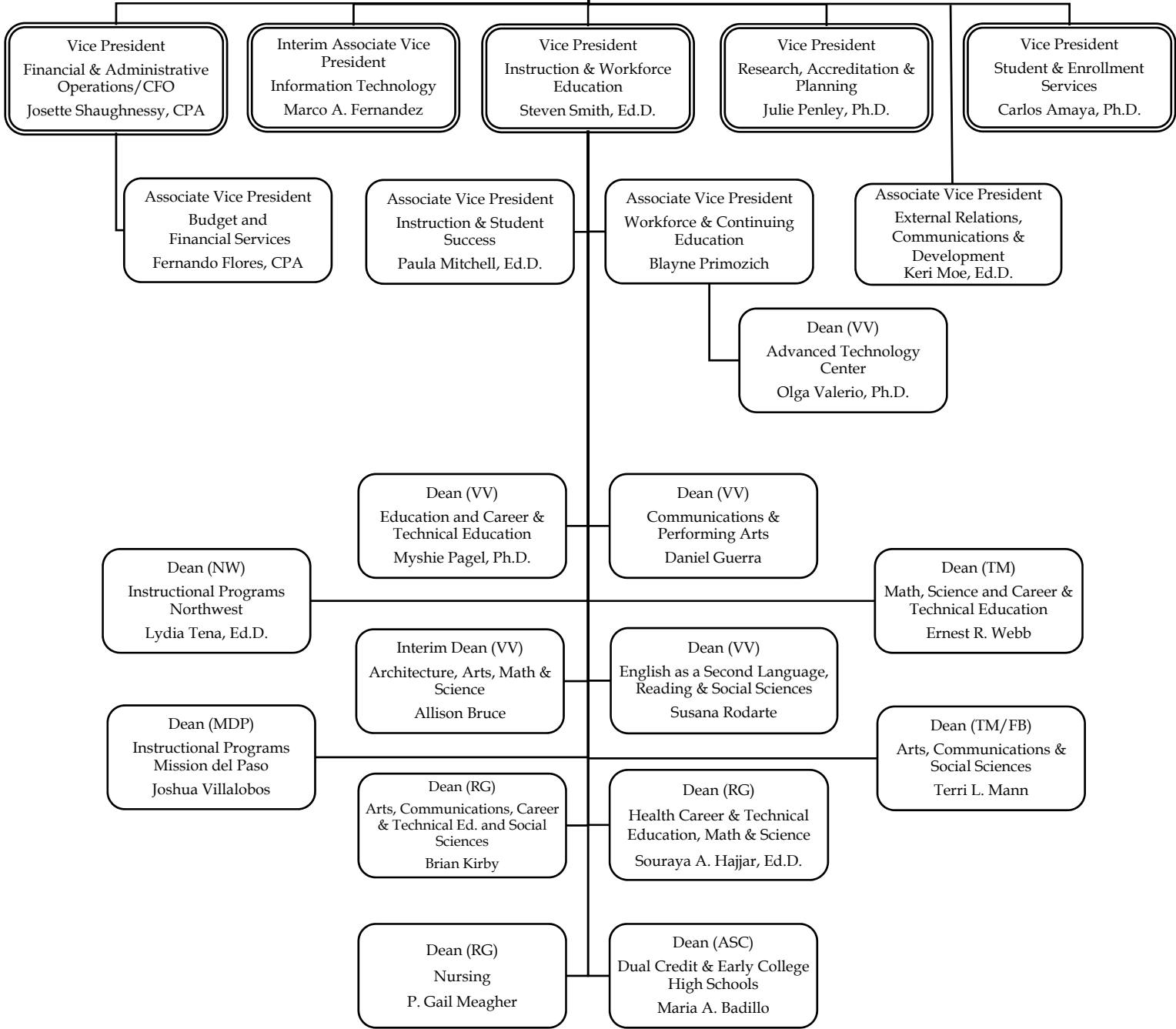
Christopher P. Morrill

Executive Director/CEO



El Paso Community College
Board of Trustees

President
William Serrata, Ph.D.



**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
PRINCIPAL OFFICIALS**

For the Fiscal Year Ended August 31, 2022

BOARD OF TRUSTEES

OFFICERS

TERM EXPIRES

Mr. Brian Haggerty, Chair	May 2027
Dr. Carmen Olivas Graham, Vice Chair	May 2025
Ms. Christina R. Sanchez, Secretary	May 2025

MEMBERS

Ms. Bonnie Soria Najera	May 2023
Ms. Nina Piña	May 2025
Ms. Belen Robles	May 2027
Mr. John E. Uxer, Jr.	May 2023

PRINCIPAL ADMINISTRATIVE OFFICERS

Dr. William Serrata	President
Dr. Carlos C. Amaya	Vice President, Student and Enrollment Services
Dr. Julie Penley	Vice President, Research, Accreditation and Planning
Ms. Josette Shaughnessy, CPA	Vice President, Financial and Administrative Operations
Dr. Steven Smith	Vice President, Instruction and Workforce Education
Mr. Marco A. Fernandez	Interim Associate Vice President, Information Technology
Mr. Fernando Flores, CPA	Associate Vice President, Budget & Financial Services
Dr. Paula Mitchell	Associate Vice President, Instruction & Student Success
Dr. Keri Moe	Associate Vice President, External Relations, Communications and Development
Mr. Blayne Primozich	Associate Vice President, Workforce and Continuing Education
Ms. Ana P. Zúñiga, CPA	Comptroller

FINANCIAL SECTION



Northwest Campus



**El Paso
Community
College**

The Best Place to Start *and Finish!*

RENE D. PEÑA, CPA

MELISA COTA GUEVARA, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

4171 N. MESA, SUITE B100
EL PASO, TEXAS 79902-1498

PHONE: 915-542-1733

FAX: 915-544-5440

E-MAIL: cpa@cpael Paso.com

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
El Paso County Community College District
El Paso, Texas

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities of El Paso County Community College District (the College) as of and for the years ended August 31, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the El Paso County Community College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the El Paso County Community College District, as of August 31, 2022 and 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the years 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 El Paso County Community College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note 2 to the financial statements, in the year ending August 31, 2022, the College adopted new accounting guidance, *GASB Statement No. 87*. 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 College's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6-18 and the Schedule of College's Proportionate Share of Net Pension Liability, Schedule of College's Contributions for Pension, Schedule of College's Proportionate Share of Net Other Post-Employment Benefits (OPEB) Liability and Schedule of College's Contributions for OPEB on pages 66-75 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 El Paso County Community College District's basic financial statements. The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Texas Single Audit Circular, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Additionally, the accompanying Schedule of Operating Revenues, Schedule of Operating Expenses by Object, Schedule of Non-Operating Revenues and Expenses, and Schedule of Net Position by Source and Availability, also are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards, Schedule of Expenditures of State Awards, Schedule of Operating Revenues, Schedule of Operating Expenses by Object, Schedule of Non-Operating Revenues and Expenses, and Schedule of Net Position by Source and Availability are the responsibility of management and were 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, the Schedule of Expenditures of Federal Awards, Schedule of Expenditures of State Awards, Schedule of Operating Revenues, Schedule of Operating Expenses by Object, Schedule of Non-Operating Revenues and Expenses, and Schedule of Net Position by Source and Availability are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

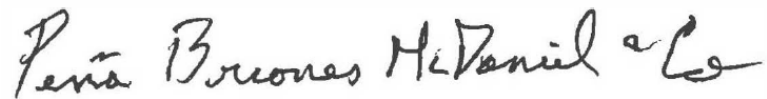
Other Information

Management is responsible for the other information included in the report. The other information comprises the statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 22, 2022 on our consideration of the El Paso County Community 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 El Paso County Community 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 El Paso County Community College District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Peña Briones McDaniel & Co". The signature is written in a cursive style.

El Paso, Texas

December 22, 2022, except for footnote 24, as to which was dated January 18, 2023



EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

The following discussion and analysis of El Paso County Community College District's (college's) annual financial statements, prepared by the financial managers of the college, provides an overview of the college's financial operations for the years ended August 31, 2022, 2021 and 2020. This section is designed to assist the reader in the interpretation of the financial statements and should be read in conjunction with the disclosure notes that accompany the basic financial statements. Responsibility for the completeness and fairness of the information rests with the management of the college.

OVERVIEW OF FINANCIAL STATEMENTS

The financial statements are prepared in accordance with the GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* and Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. The college is reported as a special-purpose government engaged in business-type activities and uses the accrual method of accounting, which means that revenue is recognized when earned, and expenses are recorded when incurred regardless of when cash is received or paid. The core financial statements required by GASB 34 as amended by GASB 63 are the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows. Effective fiscal year ending August 31, 2014, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, was implemented to reflect certain items that were previously reported as assets and liabilities to be now reported as deferred outflows and inflows of resources. In addition, this statement requires that debt issuance costs be expensed in the year they are incurred.

Statement of Net Position

The purpose of the Statement of Net Position is to report at a point in time the total net position available to finance future services, and to give the reader a snapshot of the financial condition of El Paso County Community College District (EPCCCD). According to GASB 34, the classification of the components of the Statement of Net Position is as follows:

Current Assets:	assets available to satisfy current liabilities.
Long-term Assets:	include capital assets and other assets not classified as current.
Deferred Outflows of Resources:	include consumption of resources applicable to a future period.
Current Liabilities:	include obligations due within one year.
Long-term Liabilities:	include bonds payable and other long-term commitments.
Deferred Inflows of Resources:	include acquisitions of resources applicable to a future period.
Net Position:	difference between assets and deferred outflows versus liabilities and deferred inflows is presented in three categories as follows:

- Net Investment in Capital Assets represents the college's net investment in property, plant and equipment net of accumulated depreciation and amortization on the assets and the related outstanding debt used to construct, purchase or renovate them.
- Restricted Net Position is classified as expendable (available for expenditure in accordance with the restrictions of donors and other external entities) and nonexpendable (permanent endowment corpus only available for investment purposes).
- Unrestricted Net Position is available for any lawful purpose of the college and maintained to ensure sufficient reserve funds for long-term viability of the college.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

Statement of Revenues, Expenses and Changes in Net Position

The intent of the Statement of Revenues, Expenses and Changes in Net Position is to report the burden of the government's functions on non-operating (general) revenues, defined as the amount of the functions that are not supported by charges to users (GASB 34, Par. 38). The statement is divided into Operating Revenues and Expenses, and Non-Operating Revenues and Expenses. Operating revenues are generated from the services provided to students and other customers of the college and represent an exchange for services. Operating expenses are incurred in the production of goods and services that result in operating revenues. Property taxes, state appropriations, Title IV and Title VIII funds, as well as other federal funds received as a result of the Covid-19 pandemic, represent non-exchange transactions and thus classified under Non-Operating Revenues, which means that Texas community colleges will generally report an operating deficit before considering other support. Therefore, revenue and expenses should be considered in total when assessing the change in the college's financial position.

Statement of Cash Flows

The primary purpose of the Statement of Cash Flows is to provide relevant information about the cash receipts and cash payments of the college during the fiscal period. This statement is intended to complement the accrual-basis financial statements by providing functional information about financing, capital and investing activities and reports the effects of the college's operations, capital and non-capital financing transactions, and investing transactions on the college's financial position. This statement also helps users to determine the entity's ability to meet its obligations as they come due and the potential need for external financing. The final portion of the statement reconciles the net income or loss from operations to be provided or used by operations. The statement is structured as follows:

- Cash flows from operating activities
- Cash flows from noncapital financing activities
- Cash flows from capital financing activities
- Cash flows from investing activities

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS**

CONDENSED COMPARATIVE FINANCIAL INFORMATION

To show the trends for the two years shown in the Statement of Net Position (Exhibit 1), a summary of three years of data for the years ended August 31, 2022 through 2020 is presented below:

Condensed Statement of Net Position
(In Millions)

	August 31			Change	
	2022	As Restated 2021	2020	2021 to 2022	2020 to 2021
Assets					
Cash and Investments	\$ 255.2	\$ 233.5	\$ 180.2	\$ 21.7	\$ 53.3
Other Assets	39.9	32.5	35.2	7.4	(2.7)
Noncurrent Assets	235.5	234.1	220.9	1.4	13.2
Total Assets	<u>\$ 530.6</u>	<u>\$ 500.1</u>	<u>\$ 436.3</u>	<u>\$ 30.5</u>	<u>\$ 63.8</u>
Deferred Outflows	<u>29.5</u>	<u>39.1</u>	<u>43.8</u>	<u>(9.6)</u>	<u>(4.7)</u>
Total Assets & Deferred Outflows	<u>\$ 560.1</u>	<u>\$ 539.2</u>	<u>\$ 480.1</u>	<u>\$ 20.9</u>	<u>\$ 59.1</u>
Liabilities					
Current Liabilities	\$ 63.0	\$ 64.3	\$ 65.7	\$ (1.3)	\$ (1.4)
Noncurrent Liabilities	233.2	252.2	254.5	(19.0)	(2.3)
Total Liabilities	<u>\$ 296.2</u>	<u>\$ 316.5</u>	<u>\$ 320.2</u>	<u>\$ (20.3)</u>	<u>\$ (3.7)</u>
Deferred Inflows	<u>37.0</u>	<u>30.4</u>	<u>31.1</u>	<u>6.6</u>	<u>(0.7)</u>
Total Liabilities & Deferred Inflows	<u>\$ 333.2</u>	<u>\$ 346.9</u>	<u>\$ 351.3</u>	<u>\$ (13.7)</u>	<u>\$ (4.4)</u>
Net Position					
Net Investment in Capital Assets	\$ 108.1	\$ 105.7	\$ 100.7	\$ 2.4	\$ 5.0
Restricted	59.8	56.2	53.2	3.6	3.0
Unrestricted	59.0	30.4	(25.1)	28.6	55.5
Total Net Position	<u>\$ 226.9</u>	<u>\$ 192.3</u>	<u>\$ 128.8</u>	<u>\$ 34.6</u>	<u>\$ 63.5</u>

Total Assets increased by \$30.5 million from fiscal year 2021 to fiscal year 2022 as compared to the increase of \$63.8 million in the previous fiscal year. The following analysis describes this increase by asset category.

As a major component of the Statement of Net Position, Cash and Investments increased from fiscal year 2021 by \$21.7 million. This increase is a combination of the Net cash used in operating activities that included the one-time payment of an incentive plan to eligible employees offset by the Net cash provided by noncapital financing activities that accounts for the receipt of federal funds under the various acts enacted to provide relief from the impact of the COVID-19 pandemic. Under the Higher Education Emergency Relief Fund (HEERF), the college drew down over \$51.9 million that (1) recovered \$17.4 million

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

of lost revenue associated with the enrollment decline caused by the pandemic, (2) discharged \$1.1 million of student debt incurred during the pandemic, and (3) provided for \$25.1 million of student aid, \$6.6 million of employee incentive payments, and \$1.7 million of institutional expenses incurred as a result of the pandemic.

Other Assets increased by \$7.4 million, which is mostly attributable to the increase of \$3.9 million and \$1.4 million in Accounts Receivable and Notes Receivable, respectively. These increases are directly related to the fact that the student debt discharged in 2021 created a lower receivable at August 31, 2021, which, combined with the 1.8% enrollment increase in Fall 2022, contributes to this substantial increase. In addition, Prepaid Charges increased by \$2.1 million mostly due to the increase in Pell disbursements for Fall 2022.

Noncurrent Assets composed mostly of Capital assets increased by \$1.4 million due to the following: in progress and completed master plan projects along with the purchase of equipment and library books increased by \$24.2 million offset by the movement of completed master plan projects from Construction in Process of \$17.6 million, and depreciation expense of \$6.2 million. Also included in Noncurrent Assets is the Accounts Receivable related to leases of \$0.6 million or an increase of \$0.3 million from fiscal year 2021 to comply with GASB 87, *Leases*.

When comparing fiscal years 2021 and 2020, Total Assets increased by \$63.8 million, which was a combination of the following factors. Cash and Investments increased by \$53.3 million mostly due to (1) the receipt of an unrestricted gift of \$30 million, and (2) the drawdown of \$17.8 million of federal funds under the various acts enacted to provide relief from the impact of the COVID-19 pandemic.

Other Assets decreased from fiscal year 2020 to fiscal year 2021 by \$2.7 million, which can be attributed mostly to the COVID-19 pandemic as follows: the net \$1.8 million decrease in Accounts Receivable is due to the discharging of \$1.2 million of student debt related to the return of Title IV, which affected the allowance for doubtful accounts, and the 6% enrollment drop in Fall 2021. Notes Receivable decreased by \$1.9 million, also attributable to the discharging of \$1.8 million in student loans.

Noncurrent assets increased by \$13.2 million mostly due to the addition of master plan projects of \$14.0 million to Construction in Process and the capitalization of \$21.0 million of completed capital projects and purchased equipment and library books. The movement of completed projects from Construction in Process and depreciation expense totaling \$22.1 million offset these capital additions. Also included in Noncurrent Assets is the accounts receivable for leases of \$0.3 million to recognize the implementation of GASB 87.

As required with the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions (GASB 68)*, and GASB Statement No. 75, *Accounting and Financial reporting for Postemployment Benefits other than Pensions (GASB 75)*, deferred outflows or inflows of resources are recorded depending on the plan results during the measurement period. In this context, deferred outflows of resources represent pension and other post-employment benefit contributions made by the college that will benefit employees in the future, but are not considered assets. As of August 31, 2022, deferred outflows of resources of \$29.5 million represent a decrease of \$9.6 million over fiscal year 2021. This change is primarily the result of the following decreases: \$2.8 million in the TRS Changes in Actuarial Assumptions category and \$7.3 million in the ERS Changes in Proportion and Difference between the Employer's Contributions and the Proportionate Share of Contributions category. These decreases were offset by an increase in the ERS Changes in Actuarial Assumptions category of \$1.2 million.

When comparing fiscal years 2021 and 2020, Deferred outflow of resources of \$39.1 million represented a decrease of \$4.7 million, which was the result of decreases in the Changes in Actuarial Assumptions categories of TRS and ERS of \$2.5 and \$1.0 million, respectively. ERS had a decrease in the Changes in

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

Proportion and Difference between the Employer's Contributions and the Proportional Share of Contributions category of \$1.3 million. TRS did not have any changes in assumptions since the prior measurement date. See Notes 10 and 15 regarding pension liability and OPEB that provide detail on the deferred outflows and inflows for both plans.

Total liabilities decreased from the prior year by \$20.3 million, a combination of a decrease of \$1.3 million and \$19.0 million in Current Liabilities and Noncurrent Liabilities, respectively. The decrease in Current Liabilities is a combination of the following factors: Accounts Payable decreased by \$3.7 million due to the decrease in payments to contractors and students at August 31; Net OPEB Liability decreased by \$1.0 million due the State's allocation of EPCC's proportionate share of the current portion of the OPEB liability. Funds Held for Others decreased by \$1.0 million due to the implementation of GASB 84 whereby non-fiduciary transactions were reported as non-operating revenue. These decreases were offset by the increase of \$4.3 million in Unearned Revenue related to higher deferred tuition and fees and Pell disbursements associated with the Fall 2022 1.8% enrollment increase.

The Noncurrent Liabilities experienced a decrease of \$19.0 million due to the following factors: The Net Pension Liability decreased by \$19.6 million consistent with the overall decrease statewide that was passed on to each college. This decrease is largely attributable to the large increases in the TRS Pension Trust Fund and investment income resulting in a large decrease to the pension liability. The Net OPEB liability increased by \$5.3 million due to fluctuations in actuarial analysis as explained in the Deferred Outflows and Inflows comments, and was offset by a large decrease of \$4.4 million in Bonds Payable due to the principal payment of the 2017 Refunding bond.

When comparing Total Liabilities between fiscal years 2021 and 2020, the decrease of \$3.7 million was related to the decreases of \$1.4 million and \$2.3 million in Current Liabilities and Noncurrent Liabilities, respectively. The decrease in Current Liabilities was mostly related to (1) the decrease of \$0.8 million in Accounts Payable due to the college's ability to make more timely payments by August 31, and (2) the decrease of \$1.3 million in Unearned revenue related to lower Pell disbursements associated with the 6% enrollment drop for Fall 2021. These decreases were offset by nominal increases of \$0.4 million and \$0.2 million in Accrued Liabilities and the Net OPEB Liability, respectively. The Noncurrent Liabilities experienced a net decrease of \$2.3 million due to the following factors. The OPEB and Pension liabilities increased by \$1.5 million and \$0.5 million, respectively. These increases represent fluctuations in actuarial analysis as explained in the above section, and were offset by a large decrease of \$4.3 million in Bonds Payable due to the principal payment of the 2017 Refunding Bond. Notes 2, 6, 7, 8 and 9 to the Financial Statements provide more information regarding noncurrent liabilities. See Note 10 regarding pension liability, and Note 15 regarding postemployment benefits other than pensions (OPEB).

As of August 31, 2022, \$37.0 million of Deferred Inflows represent an increase of \$6.6 million over fiscal year 2021. Deferred Inflows represent the college's proportionate share for the net difference between projected and actual investment earnings at the plan level the college may owe to the retirement and health insurance funds in the future, but do not constitute a liability. As explained in the above section related to Deferred Outflows, this increase that occurred in the Pension Deferred Inflows is mostly due to the changes in actuarial assumptions. There was a decrease of \$0.7 million from fiscal year 2020 to 2021. These concepts are further explained in Notes 10 and 15 to the financial statements.

Notwithstanding the ongoing impact of GASB 68 and GASB 75, The college experienced a considerable increase in Net Position of \$34.6 million, which occurred despite continued student enrollment challenges caused by the COVID-19 pandemic. This increase is a combination of increases in the various components of net position. The increase in Net Investment in Capital Assets of \$2.4 million is mostly attributable to the construction of facilities; Restricted Net Position increased by \$3.6 million, mostly attributable to the lost General use fee recovery from the federal government under the HEERF award, and budget surpluses in the Plant Funds. The Unrestricted Net Position increase of \$28.6 million is attributable to (1) the recovery

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

of lost revenues from the HEERF award that were not expended for any purpose, and (2) the significant budget surpluses due to salary savings from vacant positions, and continued cost containment measures.

When comparing fiscal years 2021 and 2020, Net Position increased by \$63.5 million, which is a combination of increases in the various components of net position. The increase in Net Investment in Capital Assets of \$5.0 million is mostly attributable to the construction of facilities; Restricted Net Position increased by a net \$3.0 million attributable to the \$7.0 million allocation from budget surpluses in the Unrestricted Funds now earmarked for construction and renovation of facilities the completion of projects offset by the completion of minor construction and renovation projects; the large increase in the Unrestricted Net Position of \$55.5 million is attributable to the unrestricted donation of \$30 million, the recouping of \$12.5 million from HEERF grants, and \$12.5 million budget surpluses resulting from prudent budgeting and cost containment measures, which included staff and faculty salary savings from vacant positions, and unused reserves. Management remains conservative with spending to ensure continued growth in the financial net position of the college, especially when allocating the federal funding in the best interest of the college.

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Increase in Net Position is affected by the revenues generated and the expenses incurred by the college. The following condensed financial information shows total revenues and expenses for fiscal years 2022, 2021 and 2020, see footnote 2 for restatement:

Condensed Statement of Revenue, Expenses, and Changes in Net Position
(In Millions)

	August 31			Change	
	2022	As Restated 2021	2020	2021 to 2022	2020 to 2021
Operating Revenues					
Tuition and Fees (net of Discounts)	\$ 19.5	\$ 19.2	\$ 23.3	\$ 0.3	\$ (4.1)
Federal, State & Local Grants & Contracts	7.0	7.1	6.9	(0.1)	0.2
Auxiliary Enterprises	0.9	0.5	1.5	0.4	(1.0)
Other	2.6	2.2	2.3	0.4	(0.1)
Total Operating Revenues	<u>\$ 30.0</u>	<u>\$ 29.0</u>	<u>\$ 34.0</u>	<u>\$ 1.0</u>	<u>\$ (5.0)</u>
Operating Expenses					
Instruction	\$ 61.0	\$ 57.9	\$ 66.6	\$ 3.1	\$ (8.7)
Research	0.2	0.2	0.2	-	-
Public Service	4.6	4.6	5.0	-	(0.4)
Academic Support	23.0	22.7	27.3	0.3	(4.6)
Student Services	10.0	11.5	13.4	(1.5)	(1.9)
Institutional Support	27.0	27.2	27.0	(0.2)	0.2
Operation and Maintenance of Plant	13.9	11.9	11.1	2.0	0.8
Scholarships and Fellowships	46.1	40.5	31.2	5.6	9.3
Auxiliary Enterprises	1.8	1.0	3.0	0.8	(2.0)
Depreciation	6.2	5.8	5.5	0.4	0.3
Total Operating Expenses	<u>\$ 193.8</u>	<u>\$ 183.3</u>	<u>\$ 190.3</u>	<u>\$ 10.5</u>	<u>\$ (7.0)</u>
Operating Loss	\$ (163.8)	\$ (154.3)	\$ (156.3)	\$ 9.5	\$ (2.0)
Non-Operating Revenues (Expenses)					
State Appropriations	\$ 40.3	\$ 40.8	\$ 41.8	\$ (0.5)	\$ (1.0)
Maintenance Ad-Valorem Taxes	66.9	65.8	64.1	1.1	1.7
Federal Revenue	93.9	82.5	62.3	11.4	20.2
Other State Revenue	0.6	0.9	0.3	(0.3)	0.6
Gain on Sale of Capital Assets	-	3.0	-	(3.0)	3.0
Gifts	-	30.0	-	(30.0)	30.0
Investment Income (Net of Investment Expense)	1.3	0.1	2.1	1.2	(2.0)
Other Non-Operating Revenue	0.6	-	-	0.6	-
Interest on Capital Related Debt	(5.2)	(5.3)	(5.4)	0.1	0.1
Net Non-Operating Revenues	<u>\$ 198.4</u>	<u>\$ 217.8</u>	<u>\$ 165.2</u>	<u>\$ (19.4)</u>	<u>\$ 52.6</u>
Increase in Net Position	\$ 34.6	\$ 63.5	\$ 8.9	\$ (28.9)	54.6
Net Position, Beginning of Year (as restated)	192.3	128.8	119.9	63.5	8.9
Net Position, End of Year	<u>\$ 226.9</u>	<u>\$ 192.3</u>	<u>\$ 128.8</u>	<u>\$ 34.6</u>	<u>\$ 63.5</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

Total operating revenues increased by \$1.0 million, which is mostly due to the combination of three revenue sources. Tuition and Fees (net of discounts) increased by \$0.3 million due to a modest enrollment increase over the previous year. Auxiliary Revenue increased by \$0.4 million due to the increase in vehicle registration fees as students returned to campus. Other operating revenue increased by \$0.4 million due to the recording of lease revenue as a result of the implementation of GASB 87.

When comparing the 2021 to the 2020 fiscal year, total operating revenues decreased by \$5.0 million, which is mostly due to the combination of two revenue sources. Tuition and fees (net of discounts) decreased by \$4.1 million due to a sharp enrollment decline of 6%, 13% and 20% experienced in Fall 2020, Spring 2021, and Summer 2021, respectively. This decline was directly related to the COVID-19 pandemic during which time the delivery of instruction continued virtually to ensure the safety of students, faculty and staff. Auxiliary Revenue decreased by \$1.0 million due to lost revenue from bookstore commissions and vehicle registration fees as a result of interruption of services on campus sites due to the health crisis. Federal, State & Local Grants & Contracts, and Other operating revenue were very comparable to the previous fiscal year's results.

Total fiscal year 2022 operating expenses increased by \$10.5 million, which is mostly due to the following factors: The Board of Trustees approved the issuance of one-time incentive payments in December 2021, and July 2022 to all eligible employees in the aggregate amount of \$6.5 million distributed across all elements of costs, and which partly explains the increase of \$3.1 million in Instruction. The modest enrollment growth also contributed to the increase in instructional costs due to additional sections taught by adjunct faculty. In addition, Scholarships and Fellowships increased by \$5.6 million mostly due to the distribution of additional student aid provided by the Higher Education Emergency Relief Fund (HEERF) award authorized in the previous year. This distribution was higher over the previous year by \$7.5 million. This increase was offset by a decrease of \$1.7 million in Pell grant awarding. Auxiliary Enterprises increased by a modest \$0.8 million that reflects the return of students on campus.

Depreciation expense at \$6.2 million increased by \$0.4 million over fiscal year 2021 as compared to the increase of \$0.3 million from fiscal year 2020 to fiscal year 2021, due to additional capital outlay in both fiscal years. Depreciation expense also includes the amortization of leased assets in compliance with GASB 87 reporting. Information regarding policies for depreciation is disclosed in Note 2 to the Financial Statements.

When comparing fiscal year 2021 to fiscal year 2020, Total Operating Expenses decreased by \$7.0 million, which is mostly related to cost containment measures implemented as a result of enrollment decline due to the pandemic, and the fact that employees worked remotely during the majority of the fiscal year. The most notable decrease was \$8.7 million in the Instruction element of cost, which is directly related to the decrease in adjunct faculty salaries as a result of the reduction in sections because of continued enrollment decline. The decrease in other elements of costs can be attributed to a combination of the following factors: (1) a decrease in full-time and part-time salaries expense as the recruitment freeze of full-time positions and the frugal use of part-time staff continued through FY 2021, and (2) the expense level for other goods and services was not as high as compared to fiscal year 2019/2020 when the demand for additional technology, professional services and personal protective equipment was met and funded by the CARES Act allocation received by the college in May 2020. Additionally, the fact that employees worked from home in a virtual environment contributed significant savings in supplies, travel, and other services that were not needed while out of the office. The most notable increase in elements of costs was \$9.3 million in Scholarships and Fellowships, which is directly related to the distribution of the Higher Education Emergency Relief Fund (HEERF) award received by the college first in December 2020 under CRRSAA, and then in March 2021 under ARPA. When considering all HEERF awards received by the college, \$48.5 million was authorized by the federal government as a way to help students fund their education during the pandemic. Another \$73.5 million was authorized to be allocated to institutional needs, to include the recouping of lost revenue and the forgiving of student debt incurred during the pandemic. Auxiliary Enterprises decreased by \$2.0 million mostly attributable to the decrease not only in bad debt expense as a

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

result of student debt being forgiven but also in overall expenses as a result of decreased revenues to fund operations.

Non-Operating Revenues and Expenses are comprised of State Appropriations, Maintenance Ad Valorem Taxes, and Federal Revenues that include not only Pell Grant receipts as non-operating revenue, but also the HEERF funds drawn down for the disbursement of COVID-19 related student aid and institutional needs. Non-Operating Revenues also include Other State Revenue to account for state student aid.

Non-Operating Revenues decreased by \$19.4 million over fiscal year 2021 as compared to the increase of \$52.6 million from fiscal year 2020 to 2021 for the following reasons.

Fiscal year 2022 represented the first year of the 2022-23 Biennium and state appropriations were based on the flat funding received from the 87th Legislature, which was allocated to colleges based on each individual college's enrollment. Based on the model approved for community colleges during the 83rd Legislature, core operations remained the same at \$680,406 per year of the biennium, student success points increased by \$2.44 million over the biennium to yield \$5,997,821 per year, and traditional contact hour formula decreased by \$3.56 million over the biennium to \$24,867,064 per year due to a sharp decrease in student enrollment during the base year affected by the Covid pandemic. The health appropriation was funded at \$14.2 million for the biennium, or an increase of \$0.2 million over the previous biennium; however, the actual annual appropriation is dependent on the number of eligible employees that are in the program.

Revenue from Ad Valorem taxes increased by \$1.1 million in fiscal year 2022 over fiscal year 2021 due to additional revenue generated from new property added to the tax rolls and increased property values due to another reappraisal performed by the El Paso Central Appraisal District. When comparing fiscal years 2021 and 2020, the \$1.7 million increase was due to (1) additional revenue from new property added to the 2021 tax rolls and (2) increased property values due to a soft reappraisal. Tax revenue for fiscal years 2022, 2021 and 2020 is based on the tax rates of \$0.134760, \$0.139859, \$0.141167 per \$100 valuation, respectively, that still represent the lowest tax rates of all major taxing entities in the El Paso County.

Included in Non-Operating Revenue is federal revenue that increased by \$11.4 million over fiscal year 2021, mostly due to the HEERF disbursement of \$51.9 million that recovered not only \$17.4 million in lost revenues associated with tuition & fees and auxiliary revenues as a result of the enrollment decline, but also discharged \$1.1 million of student debt incurred during the pandemic. This increase also includes additional federal awards passed through the Texas Governor's Office and awarded to the college for additional funding under the Texas Education Opportunity, Texas Reskilling support and the Governor's Emergency Education Relief (GEER) grants.

When comparing fiscal year 2021 to 2020, federal revenue increased by \$20.2 million mostly due to the HEERF disbursement of \$17.9 million that recovered not only \$13.0 million in lost revenues associated with tuition and fees, and auxiliary revenues as a result of the enrollment decline caused by the pandemic but also discharged \$3.4 million of student debt incurred during the pandemic. This increase also includes additional federal awards passed through the Texas Governor's Office and awarded to the college for additional funding under the Texas Education Opportunity, Texas Reskilling support and the Governor's Emergency Education Relief (GEER) grants.

The decreases in Gain on Sale of Capital Assets and Gifts of \$3.0 and \$30.0 million, respectively, are due to no activity in 2022, as compared to the increases in 2021 from 2020, which were related to the sale of rights to the College's Education Broadband Services channels for \$3.0 million, and the donation of \$30.0 million from Philanthropist and writer McKenzie Scott. This donation from Ms. Scott was part of her generous gifting to dozens of colleges who are broadening access to higher education for underrepresented students. While this gift is currently recorded in the unrestricted fund, the college's Board of Trustees is still evaluating the various mechanisms to allocate these funds in the best interest of the community's students.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

Investment income increased by \$1.2 million as compared to the significant decrease of \$2.0 million experienced in 2021 from 2020. At the beginning of fiscal year 2020, Federal Reserve interest rates were at 2.25%, but declined through the middle of March 2020 to 1.25%. Then, on March 15, 2020, in response to the declining economy, the Federal Reserve lowered rates to a range of zero to 25 basis points, dramatically affecting the interest rates earned in the investment pools where the college's funds are invested. In addition, the college's depository bank lowered the Earnings Credit Rate from 60 to 25 basis points for any funds held at the bank. This precipitous drop in rates carried over to fiscal year 2021, causing a decrease in investment income of approximately \$2.0 million when compared to the prior fiscal year, and an annual average yield for investments of 0.0851% for fiscal year 2021 as compared to 1.1277% for fiscal year 2020.

Yields at the beginning of fiscal year 2022 were two to three basis points for both investment pools. In an effort to fight inflation, the Federal Reserve issued multiple interest rate hikes of over 0.25% each, starting in March 2022 and continued through the end of the fiscal year. Interest rates were around 2.25% at the end of the fiscal year, which significantly exceeded interest income expectations and generated \$1.28 million. The Earnings Credit Rate issued by the college's depository bank also increased, from 0.25% at the beginning to 1.15% at the end of the fiscal year. The average investment yield for fiscal year 2022 was 0.4976%, as compared to 0.0851% in fiscal year 2021. This resulted in an increase in interest income of \$1.2 million over fiscal year 2021. These yields and interest income are more in line with what the college experienced pre-pandemic.

Description of significant capital asset and long-term debt activity

As the college continues to grow, the administration completed the district-wide Master Plan to address capital improvement needs and student growth at its five main campuses for the next ten years. As part of implementing Phase 1 of the Master Plan approved by the Board of Trustees, the college contracted with ECM International to manage six construction projects at the five campuses. During the 2017 fiscal year, the Board approved the architectural firms to design the new classroom and lab buildings, adding over 400,000 square feet of classrooms, lab and parking space to existing college property at a budgeted cost of over \$115 million. During fiscal year 2018, the Board approved the contractors for the six projects that are now substantially completed. The Valle Verde Transportation Training Center and the Transmountain Classroom Building opened for the 2019/2020 academic year. The Northwest Campus classroom building opened during Spring 2020. Although the Mission del Paso classroom building was scheduled to hold classes during Spring 2021, construction delays pushed the official opening to spring 2022. Both the Valle Verde and the Rio Grande Classroom/Lab buildings scheduled to open for the summer 2021 sessions, are fully operating since summer 2022.

Aside from the Master Plan projects, other completed major projects during the 2022 fiscal year include the replacement of classroom furniture, the renovation of the Instructional Service Center, the replacement of the fire lane between the A and B buildings and the air handling unit at the Americana Village, the establishment of exterior physical fitness stages, the repainting of exterior metal framing, the refreshing of the gym's floors and walls, and the renovation of trellises and canopies, all located at the Valle Verde campus; the replacement of classroom furniture and the loading dock flood prevention, both located at the Transmountain campus; the roof refurbishment of the Little Temple and A&B Buildings, the renovation of the Retail Pharmacy Laboratory and the replacement of the H Building mechanical room staircase, all located at the Rio Grande Campus; the addition of a turning lane on New Hueco Tanks Road to access the main campus, the replacement of the staircase and the installation of the rock wall at the new R Building, all located at the Mission del Paso campus; and the replacement of classroom furniture at the Northwest Campus. In light of a reduced population on college facilities because of continued online instruction and remote work by faculty and staff during the fiscal year, the Physical Plant staff took the opportunity to refresh the various facilities and undertake projects, such as painting hallways, offices and classrooms. Aside from addressing warranty matters related to the new buildings, major projects currently in progress include the refurbishment of the Queen Ann Building exterior and the roof recoating of Building E, both located at the Rio Grande Campus; the renovation of faculty offices, the replacement of the boiler and

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

cooling tower condenser pump, all located at the Valle Verde Campus; the replacement of the cooling tower at the ASC B building; the replacement of electrical wiring and cooling tower, the refurbishment of the gym showers, and the fire alarm upgrade, all located at the Transmountain Campus; and the addition of the First Year Experience Center to the Northwest Campus. All facilities construction, renovation and improvements are financed by a combination of funds coming from revenue bond proceeds, grants and plant fund reserves.

To accommodate increased enrollment since 1994, the college initiated a financial plan and has since then issued \$273,355,000 in Revenue Bonds, part of which refinanced the 1994, 1995, 1996, 1997, 1997B, 1998, 1999, 2001, and 2007 bond issues. In January 2007, the college issued the Fee Revenue Building and Refunding Bonds in the amount of \$66,280,000 that accomplished (1) the refunding of \$37 million of current debt with expected present value savings of \$1.9 million and (2) generating additional funds of \$31.6 million for renovation and new construction. The refunding of some of the current debt created additional debt capacity for the college to issue additional revenue bonds at no additional cost to the student or the taxpayer.

The general use fee of \$20 per credit hour, and the tuition transfer of \$15 per student in the fall and spring semesters and \$7.50 per student for the summer sessions currently cover all bond debt. The Board of Trustees approved an incremental increase to the general use fee from the \$10 per credit hour that had been in effect since 2000 as part of the 1994 financing plan, to \$13 effective Spring 2015, then to \$15 effective Fall 2015 and finally to \$16 effective Fall 2016. During the evaluation of the district Master Plan, the Board approved an additional increase of \$4 to the adopted General Use Fee of \$16, thereby creating additional revenue stream to fund the issuance of additional revenue bonds that will finance the approved phases of the district-wide Master Plan as mentioned above.

In Fall 2016, the college took advantage of attractive interest rates that would provide additional debt capacity to fund Phase 1 of the Master Plan. Therefore, the college issued in October 2016 the Combined Fee Revenue Improvement Bonds Series 2016 for \$105,140,000, followed by the January 2017 issuance of the Combined Fee Revenue Refunding Bonds for \$30,315,000 with an interest rate of 2.09%. By refunding the callable maturities of the 2001 and 2007 Bonds that carried an average interest rate of 5%, the college obtained an economic gain of about \$4.6 million over the next nine years. On October 18, 2016, Fitch Ratings assigned an 'A+' rating to a planned \$120 million Combined Fee Revenue Improvement Bonds, Series 2016. In addition, it affirmed the 'A+' rating on \$43.3 million of outstanding EPCC Combined Fee Revenue Building and Refunding Bonds, Series 2007. The rating outlook was revised to stable from positive in light of the additional debt. However, the 'A+' rating was based on consistently positive operating results, healthy reserves, demonstrated ability to monitor expenses during challenging enrollment pressures, and the college's capacity to raise tax revenue. Additional information is available at www.fitchratings.com.

On October 12, 2018, Fitch Ratings assigned an Issuer Default Rating (IDR) of 'AA'. In addition, Fitch upgraded the college's \$105 million in outstanding combined fee revenue bonds, series 2016 to 'AA' from 'A+'. The rating outlook is stable. The report states, "The 'AA' long-term IDR reflects Fitch's expectation of the highest level of operating flexibility and anticipated financial resilience to be maintained by the college throughout the economic cycle. This expectation is largely attributable to its solid expenditure flexibility, modest historical revenue volatility, ample revenue-raising ability, and a strong reserve cushion." The full report is available at www.fitchratings.com.

On February 19, 2021, Fitch Ratings affirmed the issuer Default Rating of 'AA' for the college's \$105 million in outstanding Combined Fee Revenue Bonds with a stable outlook. This rating reflected the college's solid revenue framework, a large reserve cushion, and sound budget flexibility, which support Fitch's expectation of the highest level of operating flexibility and anticipated resilience to be maintained through the current pandemic-induced economic uncertainty and future economic cycles.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

On October 19, 2016, Standard & Poor's assigned a 'A+' long-term rating on the College's Series 2016 Combined Fee Revenue Improvement Bonds. At the same time, it affirmed the 'A+' underlying rating of the College's Series 2001 Combined Fee Revenue Building and Refunding Bonds. Both ratings were given a stable outlook. This rating was based on the college's consistently positive operating surpluses, tax base growth, good revenue diversity and below-average financial resources ratios with significant amount of proposed debt.

On May 21, 2018, S&P Global Ratings assessed its long-term rating on the College's Series 2016 Combined Fee Revenue Improvement Bonds with a rating of 'A+' and stable outlook. This rating reflected their view of the college's consistently positive operating surpluses, tax base growth, good revenue diversity, and below-average financial resources ratios.

On October 7, 2020, as part of its bi-annual surveillance review, S&P Global Ratings re-affirmed its long-term rating on the College's Series 2016 Combined Fee Revenue Improvement Bonds of "A+" and with a stable outlook. This rating reflects S&P's view of the college's consistently positive operating surpluses, tax base growth, good revenue diversity and below-average financial resources ratios. The report also emphasized the college's essential role as the only community college in the El Paso area. The stable outlook reflects S&P's expectation that EPCC will likely sustain positive full-accrual operating results, and maintain financial resource ratios at current levels.

Additional information on both capital assets and long-term debt can be found in Notes 5, 6, 7 and 8 of the Notes to the Financial Statements.

Economic Outlook

Prior to the COVID-19 pandemic, the economic outlook for the State of Texas appeared optimistic for the upcoming biennium, and El Paso Community College was preparing for the 87th Legislature accordingly by focusing not only on increasing student enrollment, but also on student success as it is the college's mission to educate its community to prepare them not only for graduation and gainful employment but also for transfer to 4-year universities. However, the pandemic deeply affected the State's economy and in turn the State's ability to generate enough revenue that would support continued state funding for all state agencies and institutions of higher education. Although the outcome of the 87th Legislature did not drastically reduce funding as expected, and did not provide as much funding as requested by the Texas Association of Community Colleges, the college did experience only a moderate decrease in state appropriations. This decrease was accommodated by the continued practice of cost containment measures put in place during fiscal year 2020/2021 in response to anticipated decreased tuition and tax revenue as a result of the pandemic. The budget development process for Fiscal Year 2021/2022 allowed for a 2% salary enhancement for all eligible employees as well as a one-time incentive pay funded by the Higher Education Emergency Relief Fund grant received by the college. As the pandemic has created significant unemployment in the region, the college is hopeful that enrollment will pick up as students continue to safely return to face-to-face instruction. As enrollment and student success are addressed through the various student success initiatives to include the Achieving the Dream and Pathways, the college is focusing on promoting education in the El Paso community to encourage completion to meet the State goal of the 60x30 initiative.

In spite of tuition and tax rate increases over the last five legislative sessions to offset decreased state funding for student enrollment and employee benefits, the college has the lowest tuition rate in the region and the lowest tax rate of all major taxing entities of the El Paso County while still maintaining quantity and quality of services to its student population. This demonstrates the college's ability and flexibility for generating additional revenue, should state funding continue to be insufficient to fund its operations and innovative programs.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

In December 2014, the firm of EMSI issued a report summarizing the results of a study documented in "Demonstrating the Economic Value of El Paso Community College" during fiscal year 2012/2013, and detailing the role that the college plays in promoting economic growth, enhancing students' careers, and improving quality of life. The main highlights of this study for the college are as follows:

- Due to El Paso Community College (EPCC) operations and capital spending, the local economy receives roughly \$155.5 million in annual regional income.
- EPCC activities encourage new business, assist existing business and create long-term economic growth. The college enhances worker skills and provides customized training to local business and industry. Past and present skills acquired by EPCC students increase regional income by \$860.6 million.
- Overall impact on the local business community is over \$1.0 billion or approximately 3.9% of the region's Gross Regional Product.
- Related to students earning potential, studies demonstrate that education increases lifetime earnings. The average annual income of a student with an Associate Degree at the midpoint of his or her career is \$35,400 or 36% more than someone with a high school diploma. Over the course of a working lifetime, associate's degree graduates in the college service area earn \$368,187 more than someone with a high school diploma. The present value of the higher future wages earned by EPCC students over their working careers is \$1.1 billion. As a result of their attending EPCC, students enjoy an attractive 14.3% annual rate of return on their EPCC educational investment.
- EPCC students remaining in Texas and entering the workforce enhance the economic growth and expand the economic base. Higher student wages and increased business output contribute added present value income of \$5.7 billion.
- EPCC generates a return on public investment, as taxpayers will see a return of \$5.00 for every dollar appropriated by state and local governments to support the college, or an annual rate of return of 13.4% on their investment in EPCC.
- Most importantly, the state and local community will see \$111.2 million worth of social savings associated with improved health, reduced crime, and less welfare and unemployment claims as long as students stay in the workforce.

The above study demonstrates that El Paso Community College plays a critical role in its service area by stimulating the state and local economy, leveraging taxpayer dollars, generating a return on government investment, increasing students' earning potential and certainly contributing to a healthier and more prosperous society.

In summary, in light of the current pandemic that has affected the national, state and local economies, El Paso Community College continues to monitor the conditions created by COVID-19 and has taken measures that should mitigate any significant effect on the financial position or results of operations during this fiscal year, and beyond. With an overall stable financial position, the college has demonstrated its ability to generate consistent increases in net position through the efficient and effective use of its resources. The college will continue to monitor those resources to maintain its ability to react to changes from internal and external forces.



EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 STATEMENT OF NET POSITION
 August 31, 2022 and 2021

EXHIBIT 1

	2022	2021
ASSETS:		
Current Assets:		
Cash and Cash Equivalents	\$ 248,804,117	\$ 213,605,922
Restricted Cash and Cash Equivalents	6,389,702	19,866,291
Accounts Receivable (net of allowance for doubtful accounts of \$16,952,755 in 2022 and \$16,758,791 in 2021)	16,083,630	12,229,357
Notes Receivable (net of allowance for doubtful accounts of \$5,628,687 in 2022 and \$6,225,911 in 2021)	2,461,496	978,457
Prepaid charges	20,322,538	18,180,276
Bond insurance cost	226,089	237,393
Other Assets	<u>773,668</u>	<u>841,031</u>
Total Current Assets	<u>295,061,240</u>	<u>265,938,727</u>
Noncurrent Assets:		
Accounts Receivable - Leases	619,477	331,252
Capital Assets, net (see Note 5)	<u>234,884,458</u>	<u>233,803,183</u>
Total Noncurrent Assets	<u>235,503,935</u>	<u>234,134,435</u>
TOTAL ASSETS	<u>\$ 530,565,175</u>	<u>\$ 500,073,162</u>
Deferred Outflows of Resources		
Pension	\$ 8,077,689	\$ 11,467,944
OPEB	<u>21,461,952</u>	<u>27,628,231</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 29,539,641</u>	<u>\$ 39,096,175</u>
 LIABILITIES AND NET POSITION:		
LIABILITIES:		
Current Liabilities:		
Accounts Payable	\$ 6,596,027	\$ 10,323,614
Accrued Liabilities	3,712,387	3,697,809
Accrued Compensable Balances - Current Portion	468,601	499,957
Workers' Compensation Reserve - Current Portion	408,427	412,161
Lease Liability - Current Portion	48,317	49,706
Net Pension Liability - Current Portion	-	-
Net OPEB Liability - Current Portion	1,887,885	2,919,876
Funds Held for Others	952,785	1,831,907
Unearned revenue	44,480,574	40,226,553
Bonds Payable - Current Portion (including premium of \$557,335 in 2022 and \$557,335 in 2021)	<u>4,462,335</u>	<u>4,377,335</u>
Total Current Liabilities	<u>\$ 63,017,338</u>	<u>\$ 64,338,918</u>

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
STATEMENT OF NET POSITION (Continued)
August 31, 2022 and 2021

EXHIBIT 1

	<u>2022</u>	<u>2021</u>
LIABILITIES AND NET POSITION:		
LIABILITIES:		
Noncurrent Liabilities:		
Accrued Compensable Balances	\$ 4,217,406	\$ 4,499,609
Workers' Compensation Reserve	491,573	487,839
Lease Liability	107,332	16,981
Net Pension Liability	14,660,565	34,283,254
Net OPEB Liability	89,972,647	84,615,784
Bonds Payable (including premium of \$10,589,809 in 2022 and \$11,147,166 in 2021)	<u>123,784,809</u>	<u>128,247,166</u>
Total Noncurrent Liabilities	<u>233,234,332</u>	<u>252,150,633</u>
TOTAL LIABILITIES	<u>\$ 296,251,670</u>	<u>\$ 316,489,551</u>
Deferred Inflows of Resources		
Gain on bond refunding	\$ 230,292	\$ 307,056
Leases	738,090	325,303
Pension	18,732,807	5,483,446
OPEB	<u>17,275,726</u>	<u>24,244,264</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>\$ 36,976,915</u>	<u>\$ 30,360,069</u>
Net Position		
Net investment in capital assets, restated	\$ 108,149,249	\$ 105,747,918
Restricted for:		
Nonexpendable:		
Student Aid	788,404	782,652
Expendable:		
Student Aid	2,610,185	3,549,792
Loans	3,213,008	3,037,389
Renewals and Replacement	1,831,534	737,918
Unexpended Plant Fund	27,283,603	26,985,770
Debt Service	24,036,103	21,085,126
Unrestricted, restated	<u>58,964,145</u>	<u>30,393,152</u>
TOTAL NET POSITION (Schedule D)	<u>\$ 226,876,231</u>	<u>\$ 192,319,717</u>

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 Years Ended August 31, 2022 and 2021

EXHIBIT 2

	<u>2022</u>	<u>2021</u>
REVENUES:		
Operating Revenue:		
Tuition and Fees (net of discounts of \$46,284,922 in 2022 and \$50,829,764 in 2021)	\$ 19,474,405	\$ 19,157,531
Federal Grants and Contracts	4,032,695	4,048,591
State Grants and Contracts	2,298,714	2,407,581
Non-Governmental Grants and Contracts	735,493	667,862
Auxiliary Enterprises	870,497	542,811
Other Operating Revenues	<u>2,573,336</u>	<u>2,228,435</u>
Total Operating Revenues (Schedule A)	<u>29,985,140</u>	<u>29,052,811</u>
EXPENSES:		
Operating Expenses:		
Instruction	60,916,123	57,850,549
Research	174,352	165,580
Public Service	4,601,805	4,645,429
Academic Support	23,014,896	22,662,633
Student Services	10,015,740	11,549,888
Institutional Support	27,073,457	27,256,313
Operation and Maintenance of Plant	13,889,707	11,874,666
Scholarships and Fellowships	46,139,847	40,521,872
Auxiliary Enterprises	1,784,018	969,820
Depreciation and Amortization	<u>6,178,470</u>	<u>5,826,379</u>
Total Operating Expenses (Schedule B)	<u>193,788,415</u>	<u>183,323,129</u>
Operating Loss	<u>(163,803,275)</u>	<u>(154,270,318)</u>
Non-Operating Revenues (Expenses):		
State Appropriations	40,307,304	40,802,631
Maintenance Ad-Valorem Taxes	66,888,458	65,779,961
Federal Revenue, Non Operating	93,938,722	82,444,777
Other State Revenue, Non Operating	575,739	915,334
Gain on Sale of Capital Assets	-	3,000,000
Gifts	-	30,000,000
Investment Income (net of investment expenses)	1,283,798	138,719
Other Non-Operating revenue	610,555	
Interest on Capital Related Debt	<u>(5,244,787)</u>	<u>(5,323,707)</u>
Net Non-Operating Revenues (Schedule C)	<u>198,359,789</u>	<u>217,757,715</u>
Increase in Net Position (Schedule D)	34,556,514	63,487,397
Net Position, Beginning of Year, as restated	<u>192,319,717</u>	<u>128,832,320</u>
Net Position, End of Year, as restated	<u>\$ 226,876,231</u>	<u>\$ 192,319,717</u>

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



EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
STATEMENT OF CASH FLOWS
Years Ended August 31, 2022 and 2021

EXHIBIT 3

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from students and other customers	\$ 18,407,672	\$ 22,432,208
Receipts of grants and contracts	6,715,510	3,184,214
Receipts from collection of loans to students and employees	9,968,613	7,721,317
Other receipts	3,481,518	2,773,173
Payments to or on behalf of employees	(103,307,678)	(97,066,912)
Payments to suppliers for goods or services	(32,857,851)	(25,721,043)
Payments of scholarships	(46,139,847)	(40,521,872)
Payments of loans issued to students and employees	<u>(11,451,652)</u>	<u>(5,843,396)</u>
Net cash used in operating activities	<u>(155,183,715)</u>	<u>(133,042,311)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Receipts from state appropriations	31,592,918	32,170,369
Receipts from ad valorem taxes	66,820,495	65,926,029
Receipts from non operating federal revenue	93,938,521	82,444,777
Receipts from non operating state revenue	575,739	915,334
Receipts from gifts	-	30,000,000
Receipts from student organizations and other agency transactions	1,298,788	1,085,687
Payments to student organizations and other agency transactions	<u>(2,177,910)</u>	<u>(1,063,186)</u>
Net cash provided by noncapital financing activities	<u>192,048,551</u>	<u>211,479,010</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(7,329,870)	(19,204,362)
Proceeds from the sale of capital assets	-	3,000,000
Payments on capital debt and leases - principal	(3,731,038)	(3,678,313)
Payments on capital debt and leases - interest	<u>(5,366,120)</u>	<u>(5,444,391)</u>
Net cash used in capital and related financing activities	<u>(16,427,028)</u>	<u>(25,327,066)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings	<u>1,283,798</u>	<u>138,719</u>
Net cash provided by investing activities	<u>1,283,798</u>	<u>138,719</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	21,721,606	53,248,352
CASH AND CASH EQUIVALENTS, Beginning of year	<u>233,472,213</u>	<u>180,223,861</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 255,193,819</u>	<u>\$ 233,472,213</u>

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 STATEMENT OF CASH FLOWS (Continued)
 Years Ended August 31, 2022 and 2021

EXHIBIT 3

	<u>2022</u>	<u>2021</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES:		
Operating loss	\$ (163,803,275)	\$ (154,270,318)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation and amortization expense	6,178,470	5,826,379
Payments made directly by state for benefits	8,714,386	8,632,262
Change in assets and liabilities		
Receivables, net	(3,862,944)	1,284,756
Notes receivable, net	(1,483,039)	1,877,921
Prepaid charges	(2,142,262)	(866,170)
Other assets	67,363	(53,413)
Deferred outflows of resources - pension	3,390,255	3,355,061
Deferred outflows of resources - OPEB	6,166,279	2,258,909
Deferred outflows of resources - bond insurance cost	11,305	11,305
Accounts payable	(3,727,587)	(808,077)
Accrued expenses	47,843	422,355
Compensated absences	(313,559)	(54,019)
Unearned revenue	4,254,021	(1,285,239)
Net pension liability	(19,622,689)	505,455
Net OPEB liability	4,324,872	1,717,599
Deferred inflows from resources- pension	13,249,361	(2,159,255)
Deferred inflows from resources - OPEB	(6,968,538)	313,639
Deferred inflows from resources - gain on bond refunding	(76,764)	(76,764)
Deferred inflows of resources-leases	<u>412,787</u>	<u>325,303</u>
Net cash used in operating activities	<u>\$ (155,183,715)</u>	<u>\$ (133,042,311)</u>
SUPPLEMENTAL NON CASH INFORMATION:		
State on-behalf payments	<u>\$ 8,714,386</u>	<u>\$ 8,632,262</u>
Amortization of premium of bonds	<u>\$ 557,335</u>	<u>\$ 557,335</u>
Amortization of gain on bond refunding	<u>\$ 76,764</u>	<u>\$ 76,764</u>

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2022

1. REPORTING ENTITY

El Paso County Community College District (the "College"), was established in 1969, in accordance with the laws of the State of Texas, to serve the educational needs of El Paso and the surrounding communities. The College is an unincorporated taxing entity governed by an elected seven-member board of trustees. The College is considered to be a special purpose, primary government according to the definition in Governmental Accounting Standards Board ("GASB") Statement No. 14. While the College receives funding from local, state, and federal sources, and must comply with the spending, reporting, and recordkeeping requirements of these entities, it is not a component unit of any other governmental entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Report 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

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

Title IV Higher Education Act Program (HEA) 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 student is awarded and uses these funds 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.

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 amounts are recorded as tuition and fee revenue and a corresponding amount is recorded as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

Basis of Accounting

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year's budget.

Budgetary Data

Each community college district in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenditures for the fiscal year beginning September 1. The College's Board of Trustees adopts the budget, which is prepared on the accrual basis of accounting. A copy of the approved budget 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.

The College pools most of its cash into one bank account. Pooled investments consist of cash in interest bearing accounts and repurchase agreements. The College considers cash equivalents to be all highly liquid deposits with original maturities of three months or less. The governing board has designated public funds investment pools comprised of \$253,777,303 and \$203,485,381 to be cash equivalents at August 31, 2022 and 2021, respectively.

Cash and cash equivalents that are externally restricted as to their use are classified as noncurrent assets in the Statement of Net Position, unless they are considered to offset maturing debt and payables that have been set up as a current liability; in that case, they are presented as current assets in the Statement of Net Position.

Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools* and No. 79 *Certain External Investment Pools and Pool Participants* investments are reported at fair value or may elect to use an amortized cost which is a stable net asset value per share. 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. Long-term investments have an original maturity of greater than one year at the time of purchase. The College had no short-term or long-term investments at August 31, 2022 and 2021.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Authorized Investments

The Board of Trustees of the College has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act (Section 2256.001 Texas Government Code). Such investments include 1) obligations of the United States or its agencies, 2) direct obligations of the State of Texas or its agencies, 3) obligations of political subdivisions rated not less than "A" by a national investment rating firm, 4) certificates of deposit, and 5) other instruments and obligations authorized by statute. The College's investments are carried at fair value.

For the years ended August 31, 2022 and 2021, management of the College believes that they have substantially complied with the provisions of the Public Funds Investment Act and the College's investment policy.

Allowances for Doubtful Accounts and Loans

Allowances for doubtful accounts and loans are established through charges to current year expenditures. Receivables and loans are reduced by the allowances for doubtful accounts or loans when management believes that the collectability of the receivables or loans is unlikely.

Notes Receivable

Notes receivable are for amounts advanced to students to pay for tuition, fees, and books. The notes are all due within one year.

Capital Assets

Capital assets are stated at cost at date of acquisition. Donated capital assets are valued at their acquisition value on the date received. The College's capitalization policy includes real or personal property with a unit cost of \$5,000 or more and has an estimated life of greater than one year. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are charged to operating expense in the year in which the expense is incurred.

The College reports depreciation under a single-line item as a business-type unit. Depreciation is computed using the straight-line method over the estimated useful lives of the assets applying the half-year convention. The following lives are used:

Buildings	50 years
Land and Improvements	20 years
Furniture, Equipment, and Vehicles	5-10 years
Library Books	15 years

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the statement of net position reports separate sections for deferred outflows or inflows of resources. These are separate financial statement elements. 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. Deferred inflows represent an acquisition of net assets that applies to future period(s) and so is not recognized as an inflow of resources (revenue) until that time. Governments are permitted only to report deferred outflows and inflows in circumstances specifically authorized by the GASB.

Pension

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

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 inflows of resources related to other post-employment benefits; OPEB expense; and information about assets, liabilities and additions to/deductions from SRHP's fiduciary net position. Benefits payments are recognized when due and are payable in accordance with the benefit terms.

Prepaid Charges

Prepaid charges consist primarily of federal grants awarded in current year which are related to academic term in the next fiscal year, are recorded as prepaid charges and recognized as expenses when all obligations have been fulfilled.

Unearned Revenues

Unearned revenues consisting primarily of advance payments of tuition and fees, related to academic terms in the next fiscal year, are recorded as unearned revenues and recognized as revenue in the period when earned.

Compensable Absences

The College accrues an estimated liability for compensable absences that vest in the period earned.

Tax Exempt Status

The College is a political subdivision of the State of Texas and exempt from federal income taxes under the purview of Section 115(1), Income of States, Municipalities, Etc., of the Internal Revenue Code ("IRC"), although unrelated business income may be subject to income taxes under Section 511(a)(2)(B), Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations, of the IRC. The College has no unrelated business income tax liability for the years ended August 31, 2022 and 2021.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Student Property Deposits

Students are required to pay the College a \$10 property deposit. The amount is refundable upon request when the student graduates or leaves the College. Unclaimed amounts are recognized as revenue after four years. Effective September 1, 1993, state law requires unclaimed student property deposits are for scholarship use only.

Funds Held for Others

Funds held for others represent refundable student property deposits, direct loans, and funds held by the College for various campus and community organizations.

Property Taxes

Revenue from property taxes, including related penalties and interest, is recognized in the current year, net of allowances for taxes not collected. The College's ad valorem property tax is assessed each October 1 based upon the assessed value of the College as of January 1 of the same year for all real and business personal property located within the College's district. Taxes are due upon receipt of the tax bill and are delinquent if not paid by January 31 of the year following the year in which imposed. Tax liens on real property are executed generally within one month of receipt of notification of delinquency of tax payments.

The use of tax proceeds is restricted to maintenance and operations. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes.

Leases

Lessee: The District is a lessee for a noncancellable lease of equipment and use of land. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$25,000 or more.

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

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

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases (Continued)

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

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The District is a lessor related to third parties for use of land and a building. The District recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the District determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Net Position

Net position is classified based on the existence or absence of restrictions. Accordingly, net position of the College is classified and reported as follows:

Net Investment in Capital Assets

Net Investment in Capital Assets is used to accumulate the net investment in property and equipment. The purchase (sale) of property and equipment, accumulated depreciation, and (increase) decrease in related debt and liabilities is recognized as an (addition) reduction of available net position and is recorded as capital assets and as an addition (reduction) in net position.

Restricted Net Position

Restricted net position includes expendable and non-expendable net position. Non-expendable net position results from contributions whose use by the College is limited to the earnings thereon. Expendable net position is for amounts whose use is restricted by either granting agencies, debt requirements, or the Board of Trustees.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position (Continued)

Unrestricted Net Position

Net position whose use is not restricted.

Operating and Non-Operating Revenues and Expense Policy

The College distinguishes operating revenues and expenses from non-operating items. The College reports as a business-type activity and as a single proprietary fund. Operating revenues and expenses generally result from providing services in connection with the College's principal ongoing operations. The principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations, property tax collections and federal Title IV, Title VIII grant programs and federal HEERF grants relating to COVID-19 funding. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The major nonoperating expense is interest expense on capital related debt. The operation of the Bookstore is not performed by the College.

Concentration of Credit Risk

Financial instruments which potentially subject the College to a concentration of credit risk consist primarily of cash, investment pools, and accounts and taxes receivable. The College places its cash and investments in federally insured financial institutions which collateralize the College's deposits with securities issued by the United States Government and in United States Government Treasury notes.

Restricted Resources

When an expense is incurred that can be paid using either restricted or unrestricted resources, the College's policy is to first apply the expense against restricted resources and then against unrestricted resources.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Characterization of Title IV Grant Revenue

In response to guidance provided by the Government Accounting Standards Board (GASB) as question/answer 7.72.10 in the Implementation Guide, revenue received for federal Title IV grant programs (i.e. Pell grants) is now characterized as non operating revenue as opposed to operating revenue.

Reclassifications

Certain amounts in the prior-year statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

A significant subsequent event has occurred since the year ending August 31, 2022 through the issuance date of this report, see footnote 24 for disclosure of the event.

Fiduciary Activities

Effective for fiscal year 2021, the College implemented GASB Statement No. 84, *Fiduciary Activities* and Implementation Guide 2019-2. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This statement establishes criteria for identifying fiduciary activities of all state and local governments. It was concluded that the total fiduciary activities in the years ending August 31, 2022 and 2021 and the asset and liability balances at August 31, 2022 and 2021 are immaterial and the College has chosen not to present the fiduciary statements separately. The liability of \$340,014 and \$278,124, respectively, are presented in Funds Held for Others in the current liabilities section of Exhibit 1-Statement of Net Position.

New Pronouncements

Effective for fiscal year 2022, the College implemented the following new pronouncements:

GASB Statement No. 87, *Leases*. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

Prior Year Restatement

In the year of implementation of GASB Statement No. 87, a restatement to beginning net position was required for the recording of the beginning right of use assets, lease liabilities, and related deferred inflows for resources associated with the leases that will be recognized as revenue over the lease terms.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Pronouncements (Continued)

Prior Year Restatement (Continued)

Beginning net position as of September 1, 2021, has been restated as follows for the implementation of GASB Statement No. 87, *Leases*.

Beginning net position	\$	192,327,287
Prior period adjustment-implementation of GASB No. 87		
Lease receivable		318,652
Deferred inflows related to leases		(325,303)
Lease asset-right of use asset		65,768
Lease liabilities		<u>(66,687)</u>
Beginning net position, as restated	\$	<u>192,319,717</u>

GASB 89, *Accounting for interest incurred before the end of a construction period*, the statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. The interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. The implementation of GASB 89 had no effect on the College's prior year's net position.

GASB 92, *Omnibus 92*, the objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB statements. The statement addresses a variety of topics and includes the following: Statement No. 87, Statement No. 73, Statement 74, Statement 84 and other topics.

GASB 93, *Replacement of Interbank Offered Rates (IBOR)*, The objective of this statement is to address accounting and financial reporting implications resulting from global reference rate reform. Government agreements in which variable payments made or received depend on IBOR, most notably the London Interbank Offered Rate (LIBOR), are affected, LIBOR ceased to exist at the end of 2021. Rate provisions in Statements No. 53 and 87 are to be affected.

GASB 97, *Certain Component Unit, Criteria, and Accounting and Financial Reporting for internal Revenue Code Section 457 Deferred Compensation Plans*- The objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

3. DEPOSITS AND INVESTMENTS

At August 31, 2022 and 2021, the carrying amount of the College's deposits was \$1,416,516 and \$29,986,832, respectively, and total cash on hand and bank balances equaled \$3,487,998 and \$33,317,493, respectively.

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

	2022	2021
Bank deposits	\$ 1,397,216	\$ 29,967,532
Cash and cash equivalents		
Demand deposits	19,300	19,300
TexasDAILY	72,660,546	82,105,217
TexPool	181,116,757	121,380,164
Total Cash and Deposits	\$ 255,193,819	\$ 233,472,213
Type of Security	Fair Value August 31, 2022	Fair Value August 31, 2021
Total cash and cash equivalents	\$ 253,777,303	\$ 203,485,381
Total Investments	-	-
Total deposits and investments	\$ 253,777,303	\$ 203,485,381

CASH AND DEPOSITS

<u>Per Statement of Net Position (Exhibit 1)</u>	2022	2021
Cash and Cash Equivalents	\$ 248,804,117	\$ 213,605,922
Restricted Cash and Cash Equivalents (current)	6,389,702	19,866,291
Total Cash and Deposits	\$ 255,193,819	\$ 233,472,213

TexasDAILY and TexPool (the Pool) were established for local governments in Texas under the provisions of the Texas Interlocal Cooperation Act and is designed to comply with all of the Texas statutes, including the Public Funds Investment Act (PFIA) and other regulations for the allowable investments of public funds.

TexPool is overseen by the Texas State Comptroller of Public Accounts. PFM Asset Management LLC serves as the investment adviser and administrator for TexasDAILY. Both investment pools seek to maintain a \$1.00 net asset value per share, as required by the PFIA; however, the \$1.00 net asset value is not guaranteed. Accordingly, the fair value of the College's position in TexPool and TexasDAILY is the same value as the value of the shares. The College reports these investments as cash and cash equivalents.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

3. DEPOSITS AND INVESTMENTS (Continued)

TexasDAILY investments are a money market portfolio with daily liquidity that is rated AAA by Standard & Poor's.

TexPool investments consist exclusively of U.S. Government securities, repurchase agreements collateralized by U.S. Government securities, and AAA rated no load money market mutual funds.

Interest Rate Risk

In accordance with state law and the College's investment policy, the College purchases investments with maturities less than two years or invest bond proceeds for a period of time that coincides with the amount of time it takes to use bond proceeds. Both TexasDAILY and TexPool try to minimize this risk by maintaining a weighted average maturity of sixty (60) days or less in their respective portfolios.

Credit Risk

In accordance with state law and the College's investment policy, investments in investment pools must be rated at least AAA by at least one nationally recognized rating service.

Custodial Credit Risk

For a deposit or investment, custodial risk is the risk that, in the event of the failure of the counterparty, the College will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The College's policy requires deposits to be at least 100 percent secured by collateral valued at market value of the principal and accrued interest reduced by the amount of Federal Deposit Insurance Corporation insurance. As of August 31, 2022 and 2021, the College's \$1,416,516 and \$29,967,532 of bank deposits, respectively, had collateral of \$21,059,243 and \$52,013,950 of underlying securities which were held by the pledging financial institutions' trust departments or agent in the College's name.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

4. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES

Receivables at August 31, 2022 and 2021 were as follows:

	2022	2021
Student Receivables	\$ 20,208,928	\$ 16,836,472
Taxes Receivables	4,783,965	4,716,002
Federal Receivables	5,718,492	4,530,969
Agencies and Local Vendors Receivables	1,806,776	2,128,897
Lease Receivables	913,660	487,954
Contract and Grants Receivables	190,436	548,017
Other Receivables	33,605	71,089
Total	33,655,862	29,319,400
Less: Allowance for Doubtful Accounts	16,952,755	16,758,791
Total Receivables, Net	16,703,107	12,560,609
LESS: Lease Receivable, long-term	(619,477)	(331,252)
Total Receivables, short-term	\$ 16,083,630	\$ 12,229,357

Student Receivables are due within three months.

Payables at August 31, 2022 and 2021 were as follows:

	2022	2021
Accounts Payable:		
Vendor Payable	\$ 6,435,653	\$ 10,135,234
Student Payable	160,305	188,315
Other Payable	69	65
Total Accounts Payable	6,596,027	10,323,614
Accrued Liabilities:		
Salaries and Benefits	1,446,467	1,223,624
Accrued Interest	2,165,920	2,199,185
Other	100,000	275,000
Total Accrued Liabilities	3,712,387	3,697,809
Total Payables	\$ 10,308,414	\$ 14,021,423

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

5. CAPITAL ASSETS

Capital assets activity for the year ended August 31, 2022, was as follows:

	Balance September 1, 2021	Increases	Decreases	Balance August 31, 2022
<u>Not Depreciated:</u>				
Land	\$ 13,702,219	\$ -	\$ -	\$ 13,702,219
Construction in Process	<u>82,937,353</u>	<u>3,847,504</u>	<u>(17,595,542)</u>	<u>69,189,315</u>
	<u>96,639,572</u>	<u>3,847,504</u>	<u>(17,595,542)</u>	<u>82,891,534</u>
<u>Other Capital Assets:</u>				
Buildings	190,484,345	17,642,208	-	208,126,553
Land Improvements	<u>19,735,640</u>	<u>1,097,513</u>	-	<u>20,833,153</u>
Total Buildings and Other Real Estate Improvements	<u>210,219,985</u>	<u>18,739,721</u>	-	<u>228,959,706</u>
Furniture and Equipment	21,395,412	1,859,211	(441,546)	22,813,077
Library Books	6,174,613	245,811	(156,385)	6,264,039
Right to use leased equipment	<u>110,989</u>	<u>164,412</u>	-	<u>275,401</u>
Total Buildings and Other Capital Assets	<u>237,900,999</u>	<u>21,009,155</u>	<u>(597,931)</u>	<u>258,312,223</u>
<u>Accumulated Depreciation and Amortization:</u>				
Buildings	66,693,720	4,024,368	-	70,718,088
Land Improvements	<u>11,054,385</u>	<u>757,687</u>	-	<u>11,812,072</u>
Total Buildings and Other Real Estate Improvements	<u>77,748,105</u>	<u>4,782,055</u>	-	<u>82,530,160</u>
Furniture and Equipment	18,743,230	1,032,488	(440,174)	19,335,544
Library Books	4,200,832	287,195	(156,385)	4,331,642
Right to use leased equipment	<u>45,221</u>	<u>76,732</u>	-	<u>121,953</u>
Total Buildings and Other Capital Assets	<u>100,737,388</u>	<u>6,178,470</u>	<u>(596,559)</u>	<u>106,319,299</u>
Net Capital Assets	<u>\$ 233,803,183</u>	<u>\$ 18,678,189</u>	<u>\$ (17,596,914)</u>	<u>\$ 234,884,458</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

5. CAPITAL ASSETS (Continued)

Capital assets activity for the year ended August 31, 2021, was as follows:

	Balance September 1, 2020	Increases	Decreases	Balance August 31, 2021
<u>Not Depreciated:</u>				
Land	\$ 11,221,283	\$ 2,480,936	\$ -	\$ 13,702,219
Construction in Process	87,615,536	11,551,706	(16,229,889)	82,937,353
	<u>98,836,819</u>	<u>14,032,642</u>	<u>(16,229,889)</u>	<u>96,639,572</u>
<u>Other Capital Assets:</u>				
Buildings	171,470,939	19,013,406	-	190,484,345
Land Improvements	19,167,708	567,932	-	19,735,640
Total Buildings and Other Real Estate Improvements	<u>190,638,647</u>	<u>19,581,338</u>	<u>-</u>	<u>210,219,985</u>
Furniture and Equipment	21,473,813	1,038,364	(1,116,765)	21,395,412
Library Books	5,929,552	252,613	(7,552)	6,174,613
Right to use leased equipment	-	110,989	-	110,989
Total Buildings and Other Capital Assets	<u>218,042,012</u>	<u>20,983,304</u>	<u>(1,124,317)</u>	<u>237,900,999</u>
<u>Accumulated Depreciation and Amortization:</u>				
Buildings	62,987,856	3,705,864	-	66,693,720
Land Improvements	10,343,744	710,641	-	11,054,385
Total Buildings and Other Real Estate Improvements	<u>73,331,600</u>	<u>4,416,505</u>	<u>-</u>	<u>77,748,105</u>
Furniture and Equipment	18,780,907	1,075,542	(1,113,219)	18,743,230
Library Books	3,919,271	289,113	(7,552)	4,200,832
Right to use leased equipment	-	45,221	-	45,221
Total Buildings and Other Capital Assets	<u>96,031,778</u>	<u>5,826,381</u>	<u>(1,120,771)</u>	<u>100,737,388</u>
Net Capital Assets	<u>\$ 220,847,053</u>	<u>\$ 29,189,565</u>	<u>\$ (16,233,435)</u>	<u>\$ 233,803,183</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

6. BONDS PAYABLE

General information related to bonds payable is summarized below:

Bond Issue Name	Series	Purpose	Issue Date	Source of Revenue for Debt Service	Amount Authorized	Amount Outstanding
Revenue	2016	Construction, Improvement, Maintenance, and Acquisition of Property, Building, and Equipment	10/16	General Use Fee, Tuition and Interest Income	\$ 105,140,000	\$ 105,140,000
Revenue	2017	Refunding of 2001 and 2007 bonds	01/17	General Use Fee, Tuition and Interest Income	30,315,000	11,960,000
Total Bonds Principal Outstanding						\$ 117,100,000

Bonds payable are due in annual installments varying from \$3,820,000 to \$8,755,000 with interest rates from 2.09% to 5.25% with the final installment due in 2042. Interest expense related to bonds recorded during fiscal year 2022 and 2021 was approximately \$5,244,787 and \$5,323,707, respectively. Bond premium amortization for fiscal year 2022 and 2021 was \$557,335 and \$557,335, respectively. The principal for all bonds is paid annually on April 1 with semi-annual interest payable on April 1 and October 1.

Repayment of the revenue bond indebtedness is collateralized by a first lien on a pledge of certain tuition and fees described below. The bond indentures for all outstanding Revenue Bonds require that the College deposit into an interest and sinking fund the following: 1) Tuition Fee pledged at the maximum amount permitted by Section 130.123 of the Texas Education Code, as amended. Section 130.123 currently limits the maximum pledge to an amount equal to 25% of all tuition collections; 2) the General Use fee of \$20 per semester credit hour from all nonexempt students for each semester and summer term; and 3) investment income derived from any and all funds. Such pledged tuition and fees amounted to \$23,236,622 and \$23,832,751 for the years ended August 31, 2022 and 2021, respectively. The pledged amount equates to 36.0% and 35.2% of the above revenue stream, respectively. Compared to the minimum required pledge-to-debt service coverage ratio of 1.25, the actual coverage ratio was 2.55 and 2.62, respectively. The College has complied with all significant bond covenants for the years ended August 31, 2022 and 2021.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

6. BONDS PAYABLE (Continued)

Revenue bonds Series 2016- Events of default and acceleration clause

The resolution of the College's outstanding Revenue bond of \$105,140,000 does not provide for specific events of default. If the District defaults in the payment of principal, interest or redemption price, as applicable, on the Bonds when due, or if it fails to make payments into any fund or funds created in the Resolution, or defaults in the observation and performance of any other covenants, conditions or obligations set forth in the Resolution, the registered owners may seek a writ of mandamus to compel District officials to carry out their legally imposed duties with respect to the Bonds if there is no other available remedy at law to compel performance of the Bonds or the Resolution and the District's obligations are not uncertain or disputed.

The resolution provides for the defeasance of the Bonds when the payment of the principal of and premium, if any, such Bonds, plus interest thereon to the due date thereof (whether such due date by reason of maturity, redemption or otherwise), is provided by irrevocable depositing with the paying agent/registrar, or other authorized escrow agent, in trust 1) money sufficient to make such payment or 2) government securities to mature as to principal and interest in such amounts and at such times to insure the availability, without reinvestment, of sufficient money to make such payment, and all necessary and proper fees, compensation and expenses of the paying agent for the Bonds.

The bonds contain a redemption option to redeem bonds having stated maturities on and after April 1, 2027, in whole or in part in principal amounts of \$5,000 or any integral multiple thereof, on April 1, 2026, or any date thereafter, at par value thereof plus accrued interest to the date of redemption. The bond has no acceleration clause.

Defeased Bonds

The escrow account holds funds for bonds that have been defeased. The escrow account funds (assets) and the defeased bonds (liabilities) are not reported in the College's financial statements because those obligations have been satisfied in substance. At August 31, 2022, \$2,235,000 of the Series 1991, \$1,750,000 of the Series 1993, \$5,345,000 of the Series 1994, \$1,355,000 of the Series 1995, \$4,725,000 of the Series 1996, \$3,015,000 of the Series 1997, \$8,130,000 of the Series 2001, \$340,000 of Series 2001 and \$39,115,000 of Series 2007 bonds were considered defeased, respectively.

Current Refunding Bonds

On January 4, 2017, the College issued \$30,315,000 of Revenue Bonds with an average interest rate of 2.09% to refund \$340,000 of Series 2001 and \$39,115,000 of Series 2007 bonds with an average interest rate of 5.00%. Net proceeds from the Series 2017 Refunding were \$30,120,037 after payment of \$190,000 in underwriting fees, and other issuance cost. The College also made cash contribution of \$10,281,989 to issue the Series 2017 Current Refunding. These proceeds from the Series 2017 Refunding Bonds and College's contribution were used to purchase U.S. Government securities which were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments of the Current Refunding. The Series 2001 and 2007 bonds are considered fully defeased and the liability for those bonds have been removed from the Investment in Plant Fund Group. Although the current refunding resulted in the recognition of an accounting gain of \$690,876 for the year ended August 31, 2017, the College in effect reduced its aggregate debt service payments over the next nine years by approximately \$6,145,085 and obtained an economic gain (difference between the present value of the old and new debt service payments) of approximately \$4,644,137.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

6. BONDS PAYABLE (Continued)

Refunding Bonds- Events of default and acceleration clause

The College's outstanding bonds from direct placements of \$19,525,000 contains a provision that in case of default, the lender shall have all of the rights and remedies set forth in the Loan Documents, and available at law and in equity, for the enforcement thereof. The outstanding amounts become immediately due and the lenders continues to have the right of interest payments until the debt is paid in full and the cost of insurance. The bond does not allow for prepayment of principal nor does it have an acceleration clause.

7. NONCURRENT LIABILITIES

Noncurrent liability activity for the year ended August 31, 2022, was as follows:

	Balance September 1, 2021	Additions	Reductions	Balance August 31, 2022	Current Portion
Noncurrent liabilities					
Note payable	\$ -	\$ -	\$ -	\$ -	\$ -
Revenue bonds	105,140,000	-	-	105,140,000	-
Revenue bonds premium	11,704,501	-	557,357	11,147,144	557,335
Revenue bond- direct placement	15,780,000		3,820,000	11,960,000	3,905,000
Lease Liabilities	66,687	164,412	75,450	155,649	48,317
Compensated Absences	4,999,566	316,120	629,679	4,686,007	468,601
Workers' Compensation Reserve	900,000	51,900	51,900	900,000	408,427
Net Pension Liability	34,283,254	-	19,622,689	14,660,565	-
Net OPEB Liability	<u>87,535,660</u>	<u>4,324,872</u>	<u>-</u>	<u>91,860,532</u>	<u>1,887,885</u>
Total noncurrent liabilities	\$ 260,409,668	\$ 4,857,304	\$ 24,757,075	\$ 240,509,897	\$ 7,275,565

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

7. NONCURRENT LIABILITIES (Continued)

Noncurrent liability activity for the year ended August 31, 2021, was as follows:

	Balance September 1, 2020	Additions	Reductions	Balance August 31, 2021	Current Portion
Noncurrent liabilities					
Note payable	\$ -	\$ -	\$ -	\$ -	\$ -
Revenue bonds	105,140,000			105,140,000	-
Revenue bonds premium	12,261,858	-	557,357	11,704,501	557,335
Revenue bonds- direct placement	19,525,000		3,745,000	15,780,000	3,820,000
Lease Liabilities	-	110,989	44,402	66,687	49,706
Compensated Absences	5,053,585	288,658	342,677	4,999,566	499,957
Workers' Compensation Reserve	900,000	311,347	311,347	900,000	412,161
Net Pension Liability	33,777,799	505,455	-	34,283,254	-
Net OPEB Liability	85,818,061	1,717,599	-	87,535,660	2,919,876
Total noncurrent liabilities	\$ 262,476,303	\$ 2,934,048	\$ 5,000,783	\$ 260,409,668	\$ 8,259,035

Line of Credit

The College has no unused lines of credit as of August 31, 2022 and 2021.

8. DEBT AND LEASE OBLIGATIONS

Debt obligations, consisting of revenue bonds, have minimum future requirements at August 31, 2022, were as follows:

Year Ended August 31,	Revenue Bonds		Revenue Bonds-Direct Placement	
	Principal	Interest	Principal	Interest
2023	\$ -	\$ 4,948,250	\$ 3,905,000	\$ 249,964
2024	-	4,948,250	3,985,000	168,350
2025	-	4,948,250	4,070,000	85,063
2026	4,200,000	4,948,250	-	-
2027	4,425,000	4,727,750	-	-
2028-2032	25,655,000	20,100,888	-	-
2033-2037	31,440,000	14,310,925	-	-
2038-2042	39,420,000	5,883,875	-	-
Total	\$ 105,140,000	\$ 64,816,438	\$ 11,960,000	\$ 503,377

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

9. LEASES

Lease Receivable

The College adopted GASB Statement No. 87 during fiscal year 2022 for current leases related to third parties for the use of our land and building. The remaining lease terms range from two years to five years, and the College receives an annual payment of \$175,000 and monthly payments of \$12,600 related to these lease agreements. The College recognized \$277,741 in lease revenue and \$30,302 in interest revenue during the current fiscal year related to these leases. As of August 31, 2022, the College's receivable for lease payments was \$913,660. Also, the College has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease terms. As of August 31, 2022, the balance of the deferred inflow of resources was \$738,090. The present value of the future principal and interest lease payments as of August 31, 2022, were as follows:

Year Ended August 31,	Principal	Interest	Total
2023	\$ 294,183	\$ 32,017	\$ 326,200
2024	305,300	20,900	326,200
2025	141,840	9,360	151,200
2026	147,251	3,949	151,200
2027	<u>25,086</u>	<u>114</u>	<u>25,200</u>
Total	<u>\$ 913,660</u>	<u>\$ 66,340</u>	<u>\$ 980,000</u>

Lease Liabilities

The College adopted GASB Statement No. 87 during fiscal year 2022 for current lease liabilities. The College is currently entered into lease agreements as lessee for the use of copiers and land. As of August 31, 2022, the value of the lease liability for these leases was \$155,649. The College is required to make monthly principal and interest payments of \$7,280 related to these lease agreements. The leases have interest rates of 3.75%. The College does not intend to purchase the copiers at the end of the lease term. The value of the right-to-use assets as of the end of the current fiscal year was \$275,401 and had accumulated amortization of \$121,953. The present value of the future principal and interest lease payments as of August 31, 2022, were as follows:

Year Ended August 31,	Principal	Interest	Total
2023	\$ 48,317	\$ 4,802	\$ 53,119
2024	32,530	3,470	36,000
2025	33,772	2,228	36,000
2026	35,061	939	36,000
2027	<u>5,969</u>	<u>31</u>	<u>6,000</u>
Total	<u>\$ 155,649</u>	<u>\$ 11,470</u>	<u>\$ 167,119</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS

DEFINED BENEFIT PENSION PLAN

Plan Description

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

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

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/Pages/about_archive_cafr.aspx (Select About TRS, then Publications then Financial Reports); by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698; or by calling (512) 542-6592.

Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, whose formula used 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 services 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 60 or 62 depending on the 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 adjustment (COLAs). Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

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

Contributions

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

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

Contributions (Continued)

	<u>Contribution Rates</u>		
	<u>2020</u>	<u>2021</u>	<u>2022</u>
Member	7.70%	7.70%	8.00%
Non-Employer Contributing Entity (State)	3.75%	3.75%	3.875%
Employers	3.75%	3.75%	3.875%
2020 Member Contributions			\$ 5,072,185
2020 Employer Contributions			\$ 2,654,706
2020 State of Texas - On behalf Contributions (State)			\$ 2,270,289
2021 Member Contributions			\$ 4,743,553
2021 Employer Contributions			\$ 2,476,380
2021 State of Texas - On behalf Contributions (State)			\$ 2,130,508
2022 Member Contributions			\$ 5,026,807
2022 Employer Contributions			\$ 2,660,882
2022 State of Texas - On behalf Contributions (State)			\$ 2,284,078

The College's contributions to the TRS pension plan in 2022 and 2021 were \$2,660,882 and \$2,476,684, respectively, as reported in the Schedule of College's Contributions for Pensions in the Required Supplementary Information section of these financial statements. Estimated State of Texas on-behalf contributions for 2022 and 2021 were \$2,284,078 and \$2,130,508, respectively.

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. Employers (public school, junior college, other entities or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

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

In addition to the employer contributions listed above, when employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions

The total pension liability in the August 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2020 rolled forward to August 31, 2021
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions:	
Single Discount Rate	7.25%
Long-term Expected Investment Rate of Return	7.25%
Municipal Bond Rate	1.95%
Last year ending August 31	
Projected period (100 years)	2120
Inflation	2.30%
Salary Increases	3.05% to 9.05% including inflation
Payroll Growth Rate	3.00%
Benefit changes during the year	None
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions were selected by the TRS board of trustees based upon analysis and recommendations by the system's actuary. The board of trustees has sole authority to determine the actuarial assumptions used for the plan. The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2020.

Discount Rate

The single discount rate used to measure the total pension liability was 7.25%. The single discount rate was based on the expected rate of return on plan investments of 7.25 percent. The projection of cash flows used to determine the 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 session. It is assumed that future employer and state contributions will be 8.50% of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.25%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. 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.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

Discount Rate (Continued)

Best estimates of geometric real rates of return for each major asset class included in the System's target allocation as of August 31, 2021 are summarized below:

Asset Class	Target Allocation**	Long-Term Expected Geometric Real Rate of Return***	Expected Contributions to Long-Term Portfolio Returns
<u>Global Equity</u>			
U.S.	18.00%	3.60%	0.94%
Non-U.S. Developed	13.00%	4.40%	0.83%
Emerging Markets	9.00%	4.60%	0.74%
Private Equity	14.00%	6.30%	1.36%
<u>Stable Value</u>			
Government Bonds	16.00%	-2.00%	0.01%
Absolute Return	0.00%	1.10%	0.00%
Stable Value Hedge Funds	5.00%	2.20%	0.12%
<u>Real Return</u>			
Real Assets	15.00%	4.50%	1.00%
Energy and Natural Resources and infrastructure	6.00%	4.70%	0.35%
Commodities	0.00%	1.70%	0.00%
<u>Risk Parity</u>			
Risk Parity	8.00%	2.80%	0.28%
<u>Leverage</u>			
Cash	2.00%	-0.70%	-0.01%
Asset Allocation Leverage	-6.00%	-0.50%	0.03%
Inflation			2.20%
Volatility Drag ****			-0.95%
Expected Return	100.00%		6.90%

* Absolute return includes Credit Sensitive Investments.

** Target allocations are based on the FY20 Policy Model.

*** Capital Market Assumptions come from Aon Hewitt (as of 8/31/2020).

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

Source: Teacher Retirement System of Texas 2021 Annual Comprehensive Financial Report.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used in measuring the 2021 and 2020 Net Pension Liability. The discount rate used in measuring for 2021 and 2020 was 7.25%.

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
El Paso County Community College District's proportionate share of the net pension liability			
2021	\$ 32,035,662	\$ 14,660,565	\$ 564,088
2020	\$ 52,864,164	\$ 34,283,254	\$ 19,186,671

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

At August 31, 2022 and 2021, the College reported a liability of \$14,660,565 and \$34,283,254, respectively, for its proportionate share of the TRS's net pension liability. The liability reflects a reduction for State pension support provided to the College. The amount recognized by the College as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the College were as follows:

	2022	2021
El Paso County Community College District's proportionate share of the collective net pension liability	\$ 14,660,565	\$ 34,283,254
State's proportionate share that is associated with College	12,896,681	29,655,408
Total	\$ 27,557,246	\$ 63,938,662

The net pension liability was measured as of August 31, 2020 and rolled forward to August 31, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of the 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, 2020 through August 31, 2021.

At the measurement date of August 31, 2021, the employer's proportion of the collective net pension liability was 53.20%, which was a decrease of 0.42% from its proportion measured as of August 31, 2020.

Changes Since the Prior Actuarial Valuation

- There were no changes in assumptions since the prior measurement date.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For the years ended August 31, 2022 and 2021, the College recognized pension expense of \$2,161,127 and \$2,284,606 and revenue of \$2,161,127 and \$2,284,606 for support provided by the State, respectively.

At August 31, 2022, the 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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ 24,534	\$ 1,032,115
Changes in actuarial assumptions	5,182,223	2,259,005
Net differences between projected and actual investment earnings	-	12,292,694
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	210,050	3,148,993
Contributions paid to TRS subsequent to the measurement date	<u>2,660,882</u>	<u>-</u>
Total	<u>\$ 8,077,689</u>	<u>\$ 18,732,807</u>

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

Year ended August 31,	<u>Pension Expense Amount</u>
2023	\$ 194,937
2024	(2,475,961)
2025	(3,380,496)
2026	(4,222,723)
2027	(595,601)
Thereafter	<u>(175,274)</u>
Total	<u>\$ (10,655,118)</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

10. EMPLOYEES' RETIREMENT PLANS (Continued)

OPTIONAL RETIREMENT PLAN

Plan Description. The State of Texas has also established a defined contribution plan, the Optional Retirement Program, for institutions of higher education. 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 Articles, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C.

Funding Policy. Contributions requirements are not actuarially determined but are established and amended by the Texas state legislature. The percentages of participants' salaries currently contributed by the State and each participant are 6.60% and 6.65%, respectively. The College makes the 100% required contribution which represents the employer's contribution. Benefits fully vest after one year plus one day of employment. Since these are individual annuity contracts, the State has no additional or unfunded liability for this program. Currently the College contributes up to 1.90% of each participant's salary to the Optional Retirement Program under provisions of State law. Senate Bill (S.B.) 1812, 83rd Texas Legislature, Regular Session, effective 1, 2013, limits the amount of the state contribution to 50% of eligible employees in the reporting district. The retirement expense to the College totaled \$114,492, \$139,366 and \$154,980 for 2022, 2021, and 2020, respectively.

The retirement expense to the State for the College totaled \$2,620,833, \$2,516,095 and \$2,698,453, for the fiscal years ended August 31, 2022, 2021 and 2020, respectively. This amount represents the portion of expended appropriations made by the state legislature on behalf of the College which is recorded as revenue and expense in the restricted fund. The total payroll for all College employees was \$89,645,329, \$82,651,944 and \$92,909,692 for fiscal years 2022, 2021 and 2020, respectively. The total payroll of employees covered by the Teacher Retirement System was \$62,924,228, \$61,607,632 and \$65,863,820 and the total payroll of employees covered by the Optional Retirement System was \$10,896,242, \$12,030,939, and \$13,234,015 for fiscal years 2022, 2021 and 2020, respectively.

Tax Sheltered Annuity Plan for Part Time Employees

Plan Description. The College has established a tax sheltered annuity plan for part time employees. An eligible employee is a part time employee who is not eligible for participation in the Teacher Retirement System of Texas or any other public or private retirement system within the meaning of section 3121(b)(7)(F) of the Internal Revenue Code. The Tax Sheltered Annuity Plan provides for the purchase of annuity contracts. These annuity contracts are administered by Metropolitan Life Insurance for the participants. Certificates are issued to the participants evidencing their annuity contracts. A participant is 100% vested in the accumulated value of his annuity contract at all times.

Funding Policy. A participant can elect to make salary reduction contributions equal to a percentage of 3.75% of his monthly compensation. The College makes contribution equal to 3.75% of participant's monthly compensation. Since these are individual annuity contracts, the College has no additional or unfunded liability for this program. The retirement expense to the College totaled \$9,169, \$9,478 and \$14,945 for 2022, 2021 and 2020, respectively. Total payroll of employees covered by the Tax Sheltered Annuity Plan for Part Time Employees was \$244,508, \$252,735 and \$398,544 for fiscal years 2022, 2021 and 2020, respectively.

11. 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, 2022 and 2021, the College had 300 and 329 employees participating in the program. A total of \$1,468,529 and \$1,487,285 in contributions were invested in the plan during the fiscal years ending August 31, 2022 and 2021, respectively. The program is an individual plan owned and maintained individually by each employee of which all participating employees are fully vested.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

12. RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 1990, the College established a Workers' compensation claim program to account for and finance its uninsured risks of loss related to employee injuries. Under this program, the College retains all risk of loss. The College purchases commercial insurance for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. The claims liability of \$900,000 reported at August 31, 2022 and 2021, is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The liability is reported with accrued liabilities on the Statement of Net Position. The liability is subject to change based on actual claim development. Estimated future payments for incurred claims are charged to current funds expenditures. Changes in the College's claims liability amount in fiscal 2022 and 2021 were:

	Beginning-of- fiscal-Year Liability	Current-year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2020-2021	\$ 900,000	\$ 311,347	\$ (311,347)	\$ 900,000
2021-2022	\$ 900,000	\$ 51,900	\$ (51,900)	\$ 900,000

13. COMPENSATED ABSENCES

Annual Leave

Full-time employees earn annual leave from 1 to 1.67 days per month depending on the number of years employed with the College and the employee's classification. The College's policy is that an employee may carry his/her accrued leave forward from one fiscal year to another fiscal year with a maximum number of days up to 40 for those employees who accrue 20 days leave per year. Employees with at least six months of service who terminate their employment are entitled to payment for all accumulated unused annual leave up to the maximum allowed. The College recognized an accrual for compensated absences of approximately \$3,300,170 and \$3,608,541 for the unpaid annual leave at August 31, 2022 and 2021, respectively.

Sick Leave

The Board of Trustees has adopted a policy providing that ten percent (10%) of accrued unused sick leave (not to exceed 960 hours) shall be paid to an employee who has at least five years of continuous eligible full-time service, upon separation from employment for any reason other than by death. At August 31, 2022 and 2021, the estimated liability under this policy was approximately \$1,385,837 and \$1,391,025, respectively, which is accrued.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

14. HEALTH CARE AND LIFE INSURANCE BENEFITS

Certain health care and life insurance benefits for active employees are provided through an insurance 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. For the 2016-2017 biennium, the State changed the methodology of benefit funding for community colleges in the State. SB 1812, 83rd Texas Legislature, Regular Session, effective September 1, 2013, limited the State's portion to 50% of the total contribution made on behalf of both active and retired employees.

State Insurance Contributions per full-time employee

Health Select of Texas Plan *	2022 State/Employer Contribution	2022 Annualized Contribution
Member Only	\$ 624.82	\$ 7,497.84
Member & Spouse	982.36	11,788.32
Member & Child(ren)	864.20	10,370.04
Member & Family	1,221.74	14,660.88
Health Select of Texas Plan *	2021 State/Employer Contribution	2021 Annualized Contribution
Member Only	\$ 624.82	\$ 7,497.84
Member & Spouse	982.36	11,788.32
Member & Child(ren)	864.20	10,370.04
Member & Family	1,221.74	14,660.88
Health Select of Texas Plan *	2020 State/Employer Contribution	2020 Annualized Contribution
Member Only	\$ 624.82	\$ 7,497.84
Member & Spouse	982.82	11,793.84
Member & Child(ren)	864.52	10,374.24
Member & Family	1,222.52	14,670.24

*Includes premium for Basic Term Life Insurance

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

14. HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

<u>Cost of Providing Health Care Insurance</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Number of Retirees	508	473	453
Cost of Health Benefits for Retirees	\$ 3,965,814 *	\$ 3,965,814	\$ 3,710,491
Number of Active Full Time Employees	1,189	1,242	1,315
Health Benefits for Active Full Time Employees	\$ 12,003,607	\$ 11,991,562	\$ 12,583,859
Health State Appropriation Insurance - Retirees	\$ 1,991,073	\$ 1,937,299	\$ 1,809,711
Health State Appropriation Insurance - Active	\$ 5,119,903	\$ 5,086,944	\$ 5,214,532
Net Cost to District	\$ 8,858,445	\$ 8,933,133	\$ 9,270,107

* amount represents 2021 cost, 2022 cost was unavailable as of report date

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description

The College participates in a cost sharing, multiple-employer defined benefit, other postemployment 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. Benefits and contributions provisions of the GBP are authorized by State law and may be amended by the Texas Legislature.

OPEB Plan Fiduciary Net Position

Detailed information about GBP's fiduciary net position is available in the separately issued ERS Annual Comprehensive Financial Report that includes financial statements, notes to the financial statements and required supplementary information. That report may be obtained on the Internet at <https://ers.texas.gov/About-ERS/Reports-and-Studies/Reports-on-Overall-ERS-Operations-and-Financial-Management>; 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 10 year 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 contributions requirements of the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. The employer and member contribution rates are determined annually by the ERS Board of Trustees based on the recommendations of ERS staff and its consulting actuary. The contribution rates are determined based on (i) the benefit and administrative costs expected to be incurred, (ii) the funds appropriated and (iii) 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 benefits and administrative costs with the revenue expected to be generated by the appropriated funds.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Contributions (Continued)

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 contributions. 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 2022

Retiree only	\$	624.82
Retiree and Spouse		982.36
Retiree and Children		864.20
Retiree and Family		1,221.74

Maximum Monthly Employer Contribution
Retiree Health and Basic Life Premium
Fiscal Year 2021

Retiree only	\$	624.82
Retiree and Spouse		982.36
Retiree and Children		864.20
Retiree and Family		1,221.74

Maximum Monthly Employer Contribution
Retiree Health and Basic Life Premium
Fiscal Year 2020

Retiree only	\$	624.82
Retiree and Spouse		982.82
Retiree and Children		864.52
Retiree and Family		1,222.52

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

Premium Contributions by Source
Group Benefits Program Plan

For the Years Ended August 31, 2021 and 2020

	2021	2020
Employers	\$ 1,382,516	\$ 1,436,310
Members (Employees)	492,716	609,673
Nonemployer Contributing Entity (State of Texas)	1,382,516	1,436,310

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of August 31, 2021, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumption :

Valuation Date	August 31, 2021
Actuarial Cost Method	Entry Age
Amortization Method	Level Percentage of Payroll, Open
Remaining Amortization Period	30 Years
Asset Valuation Method	Not Applicable
Actuarial Assumption Discount Rate	2.14%
Salary Increases	2.30% to 9.05%, including inflation
Annual Healthcare Trend Rate	
HealthSelect	5.25% for FY23, 5.15% for FY24, 5.00% for FY25, 4.75% for FY26, 4.60% for FY27, decreasing 10 basis points per year to 4.30% for FY 2030 and later years
HealthSelect Medicare Advantage	0.00% for FY23, 66.67% for FY24, 24.00% for FY25, 4.75% for FY26, 4.60% for FY27 decreasing 10 basis points per year to an ultimate rate of 4.30% for FY30 and later years
Inflation Assumption Rate	2.30%
Ad hoc Postemployment Benefit Changes	None
Mortality assumptions:	
Service Retirees, survivors and other inactive members	Tables based on TRS experience with Ultimate MP Projection Scale from Base Year 2018
Disability Retirees	Tables based on TRS experience with Ultimate MP Projection scale from Year 2018 using a 3 year set forward and minimum mortality rates of four per 100 male members and two per 100 female members
Active members	Sex Distinct RP-2014 Employee Mortality multiplied by 90% with Ultimate MP projection Scale from the year 2014

Source: ERS 2021 Annual Comprehensive Financial Report.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Actuarial Assumptions (Continued)

Many of the actuarial assumptions used in this valuation were based on the results of actuarial experience studies performed by the ERS and TRS retirement plan actuaries for the period (ex. September 1, 2010 to August 31, 2017) for higher education members.

Investment Policy

The State Retiree Health Plan is a pay-as-you-go plan and does not accumulate funds in advance of retirement. The System's Board of Trustees adopted the amendment to the investment policy in August 2017 to require that all funds in the plan be invested in short-term fixed income securities and specify that the expected rate of return on these investments is 2.4%.

Discount Rate

Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the OPEB liability is the municipal bonds rate. The discount rate used to determine the total OPEB liability as of the beginning of the measurement year was 2.20%. The discount rate used to measure the total OPEB liability as of the end of the measurement year was 2.14%, which amounted to a decrease of 0.06%. The source of the municipal bond rate was the Bond Buyer Index of general obligations bonds with 20 years to maturity and mixed credit quality. The bonds average credit quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp's AA rating. Projected cash flows into the plan are equal to projected benefits payments out of the plan. Because the plan operates on a pay-as-you-go (PAYGO) 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 net OPEB liability if the discount rate used was 1 percent less than and 1 percent greater than the discount rate was used (2.14% for 2021 and 2.20% for 2020) in measuring the net OPEB liability.

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
El Paso County Community College District's proportionate share of the net OPEB liability			
2021	\$ 109,409,379	\$ 91,860,532	\$ 78,131,180
2020	\$ 104,042,303	\$ 87,535,660	\$ 74,654,182

Changes Since the Prior Actuarial Valuation

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

- The percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The proportion of future retirees assumed to be married and electing coverage for their spouse.
- The proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement.
- The percentage of Higher Education vested terminated members assumed to have terminated less than one year before the valuation date.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Changes Since the Prior Actuarial Valuation (Continued)

- The assumed Per Capital 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 annual rate of increase in Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act has experience and its effects on our short-term expectations.
- The assumed expenses directly related to the payment of GBP HealthSelect medical benefits have been updated to reflect recent contract revisions.
- The discount rate was changed from 2.20% as of August 31, 2020 to 2.14% as of August 31, 2021 as a result of requirements by GASB No. 74 to utilize the yield or index rate for 20-year, tax-exempt general obligation municipal bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

Change of Benefits Terms Since Prior Measurement Date

The following benefit revisions have been adopted since the prior valuation:

- Minor changes have been adopted. The changes which are not expected to have a significant impact on plan costs for Fiscal Year 2022, are provided for in the Fiscal Year 2021 Assumed Per Capita Health Benefit Costs. There are no benefit changes for Health Select retirees and dependents for whom Medicare is Primary.

Healthcare Trend Rate Sensitivity Analysis

The initial healthcare trend rate is 5.25% and ultimate rate is 4.3%. The following schedule shows the impact on the College's proportionate share of the collective net OPEB liability if the healthcare cost trend rate used was 1 percent less than and 1 percent greater than the healthcare cost trend rate that was used (5.25% decreasing to 4.3%) in measuring the net OPEB liability.

	1% Decrease in Healthcare Cost Trend Rate	Current Healthcare Cost Trend Rate	1% Increase in Healthcare Cost Trend Rate
El Paso County Community College District's proportionate share of the net OPEB liability			
2021	\$ 76,922,382	\$ 91,860,532	\$ 111,432,166
2020	\$ 73,261,588	\$ 87,535,660	\$ 106,247,474

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At August 31, 2022 and 2021, the College reported a liability of \$91,860,532 and \$87,535,660, respectively, for its proportionate share of the ERS's net OPEB liability. This liability reflects a reduction for State support provided to the College for OPEB. The amount recognized by the College as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the College were as follows:

	<u>2022</u>	<u>2021</u>
El Paso County Community College District's proportionate share of the collective net OPEB liability	\$ 91,860,532	\$ 87,535,660
State's proportionate share that is associated with College	<u>83,845,821</u>	<u>72,212,448</u>
Total	<u>\$ 175,706,353</u>	<u>\$ 159,748,108</u>

The net OPEB liability was measured as of August 31, 2021 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of the 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, 2020 through August 31, 2021.

At the measurement date of August 31, 2021, the employer's proportion of the collective net OPEB liability was 52.28%, which is a decrease of 0.91% from its proportion measured as of August 31, 2020.

For the years ended August 31, 2022 and 2021, the College recognized OPEB expense of \$1,382,516 and \$1,436,310 and revenue of \$1,382,516 and \$1,436,310, respectively, for support provided by the State.

At August 31, 2022, the College reported its proportionate share of the ERS plan's collective deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ -	\$ 2,253,235
Changes in actuarial assumptions	6,289,132	10,231,207
Net differences between projected and actual investment earnings	16,269	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	13,774,035	4,791,284
Contributions paid to ERS subsequent to the measurement date	<u>1,382,516</u>	<u>-</u>
Total	<u>\$ 21,461,952</u>	<u>\$ 17,275,726</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

15. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The net amounts of the employer’s balance 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
2023	\$ 2,762,105
2024	2,054,146
2025	(197,058)
2026	(347,883)
2027	<u>(85,084)</u>
Total	<u>\$ 4,186,226</u>

16. CONTRACT AND GRANT AWARDS

Contracts and grants 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 and State Contracts and grants award, funds expended but not collected are reported as Receivables on Exhibit 1. Contract and grant awards that are not yet funded, and for which the College has not yet performed services are not included in the financial statements.

Contract and grant awards funds already committed under multi-year awards or for fiscal periods that differ from the College's fiscal year for which monies have not been received nor funds expended totaled approximately \$109,573,380 and \$151,727,813 at August 31, 2022 and 2021, respectively. Of this amount, \$108,830,928 and \$151,301,609 were related to Federal Contract and Grant Awards, \$742,452 and \$426,204 were from State and Other Contract and Grant Awards.

17. RELATED PARTY

The El Paso Community College Foundation (the Foundation, a nonprofit organization) is governed by a nineteen-member Board of Directors, independent of the College. At any given time, the Foundation Board could have up to 25 members. Although the Foundation is not financially accountable to the College, the Foundation has received from the College both in-kind assistance in the form of donated services and use of facilities and equipment. The Foundation solicits donations for the benefit of the College. It remitted gifts of \$537,166 and \$206,940 to the College during the years ended August 31, 2022 and 2021, respectively. The College donated certain services, such as office space, utilities, supplies, and staff salaries and benefits to the Foundation with approximate value of \$211,813 and \$196,841, respectively.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

18. PROPERTY TAXES

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

At August 31, 2022:

Assessed Valuation of the College	\$	59,333,890,075
Less: Exemptions and abatements		<u>(9,596,129,083)</u>
Net Assessed Valuation of the College	\$	<u><u>49,737,760,992</u></u>

	Current Operations	Debt Service	Total
Tax rate per \$100 valuation for authorized (maximum per enabling legislation)	\$ 0.15	\$ 0.50	\$ 0.65
Tax rate per \$100 valuation for assessed	\$ 0.134760	\$ -	\$ 0.134760

At August 31, 2021:

Assessed Valuation of the College	\$	56,337,242,809
Less: Exemptions and abatements		<u>(9,520,825,858)</u>
Net Assessed Valuation of the College	\$	<u><u>46,816,416,951</u></u>

	Current Operations	Debt Service	Total
Tax rate per \$100 valuation for authorized (maximum per enabling legislation)	\$ 0.15	\$ 0.50	\$ 0.65
Tax rate per \$100 valuation for assessed	\$ 0.139859	\$ -	\$ 0.139859

Taxes levied for the years ended August 31, 2022 and 2021, were \$67,105,491 and \$65,550,854, respectively, (which includes any penalty and interest assessed, if applicable.) Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

	2022	2021
Tax Collected	Current Operations	
Current Taxes Collected	\$ 65,908,561	\$ 64,376,564
Delinquent Taxes	329,063	837,646
Penalties and Interest Collected	<u>650,834</u>	<u>565,751</u>
Total Collections	<u><u>\$ 66,888,458</u></u>	<u><u>\$ 65,779,961</u></u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

18. PROPERTY TAXES (Continued)

The table above reflects actual taxes collected for the 2022-2021 period. Tax collections for the year ended August 31, 2022 was 99.5% and for the year ended August 31, 2021 and 2020, were 98% of the current tax levy as reported in the statement of revenues, expenses and changes in net position. Allowances for uncollectible taxes for the years ended August 31, 2022, 2021 and 2020 respectively, of \$647,318, \$642,661 and \$670,871 are based upon historical experience in collecting property taxes. During the year ended August 31, 2021, an additional reserve of \$1,439,921 was established resulting from an estimated amount to be potentially reimbursed to the taxpayers as a result of disputed values under litigation as provided under Chapter 42 of the Property Tax Code. The amount remains in reserve as of August 31, 2022. The use of tax proceeds is restricted to local maintenance and operations.

19. PENDING LAWSUITS AND CLAIMS

On August 31, 2022, various lawsuits and claims involving the College were pending. While the ultimate liability with respect to litigation and other claims asserted against the College cannot be reasonably estimated at this time, management believes that this liability, to the extent not provided for by insurance or otherwise, is not likely to have a material effect on the College.

20. COMMITMENTS

Encumbrances, primarily construction and technology related, outstanding at August 31, 2022 and 2021, respectively, that were provided for in the subsequent year's budget aggregated approximately \$6,579,532 and \$8,471,384, respectively.

21. FUND BALANCE

Net position reclassified in fund balance formatted for the internal purposes at August 31, 2022 and 2021 were as follows:

	2022	2021
Current funds:		
Fund balance, unrestricted, restated	\$ 51,729,884	\$ 24,308,944
Fund balance, auxiliary enterprises	7,234,261	6,084,208
Fund balance, restricted	2,610,185	3,549,792
Total Current Fund Balance	\$ 61,574,330	\$ 33,942,944
Fund balance, loan funds	3,213,008	3,037,389
Fund balance, endowment and similar funds	788,404	782,652
Fund balance, plant funds	161,300,489	154,556,732
Total Fund Balance, restated	\$ 226,876,231	\$ 192,319,717

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

22. RISK AND UNCERTAINTIES

In December 2019, a novel strain of the Coronavirus known as COVID-19 was reported to have surfaced in China. The World Health Organization has characterized COVID-19 as a pandemic. The spread of the virus caused significant business and enrollment interruption to the College beginning in March 2020, when the College complied with the Stay Home Stay Safe order issued by the State of Texas and the El Paso County. Except for employees deemed essential for the college operations, most faculty and staff had to transition from working on college sites to remote office work and online delivery of instruction to its students, except for Career and Technical Education programs that required some face-to-face instruction. While the College experienced a decline in enrollment during the health crisis, it took significant budgetary measures to mitigate the decrease in revenue. With the discontinuation by the local authorities of the Stay at Home orders, it has gradually resumed its face-to-face instruction and services to students. The College continues to frequently monitor COVID-19 cases and is ready to apply any new orders from local and state authorities should the need arise. The effect, if any, from the pandemic in the future is unknown and not reflected in these financial statements and all of which is uncertain and cannot be predicted at this time.

23. NEW ACCOUNTING PRONOUNCEMENTS

The following are the new Governmental Accounting Standards Board (GASB) Statements that have future implementation dates. The College has not early implemented, nor has it completed the process of evaluating the impact on its financial position that will result from adopting the listed Governmental Accounting Board Statements listed below:

GASB Statement No. 101, *Compensated Absences*, effective for fiscal years beginning after December 15, 2023.

GASB Statement No. 100, *Accounting Changes and Error Corrections-an amendment of GASB Statement No. 62*, effective for fiscal years beginning after June 15, 2023.

GASB Statement No. 99, *Omnibus 2022*, the requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022 and the requirements related to financial guarantees and the classification and reporting of derivatives instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023.

GASB Statement No. 96, *Subscription-Based Information Technology Agreements*, effective for fiscal years beginning after June 15, 2022.

GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, postponed the effective dates of certain provisions in Statements and Implementation Guides that first became effective or were scheduled to become effective for periods beginning after June 15, 2018, and later. The following statements that would impact the College are postponed until the effective dates as prescribed by GASB statement No. 95:

- Statement 91, *Conduit Debt Obligations*, effective for reporting periods beginning after December 15, 2021.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability of Payment*, effective for fiscal years beginning after June 15, 2022.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2022

24. SUBSEQUENT EVENTS

Subsequent events were evaluated through December 22, 2022, which is the date the financial statements were available to be issued and no material events were noted. After the issuance of the financial statements, it was discovered that the definition of deferred outflows and inflows, on footnote 2, referred to net position rather than net assets as defined by GASB 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*.

Revised financial statements were issued, changing the definition on footnote 2 of the financial statements to reflect net assets versus net position. As of January 18, 2023, subsequent event procedures were limited to this revision.

REQUIRED SUPPLEMENTARY INFORMATION

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of College's Proportionate Share of Net Pension Liability
Year Ended August 31, 2022

Fiscal year ending August 31 *	2022**	2021**
Total TRS pension liability	\$ 227,273,463,630	\$ 218,974,205,084
Less: TRS' net position	<u>201,807,002,496</u>	<u>165,416,245,243</u>
TRS' net pension liability	\$ 25,466,461,134	\$ 53,557,959,841
TRS net position as percentage of total pension liability (NPL)	88.79%	75.54%
College's proportionate share of collective net pension liability (%)	0.057568130%	0.064011501%
College's proportionate share of collective net pension liability (\$)	\$ 14,660,565	\$ 34,283,254
State of Texas's total proportionate of NPL associated with College	<u>12,896,681</u>	<u>29,655,408</u>
Total	\$ 27,557,246	\$ 63,938,662
College's covered payroll amount	\$ 61,607,632	\$ 65,863,820
Ratio of College proportionate share of collective NPL/ College's covered payroll amount	0.237966702	0.520517243

* - The amounts presented above are as of the measurement date of the collective net pension liability (NPL).

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

2020**	2019 **	2018 **	2017 **	2016 **	2015 **
\$ 209,961,325,288	\$ 209,611,328,793	\$ 179,336,534,819	\$ 171,797,150,487	\$ 163,887,375,172	\$ 159,496,075,886
<u>157,978,199,075</u>	<u>154,568,901,833</u>	<u>147,361,922,120</u>	<u>134,008,637,473</u>	<u>128,538,706,212</u>	<u>132,779,243,085</u>
\$ 51,983,126,213	\$ 55,042,426,960	\$ 31,974,612,699	\$ 37,788,513,014	\$ 35,348,668,960	\$ 26,716,832,801
75.24%	73.74%	82.17%	78.00%	78.43%	83.25%
0.064978391%	0.064382068%	0.063698741%	0.067230998%	0.066472200%	0.000741112%
\$ 33,777,799	\$ 35,437,453	\$ 20,367,426	\$ 25,405,594	\$ 23,497,039	\$ 19,796,127
<u>28,424,806</u>	<u>30,033,499</u>	<u>17,685,867</u>	<u>20,079,936</u>	<u>19,607,661</u>	<u>16,454,821</u>
\$ 62,202,605	\$ 65,470,952	\$ 38,053,293	\$ 45,485,530	\$ 43,104,700	\$ 36,250,948
\$ 62,436,836	\$ 59,059,732	\$ 57,268,363	\$ 55,861,257	\$ 52,955,705	\$ 50,179,385
0.540991523	0.600027325	0.355648825	0.454798108	0.443711192	0.394507167

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Schedule of College's Contributions for Pensions
 Year Ended August 31, 2022

Fiscal year ending August 31 *	2022**	2021**	2020**
Legally required contributions	\$ 2,660,882	\$ 2,476,684	\$ 2,654,706
Actual contributions	2,660,882	2,476,684	2,654,706
Contributions deficiency (excess)	-	-	-
College's covered payroll amount	\$ 62,924,228	\$ 61,607,632	\$ 65,863,820
Contributions as a percentage of covered payroll	0.042287082 %	0.040200928 %	0.040305983 %

* - 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.

	<u>2019 **</u>	<u>2018 **</u>	<u>2017 **</u>	<u>2016 **</u>	<u>2015 **</u>
\$	2,273,416	\$ 2,185,382	\$ 2,093,604	\$ 2,136,099	\$ 1,967,912
	<u>2,273,416</u>	<u>2,185,382</u>	<u>2,093,604</u>	<u>2,136,099</u>	<u>1,967,912</u>
	-	-	-	-	-
\$	62,436,836	\$ 59,059,732	\$ 57,268,363	\$ 55,861,257	\$ 52,955,705
	0.036411454 %	0.037002911 %	0.036557776 %	0.038239365 %	0.037161473 %

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION
FOR THE YEAR ENDED AUGUST 31, 2022

Changes of Benefit Terms include:

- No changes for the year ended August 31, 2022.

Changes of Assumptions

Changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period were as follows:

- There were no changes in assumptions since the prior measurement date.



EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of College's Share of Net OPEB Liability
Year Ended August 31, 2022

Fiscal year ending August 31 *	2022**	2021**
Total ERS OPEB liability	\$ 36,011,160,299	\$ 33,149,579,149
Less: ERS' net position	<u>135,652,891</u>	<u>104,947,452</u>
ERS' net pension liability	\$ 35,875,507,408	\$ 33,044,631,697
ERS net position as percentage of total OPEB liability	0.38%	0.32%
College's proportionate share of collective net OPEB liability (%)	0.256053610%	0.264901300%
College's proportionate share of collective net OPEB liability (\$)	\$ 91,860,532	\$ 87,535,660
State of Texas's total proportionate of net OPEB liability associated with College	<u>83,845,821</u>	<u>72,212,448</u>
Total	\$ 175,706,353	\$ 159,748,108
College's covered-employee payroll amount	\$ 62,144,686	\$ 66,106,950
Ratio of College proportionate share of collective net OPEB liability/ College's covered employee payroll amount	1.478171955	1.32415215

* - 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.

2020**	2019 **	2018 **
\$ 34,622,611,079	\$ 30,018,171,986	\$ 34,782,794,000
<u>59,936,464</u>	<u>380,429,662</u>	<u>709,783,000</u>
\$ 34,562,674,615	\$ 29,637,742,324	\$ 34,073,011,000
0.17%	1.27%	2.04%
0.248296930%	0.254960430%	0.173195880%
\$ 85,818,061	\$ 75,564,515	\$ 59,013,053
<u>87,334,390</u>	<u>73,416,152</u>	<u>56,251,142</u>
\$ 173,152,451	\$ 148,980,667	\$ 115,264,195
\$ 65,163,070	\$ 64,120,419	\$ 62,840,747
1.316973878	1.178478185	0.93908898

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Schedule of College's Contributions for OPEB
 Year Ended August 31, 2022

Fiscal year ending August 31 *	2022**	2021**	2020**	2019 **	2018 **
Legally required contributions	\$ 1,382,516	\$ 1,436,310	\$ 1,356,502	\$ 704,301	\$ 1,723,738
Actual contributions	1,382,516	1,436,310	1,356,502	704,301	1,723,738
Contributions deficiency (excess)	-	-	-	-	-
College's covered-employee payroll amount	\$ 63,963,430	\$ 62,144,686	\$ 66,106,950	\$ 65,163,070	\$ 64,120,419
Contributions as a percentage of covered-employee payroll	0.021614163 %	0.023112354 %	0.020519809 %	0.010808285 %	0.026882825 %

* - 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.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - OPEB FOR THE YEAR ENDED AUGUST 31, 2022

Changes of Benefit Terms include:

The following benefit revisions have been adopted since the prior valuation. The benefit changes for HealthSelect retirees and dependents for whom Medicare is not primary include:

- Minor changes have been made since the prior valuation. These changes, are not expected to have a significant impact on plan costs for Fiscal Year 2022.

These minor benefit changes are provided for in the FY 2022 Assumed Per Capita Health Benefit Costs. There are no benefit changes for HealthSelect retirees and dependents for whom Medicare is Primary.

Changes of Assumptions

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

- The percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The proportion of future retirees assumed to be married and electing coverage for their spouse.
- The proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement.
- The percentage of Higher Education vested terminated members assumed to have terminated less than one year before the valuation date.
- The assumed Per Capital 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 annual rate of increase in Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act has experience and its effects on our short-term expectations.
- The assumed expenses directly related to the payment of GBP HealthSelect medical benefits have been updated to reflect recent contract revisions.
- The discount rate was changed from 2.20% to 2.14% as a result of requirements by GASB No. 74 to utilize the yield or index rate for 20-year, tax-exempt general obligation municipal bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.



SUPPLEMENTARY INFORMATION

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

Schedule A

Schedule of Operating Revenues

Year Ended August 31, 2022

(With Memorandum Totals for the Year Ended August 31, 2021)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2022 Total	2021 Total
Tuition:						
State-funded credit courses:						
In-district resident tuition	\$ 45,576,648	\$ -	\$ 45,576,648	\$ -	\$ 45,576,648	\$ 49,196,036
Non-resident tuition	5,976,179	-	5,976,179	-	5,976,179	5,648,679
TPEG - credit (set aside)*	1,774,455	-	1,774,455	-	1,774,455	1,919,577
State-funded continuing education	850,968	-	850,968	-	850,968	883,677
Non-state funded educational programs	<u>896,367</u>	<u>-</u>	<u>896,367</u>	<u>-</u>	<u>896,367</u>	<u>676,693</u>
Total Tuition	<u>55,074,617</u>	<u>-</u>	<u>55,074,617</u>	<u>-</u>	<u>55,074,617</u>	<u>58,324,662</u>
Fees:						
General use fee	8,528,912	-	8,528,912	-	8,528,912	9,103,642
Student fee	1,338,595	-	1,338,595	5,700	1,344,295	1,665,772
Laboratory fee	743,233	-	743,233	-	743,233	818,049
Other fees	<u>73,970</u>	<u>-</u>	<u>73,970</u>	<u>343,937</u>	<u>417,907</u>	<u>136,454</u>
Total Fees	<u>10,684,710</u>	<u>-</u>	<u>10,684,710</u>	<u>349,637</u>	<u>11,034,347</u>	<u>11,723,917</u>
Scholarship Allowances and Discounts:						
Bad debt allowance	381,573	-	381,573	-	381,573	89,655
Remissions and exemptions - local	(247,575)	-	(247,575)	-	(247,575)	(247,012)
Remissions and exemptions - state	(17,891,177)	-	(17,891,177)	-	(17,891,177)	(19,039,230)
Federal grants to students	(23,380,041)	-	(23,380,041)	-	(23,380,041)	(24,966,941)
TPEG awards	(2,907,570)	-	(2,907,570)	-	(2,907,570)	(4,464,034)
State grants to students	<u>(2,240,132)</u>	<u>-</u>	<u>(2,240,132)</u>	<u>-</u>	<u>(2,240,132)</u>	<u>(2,202,202)</u>
Total Scholarship Allowances	<u>(46,284,922)</u>	<u>-</u>	<u>(46,284,922)</u>	<u>-</u>	<u>(46,284,922)</u>	<u>(50,829,764)</u>
Total Net Tuition and Fees	<u>19,474,405</u>	<u>-</u>	<u>19,474,405</u>	<u>349,637</u>	<u>19,824,042</u>	<u>19,218,815</u>
Additional Operating Revenues:						
Federal grants and contracts	364,853	3,667,842	4,032,695	-	4,032,695	4,048,591
State grants and contracts	-	2,298,714	2,298,714	-	2,298,714	2,407,581
Dual credit cost recovery	451,535	-	451,535	-	451,535	419,610
Non-governmental grants and contracts	-	735,493	735,493	-	735,493	667,862
General operating revenues	<u>2,121,801</u>	<u>-</u>	<u>2,121,801</u>	<u>-</u>	<u>2,121,801</u>	<u>1,808,825</u>
Total Additional Operating Revenues	<u>2,938,189</u>	<u>6,702,049</u>	<u>9,640,238</u>	<u>-</u>	<u>9,640,238</u>	<u>9,352,469</u>
Auxiliary Enterprises:						
Bookstore**	-	-	-	271,064	271,064	290,004
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>249,796</u>	<u>249,796</u>	<u>191,523</u>
Total Net Auxiliary Enterprises	<u>-</u>	<u>-</u>	<u>-</u>	<u>520,860</u>	<u>520,860</u>	<u>481,527</u>
Total Operating Revenues	<u>\$ 22,412,594</u>	<u>\$ 6,702,049</u>	<u>\$ 29,114,643</u>	<u>\$ 870,497</u>	<u>\$ 29,985,140</u>	<u>\$ 29,052,811</u>
					(Exhibit 2)	(Exhibit 2)

*In accordance with Education code 56.033, \$1,774,455 and \$1,919,577 for the years August 31, 2022 and 2021, respectively, of tuition was set aside for Texas Public Education grants (TPEG).

**The College bookstore is outsourced to an independent third-party.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

Schedule B

Schedule of Operating Expenses by Object

Year Ended August 31, 2022

(With Memorandum Totals for the Year Ended August 31, 2021)

	Operating Expenses				2022 Total	2021 Total
	Salaries and Wages	Benefits		Other Expenses		
		State	Local			
Unrestricted - Educational Activities						
Instruction	\$ 38,969,420		\$ 6,314,159	\$ 3,977,476	\$ 49,261,055	\$ 48,649,297
Research	112,231		18,185	22,769	153,185	149,761
Public Service	2,757,233		448,108	571,846	3,777,187	3,919,610
Academic Support	14,133,390		2,290,013	2,364,553	18,787,956	19,254,938
Student Services	6,924,523		1,121,971	(101,706)	7,944,788	9,664,638
Institutional Support	13,594,234		2,202,654	7,210,877	23,007,765	25,625,958
Operation and Maintenance of Plant	2,507,504		700,538	9,931,754	13,139,796	11,874,666
Scholarships and Fellowships	-	-	-	1,747,726	1,747,726	1,896,684
Total Unrestricted Educational Activities	78,998,535	-	13,095,628	25,725,295	117,819,458	121,035,552
Restricted - Educational Activities						
Instruction	4,988,208	4,304,861	336,912	2,025,087	11,655,068	9,201,252
Research	14,366	-	970	5,831	21,167	15,819
Public Service	352,934	304,585	23,838	143,261	824,618	725,819
Academic Support	1,809,118	1,561,283	122,191	734,348	4,226,940	3,407,695
Student Services	886,361	764,936	59,866	359,790	2,070,953	1,885,250
Institutional Support	1,740,105	1,501,723	117,529	706,334	4,065,691	1,630,355
Operation and Maintenance of Plant	320,968	276,998	21,679	130,266	749,911	-
Scholarships and Fellowships	-	-	-	44,392,121	44,392,121	38,625,188
Total Restricted Educational Activities	10,112,060	8,714,386	682,985	48,497,038	68,006,469	55,491,378
Total Educational Activities	89,110,595	8,714,386	13,778,613	74,222,333	185,825,927	176,526,930
Auxiliary Enterprises	534,734		332,560	916,724	1,784,018	969,820
Depreciation Expense - Buildings and other real estate improvements	-	-	-	4,782,055	4,782,055	4,416,504
Depreciation Expense - Equipment, furniture, and library books	-	-	-	1,396,415	1,396,415	1,409,875
Total Operating Expenses	\$ 89,645,329	\$ 8,714,386	\$ 14,111,173	\$ 81,317,527	\$ 193,788,415	\$ 183,323,129
					(Exhibit 2)	(Exhibit 2)

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

Schedule C

Schedule of Non-Operating Revenues and Expenses

Year Ended August 31, 2022

(With Memorandum Totals for the Year Ended August 31, 2021)

	Unrestricted	Restricted	Auxiliary Enterprises	2022 Total	2021 Total
NON-OPERATING REVENUES:					
State Appropriations:					
Education and general state support	\$ 31,592,918	\$ -	\$ -	\$ 31,592,918	\$ 32,170,369
State group insurance	-	6,087,985	-	6,087,985	6,113,233
State retirement matching	-	<u>2,626,401</u>	-	<u>2,626,401</u>	<u>2,519,029</u>
Total State Appropriations	<u>31,592,918</u>	<u>8,714,386</u>	-	<u>40,307,304</u>	<u>40,802,631</u>
Maintenance ad valorem taxes	66,888,458	-	-	66,888,458	65,779,961
Federal Revenue, Non Operating	16,681,482	76,376,149	881,091	93,938,722	82,444,777
Other State Revenue, Non Operating	-	575,739	-	575,739	915,334
Gain on sale of capital assets	-	-	-	-	3,000,000
Gifts	-	-	-	-	30,000,000
Investment income	1,255,948	19,920	7,930	1,283,798	138,719
Other Non-Operating revenue	<u>44,623</u>	<u>565,932</u>	-	<u>610,555</u>	-
Total Non-Operating Revenues	<u>116,463,429</u>	<u>86,252,126</u>	<u>889,021</u>	<u>203,604,576</u>	<u>223,081,422</u>
NON-OPERATING EXPENSES:					
Interest on capital related debt	<u>5,244,787</u>	-	-	<u>5,244,787</u>	<u>5,323,707</u>
Total Non-Operating Expenses	<u>5,244,787</u>	-	-	<u>5,244,787</u>	<u>5,323,707</u>
Net Non-Operating Revenues	<u>\$ 111,218,642</u>	<u>\$ 86,252,126</u>	<u>\$ 889,021</u>	<u>\$ 198,359,789</u>	<u>\$ 217,757,715</u>
				(Exhibit 2)	(Exhibit 2)

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

Schedule D

Schedule of Net Position by Source and Availability

Year Ended August 31, 2022

(With Memorandum Totals for the Year Ended August 31, 2021)

	Detail by Source					Available for Current Operations	
	Restricted			Capital Assets Net of Depreciation & Related Debt	Total	Yes	No
	Unrestricted	Expendable	Non- Expendable				
Current:							
Unrestricted	\$ 51,729,884	\$ -	\$ -	\$ -	\$ 51,729,884	\$ 51,729,884	\$ -
Restricted		2,610,185			2,610,185	2,610,185	
Auxiliary Enterprises	7,234,261				7,234,261	7,234,261	
Loan		3,213,008			3,213,008		3,213,008
Endowment:							
Quasi:							
Restricted			788,404		788,404		788,404
Plant:							
Unexpended		27,283,603			27,283,603		27,283,603
Renewals		1,831,534			1,831,534	1,831,534	
Debt Service		24,036,103			24,036,103		24,036,103
Investment in Plant	-	-	-	108,149,249	108,149,249	-	108,149,249
Total Net Position, August 31, 2022	<u>58,964,145</u>	<u>58,974,433</u>	<u>788,404</u>	<u>108,149,249</u>	<u>226,876,231</u> (Exhibit 1)	<u>63,405,864</u>	<u>163,470,367</u>
Total Net Position, August 31, 2021	30,399,803	55,395,995	782,652	105,748,837	192,327,287	34,687,513	157,639,774
Cumulative effect of change in accounting principle	<u>(6,651)</u>	<u>-</u>	<u>-</u>	<u>(919)</u>	<u>(7,570)</u>	<u>(6,651)</u>	<u>(919)</u>
Total Net Position, August 31, 2021 - as restated	<u>30,393,152</u>	<u>55,395,995</u>	<u>782,652</u>	<u>105,747,918</u>	<u>192,319,717</u> (Exhibit 1)	<u>34,680,862</u>	<u>157,638,855</u>
Net Increase (Decrease) in Net Position	<u>\$ 28,570,993</u>	<u>\$ 3,578,438</u>	<u>\$ 5,752</u>	<u>\$ 2,401,331</u>	<u>\$ 34,556,514</u> (Exhibit 2)	<u>\$ 28,725,002</u>	<u>\$ 5,831,512</u>



STATISTICAL SECTION



Rio Grande Campus



**El Paso
Community
College**

The Best Place to Start *and Finish!*

STATISTICAL SECTION

This part of the El Paso County Community College District's Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources – tuition and fees, state appropriations and ad valorem taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the service the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Financial Reports for the relevant years.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 1
Net Position by Component and Changes in Net Position
Last Ten Fiscal Years
(unaudited)

Net Position by Component

	For the Year Ended August 31,			
	2022	2021 as restated	2020	2019
Net investment in capital assets	\$ 108,149,249	\$ 105,747,918	\$ 100,670,911	\$ 99,809,384
Restricted - expendable	58,974,433	55,395,995	52,431,368	49,884,060
Restricted - nonexpendable	788,404	782,652	781,293	771,717
Unrestricted	58,964,145	30,393,152	(25,051,252)	(30,568,402)
Total primary government net position	<u>\$ 226,876,231</u>	<u>\$ 192,319,717</u>	<u>\$ 128,832,320</u>	<u>\$ 119,896,759</u>

Changes in Net Position

	For the Year Ended August 31,			
	2022	2021 as restated	2020	2019
Net position at beginning of year	\$ 192,319,717	\$ 128,832,320	\$ 119,896,759	\$ 107,647,214
Total revenues - page 86	233,589,716	252,134,233	204,655,164	197,094,814
Total expenses - page 88	(199,033,202)	(188,646,836)	(195,719,603)	(184,845,269)
Change in accounting principles - 2018 GASB 75, 2015 GASB 68 and 2013 GASB 65				-
Change in net position	<u>34,556,514</u>	<u>63,487,397</u>	<u>8,935,561</u>	<u>12,249,545</u>
Net position at end of year	<u>\$ 226,876,231</u>	<u>\$ 192,319,717</u>	<u>\$ 128,832,320</u>	<u>\$ 119,896,759</u>

For the Year Ended August 31,

2018 as restated	2017	2016	2015 as restated	2014	2013 as restated
\$ 96,438,897	\$ 92,819,547	\$ 90,353,349	\$ 84,541,270	\$ 78,237,413	\$ 79,937,511
45,797,561	40,499,821	27,445,329	28,457,827	29,895,813	23,103,969
753,741	742,942	737,859	733,942	741,151	737,449
(35,342,985)	27,836,906	25,860,722	18,829,803	34,714,354	27,875,471
<u>\$ 107,647,214</u>	<u>\$ 161,899,216</u>	<u>\$ 144,397,259</u>	<u>\$ 132,562,842</u>	<u>\$ 143,588,731</u>	<u>\$ 131,654,400</u>

For the Year Ended August 31,

2018 as restated	2017	2016	2015 as restated	2014	2013 as restated
\$ 161,899,216	\$ 144,397,259	\$ 132,562,842	\$ 143,588,731	\$ 131,654,400	\$ 125,086,776
196,292,946	191,464,935	182,238,275	182,544,087	181,503,948	179,796,871
(181,659,444)	(173,962,978)	(170,403,858)	(171,140,882)	(169,569,617)	(172,442,933)
(68,885,504)	-	-	(22,429,094)	-	(786,314)
<u>(54,252,002)</u>	<u>17,501,957</u>	<u>11,834,417</u>	<u>(11,025,889)</u>	<u>11,934,331</u>	<u>6,567,624</u>
<u>\$ 107,647,214</u>	<u>\$ 161,899,216</u>	<u>\$ 144,397,259</u>	<u>\$ 132,562,842</u>	<u>\$ 143,588,731</u>	<u>\$ 131,654,400</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 2
Revenues by Source
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31,			
	2022	2021 as restated	2020	2019
Tuition and Fees (Net of Discounts)	\$ 19,474,405	\$ 19,157,531	\$ 23,292,432	\$ 25,133,302
Federal Grants and Contracts	4,032,695	4,048,591	3,730,390	3,932,118
State Grants and Contracts	2,298,714	2,407,581	2,442,642	2,565,515
Non-Governmental Grants and Contracts	735,493	667,862	748,272	978,838
Auxiliary enterprises	870,497	542,811	1,472,294	1,757,605
Other Operating Revenues	2,573,336	2,228,435	2,342,829	2,379,876
Total Operating Revenues	<u>29,985,140</u>	<u>29,052,811</u>	<u>34,028,859</u>	<u>36,747,254</u>
State Appropriations	40,307,304	40,802,631	41,819,184	41,333,463
Ad Valorem Taxes	66,888,458	65,779,961	64,101,302	61,284,007
Federal Grants, Non Operating	93,938,722	82,444,777	62,350,997	53,278,759
Other State Grants, Non Operating	575,739	915,334	294,395	401,287
Gain on Sale of Capital Asset	-	3,000,000	-	-
Gifts	-	30,000,000	-	-
Other Non-Operating Income	610,555	-	-	-
Investment income	1,283,798	138,719	2,060,427	4,050,044
Total Non-Operating Revenues	<u>203,604,576</u>	<u>223,081,422</u>	<u>170,626,305</u>	<u>160,347,560</u>
Total Revenues	<u>\$ 233,589,716</u>	<u>\$ 252,134,233</u>	<u>\$ 204,655,164</u>	<u>\$ 197,094,814</u>

	For the Year Ended August 31,			
	2022	2021	2020	2019
Tuition and Fees (Net of Discounts)	8.34%	7.60%	11.38%	12.75%
Federal Grants and Contracts	1.73%	1.61%	1.82%	2.00%
State Grants and Contracts	0.98%	0.95%	1.19%	1.30%
Non-Governmental Grants and Contracts	0.31%	0.26%	0.37%	0.50%
Auxiliary enterprises	0.37%	0.22%	0.72%	0.89%
Other Operating Revenues	1.10%	0.88%	1.14%	1.21%
Total Operating Revenues	<u>12.84%</u>	<u>11.52%</u>	<u>16.63%</u>	<u>18.64%</u>
State Appropriations	17.26%	16.18%	20.43%	20.97%
Ad Valorem Taxes	28.64%	26.09%	31.32%	31.09%
Federal Grants, Non Operating	40.22%	32.70%	30.46%	27.02%
Other State Grants, Non Operating	0.25%	0.36%	0.14%	0.20%
Gain on Sale of Capital Asset	0.00%	1.19%	0.00%	0.00%
Gifts	0.00%	11.90%	0.00%	0.00%
Other Non-Operating Income	0.26%	0.00%	0.00%	0.00%
Investment income	0.55%	0.06%	1.01%	2.05%
Total Non-Operating Revenues	<u>87.16%</u>	<u>88.48%</u>	<u>83.37%</u>	<u>81.36%</u>
Total Revenues	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

For the Year Ended August 31,

2018	2017	2016	2015	2014	2013 as restated
\$ 23,584,940	\$ 25,742,814	\$ 22,587,165	\$ 19,754,484	\$ 20,354,706	\$ 22,181,240
4,355,674	5,276,629	4,892,826	3,823,954	3,988,745	4,015,782
2,642,357	2,871,915	3,558,974	4,774,266	3,671,854	2,796,080
1,083,799	1,569,774	1,442,291	1,238,976	1,404,758	1,691,132
1,492,505	1,849,813	1,860,428	1,689,805	1,799,345	1,987,554
3,225,812	4,200,043	1,670,723	2,102,201	1,811,196	2,156,824
36,385,087	41,510,988	36,012,407	33,383,686	33,030,604	34,828,612
44,401,521	40,715,392	40,164,623	41,640,965	41,286,052	38,284,946
58,183,388	54,511,241	52,876,467	49,302,345	47,104,419	42,729,975
53,302,826	52,053,316	52,353,783	57,538,440	59,466,875	63,124,632
202,541	954,951	499,605	505,193	446,157	663,584
819,749	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,997,834	1,719,047	331,390	173,458	169,841	165,122
159,907,859	149,953,947	146,225,868	149,160,401	148,473,344	144,968,259
\$ 196,292,946	\$ 191,464,935	\$ 182,238,275	\$ 182,544,087	\$ 181,503,948	\$ 179,796,871

For the Year Ended August 31,

2018	2017	2016	2015	2014	2013 as restated
12.02%	13.45%	12.39%	10.82%	11.21%	12.34%
2.22%	2.76%	2.68%	2.09%	2.20%	2.23%
1.35%	1.50%	1.95%	2.62%	2.02%	1.56%
0.55%	0.82%	0.79%	0.68%	0.77%	0.94%
0.76%	0.97%	1.02%	0.93%	0.99%	1.11%
1.64%	2.19%	0.92%	1.15%	1.00%	1.20%
18.54%	21.68%	19.76%	18.29%	18.20%	19.37%
22.62%	21.27%	22.04%	22.81%	22.75%	21.29%
29.64%	28.47%	29.02%	27.01%	25.95%	23.77%
27.14%	27.18%	28.72%	31.51%	32.76%	35.11%
0.10%	0.50%	0.27%	0.28%	0.25%	0.37%
0.42%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.53%	0.90%	0.18%	0.10%	0.09%	0.09%
81.46%	78.32%	80.24%	81.71%	81.80%	80.63%
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 3
Program Expenses by Function
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31,			
	2022	2021 as restated	2020	2019
Instruction	\$ 60,916,123	\$ 57,850,549	\$ 66,592,292	\$ 65,192,950
Research	174,352	165,580	186,974	180,055
Public service	4,601,805	4,645,429	4,965,210	5,276,605
Academic support	23,014,896	22,662,633	27,322,180	24,149,179
Student services	10,015,740	11,549,888	13,443,855	12,830,991
Institutional support	27,073,457	27,256,313	27,038,666	27,667,763
Operation and maintenance of plant	13,889,707	11,874,666	11,092,662	11,455,250
Scholarships and fellowships	46,139,847	40,521,872	31,161,929	24,574,969
Auxiliary enterprises	1,784,018	969,820	3,028,010	2,920,706
Depreciation and amortization	6,178,470	5,826,379	5,486,760	5,119,947
Total Operating Expenses	193,788,415	183,323,129	190,318,538	179,368,415
Interest on capital related debt	5,244,787	5,323,707	5,401,065	5,476,854
Total Non-Operating Expenses	5,244,787	5,323,707	5,401,065	5,476,854
Total Expenses	\$ 199,033,202	\$ 188,646,836	\$ 195,719,603	\$ 184,845,269

	For the Year Ended August 31,			
	2022	2021	2020	2019
Instruction	30.61%	30.67%	34.02%	35.27%
Research	0.09%	0.09%	0.10%	0.10%
Public service	2.31%	2.46%	2.54%	2.85%
Academic support	11.56%	12.01%	13.96%	13.06%
Student services	5.03%	6.12%	6.87%	6.94%
Institutional support	13.60%	14.45%	13.82%	14.97%
Operation and maintenance of plant	6.98%	6.29%	5.67%	6.20%
Scholarships and fellowships	23.18%	21.48%	15.92%	13.29%
Auxiliary enterprises	0.90%	0.51%	1.55%	1.58%
Depreciation	3.10%	3.09%	2.80%	2.77%
Total Operating Expenses	97.36%	97.18%	97.24%	97.04%
Interest on capital related debt	2.64%	2.82%	2.76%	2.96%
Total Non-Operating Expenses	2.64%	2.82%	2.76%	2.96%
Total Expenses	100.00%	100.00%	100.00%	100.00%

For the Year Ended August 31,

2018	2017	2016	2015	2014	2013 as restated
\$ 62,106,611	\$ 61,817,038	\$ 59,652,029	\$ 57,670,958	\$ 57,157,664	\$ 57,143,086
166,368	71,007	72,795	69,457	64,399	67,172
5,457,106	5,768,757	5,749,966	6,149,566	6,369,946	6,007,731
22,612,583	21,588,054	20,291,983	19,735,815	18,451,025	18,006,899
12,290,768	11,723,867	11,392,376	10,135,782	10,023,566	10,275,524
27,575,125	24,617,974	23,190,040	21,351,304	20,701,313	19,932,692
11,288,934	11,071,739	10,429,127	10,580,794	10,025,991	9,163,297
26,246,643	26,082,325	29,383,576	35,311,744	36,337,411	39,964,638
3,318,159	3,544,678	3,430,975	3,333,261	3,424,490	4,755,196
5,039,611	4,945,803	4,682,201	4,474,342	4,515,734	4,460,995
<u>176,101,908</u>	<u>171,231,242</u>	<u>168,275,068</u>	<u>168,813,023</u>	<u>167,071,539</u>	<u>169,777,230</u>
5,557,536	2,731,736	2,128,790	2,327,859	2,498,078	2,665,703
5,557,536	2,731,736	2,128,790	2,327,859	2,498,078	2,665,703
<u>\$ 181,659,444</u>	<u>\$ 173,962,978</u>	<u>\$ 170,403,858</u>	<u>\$ 171,140,882</u>	<u>\$ 169,569,617</u>	<u>\$ 172,442,933</u>

For the Year Ended August 31,

2018	2017	2016	2015	2014	2013 as restated
34.19%	35.53%	35.01%	33.70%	33.71%	33.13%
0.09%	0.04%	0.04%	0.04%	0.04%	0.04%
3.00%	3.32%	3.37%	3.59%	3.76%	3.48%
12.45%	12.41%	11.91%	11.53%	10.88%	10.44%
6.77%	6.74%	6.69%	5.92%	5.91%	5.96%
15.18%	14.15%	13.61%	12.48%	12.21%	11.56%
6.21%	6.36%	6.12%	6.18%	5.91%	5.31%
14.45%	14.99%	17.24%	20.63%	21.43%	23.18%
1.83%	2.04%	2.01%	1.95%	2.02%	2.76%
2.77%	2.84%	2.75%	2.61%	2.66%	2.59%
<u>96.94%</u>	<u>98.43%</u>	<u>98.75%</u>	<u>98.64%</u>	<u>98.53%</u>	<u>98.45%</u>
3.06%	1.57%	1.25%	1.36%	1.47%	1.55%
3.06%	1.57%	1.25%	1.36%	1.47%	1.55%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Statistical Supplement 4
 Tuition and Fees
 Last Ten Academic Years
 (unaudited)

Academic Year (Fall)	Resident Fees per Semester Credit Hour (SCH)		Cost for 12 SCH In-District	Increase from Prior Year In-District
	In-District Tuition	General Use Fees		
2021-22	\$ 116.00	\$ 20.00	\$ 1,632.00	0.00%
2020-21	116.00	20.00	1,632.00	8.80%
2019-20	105.00	20.00	1,500.00	0.00%
2018-19	105.00	20.00	1,500.00	9.65%
2017-18	94.00	20.00	1,368.00	0.00%
2016-17	94.00	20.00	1,368.00	15.15%
2015-16	84.00	15.00	1,188.00	15.12%
2014-15	76.00	10.00	1,032.00	0.00%
2013-14	76.00	10.00	1,032.00	6.17%
2012-13	71.00	10.00	972.00	5.19%

Academic Year (Fall)	Non - Resident Fees per Semester Credit Hour (SCH)		Cost for 12 SCH Out of State	Increase from Prior Year Out of State
	Non-Resident Tuition Out of State	General Use Fees		
2021-22	\$ 201.00 (2)	\$ 20.00	\$ 2,652.00	0.00%
2020-21	201.00 (2)	20.00	2,652.00	9.41%
2019-20	215.00 (1)	20.00	2,424.00	0.00%
2018-19	215.00 (1)	20.00	2,424.00	7.45%
2017-18	200.00 (1)	20.00	2,256.00	0.00%
2016-17	200.00 (1)	20.00	2,256.00	11.90%
2015-16	153.00	15.00	2,016.00	11.26%
2014-15	141.00	10.00	1,812.00	0.00%
2013-14	141.00	10.00	1,812.00	0.00%
2012-13	141.00	10.00	1,812.00	45.19%

Notes:

- (1) Cost of first credit hour as mandated by state law. Cost for each subsequent credit hour is lower.
- (2) Effective FY 2020-2021, cost for each credit hour is at same rate.

In addition students may incur course related fees such as laboratory fees, testing fees and certification fees. Information obtained from the college's tuition and fee schedules.

Source: El Paso County Community College District Class Schedule

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 5
Assessed Value and Taxable Assessed Value of Property
Last Ten Fiscal Years
(unaudited)

Fiscal Year	Assessed Valuation of Real Property	Assessed Valuation of Personal Property	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
							Maintenance & Operations (a)	Debt Service (a)	Total (a)
2021-22	\$ 52,554,445,813	\$ 6,779,444,262	\$ 59,333,890,075	\$ 9,596,129,083	\$ 49,737,760,992	83.83%	0.134760	\$ -	\$ 0.134760
2020-21	49,310,210,908	7,027,031,901	56,337,242,809	9,520,825,858	46,816,416,951	83.10%	0.139859		0.139859
2019-20	47,101,330,680	7,010,351,276	54,111,681,956	8,978,911,648	45,132,770,308	83.41%	0.141167		0.141167
2018-19	45,213,397,113	6,390,571,510	51,603,968,623	8,260,256,548	43,343,712,075	83.99%	0.140273		0.140273
2017-18	42,733,364,761	6,369,033,219	49,102,397,980	8,011,429,287	41,090,968,693	83.68%	0.141638		0.141638
2016-17	41,452,594,928	6,061,666,996	47,514,261,924	7,213,971,097	40,300,290,827	84.82%	0.134909		0.134909
2015-16	40,279,585,458	6,042,803,315	46,322,388,773	6,906,577,355	39,415,811,418	85.09%	0.133811		0.133811
2014-15	39,227,150,006	5,816,060,261	45,043,210,267	6,668,113,144	38,375,097,123	85.20%	0.128122		0.128122
2013-14	38,527,163,556	5,644,064,474	44,171,228,030	6,331,204,351	37,840,023,679	85.67%	0.124359		0.124359
2012-13	37,861,722,951	5,675,946,355	43,537,669,306	6,134,901,937	37,402,767,369	85.91%	0.114086		0.114086

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

Source: Local Appraisal District

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 6
State Appropriation per FTSE and Contact Hour
Last Ten Fiscal Years
(unaudited)

Fiscal Year	State Appropriation	Appropriation per FTSE		Appropriation per Contact Hour			State Appropriation per Contact Hour
		FTSE	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tec Contact Hours (b)	Total Contact Hours	
2021-22	\$ 31,592,918	14,001	\$ 2,256	6,496,960	1,778,571	8,275,531	\$ 3.82
2020-21	32,170,369	15,179	2,119	7,105,152	1,597,695	8,702,847	3.70
2019-20	32,194,450	17,355	1,855	8,056,976	1,798,392	9,855,368	3.27
2018-19	31,877,681	17,604	1,811	8,083,392	1,859,836	9,943,228	3.21
2017-18	31,890,289	17,645	1,807	8,101,744	1,858,069	9,959,813	3.20
2016-17	32,173,961	18,104	1,777	8,226,656	1,961,319	10,187,975	3.16
2015-16	32,128,072	18,084	1,777	8,062,864	2,123,761	10,186,625	3.15
2014-15	33,792,708	18,367	1,840	8,067,120	2,250,842	10,317,962	3.28
2013-14	33,884,773	18,936	1,789	8,378,864	2,342,228	10,721,092	3.16
2012-13	32,619,755	19,793	1,648	8,755,212	2,408,232	11,163,444	2.92

Note:

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

Sources:

Institutional Data (Institutional Research and Associate Vice President Budget & Financial Services Departments)

(a) Source CBM004

(b) Source CBM00C



EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 7
Principal Taxpayers
Last Ten Tax Years
(unaudited)

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)		
		2022	2021	2020
El Paso Electric Company	Utility	\$ 683,163	\$ 671,822	\$ 644,986
Western Refining Company LP	Refining	482,615	421,481	484,076
Walmart	Retail	275,303	288,461	293,546
Texas Gas Service	Utility	205,067	180,438	153,108
River Oaks Properties LTD	Properties	183,205	192,248	208,932
Emerald Pass 12101 Project LLC	Properties	159,606		
Union Pacific Railroad	Railroad	136,584	124,698	124,406
Simon Property Group	Properties	107,312	112,336	121,130
Sierra Providence Physical Rehab Tenet Hospitals	Hospital	103,000	207,298	213,204
Amazon.com Services LLC	Retail	100,097		
Hawkins & I-10 Acquisition Company	Properties		90,024	97,030
Tenet Hospitals Limited	Hospital		84,775	89,709
El Paso Outlet Center Holding Co	Properties			
Southwestern Bell Telephone	Utility			
Cardinal Health 5 LLC	Hospital			
Totals		\$ 2,435,952	\$ 2,373,581	\$ 2,430,127
Total Taxable Assessed Value		\$ 49,737,761	\$ 46,816,417	\$ 45,132,770

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year		
		2022	2021	2020
El Paso Electric Company	Utility	1.37%	1.44%	1.43%
Western Refining Company LP	Refining	0.97%	0.90%	1.07%
Walmart	Retail	0.55%	0.62%	0.65%
Texas Gas Service	Utility	0.41%	0.39%	0.34%
River Oaks Properties LTD	Properties	0.37%	0.41%	0.46%
Emerald Pass 12101 Project LLC	Properties	0.32%		
Union Pacific Railroad	Railroad	0.27%	0.27%	0.28%
Simon Property Group	Properties	0.22%	0.24%	0.27%
Sierra Providence Physical Rehab Tenet Hospitals	Hospital	0.21%	0.44%	0.47%
Amazon.com Services LLC	Retail	0.20%		
Hawkins & I-10 Acquisition Company	Properties		0.19%	0.21%
Tenet Hospitals Limited	Hospital		0.18%	0.20%
El Paso Outlet Center Holding Co	Properties			
Southwestern Bell Telephone	Utility			
Cardinal Health 5 LLC	Hospital			
Totals		4.90%	5.07%	5.38%

Source: Local County Appraisal District

Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)							
2019	2018	2017	2016	2015	2014	2013	
\$ 602,789	\$ 568,704	\$ 534,623	\$ 450,842	\$ 407,000	\$ 328,530	\$ 286,055	
500,819	481,540	454,064	488,623	565,133	488,902	474,080	
291,985	264,566	263,256	264,748	272,917	264,534	87,331	
141,813	131,636	117,028	95,624	87,700	93,750	84,076	
180,162	174,269	174,437	168,924	165,442	163,812	169,519	
108,682	104,757	98,398	92,872	87,158	89,551		
127,863	128,440	132,761	136,652	137,076	177,170	195,509	
220,057	218,511	216,577	207,305	248,180	223,489	218,264	
99,979	94,055	141,649	149,544	84,675	101,325		
89,362	86,193	88,014					
			90,594	93,771			89,948
					81,141		84,111
							79,833
\$ 2,363,511	\$ 2,252,671	\$ 2,220,807	\$ 2,145,728	\$ 2,149,052	\$ 2,012,204	\$ 1,768,726	
\$ 43,343,712	\$ 41,090,969	\$ 40,300,291	\$ 39,415,811	\$ 38,375,097	\$ 37,840,024	\$ 37,402,767	

% of Taxable Assessed Value (TAV) by Tax Year							
2019	2018	2017	2016	2015	2014	2013	
1.39%	1.38%	1.33%	1.14%	1.06%	0.87%	0.76%	
1.16%	1.17%	1.13%	1.24%	1.47%	1.29%	1.27%	
0.67%	0.64%	0.65%	0.67%	0.71%	0.70%	0.23%	
0.33%	0.32%	0.29%	0.24%	0.23%	0.25%		
0.42%	0.42%	0.43%	0.43%	0.43%	0.43%	0.45%	
0.25%	0.25%	0.24%	0.24%	0.23%	0.24%	0.00%	
0.29%	0.31%	0.33%	0.35%	0.36%	0.47%	0.52%	
0.51%	0.53%	0.54%	0.53%	0.65%	0.59%	0.58%	
0.23%	0.23%	0.35%	0.38%	0.22%	0.27%		
0.21%	0.21%	0.22%					
			0.23%	0.24%			0.24%
					0.00%		0.00%
							0.00%
5.45%	5.48%	5.51%	5.44%	5.60%	5.32%	4.48%	

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Statistical Supplement 8
 Property Tax Rates per \$100 of Assessed Value
 Direct and Overlapping
 Last Ten Tax Years
 (unaudited)

Fiscal Year	College District			Other El Paso County Taxable Entities				Total
	Current Operations	(1) Debt Service	Total	El Paso County	City of El Paso	(2) ISD's Average	University Medical Center	
2021-22	\$ 0.134760	\$ -	\$ 0.134760	\$ 0.470181	\$ 0.907301	\$ 1.304350	\$ 0.258145	\$ 3.074737
2020-21	0.139859	-	0.139859	0.488997	0.907301	1.337320	0.267747	3.141224
2019-20	0.141167	-	0.141167	0.488997	0.907301	1.308688	0.267747	3.113900
2018-19	0.140273	-	0.140273	0.447819	0.843332	1.361033	0.251943	3.044400
2017-18	0.141638	-	0.141638	0.452694	0.803433	1.346622	0.251943	2.996330
2016-17	0.134909	-	0.134909	0.452694	0.759656	1.346622	0.234456	2.928337
2015-16	0.133811	-	0.133811	0.452694	0.729725	1.324366	0.220682	2.861278
2014-15	0.128122	-	0.128122	0.452694	0.699784	1.297260	0.220682	2.798542
2013-14	0.124359	-	0.124359	0.433125	0.678378	1.291044	0.214393	2.741299
2012-13	0.114086	-	0.114086	0.408870	0.658404	1.277033	0.192363	2.650756

Notes:

(1) - 1975 General Obligation Bonds were paid off in 1995. Therefore the Debt Service portion was allocated to Current Operations

(2) - Independent School Districts (ISD'S)

Source:

City of El Paso - Consolidated Tax Office - Property Tax History

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

Statistical Supplement 9

Property Tax Levies and Collections

Last Ten Tax Years

(unaudited)

(amounts expressed in thousands)

Fiscal Year Ended August 31	Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections- Year of Levy (c)	Percentage	Prior Collections of Prior Levies (d)	Current Collections of Prior Levies (e)	Total Collections (C+D+E)	Cumulative Collections of Adjusted Levy
2021-22	\$ 67,821,050	\$ (715,559)	\$ 67,105,491	\$ 65,908,561	98.22%	\$ -	\$ -	\$ 65,908,561	98.22%
2020-21	66,208,937	(1,231,300)	64,977,638	64,376,564	99.07%	-	(34,442)	64,342,121	99.02%
2019-20	64,207,746	(728,957)	63,478,789	62,458,178	98.39%	425,098	81,783	62,965,059	99.19%
2018-19	61,267,243	(711,473)	60,555,770	59,671,583	98.54%	432,653	57,260	60,161,496	99.35%
2017-18	58,644,632	(618,376)	58,026,255	57,149,858	98.49%	499,860	54,678	57,704,396	99.45%
2016-17	54,843,817	(881,172)	53,962,645	53,328,020	98.82%	336,774	36,299	53,701,093	99.52%
2015-16	53,139,540	(710,490)	52,429,050	51,740,083	98.69%	429,642	26,833	52,196,558	99.56%
2014-15	49,473,303	(487,275)	48,986,028	48,244,378	98.49%	521,748	23,885	48,790,011	99.60%
2013-14	47,455,189	(717,110)	46,738,079	46,062,532	98.55%	473,123	15,729	46,551,384	99.60%
2012-13	42,884,204	(518,953)	42,365,252	41,705,331	98.44%	485,697	13,580	42,204,607	99.62%

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

(a) As reported in notes to the financial statements for the year of the levy.

(b) As of August 31st of the current reporting year.

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

(d) Represents cumulative collections of prior years not collected in the current year or the year of the tax levy.

(e) Represents current year collections of prior years levies.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 10
Ratios of Outstanding Debt
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31,			
	2022	2021	2020	2019
<u>General Bonded Debt</u>				
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -
Less: Funds Restricted for Debt Service				
Net General Bonded Debt	\$ -	\$ -	\$ -	\$ -
Per Capita		\$ -	\$ -	\$ -
Per Student		-	-	-
As a percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.00%
<u>Other Debt</u>				
Revenue Bonds - See Note 6	\$ 117,100,000	\$ 120,920,000	\$ 124,665,000	\$ 128,335,000
Revenue Bonds Premium- See Note 7	11,147,144	11,704,501	12,261,859	12,819,216
Notes - See Note 9				-
Total Outstanding Debt	\$ 128,247,144	\$ 132,624,501	\$ 136,926,859	\$ 141,154,216
<u>Total Outstanding Debt Ratios</u>				
Per Capita	\$ 147.76	\$ 153.21	\$ 156.29	\$ 162.43
Per Student	\$ 9,160	\$ 8,737	\$ 7,890	\$ 8,018
As a percentage of Taxable Assessed Value	0.26%	0.28%	0.30%	0.33%

Notes:

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

For the Year Ended August 31,

2018		2017		2016		2015		2014		2013	
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	-		-		-		-		-		-
	0.00%		0.00%		0.00%		0.00%		0.00%		0.00%
\$	131,930,000	\$	135,455,000	\$	43,350,000	\$	47,095,000	\$	50,660,000	\$	54,090,000
	13,376,595		13,933,930		1,673,230		1,850,918		2,028,606		2,206,293
	-		376,287		770,409		1,253,808		1,775,622		2,282,065
\$	145,306,595	\$	149,765,217	\$	45,793,639	\$	50,199,726	\$	54,464,228	\$	58,578,358

\$	168.61	\$	175.27	\$	54.06	\$	59.79	\$	65.47	\$	71.06
\$	8,235	\$	8,272	\$	2,532	\$	2,733	\$	2,876	\$	2,960
	0.35%		0.37%		0.12%		0.13%		0.14%		0.16%

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 11
Legal Debt Margin Information
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31,			
	2022	2021	2020	2019
Taxable Assessed Value	\$ 49,737,760,992	\$ 46,816,416,951	\$ 45,132,770,308	\$ 43,343,712,075
General Obligation Bonds				
Statutory Tax Levy Limit for Debt Service	248,688,805	234,082,085	225,663,852	216,718,560
Less: Funds Restricted for Repayment of General Obligation Bonds				
Net Statutory Tax Levy Limit for Debt Service	248,688,805	234,082,085	225,663,852	216,718,560
Current Year Debt Service Requirements				-
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 248,688,805	\$ 234,082,085	\$ 225,663,852	\$ 216,718,560
Net Current Requirements as a % of Statutory Limit	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.

Source: Local Appraisal District

For the Year Ended August 31,

2018	2017	2016	2015	2014	2013
\$ 41,090,968,693	\$ 40,300,290,827	\$ 39,415,811,418	\$ 38,375,097,123	\$ 37,840,023,679	\$ 37,402,767,369
205,454,843	201,501,454	197,079,057	191,875,486	189,200,118	187,013,837
205,454,843	201,501,454	197,079,057	191,875,486	189,200,118	187,013,837
-	-	-	-	-	-
\$ 205,454,843	\$ 201,501,454	\$ 197,079,057	\$ 191,875,486	\$ 189,200,118	\$ 187,013,837
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Statistical Supplement 12
 Pledged Revenue Coverage
 Last Ten Fiscal Years
 (unaudited)

Revenue Bonds

Fiscal Year Ended August 31	Pledged Revenues				Debt Service Requirements			Coverage Ratio
	(1) Tuition	General Use Fee	Interest Income	Total	Principal	Interest	Total	
2022	\$ 13,768,624	\$ 8,528,912	\$ 939,086	\$ 23,236,622	\$ 3,905,000	\$ 5,198,214	\$ 9,103,214	2.55
2021	14,581,165	9,103,642	147,944	23,832,751	3,820,000	5,278,052	9,098,052	2.62
2020	15,312,183	10,582,080	1,237,221	27,131,484	3,745,000	5,356,323	9,101,323	2.98
2019	15,332,403	10,519,980	2,408,587	28,260,970	3,670,000	5,433,026	9,103,026	3.10
2018	13,911,776	10,665,480	1,390,400	25,967,656	3,595,000	5,508,161	9,103,161	2.85
2017	14,252,246	10,766,265	607,319	25,625,830	3,525,000	5,546,997	9,071,997	2.82
2016	12,840,898	8,076,123	266,445	21,183,466	3,930,000	2,167,653	6,097,653	3.47
2015	12,089,402	6,323,817	124,829	18,538,048	3,745,000	2,354,880	6,099,880	3.04
2014	12,311,513	5,687,950	124,482	18,123,945	3,565,000	2,532,830	6,097,830	2.97
2013	12,344,375	6,017,817	122,109	18,484,301	3,430,000	2,671,050	6,101,050	3.03

Note:

(1) Effective February 2007, pledged coverage ratio includes 25% of gross tuition.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 13
Demographic and Economic Statistics - Taxing District
Last Ten Fiscal Years
(unaudited)

Calendar Year	District Population (1)	District Personal Income (thousands of dollars) (1)	District Personal Income Per Capita (1)	District Unemployment Rate (2)
2022	867,947	\$ 38,245,050	\$ 44,064	4.60%
2021	865,657	35,181,255	41,818	5.80%
2020	876,120	31,651,549	37,715	7.30%
2019	869,040	30,301,500	35,836	3.70%
2018	861,806	29,209,200	34,575	3.90%
2017	854,479	27,744,310	32,952	3.80%
2016	847,036	27,348,677	32,598	5.30%
2015	839,545	26,606,169	31,799	5.10%
2014	831,949	25,891,399	31,156	7.00%
2013	824,296	25,076,766	30,186	8.80%

Sources:

- (1) Bureau of Economic Analysis (estimate)
- (2) Texas Workforce Commission

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 14
Principal Employers
Last Ten Fiscal Years
(unaudited)

Employer	2022		2021		2020		2019	
	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
Fort Bliss Civilian Employees	11,574	3.36%	10,063	2.93%	11,450	3.34%	11,532	3.27%
El Paso Independent School District	8,690	2.52%	7,784	2.27%	7,789	2.27%	7,875	2.23%
Ysleta Independent School District	7,383	2.14%	7,574	2.21%	7,463	2.17%	6,022	1.71%
T & T Staff Management Inc.	7,159	2.08%	6,370	1.85%	6,150	1.79%	5,800	1.64%
Wal-Mart	6,500	1.89%	4,834	1.41%	4,834	1.41%	4,834	1.37%
Socorro Independent School District	6,020	1.75%	5,640	1.64%	5,664	1.65%	5,793	1.64%
City of El Paso	5,487	1.59%	6,698	1.95%	6,698	1.95%	6,840	1.94%
Tenet Hospital Ltd	4,600	1.33%	4,600	1.34%	5,293	1.54%	5,293	1.50%
University Medical Center	3,788	1.10%	3,144	0.92%	3,575	1.04%	3,081	0.87%
University of Texas at El Paso	3,453	1.00%	3,410	0.99%	3,357	0.98%	3,360	0.95%
County of El Paso	3,021	0.88%	2,980	0.87%	2,939	0.86%	2,914	0.83%
El Paso Health Care System, LTD	2,563	0.74%	2,472	0.72%	2,504	0.73%	2,585	0.73%
Bureau of Customs - Border Patrol Div	2,400	0.70%	2,400	0.70%	2,408	0.70%	2,408	0.68%
El Paso County Community College District	2,382	0.69%	2,337	0.68%	3,077	0.90%	3,102	0.88%
Clint Independent School District	1,598	0.46%	1,530	0.45%	1,607	0.47%	1,500	0.43%
Alorica			2,050	0.60%	2,050	0.60%	2,061	0.58%
Datamark Inc.					1,200	0.35%	1,200	0.34%
Elcom, Inc.								
AT&T								
Total	76,618	22.22%	73,886	21.52%	78,058	22.75%	76,200	21.60%

Note:

Percentages are calculated using total employment figures from the Texas Workforce Commission

Sources:

Texas Workforce Commission
Public Information Websites
Independent School Districts

2018		2017		2016		2015		2014		2013	
Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
13,000	3.59%	11,329	3.31%	12,251	3.64%	12,834	4.00%	12,000	3.98%	10,700	3.64%
9,000	2.49%	7,875	2.30%	8,380	2.49%	9,000	2.80%	9,000	2.99%	9,000	3.06%
6,000	1.66%	6,022	1.76%	7,602	2.26%	7,851	2.44%	7,851	2.60%	8,000	2.72%
5,348	1.48%	5,348	1.56%	5,348	1.59%	5,020	1.56%	5,020	1.67%	5,020	1.71%
4,834	1.34%	4,834	1.41%	2,826	0.84%	3,071	0.96%	3,065	1.02%	2,948	1.00%
5,532	1.53%	5,155	1.51%	5,039	1.50%	6,299	1.96%	6,299	2.09%	5,805	1.97%
6,836	1.89%	6,836	2.00%	5,484	1.63%	6,570	2.05%	6,570	2.18%	5,545	1.88%
3,600	0.99%	3,407	0.99%	5,100	1.51%	3,053	0.95%	3,053	1.01%	3,053	1.04%
2,900	0.80%	2,858	0.83%	2,858	0.85%	2,455	0.76%	2,455	0.81%	2,455	0.83%
3,332	0.92%	3,332	0.97%	3,700	1.10%	3,700	1.15%	3,700	1.23%	2,718	0.92%
2,892	0.80%	2,892	0.84%	2,892	0.86%	2,834	0.88%	2,800	0.93%	2,771	0.94%
2,300	0.64%	2,100	0.61%	2,300	0.68%	3,000	0.93%				
2,408	0.67%	2,408	0.70%	2,408	0.71%						
3,123	0.86%	3,167	0.92%	3,066	0.91%	3,121	0.97%	3,192	1.04%	3,194	1.08%
1,450	0.40%			1,611	0.48%	2,150	0.67%	2,150	0.71%	2,150	0.73%
2,400	0.66%	2,500	0.73%	2,500	0.74%						
		2,300	0.67%			2,900	0.90%				
						2,444	0.76%	2,444	0.81%		
74,955	20.71%	72,363	21.13%	73,365	21.78%	76,302	23.74%	69,599	23.07%	63,359	21.52%

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Statistical Supplement 15
 Faculty, Staff, and Administrators Statistics
 Last Ten Fiscal Years
 (unaudited)

	For the Year Ended August 31,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Faculty										
Full-time	420	432	453	460	460	472	466	471	470	419
Part-time	667	596	844	841	857	881	887	916	988	1,043
Total	1,087	1,028	1,297	1,301	1,317	1,353	1,353	1,387	1,458	1,462
Percent										
Full-time	38.6%	42.0%	34.9%	35.4%	34.9%	34.9%	34.4%	34.0%	32.2%	28.7%
Part-time	61.4%	58.0%	65.1%	64.6%	65.1%	65.1%	65.6%	66.0%	67.8%	71.3%
Staff and Administrators										
Full-time	719	760	775	788	790	770	769	774	748	761
Part-time	576	549	1,005	1,013	1,016	1,044	944	960	986	971
Total	1,295	1,309	1,780	1,801	1,806	1,814	1,713	1,734	1,734	1,732
Percent										
Full-time	55.5%	58.1%	43.5%	43.8%	43.7%	42.4%	44.9%	44.6%	43.1%	43.9%
Part-time	44.5%	41.9%	56.5%	56.2%	56.3%	57.6%	55.1%	55.4%	56.9%	56.1%
FTSE per Full-Time Faculty	33.34	35.14	38.31	38.27	38.36	38.36	38.81	39.00	40.29	47.24
FTSE per Full-Time Staff Member	19.47	19.97	22.39	22.34	22.34	23.51	23.52	23.73	25.32	26.01
Average Annual Full-Time Faculty Salary	\$ 59,618	\$ 57,714	\$ 56,250	\$ 58,176	\$ 57,744	\$ 57,035	\$ 56,213	\$ 55,344	\$ 55,176	\$ 55,660

Source: Institutional Data (Institutional Research and Human Resources Departments)



Fall 2017		Fall 2016		Fall 2015		Fall 2014		Fall 2013		Fall 2012	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
18,493	63.78%	20,183	65.69%	19,445	65.29%	17,062	57.49%	17,085	56.07%	18,585	57.85%
8,213	28.33%	8,177	26.61%	8,056	27.05%	9,208	31.03%	9,813	32.21%	9,900	30.81%
2,287	7.89%	2,366	7.70%	2,282	7.66%	3,406	11.48%	3,570	11.72%	3,642	11.34%
28,993	100.00%	30,726	100.00%	29,783	100.00%	29,676	100.00%	30,468	100.00%	32,127	100.00%

Fall 2017		Fall 2016		Fall 2015		Fall 2014		Fall 2013		Fall 2012	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
221	0.76%	250	0.81%	224	0.75%	233	0.79%	186	0.61%	231	0.72%
7,152	24.67%	7,310	23.79%	6,897	23.16%	6,485	21.85%	6,301	20.68%	6,422	19.99%
8,054	27.78%	8,398	27.33%	8,574	28.79%	8,255	27.82%	8,063	26.47%	8,741	27.21%
5,517	19.03%	6,185	20.13%	5,876	19.73%	5,571	18.77%	6,210	20.38%	6,290	19.58%
6,131	21.15%	6,495	21.14%	6,041	20.28%	6,688	22.54%	7,120	23.37%	7,779	24.21%
1,294	4.46%	1,369	4.46%	1,427	4.79%	1,577	5.31%	1,636	5.37%	1,717	5.34%
624	2.15%	719	2.34%	744	2.50%	867	2.92%	952	3.12%	947	2.95%
28,993	100.00%	30,726	100.00%	29,783	100.00%	29,676	100.00%	30,468	100.00%	32,127	100.00%

8.1

8.2

8.2

8.4

8.6

8.6

Fall 2017		Fall 2016		Fall 2015		Fall 2014		Fall 2013		Fall 2012	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
27,555	95.04%	29,322	95.43%	28,449	95.52%	28,348	95.53%	29,037	95.30%	30,723	95.63%
1,438	4.96%	1,404	4.57%	1,334	4.48%	1,328	4.47%	1,431	4.70%	1,404	4.37%
28,993	100.00%	30,726	100.00%	29,783	100.00%	29,676	100.00%	30,468	100.00%	32,127	100.00%

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 17
Student Profile
Last Ten Fiscal Years
(unaudited)

Gender	Fall 2021		Fall 2020		Fall 2019		Fall 2018	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	15,092	59.22%	16,410	59.83%	17,388	57.67%	17,544	57.60%
Male	10,391	40.78%	11,018	40.17%	12,765	42.33%	12,915	42.40%
Total	25,483	100.00%	27,428	100.00%	30,153	100.00%	30,459	100.00%

Ethnic Origin	Fall 2021		Fall 2020		Fall 2019		Fall 2018	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	1,566	6.15%	1,814	6.61%	2,124	7.04%	2,165	7.11%
Hispanic	21,718	85.23%	23,001	83.86%	25,344	84.05%	25,830	84.80%
African American	441	1.73%	445	1.62%	524	1.74%	584	1.92%
Asian	224	0.88%	189	0.69%	170	0.56%	192	0.63%
Native American	76	0.30%	70	0.26%	88	0.29%	79	0.26%
Other	1,458	5.72%	1,909	6.96%	1,903	6.31%	1,609	5.28%
Total	25,483	100.00%	27,428	100.00%	30,153	100.00%	30,459	100.00%

Age	Fall 2021		Fall 2020		Fall 2019		Fall 2018	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	8,040	31.55%	9,026	32.91%	5,256	17.43%	7,483	24.57%
18 - 21	9,758	38.29%	10,162	37.05%	12,979	43.04%	12,271	40.29%
22 - 24	2,640	10.36%	2,861	10.43%	4,801	15.92%	3,998	13.13%
25 - 35	3,646	14.31%	3,952	14.41%	5,157	17.10%	4,828	15.85%
36 - 50	1,196	4.69%	1,221	4.45%	1,620	5.37%	1,538	5.05%
51 & over	203	0.80%	206	0.75%	340	1.13%	341	1.12%
Total	25,483	100.00%	27,428	100.00%	30,153	100.00%	30,459	100.00%

Average Age	21.3	21.2	22.6	22.0
-------------	------	------	------	------

Source: Institutional Data (Institutional Research Department)

Fall 2017		Fall 2016		Fall 2015		Fall 2014		Fall 2013		Fall 2012	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
16,496	56.90%	17,344	56.45%	16,827	56.50%	16,907	56.97%	17,400	57.11%	18,407	57.29%
12,497	43.10%	13,382	43.55%	12,956	43.50%	12,769	43.03%	13,068	42.89%	13,720	42.71%
28,993	100.00%	30,726	100.00%	29,783	100.00%	29,676	100.00%	30,468	100.00%	32,127	100.00%

Fall 2017		Fall 2016		Fall 2015		Fall 2014		Fall 2013		Fall 2012	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
2,153	7.43%	2,427	7.90%	2,437	8.18%	2,357	7.94%	2,462	8.08%	2,619	8.15%
24,601	84.85%	26,078	84.87%	25,151	84.45%	25,247	85.08%	25,857	84.86%	27,571	85.82%
613	2.11%	717	2.33%	736	2.47%	704	2.37%	727	2.39%	727	2.26%
199	0.69%	266	0.87%	251	0.84%	248	0.84%	280	0.92%	298	0.93%
72	0.25%	73	0.24%	89	0.30%	96	0.32%	109	0.36%	115	0.36%
1,355	4.67%	1,165	3.79%	1,119	3.76%	1,024	3.45%	1,033	3.39%	797	2.48%
28,993	100.00%	30,726	100.00%	29,783	100.00%	29,676	100.00%	30,468	100.00%	32,127	100.00%

Fall 2017		Fall 2016		Fall 2015		Fall 2014		Fall 2013		Fall 2012	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
6,132	21.15%	6,595	21.46%	5,868	19.70%	4,666	15.72%	4,318	14.17%	4,585	14.27%
12,002	41.40%	12,538	40.81%	12,181	40.90%	12,478	42.05%	13,008	42.69%	13,743	42.78%
3,987	13.75%	4,264	13.88%	4,291	14.41%	4,514	15.21%	4,543	14.91%	4,610	14.35%
4,919	16.97%	5,188	16.88%	5,145	17.27%	5,390	18.16%	5,626	18.47%	5,857	18.23%
1,591	5.49%	1,756	5.72%	1,847	6.20%	2,121	7.15%	2,355	7.73%	2,688	8.37%
362	1.25%	385	1.25%	451	1.51%	507	1.71%	618	2.03%	644	2.00%
28,993	100.00%	30,726	100.00%	29,783	100.00%	29,676	100.00%	30,468	100.00%	32,127	100.00%

22.4

22.4

22.8

23.3

23.7

23.8

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Statistical Supplement 18
 Transfers to Senior Institutions

(Includes only public senior colleges in Texas)

	2019 Fall Students as of Fall 2021					2018 Fall Students as of Fall 2020				
	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Transfer Students	% of all Sample Transfer Students	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Transfer Students	% of all Sample Transfer Students
	Academic	Technical	Tech-Prep			Academic	Technical	Tech-Prep		
1 Angelo State University		3		3	0.10%	4			4	0.11%
2 Lamar University		1		1	0.03%	3			3	0.08%
3 Midwestern State University		1		1	0.03%	1			1	0.03%
4 Prairie View A&M University		3		3	0.10%	0			0	0.00%
5 Sam Houston State University		4		4	0.13%	3		1	4	0.11%
6 Stephen F. Austin State University		1		1	0.03%	0			0	0.00%
7 Sul Ross State University		10		10	0.32%	18	1		19	0.53%
8 Sul Ross State University - Rio Grande College		0		0	0.00%	0			0	0.00%
9 Tarleton State University		2		2	0.06%	1			1	0.03%
10 Texas A&M International University		4		4	0.13%	2			2	0.06%
11 Texas A&M University - College Station	52		1	54	1.71%	63	4		67	1.85%
12 Texas A&M University - Central Texas	1			1	0.03%	0	1		1	0.03%
13 Texas A&M University - Commerce	0			0	0.00%	4			4	0.11%
14 Texas A&M University - Corpus Christi	5			5	0.16%	5		1	6	0.17%
15 Texas A&M University - Galveston	6			6	0.19%	5			5	0.14%
16 Texas A&M University - Kingsville	1			1	0.03%	0			0	0.00%
17 Texas A&M University - San Antonio	1			1	0.03%	1			1	0.03%
18 Texas A&M University - Texarkana	0			0	0.00%	0			0	0.00%
19 Texas A&M University - Health Science Center	4			4	0.13%	0			0	0.00%
20 Texas Southern University	0			0	0.00%	1			1	0.03%
21 Texas State University - San Marcos	42	2		44	1.40%	36	3	1	40	1.11%
22 Texas Tech University	116	2		118	3.75%	94	2	1	97	2.68%
23 Texas Tech University - Health Science Center	4			4	0.13%	12			12	0.33%
24 Texas Tech University - Health Science Center - El Paso	78			78	2.48%	112			112	3.10%
25 Texas Women's University	5			5	0.16%	2			2	0.06%
26 University of Houston	7	1		8	0.25%	6		1	7	0.19%
27 University of Houston - Downtown	2			2	0.06%	3			3	0.08%
28 University of Houston - Clear Lake	3			3	0.10%	0		1	1	0.03%
29 University of Houston - Victoria	2			2	0.06%	3			3	0.08%
30 University of North Texas	23	1		24	0.76%	16	1		17	0.47%
31 University of North Texas at Dallas	0			0	0.00%	1			1	0.03%
32 University of North Texas Health Science Center	0			0	0.00%	0			0	0.00%
33 University of Texas - Arlington	13		7	20	0.63%	21		6	27	0.75%
34 University of Texas - Austin	86	4	1	91	2.89%	72	2	4	78	2.16%
35 University of Texas - Dallas	9	1	1	11	0.35%	3			3	0.08%
36 University of Texas - El Paso	2,438	67	52	2,557	81.17%	2,934	48	46	3,028	83.69%
37 University of Texas - Pan American	0			0	0.00%	0			0	0.00%
38 University of Texas - Permian Basin	15		1	16	0.51%	10			10	0.28%
39 University of Texas - Rio Grande Valley (formerly Brownsville)	4			4	0.13%	4			4	0.11%
40 University of Texas - San Antonio	46		2	48	1.52%	34			34	0.94%
41 University of Texas - Tyler	3			3	0.10%	2			2	0.06%
42 University of Texas Health Science Center - Houston	0			0	0.00%	1			1	0.03%
43 University of Texas Health Science Center - San Antonio	5			5	0.16%	2			2	0.06%
44 University of Texas Medical Branch - Galveston	1			1	0.03%	1		1	2	0.06%
45 University of Texas M.D. Anderson Cancer Center	0			0	0.00%	0			0	0.00%
46 University of Texas Southwestern Medical Center - Dallas	0			0	0.00%	0			0	0.00%
47 West Texas A&M University	2	2	1	5	0.16%	11		2	13	0.36%
Totals	3,003	81	66	3,150	100.00%	3,491	62	65	3,618	100.00%

Source: Texas Higher Education Coordinating Board

2017 Fall Students as of Fall 2019

2016 Fall Students as of Fall 2018

2015 Fall Students as of Fall 2017

2017 Fall Students as of Fall 2019					2016 Fall Students as of Fall 2018					2015 Fall Students as of Fall 2017				
Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students
Academic	Technical	Tech-Prep			Academic	Technical	Tech-Prep			Academic	Technical	Tech-Prep		
5			5	0.13%	4			4	0.10%	6			6	0.13%
3			3	0.08%	7			7	0.17%	2		1	3	0.07%
2			2	0.05%	1			1	0.02%	2			2	0.04%
0			0	0.00%	0			0	0.00%	1			1	0.02%
5			5	0.13%	3			3	0.07%	5			5	0.11%
2			2	0.05%	2			2	0.05%	2			2	0.04%
18			18	0.47%	31			31	0.77%	26		1	27	0.60%
0			0	0.00%	0			0	0.00%	0			0	0.00%
0			0	0.00%	3			3	0.07%	4			4	0.09%
3			3	0.08%	1			1	0.02%	0			0	0.00%
48	2		50	1.31%	49	1	2	52	1.29%	70	2	1	73	1.62%
0			0	0.00%	0			0	0.00%	3			3	0.07%
2			2	0.05%	2			2	0.05%	3			3	0.07%
3			3	0.08%	1			1	0.02%	9			9	0.20%
1			1	0.03%	3			3	0.07%	1			1	0.02%
2			2	0.05%	1			1	0.02%	3			3	0.07%
1			1	0.03%	1			1	0.02%	3		1	4	0.09%
1			1	0.03%	0			0	0.00%	0			0	0.00%
0			0	0.00%	1			1	0.02%	1			1	0.02%
0			0	0.00%	0			0	0.00%	1			1	0.02%
41	2	2	45	1.18%	51	1		52	1.29%	53	3	2	58	1.29%
112	5	1	118	3.08%	109	4		113	2.81%	106	2	3	111	2.46%
6	1		7	0.18%	9	1		10	0.25%	9			9	0.20%
118		5	123	3.22%	91		1	92	2.29%	81	4	6	91	2.02%
3		2	5	0.13%	7			7	0.17%	2			2	0.04%
7			7	0.18%	6			6	0.15%	10		1	11	0.24%
0			0	0.00%	1			1	0.02%	1			1	0.02%
0			0	0.00%	2			2	0.05%	0			0	0.00%
2	1		3	0.08%	1			1	0.02%	1			1	0.02%
17			17	0.44%	26			26	0.65%	29	2		31	0.69%
0			0	0.00%	0			0	0.00%	0			0	0.00%
0			0	0.00%	3			3	0.07%	2			2	0.04%
12		4	16	0.42%	16	1	5	22	0.55%	20	1	2	23	0.51%
60	2	1	63	1.65%	57	1	1	59	1.47%	85	7	4	96	2.13%
6			6	0.16%	8			8	0.20%	7			7	0.16%
3,123	68	58	3,249	84.94%	3,301	63	63	3,427	85.16%	3,698	70	71	3,839	85.17%
0			0	0.00%	0			0	0.00%	0			0	0.00%
19			19	0.50%	13	1		14	0.35%	16			16	0.35%
2			2	0.05%	7			7	0.17%	2			2	0.04%
29	3		32	0.84%	45	2		47	1.17%	48	1		49	1.10%
0			0	0.00%	0			0	0.00%	0			0	0.00%
0			0	0.00%	3		1	4	0.10%	1			1	0.02%
3			3	0.08%	1			1	0.02%	1			1	0.02%
1			1	0.03%	3			3	0.07%	0			0	0.00%
0			0	0.00%	0			0	0.00%	1			1	0.02%
1			1	0.03%	0			0	0.00%	1			1	0.02%
10			10	0.26%	6			6	0.15%	7			7	0.16%
3,668	84	73	3,825	100.00%	3,876	75	73	4,024	100.00%	4,323	92	93	4,508	100.00%

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 19
Capital Asset Information
Last Ten Fiscal Years
(unaudited)

	Fiscal Year Ended August 31,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Academic buildings	36	36	33	32	30	25	25	25	25	25
Square footage	1,385,688	1,385,688	1,015,662	985,293	921,924	994,344	994,344	994,344	994,344	994,344
Libraries	5	5	5	5	5	5	5	5	5	5
Square footage	120,537	120,537	120,537	120,537	120,537	93,801	93,801	93,801	93,801	93,801
Number of Volumes (in thousands)	205,912	206,596	205,362	201,295	198,994	195,858	192,736	194,768	189,068	180,748
Administrative and support buildings	23	23	23	23	24	11	11	9	9	9
Square footage	759,785	759,785	751,110	751,110	759,950	627,638	627,638	625,401	625,401	625,401
Athletic Facilities	8	8	8	8	8	7	7	7	7	7
Square footage	296,906	296,906	296,906	296,906	296,906	296,906	296,906	296,906	296,906	296,906
Baseball and softball fields	204,059	204,059	204,059	204,059	204,059	204,059	204,059	204,059	204,059	204,059
Gymnasiums	38,953	38,953	38,953	38,953	38,953	33,807	33,807	33,807	33,807	33,807
Tennis Court	59,040	59,040	59,040	59,040	59,040	59,040	59,040	59,040	59,040	59,040
Plant facilities	2	2	2	2	2	6	6	6	6	6
Square footage	7,415	7,415	7,415	7,415	7,415	19,609	19,609	19,609	19,609	19,609
Transportation										
Cars	56	55	58	52	58	58	58	56	53	53
Light Trucks/Vans	70	70	77	70	67	70	65	64	66	68
Buses	1	1	1	1	1	3	3	3	3	3

Source: Institutional Data (Auxiliary Services Department)

SINGLE AUDIT SECTION



Mission Del Paso Campus



INDEPENDENT AUDITOR'S REPORT ON THE
SCHEDULES OF EXPENDITURES OF
FEDERAL AND STATE AWARDS

See page 1 of the Financial Section

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Schedule of Expenditures of Federal Awards
 For the Year Ended August 31, 2022

Schedule E

Federal Grantor/Cluster/Program Title	Expenditures					Subrecipients Expenditures
	Assistance Listing Number	Pass-through Grantor's Number	Direct Awards	Pass-Through Awards	Total	
<u>U.S. Department of Education:</u>						
Direct Programs:						
Student Financial Aid Assistance Cluster						
Supplemental Education Opportunity Grants	84.007		\$ 1,794,021	-	\$ 1,794,021	\$ -
Federal College Work Study Program	84.033		-	-	-	-
Federal Pell Grant Program	84.063		36,732,605	-	36,732,605	-
Federal Direct Student Loans	84.268		2,073,418	-	2,073,418	-
Total Student Financial Assistance Cluster			40,600,044	-	40,600,044	-
TRIO Cluster						
TRIO Student Support Services	84.042		671,724	-	671,724	-
Total TRIO Cluster			671,724	-	671,724	-
Higher Education Institutional Aid	84.031		209,918	-	209,918	-
Migrant Education-High School Equivalency Program	84.141		456,134	-	456,134	-
Migrant Education-College Assistance Migrant Program	84.149		431,846	-	431,846	-
Child Care Access Means Parents in School	84.335A		87,090	-	87,090	-
Education Stabilization Fund - Cares Act Student Aid	84.425E		24,765,258	-	24,765,258	-
Education Stabilization Fund - Higher Education Emergency Relief	84.425F		27,196,602	-	27,196,602	-
Education Stabilization Fund - IREPO	84.425P		312,125	-	312,125	-
Pass-Through From:						
Texas Higher Education Coordinating Board						
Career and Technical Education - Basic Grants to States						
Formula Allocation	84.048	24987	-	602,780	602,780	-
Education Stabilization Fund - Higher Education Emergency Relief						
OER Course Development and Implementation	84.425	24572	-	26,449	26,449	-
Texas Reskilling Support	84.425	24114/24797	-	1,235,315	1,235,315	-
Texas Reskilling Support II	84.425	24313	-	805,929	805,929	-
Accelerating Student Success	84.425	27313	-	31,317	31,317	-
Governor's Emergency Relief (GEER) - True	84.425	25707	-	164,580	164,580	-
Work-based Learning - GEER	84.425	26541	-	101,912	101,912	-
Texas Education Opportunity Grant (TEOG)	84.425	23583	-	516	516	-
Total Texas Higher Education Coordinating Board			-	2,968,798	2,968,798	-
University of Texas at El Paso						
Higher Education Institutional Aid	83.031	226150919A	-	148,652	148,652	-
Higher Education Institutional Aid	84.031	226150834B	-	104,506	104,506	-
Total University of Texas at El Paso			-	253,158	253,158	-
Total U.S. Department of Education			\$ 94,730,741	\$ 3,221,956	\$ 97,952,697	\$ -
<u>U.S. Department of Agriculture:</u>						
Direct Program:						
National Institute of Food and Agriculture						
Hispanic Serving Institutions Education Grants	10.223		\$ 41,475	\$ -	\$ 41,475	\$ -
Total U.S. Department of Agriculture			\$ 41,475	\$ -	\$ 41,475	\$ -
<u>U.S. Department of Defense:</u>						
Direct Program:						
Procurement Technical Assistance for Business Firms						
	12.002		\$ 351,182	\$ -	\$ 351,182	\$ -
Total U.S. Department of Defense			\$ 351,182	\$ -	\$ 351,182	\$ -

Federal Grantor/Cluster/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Expenditures			Subrecipients Expenditures
			Direct Awards	Pass-Through Awards	Total	
<u>U.S. Department of Labor:</u>						
Direct Program:						
Occupational Safety and Health - Susan Harwood Training Grants	17.502		\$ 308,332	\$ -	\$ 308,332	\$ -
Job Corps Experimental Projects and Technical Assistance	17.287		190,479	-	190,479	-
Pass-Through From:						
Texas Workforce Commission						
WIOA Dislocated Worker Formula Grants	17.278	1020WOS002	-	105,800	105,800	-
WIOA Dislocated Worker Formula Grants	17.278	1021ATP001	-	416	416	-
WIOA Dislocated Worker Formula Grants	17.278	1022ATP002	-	45,872	45,872	-
Apprenticeship USA Grants	17.285	1021ATG001	-	45,111	45,111	-
Total Texas Workforce Commission			-	197,199	197,199	-
American Association of Community Colleges Apprenticeship						
AACC - Expanding Apprenticeships	17.285	AP-33025-19-75-A-11	-	80,036	80,036	-
Total U.S. Department of Labor			\$ 498,811	\$ 277,235	\$ 776,046	\$ -
<u>National Endowment of the Humanities</u>						
Direct Program						
Promotion of the Humanities - Teaching and Learning Resources and Curriculum Development	45.162		\$ 33,207	\$ -	\$ 33,207	\$ -
Total National Endowment of the Humanities			\$ 33,207	\$ -	\$ 33,207	\$ -
<u>Institute of Museum and Library Services (IMLS)</u>						
Direct Program						
National Leadership Grants for Libraries	45.312		\$ 9,956	\$ -	\$ 9,956	\$ -
Total Institute of Museum and Library Services			\$ 9,956	\$ -	\$ 9,956	\$ -
<u>National Science Foundation:</u>						
Pass-Through From:						
University of Texas at El Paso						
Education and Human Resources UTEP/NSF-H-AGEP	47.076	226100968B	\$ -	\$ 65,430	\$ 65,430	\$ -
Education and Human Resources UTEP/LSAMP 2018	47.076	226100996D	-	1,431	1,431	-
Education and Human Resources UTEP/LSAMP 2019-2020	47.076	226100996D	-	6,000	6,000	-
Education and Human Resources UTEP/LSAMP 2021-2023	47.076	226100996D	-	9,531	9,531	-
Education and Human Resources UTEP/LSAMP Center of Excellenc	47.076	226101063A	-	19,444	19,444	-
Total National Science Foundation			\$ -	\$ 101,836	\$ 101,836	\$ -

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Schedule of Expenditures of Federal Awards (continued)
 For the Year Ended August 31, 2022

Schedule E

Federal Grantor/Cluster/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Expenditures			Subrecipients Expenditures
			Direct Awards	Pass-Through Awards	Total	
U.S. Small Business Administration:						
Pass-Through From:						
University of Texas at San Antonio						
UTSA SBDC Covid Business Recovery Accelerator	59.037	OSBDC-COVID-2020-1-EPCC	\$ -	\$ 49,637	\$ 49,637	\$ -
UTSA SBDC SBA 2021	59.037	11-603001-Z-0049-35-EPCC	-	245,326	245,326	-
UTSA SBDC SBA 2022	59.037	12-603001-Z-0049-36-EPCC	-	1,381	1,381	-
Total U.S. Small Business Administration			\$ -	\$ 296,344	\$ 296,344	\$ -
U.S. Department of Health and Human Services:						
Direct Programs:						
Research and Development Cluster						
National Institutes of Health						
Biomedical Research and Research Training	93.859		\$ 306,246	\$ -	\$ 306,246	\$ 43,553
Pass-Through From:						
Research and Development Cluster						
National Institutes of Health						
University of Texas at El Paso						
UTEP Bridges to the Future 2022	93.859	226141355A	\$ -	\$ 198,864	\$ 198,864	\$ -
UTEP Bridges to the Future 2023	93.859	226141398A	-	15,034	15,034	-
Total Research and Development Cluster			\$ 306,246	\$ 213,898	\$ 520,144	\$ 43,553
Texas Workforce Commission						
Temporary Assistance for Needy Families						
Apprenticeship Program FY 2021	93.558	1021ATP001	\$ -	\$ 346	\$ 346	\$ -
Apprenticeship Program FY 2022	93.558	1021ATP002	-	4,168	4,168	-
Auto Collision Repair Training	93.558	1022SSF001	-	987	987	-
Total Temporary Assistance for Needy Families			\$ -	\$ 5,501	\$ 5,501	\$ -
Total U.S. Department of Health and Human Services			\$ 306,246	\$ 219,399	\$ 525,645	\$ 43,553
Total Federal Financial Assistance:			\$ 95,971,618	\$ 4,116,770	\$ 100,088,388	\$ 43,553

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS
AUGUST 31, 2022

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of El Paso County Community College District under programs of the federal government for the year ended August 31, 2022. The information in this schedule is presented in accordance with the 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). Because the schedule presents only a selected portion of the operations of the College, it is not intended to and does not present the financial position, changes in net position or cash flows of the College.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

This schedule has been prepared on the accrual basis of accounting. Revenues are recorded for financial reporting purposes when the College has met the qualifications for the respective program. Expenditures reported on the Schedule also are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The College has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

3. STUDENT LOANS PROCESSED AND ADMINISTRATIVE COST RECOVERED

Assistance Listing Number/Program Name	New Loans Processed	Administrative Cost Recovered	Total Loans Processed and Administrative Cost Recovered
U.S. Department of Education			
84.268 Federal Direct Student Loans	\$ 2,073,418	\$ -	\$ 2,073,418

4. AMOUNTS PASSED THROUGH BY THE COLLEGE

Of the federal expenditures presented in the schedule, the College provided awards to subrecipient as follows:

Assistance Listing Number	Primary Award	Recipient	Amount Provided to Subrecipient
93.859	CL004956	University of Texas at El Paso	\$ 26,606
93.859	CL004955	New Mexico State University	\$ 16,947

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS
AUGUST 31, 2022

5. FEDERAL ASSISTANCE RECONCILIATION

Federal Revenue - Per Schedule E

Per Schedule of Expenditures of Federal Awards	\$ 100,088,388
Direct Student Loans	(2,073,418)
Funds passed through to others	(43,553)
Non Operating Federal Revenue from Schedule C	<u>(93,938,722)</u>
Total Federal Revenue per Schedule A	<u>\$ 4,032,695</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 Schedule of Expenditures of State Awards
 For the Year Ended August 31, 2022

Schedule F

State Grantor/Program Title	State Grantor's Number	Expenditures
<u>Texas Workforce Commission:</u>		
TWC - The Hospitals of Providence	1020SDF001	\$ 57,523
TWC - Covid 19 Special Initiative	1020COS002	32,969
TWC -DISH Network	1020SDF002	109,118
TWC - Apprenticeship FY 2021	1021ATP001	1,978
TWC - CSD Project Higher FY 2021	3021VRS035	247,414
TWC - Apprenticeship FY 2022	1022ATP002	103,708
TWC - Apprenticeship Pilot Program	1022DON002	21,494
TWC - Skills for Small Business	1022SSD001	1,535
Total Texas Workforce Commission		<u>\$ 575,739</u>
<u>Texas Higher Education Coordinating Board:</u>		
TEOG Initial	N/A	\$ 1,222,374
TEOG Renewal	N/A	1,017,758
Work Study Student Mentorship	15557/17511/19484/20832	50,124
THECB - CRSM 2018	20512/21164/22191/23421	8,458
SGPD	N/A	153,840
Total Texas Higher Education Coordinating Board		<u>\$ 2,452,554</u>
Total State Financial Assistance		<u><u>\$ 3,028,293</u></u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF STATE AWARDS
AUGUST 31, 2022

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of state awards includes the state grant activity of El Paso County Community College District and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the State of Texas Single Audit. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. AMOUNTS PASSED THROUGH BY THE COLLEGE

None

3. STATE ASSISTANCE RECONCILIATION

State Revenue - Per Schedule F

Per Schedule of Expenditures of State Awards	\$ 3,028,293
SGPD Awards from prior period set-asides	(153,840)
Non Operating State Revenue from Schedule C	<u>(575,739)</u>
Total State Revenue per Schedule A	<u>\$ 2,298,714</u>



RENE D. PEÑA, CPA

MELISA COTA GUEVARA, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

4171 N. MESA, SUITE B100
EL PASO, TEXAS 79902-1498
PHONE: 915-542-1733
FAX: 915-544-5440
E-MAIL: cpa@cpaelpaso.com

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
El Paso County Community College District
El Paso, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of El Paso County Community College District (the "College") as of and for the fiscal year ended August 31, 2022 and the related notes to the financial statements, which collectively comprise El Paso County Community College District's basic financial statements, and have issued our report thereon dated December 22, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the El Paso County Community College District'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 El Paso County Community College District's internal control. Accordingly, we do not express an opinion on the effectiveness of the El Paso County Community College District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

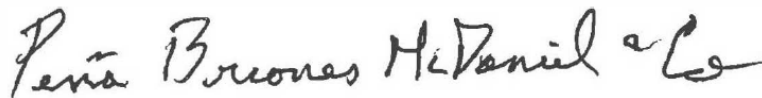
As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of 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*.

Texas Public Funds Investment Act

We have also performed tests designed to verify the College's compliance with the requirements of the Texas Public Funds Investment Act (the Act). The results of our testing disclosed no instances of non-compliance with the Act. However, providing an opinion on compliance with the Act was not an objective of our audit and, accordingly, we do not express such an opinion.

Purpose of this Report

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



El Paso, Texas
December 22, 2022

RENE D. PEÑA, CPA

MELISA COTA GUEVARA, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

4171 N. MESA, SUITE B100
EL PASO, TEXAS 79902-1498
PHONE: 915-542-1733
FAX: 915-544-5440
E-MAIL: cpa@cpael Paso.com

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

Board of Trustees
El Paso County Community College District
El Paso, Texas

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited El Paso County Community College District's (the "College") compliance with the types of compliance requirements described in the U. S. Office of Management and Budget ("OMB") *Compliance Supplement* and the *State of Texas Single Audit Circular* that could have a direct and material effect on each of the College's major federal and state programs for the fiscal year ended August 31, 2022. The College's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, El Paso County Community 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 and state programs for the year ended August 31, 2022.

Basis of Opinion on Each Major Federal and State Program

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

We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the College's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provision of contracts or grant agreements applicable to the College's federal and state programs.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, Uniform Guidance, and the State of Texas Single Audit Circular, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the College's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, Uniform Guidance, and the State of Texas Single Audit Circular, 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 College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of College's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

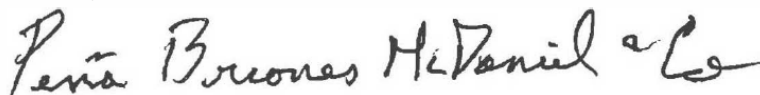
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance,

such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section 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 and State of Texas Single Audit Circular. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Peña Briones McDaniel & Co".

December 22, 2022
El Paso, Texas

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED AUGUST 31, 2022

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? ___ yes X no

Significant deficiencies identified? ___ yes X none reported

Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Internal Control over major programs:

Material weakness(es) identified? ___ yes X no

Significant deficiencies identified? ___ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? ___ yes X no

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
84.007; 84.033; 84.063; 84.268	Student Financial Aid Cluster
84.425E	Education Stabilization Fund - Cares Act Student Aid
84.425F	Education Stabilization Fund - Higher Education Emergency Relief
84.425P	Education Stabilization Fund - Institutional Resilience and Expanded Postsecondary Opportunity
84.425C	Education Stabilization Fund - Higher Education Emergency Relief - Governor's Emergency Education Relief (GEER)

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED AUGUST 31, 2022

Federal Awards (Continued)

Dollar threshold used to distinguish between Type A and Type B Programs: \$3,000,000

Auditee qualified as low-risk auditee? yes no

State Awards

Internal control over major programs:

Material weakness(es) identified? yes no

Significant deficiencies identified? yes none reported

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

Any audit findings disclosed that are required to be reported in accordance with State of Texas Single Audit Circular? yes no

Identification of major programs:

<u>Grantor's Number</u>	<u>Name of State Program</u>
-------------------------	------------------------------

----	TEOG Initial
----	TEOG Renewal
3021VRS035	CSD Project Higher

Dollar threshold used to distinguish between Type A and Type B Programs: \$750,000

Auditee qualified as low-risk auditee? yes no

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2022**

Section II - Financial Statement Findings - None for both Federal and State Awards

Section III - Federal Awards Findings and Questioned Costs

For the year ended August 31, 2022 and 2021, no findings or questioned costs were noted.

Section III - State Awards Findings and Questioned Costs

For the years ended August 31, 2022 and 2021, no findings or questioned costs were noted.





EPCC featured on the cover of *The Hispanic Outlook on Education*® Magazine, Volume 32 - Number 5, February 2022.