

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

**AUDITED FINANCIAL STATEMENTS AND
SUPPLEMENTAL INFORMATION WITH SCHEDULES OF
EXPENDITURES OF FEDERAL AND STATE AWARDS
AUGUST 31, 2019 AND 2018**

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

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For the Fiscal Year Ended August 31, 2019

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Term Expires

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EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

August 31, 2019 and 2018

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RENE D. PÉNA, CPA
TERI A. REINERT, CPA
CRISTINA A. SALAZAR, 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

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

Report on the Financial Statements

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, 2019 and 2018 and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of El Paso County Community College District, as of August 31, 2019 and 2018, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information on pages I - XIII and the Schedule of College's Share of Net Pension Liability, Schedule of College's Contributions, Schedule of College's Proportionate Share of Net Other Post-Employment Benefits (OPEB) Liability and Schedule of College's Contributions for OPEB on pages 42-47 be presented to supplement the basic financial statements. Such information, although not 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.

Other 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 are presented for purposes of additional analysis 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, 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 and statistical section, 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. Such 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.

The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2019, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the El Paso County Community College District's internal control over financial reporting and compliance.

Pena Briones McDaniel & Co.

El Paso, Texas
December 20, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

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, 2019 and 2018. 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 assets 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's and maintained to ensure sufficient reserve funds for long-term viability of the District.

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 District 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 and Title IV funds represent non-exchange transactions and thus classified under Non-Operating Revenues, which means that Texas community colleges will generally report an operating deficit before taking into account 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, 2019 through 2017 is presented below:

Condensed Statement of Net Position
(In Millions)

	<u>August 31</u>			<u>Change</u>	
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2018 to 2019</u>	<u>2017 to 2018</u>
Assets					
Cash and Investments	\$ 198.9	\$ 228.3	\$ 225.7	\$ (29.4)	\$ 2.6
Other Assets	46.1	47.0	45.3	(0.9)	1.7
Capital Assets	193.8	144.9	131.3	48.9	13.6
Total Assets	<u>\$ 438.8</u>	<u>\$ 420.2</u>	<u>\$ 402.3</u>	<u>\$ 18.6</u>	<u>\$ 17.9</u>
Deferred Outflows	<u>44.0</u>	<u>4.2</u>	<u>4.3</u>	<u>39.8</u>	<u>(0.1)</u>
Total Assets & Deferred Outflows	<u>\$ 482.8</u>	<u>\$ 424.4</u>	<u>\$ 406.6</u>	<u>\$ 58.4</u>	<u>\$ 17.8</u>
Liabilities					
Current Liabilities	\$ 79.1	\$ 73.9	\$ 67.7	\$ 5.2	\$ 6.1
Noncurrent Liabilities	251.1	224.7	174.5	26.4	50.3
Total Liabilities	<u>\$ 330.2</u>	<u>\$ 298.6</u>	<u>\$ 242.2</u>	<u>\$ 31.6</u>	<u>\$ 56.4</u>
Deferred Inflows	<u>32.6</u>	<u>18.1</u>	<u>2.5</u>	<u>14.5</u>	<u>15.6</u>
Total Liabilities & Deferred Inflows	<u>\$ 362.8</u>	<u>\$ 316.7</u>	<u>\$ 244.7</u>	<u>\$ 46.1</u>	<u>\$ 72.0</u>
Net Position					
Net Investment in Capital Assets	\$ 99.8	\$ 96.4	\$ 92.8	\$ 3.4	\$ 3.6
Restricted	50.6	46.6	41.3	4.0	5.3
Unrestricted	(30.5)	(35.3)	27.8	4.8	(63.1)
Total Net Position	<u>\$ 119.9</u>	<u>\$ 107.7</u>	<u>\$ 161.9</u>	<u>\$ 12.2</u>	<u>\$ (54.2)</u>

Total Assets increased by \$18.6 million from fiscal year 2019 to fiscal year 2018 as compared to \$17.9 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 decreased from fiscal year 2018 by \$29.4 million. This amount mostly represents the decrease of \$36 million in the net cash used by capital and related financing activities, which represents the spent down of the 2016 bond proceeds used for the construction of the six master plan projects. This decrease is substantially offset by (1) an increase of \$2.1 million in the net cash provided by noncapital financing activities mostly due to the increase of Ad Valorem taxes, (2) the increase in investment earnings, and (3) by the decrease of \$0.8 million in the net cash used operating activities.

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

Other Assets decreased by a modest \$0.9 million, which was mostly due to the decrease in Prepaid Charges related to the lower Pell grant disbursements attributable to lower enrollment in fall 2019. Accounts Receivables increased by \$0.6 million offset by the decrease in Notes Receivables of \$0.3 million. This net increase in receivables of \$0.3 million reflected the following conditions: (1) the same tuition rate in Fall 2019 as Fall 2018; (2) the slight decline in student enrollment from fall 2019 to fall 2018; (3) an increase in allowance for doubtful accounts for both Accounts and Notes Receivable; (4) an increase in Federal and State Grants and Contracts Receivable, offset by a decrease in receivable from local agencies attributable to the decrease in dual credit billings; and (5) an increase in taxes receivables.

Capital Assets increased by \$48.9 million due to the capitalization of \$52.7 million of capital projects mostly related to the construction of buildings funded by the 2016 Revenue Bonds, and the purchase of equipment and library books. Disposition of capital assets through the annual public sale and depreciation expense offset these capital additions.

When comparing fiscal years 2018 and 2017, total assets increased by \$17.9 million due to a combination of the following factors: (1) an increase in Cash of \$2.6 million mostly related to the increase in Ad Valorem taxes due to the 4% tax rate increase above the Effective Tax Rate, and the increase in Pell awards due to the separate summer Pell allocation; (2) an increase in Other Assets of \$1.7 million mostly due to the increase in Accounts and Notes Receivable attributable to the granting of more emergency and installment loans to students; and (3) an increase in Capital Assets of \$13.6 million due to the capitalization of \$14.3 million of capital projects mostly related to the construction of buildings funded by the 2016 Revenue Bonds offset by the associated depreciation.

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 District that will benefit employees in the future, but are not considered assets. As of August 31, 2019, deferred outflows of resources of \$44.0 million represent an increase of \$39.9 million over fiscal year 2018 due to the changes made by the State Texas Retirement System (TRS) and the Employee Retirement System (ERS) in assumptions and accounting policy. TRS had a change in assumptions to include the update of post-retirement mortality, termination and retirement dates. Economic assumptions were also updated to include rates of salary increases for individual participants. Both discount rate and long-term rate of return were lowered from 8% to 6.907% and 7.25% respectively. ERS had a change in accounting policy related to the employer allocation method. While previous employer allocation percentages were based on employee contributions for retirees only, those percentages are now based on employer contributions for active employees and retirees. See Notes 11 and 16 regarding pension liability and OPEB that provide detail on the deferred outflows and inflows for both plans.

Total liabilities increased from the prior year by \$31.6, the combination of \$5.2 million and 26.4 million increases in Current Liabilities and Noncurrent Liabilities, respectively. The increase in Current Liabilities is mostly related to (1) the increase of \$5.5 million in Accounts Payable due to current construction, and (2) the increase of \$ 1.0 million in the current portion of the Net OPEB Liability. These increases were offset by the decrease of \$1.7 million in Unearned Revenue related to the lower drawdown of federal funds for lower Pell disbursements associated with the slight decline in fall 2019 enrollment as compared to fall 2018. The Noncurrent Liabilities experienced a net increase of \$26.4 million mostly due to the increases of \$15 million and \$15.6 million in the pension and OPEB liabilities respectively. These increases are due to the changes mentioned in above section that addressed the deferred inflows and outflows of resources. All of these changes had the impact of increasing the Net Pension and OPEB liabilities. This large increase is offset by a decrease of \$4.2 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.

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

See Note 11 regarding pension liability, and Note 16 regarding postemployment benefits other than pensions (OPEB).

When comparing total liabilities between fiscal years 2018 and 2017, the increase of \$56.4 million is attributable to a combination of \$6.1 million and \$50.3 million increases in Current Liabilities and Noncurrent Liabilities, respectively. The increase in Current Liabilities is related to (1) the increase in Accounts Payable due to construction of Master Plan projects, and (2) the increase in Unearned Revenue related to the higher disbursement of Pell awards due to the tuition increase implemented in fall 2018. The Non-Current Liabilities experienced a net increase of \$50.3 million mostly due to the recording of the OPEB liability of \$59 million, in compliance with GASB 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. This large increase was offset by a decrease of \$5.0 million in the Net Pension Liability and \$4.1 million in Bonds Payable due to the principal payment of the 2017 Refunding Bond.

As of August 31, 2019, Deferred Inflows at \$32.6 million represent an increase of \$14.5 million over fiscal year 2018. Deferred Inflows represent the District's proportionate share for the net difference between projected and actual investment earnings at the plan level the District may owe to the retirement and health insurance funds in the future, but do not constitute a liability. As explained in above section related to Deferred Outflows, this rather significant increase is mostly due to the changes in actuarial assumptions and the difference between expected and actual economic experience related to OPEB. The increase in deferred inflows from fiscal year 2017 to 2018 was due to the implementation of GASB 75. These concepts are further explained in Notes 11 and 16 to the financial statements.

Notwithstanding the ongoing impact of GASB 68 and GASB 75, the College experienced an overall increase in Net Position of \$12.2 million, which represents a healthy increase for the College in light of the fiscal challenges caused by the slight decrease in state appropriations and the modest enrollment decline during the fiscal year. This increase is a combination of the increases in the various components of net position. The increase in Net Investment in Capital Assets of \$3.4 million is mostly attributable to the renovation of facilities; Restricted Net Position increased by \$4.0 million due to budget surpluses from the Unrestricted Funds now earmarked for construction and renovation of facilities; the increase in the Unrestricted Net Position of \$4.8 million is attributable to prudent budgeting and cost containment measures which included staff and faculty salary savings and unused reserves. The previous year decrease in Net Position of \$54.2 is attributable to the implementation of GASB 75 that created a decrease in the Net Unrestricted position of \$63.1 million, offset by the increase in Net Investment in Capital Assets of \$3.6 million and the increase in Restricted Net Position of \$5.3 million. Management remains conservative with spending to ensure continued growth in the financial Net Position 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 2019, 2018 and 2017:

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

	August 31			Change	
	2019	2018	2017	2018 to 2019	2017 to 2018
Operating Revenues					
Tuition and Fees (net of Discounts)	\$ 25.1	\$ 23.6	\$ 25.7	\$ 1.5	\$ (2.1)
Federal, State & Local Grants & Contracts	7.5	8.1	9.7	(0.6)	(1.6)
Auxiliary Enterprises	1.8	1.5	1.9	0.3	(0.4)
Other	2.4	3.2	4.2	(0.8)	(1.0)
Total Operating Revenues	<u>\$ 36.8</u>	<u>\$ 36.4</u>	<u>\$ 41.5</u>	<u>\$ 0.4</u>	<u>\$ (5.1)</u>
Operating Expenses					
Instruction	\$ 65.2	\$ 62.1	\$ 61.8	\$ 3.1	\$ 0.3
Research	0.2	0.2	0.1	-	0.1
Public Service	5.3	5.5	5.8	(0.2)	(0.3)
Academic Support	24.1	22.6	21.6	1.5	1.0
Student Services	12.8	12.3	11.7	0.5	0.6
Institutional Support	27.7	27.5	24.6	0.2	2.9
Operation and Maintenance of Plant	11.5	11.3	11.1	0.2	0.2
Scholarships and Fellowships	24.6	26.2	26.1	(1.6)	0.1
Auxiliary Enterprises	2.9	3.3	3.5	(0.4)	(0.2)
Depreciation	5.1	5.0	4.9	0.1	0.1
Total Operating Expenses	<u>\$ 179.4</u>	<u>\$ 176.0</u>	<u>\$ 171.2</u>	<u>\$ 3.4</u>	<u>\$ 4.8</u>
Operating Loss	<u>\$ (142.6)</u>	<u>\$ (139.6)</u>	<u>\$ (129.7)</u>	<u>\$ (3.0)</u>	<u>\$ (9.9)</u>
Non-Operating Revenues (Expenses)					
State Appropriations	\$ 41.3	\$ 44.4	\$ 40.7	\$ (3.1)	\$ 3.7
Maintenance Ad-Valorem Taxes	61.3	58.2	54.5	3.1	3.7
Federal Revenue	53.3	53.3	52.0	-	1.3
Other State Revenue	0.4	0.2	1.0	0.2	(0.8)
Gain on Sale of Capital Assets	-	0.8	-	(0.8)	0.8
Investment Income (Net of Investment Expense)	4.0	3.0	1.7	1.0	1.3
Interest on Capital Related Debt	(5.5)	(5.6)	(2.7)	0.1	(2.9)
Net Non-Operating Revenues	<u>\$ 154.8</u>	<u>\$ 154.3</u>	<u>\$ 147.2</u>	<u>\$ 0.5</u>	<u>\$ 7.1</u>
Increase in Net Position	<u>\$ 12.2</u>	<u>\$ 14.7</u>	<u>\$ 17.5</u>	<u>\$ (2.5)</u>	<u>\$ (2.8)</u>
Net Position, Beginning of Year (as previously reported)	107.7	161.9	144.4	(54.2)	17.5
Cumulative Effect of Implementing GASB 75	-	(68.9)	-	68.9	(68.9)
Net Position, Beginning of Year (as restated)	<u>107.7</u>	<u>93.0</u>	<u>144.4</u>	<u>14.7</u>	<u>(51.4)</u>
Net Position, End of Year	<u>\$ 119.9</u>	<u>\$ 107.7</u>	<u>\$ 161.9</u>	<u>\$ 12.2</u>	<u>\$ (54.2)</u>

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

Total operating revenues increased by a modest \$4 million as compared to \$4.4 million in the previous fiscal year due to the combination of the following factors. Tuition and fees (net of discounts) increased by \$1.5 million due to the tuition increase effective fall 2018, which was offset by the increase in exemptions due to the continued growth in dual credit and early college high school students. Revenue from federal, state, local grants and contracts decreased by \$0.6 million due to the following factors. Federal grants and contracts decreased by \$0.5 million, mostly related to the decrease in funding by the Department of Health and Human Services for the Bridges to the Future grant, and by the Department of Education for Pell awards due the enrollment decline of paying students. State grants and contracts increased by \$0.1 million mostly due to Texas Workforce Commission contracts in the total amount of \$256,000, and the Texas Higher Coordinating Board. This increase was offset by a decrease in TEOG grants, state work-study and T-Stem grant. Auxiliary Revenue increased by \$0.3 million due to the increase in Vehicle Registration fee used to fund security and maintenance of parking lots. Other operating revenues decreased by \$.8 million mostly due a decrease in dual credit billings for instructional costs and the absence of insurance reimbursements received in the prior year.

When comparing the 2018 to the 2017 fiscal year, tuition and fees decreased by \$2.1 million which was attributable to (1) the increase in exemptions due to the continued growth in dual credit and early college high school students, and (2) a decline in enrollment of paying students, which reflected the strong local economy with continued records lows of local unemployment rates. The decrease of \$1.6 million in Federal, State & Local Grants & Contracts was due to (1) the decrease in the HIS STEM Architecture grant due to the completion of the Architecture building; and the decrease of \$1.1 million related to the completion of training under Texas Workforce Commission contracts funded by Skill Development funds. These decreases were offset by new federal grants from the Departments of Labor, Justice, and Health and Human Services. Auxiliary Revenue decreased by \$0.4 million mostly due to the decreases in vehicle registration revenue and bookstore commissions affected by the decline in enrollment. Other operating revenue had a decrease of \$1.0 million mostly due to the change in billing methodology for recouping the cost of instructors teaching students in the dual credit classes at the various dual credit and early college high schools program locations, and the absence of insurance reimbursements for roof damage received in the prior year.

Total operating expenses increased by \$3.4 million as compared to the increase of \$5.5 million in 2018 over fiscal year 2017. This increase is entirely due to the impact of changes by TRS and ERS for the recording of pension and post-employment benefits in compliance with GASBs 68 and 75. Although all elements of costs were impacted, the \$6.4 million increase in benefit costs and the 3% salary increase for all college employees were mitigated by the savings generated from vacated positions and unspent budget reserves. Cost containment continues to be the College's practice to generate net position growth that will mitigate the impact of both GASBs 68 and 75. Auxiliary Enterprises decreased by \$0.4 million over the 2018 fiscal year as compared to the decrease of \$0.2 million in the previous year due to a lower bad debt expense associated with financial aid overpayments and a reduction in vehicle registration and cafeteria maintenance expenses.

Depreciation expense at \$5.1 million increased by \$100,000 over fiscal years 2018 and 2017 due to additional capital outlay in both fiscal years. Information regarding policies for depreciation is disclosed in the Notes to the Financial Statements.

When comparing fiscal year 2018 to fiscal year 2017, total operating expenses increased by \$5.5 million mostly due to the \$3.6 million increase related to the implementation of GASB 75 reflected under Institutional Support with the recording of the College portion of the State's unfunded liability for health insurance costs. While other elements of costs increased slightly over the previous fiscal year due to the 3% salary increase granted to all college employees, this increase was offset by salary savings generated from vacant positions. Auxiliary Enterprises decreased by \$0.2 million over the 2017 fiscal year due to a lower bad debt and vehicle registration expenses.

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

Non-Operating Revenues and Expenses are comprised of State Appropriations, Maintenance Ad-Valorem Taxes, and Federal Revenues that now include Pell Grant receipts as non-operating revenue. Non-Operating Revenues also include Other State Revenue to account for state student aid.

Non-Operating Revenues increased by a modest \$0.5 million over fiscal year 2018 as compared to the increase of \$7.1 million from fiscal year 2018 to 2017 for the following reasons.

Fiscal year 2019 represented the second year of the 2018-19 biennium with no additional funding from the State legislature for education and general state support. However, the decrease of \$3.1 million in state appropriations is due to the absence of state contributions related to the OPEB funding in accordance with GASB 75. In fiscal year 2018, the State did pass on to the agencies their contribution related to GASB 75. However, in fiscal year 2019, ERS stated that they received significant federal contributions, which were used first to pay out insurance benefit claims. After the federal funds were exhausted, the remaining claims were paid from the employer contributions in the health insurance trust. This process resulted in the OPEB fund accumulating excess contributions and in a growing fund balance, and thereby creating a negative OPEB expense. When comparing fiscal year 2018 to fiscal year 2017, fiscal year 2018 represented the first year of the 18-19 biennium during which the 85th Legislature passed HB1, the General Appropriations Act, which allocated funding to community colleges based on the following model approved for community colleges during the 83rd Legislature: (1) core operations, (2) student success points and (3) traditional contact hour formula. However, due to statewide enrollment declines related to a stronger economy, the final funding outcome resulted in a small formula funding biennium decrease for many colleges, or equivalent to \$0.6 million for the District. This small decrease in state appropriations was mostly related to the 1.7% decrease in contact hours but offset by an increase in student success points. However, the 85th Legislature did provide an increase in health insurance funding to offset the current health benefits costs borne by the College. In addition, with the implementation of GASB 75, the state share of the health insurance cost was recorded, which contributed to the increase of \$3.7 million in total state appropriations over fiscal year 2017.

Revenue from Ad-Valorem taxes increased by \$3.1 million in fiscal year 2019 over fiscal year 2018 due to additional revenue generated from new property added to the tax rolls and increased property values due to a reappraisal performed by the El Paso Central Appraisal District. When comparing fiscal years 2018 and 2017, the \$3.7 million increase was due to (1) the 4% tax rate increase approved by the Board of Trustees and (2) additional revenue from new property added to the 2017 tax rolls. Tax revenue for fiscal years 2019, 2018 and 2017 is based on the tax rates of \$0.140273, \$0.141638, and \$0.134909 per \$100 valuation respectively, which 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 remained flat in fiscal year 2019 when compared to the previous year's revenue. Although enrollment of dual credit and early college high school students have steadily risen for the last several years, enrollment of traditional paying students continues to decline in concert with the strong economy. The strategic enrollment task force created to address this unusual enrollment decline is diligent in applying the strategies developed to identify and reach all populations of the serving area. In addition, student success initiatives continue to focus on identifying at-risk students to promote retention and a college-going culture. Fiscal year 2018 did experience an increase of \$1.3 million over FY 2017 due to the increase in Pell Grant awards because of the increase in the maximum annual award amount, and the awarding of the summer Pell.

There was no activity related to the sale of assets in fiscal year 2019, thereby a decrease of \$0.8 over fiscal year 2018 when gain on sale of capital assets was recorded as a result of the sale of the Stanton Building. The sale proceeds are currently supplementing the funding from the 2016 Revenue Bonds earmarked for the construction of the Rio Grande Classroom and Lab building currently in progress, and scheduled to open Fall 2020.

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

Investment income experienced an increase of \$1.0 million over fiscal year 2018 as compared to \$1.3 million in fiscal year 2018 over fiscal year 2017. These steady annual increases are related to the following factors.

During fiscal year 2016, the College changed depository bank and diversified investment pools by adding TexasDAILY as a second investment pool option. In November 2016, the College issued revenue bonds and invested \$115.3 million into a 3-year flexible repurchase (flex repo) agreement for a guaranteed interest rate of 1.11% for the life of the agreement. Since Fall 2016, the Federal Reserve has continued to raise short-term interest rates resulting in rising rates for the investment pools. Therefore, the College did not use the bank's Earnings Credit Rate to earn interest that offset bank service charges to the extent it had in years prior to 2016. As a result of this investment strategy, the resulting annual average yield on investments of 1.2915% increased by 66% in fiscal year 2018 over the prior year's average, which contributed to interest income for the year exceeding the budget by over 245%. In fiscal year 2019, because of its fixed rate in the flex repo, the annual average yield on investments for revenue bonds was reported separately from the yield on Pooled and Debt Service investments for a better comparison with the rate benchmark. The annual average yield for investments other than revenue bonds was 2.2789%, which contributed to the significant increase in interest income for fiscal year 2019 over fiscal year 2018.

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, and to plan for a potential new campus on Fort Bliss military base property. As part of implementing Phase 1 of the Master Plan approved by the Board of Trustees, the District 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 district property at a budgeted cost of over \$115 million. During fiscal year 2018, the Board approved the contractors for the six projects currently underway to be completed on budget and by fall 2020. As of August 31, 2019, Valle Verde Transportation Training Center and the Transmountain Classroom Building opened for the 2019/2020 academic year. The Northwest, Valle Verde and Mission del Paso classroom buildings are scheduled to hold classes during spring 2020, and the Rio Grande classroom building is scheduled to open during the fall 2020 semester.

Aside from the two Master Plan buildings, other completed major projects during the 2019 fiscal year include the renovation of vacant space at the Valle Verde campus for the First Year in College Center, and at the Administrative Service Center to house (1) the Purchasing and Contract Management department, and (2) the Diversity & Inclusion office relocated from the Valle Verde campus to free up space designated for instructional use. Other projects also include the repair of roads and parking lots, the renovation of restrooms at the Valle Verde Advanced Technology Center and the Rio Grande Campus; the upgrade of various plumbing, electrical and mechanical systems at all campuses; the remodeling of a former program to a Counseling area at the Northwest Campus and fire alarm upgrades at the Transmountain campus, and Buildings A and B of the Administrative Service Center. Projects currently in progress include the completion of the remaining four master plan projects, the completion of the Transmountain Campus chemistry lab and art classrooms; the replacement of the Northwest campus chiller, the renovation of the Rio Grande Student Services building; and the space build-out for the Makerspace project at the Valle Verde campus. All facilities construction, renovation and improvements are financed by a combination of funds coming from revenue bond proceeds and plant fund reserves.

To accommodate increased enrollment since 1994, the District 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 District 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

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

debt capacity for the District 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 District took advantage of attractive interest rates that would provide additional debt capacity to fund Phase 1 of the Master Plan. Therefore, the District 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 District'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 District 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 November 15, 2012, Moody's affirmed the College's rating as 'Aa3' with a stable outlook. Moody's outlook reflects that the College will maintain a stable and growing enrollment along with stable to moderate revenue growth from tax revenues and tuition increases, as state appropriations are likely to decrease. Although the construction of a new campus will create additional debt, Moody's expects that the debt burden will be manageable given the current levels of operations and financial resources.

On October 9, 2013, Moody's affirmed the College's rating of 'Aa3' but revised its outlook as negative as a result of the College being placed on warning by the Southern Association of Colleges and Schools Commission on Colleges (SACSCOC). Although the College was still accredited, reaffirmation was denied during the October 2012 decennial review by SACSCOC. According to the SACSCOC Board of Trustees, the College failed to demonstrate compliance with Core Requirement 2.8 (faculty), and Comprehensive Standards 3.3.1.1 and 3.3.1.2 (Institutional Effectiveness: educational programs and administrative support services).

In June 2014, the College was reaffirmed as a result of the review by SACSCOC of the First Monitoring Report submitted by the College in April 2014, which demonstrated that the College addressed all issues. Upon reaffirmation, Moody's revised the 'Aa3' rating outlook to stable, and confirmed the College's stable market position as education provider for the region, with consistent positive operating performance and favorable revenue diversity. The report can be found at www.moody.com.

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

On March 15, 2011, Standard & Poor's issued a press release upgrading its underlying rating of 'A' to 'A+' on the College's Series 2001 Combined Fee Revenue Building and Refunding Bonds with a stable outlook. This outlook reflected the College's essential role as the only community college in the El Paso area; good revenue diversity from tuition, property taxes and state appropriations; and history of consistently positive financial operations. The rating also cited significant growth pressures, limited revenue flexibility, moderate debt burden, and recent instability in state appropriations as challenges for the College. However, Standard & Poor's expectation is that the District will continue to sustain balanced operating results with stable enrollment and overall district financial resources as long as it can manage the potential significant cuts in state appropriations and issue additional revenue debt with the commensurate increase in financial resources or revenue.

On March 13, 2014, Standard & Poor's issued a press release affirming its 'A+' underlying rating on the same issue as above with a stable outlook. This rating reflected their view of the District's consistently positive operating surpluses, tax base growth, good revenue diversity and the College's essential role as the only community college in the area.

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 District's consistently positive operating surpluses, tax base growth, good revenue diversity, and below-average financial resources ratios.

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

The economic outlook for the State of Texas appears optimistic for the upcoming biennium, and El Paso Community College is 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. In preparing for the 87th Legislature, the college administration is planning to continue with the budget strategies established for the 2020-2021 Biennium. As part of that budget planning, the Board of Trustees implemented a 2-year tuition plan that set the tuition rate for the next two years and aimed to accomplish (1) predictable tuition costs for students that encourage them to graduate within two years, and (2) an additional stream of revenue that is set aside as a reserve to deal with the potential decrease in state funding. As enrollment and student success are addressed through its established Enrollment Task Force along with 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, and hopes to fare better at the 87th Legislative session.

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 service 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 addition to its current role, the College may face additional demand from the growth at Fort Bliss, the Army's second largest installation. Fort Bliss currently hosts more than 39,000 active military personnel, over 40,000 family members and employs over 13,000 civilians with a \$1.7 billion impact on the El Paso community. As a designated military friendly school recognized by Victory Media, El Paso Community College prides itself in recognizing and embracing America's military service members, veterans and spouses as students to ensure their success on campus, and therefore is gearing up for the challenges of providing educational services to the Fort Bliss community by addressing its facility needs with the potential construction of its sixth campus in conjunction with the planning of the projects identified by the District Master Plan.

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

In summary, notwithstanding the impact of military growth in the El Paso area, and the strong local economy that has somewhat affected enrollment growth, El Paso Community College is not aware of any currently known facts, decisions, or conditions that would have a significant effect on the financial position or results of operations during this fiscal year. The College's overall financial position is stable and 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.

FINANCIAL STATEMENTS

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
STATEMENT OF NET POSITION
August 31, 2019 and 2018

EXHIBIT 1

	2019	2018
ASSETS:		
Current Assets:		
Cash and Cash Equivalents	\$ 130,965,442	\$ 114,192,752
Restricted Cash and Cash Equivalents	67,900,623	114,149,348
Accounts Receivable (net of allowance for doubtful accounts of \$17,374,980 in 2019 and \$15,797,909 in 2018)	17,025,337	16,440,833
Notes Receivable (net of allowance for doubtful accounts of \$5,669,852 in 2019 and \$5,007,858 in 2018)	6,018,231	6,322,707
Prepaid charges	22,062,109	23,052,973
Bond insurance cost	260,002	271,307
Other Assets	755,856	850,350
Total Current Assets	<u>244,987,600</u>	<u>275,280,270</u>
Noncurrent Assets:		
Capital Assets, net (see Note 5)	193,756,080	144,882,081
Total Noncurrent Assets	<u>193,756,080</u>	<u>144,882,081</u>
TOTAL ASSETS	<u>\$ 438,743,680</u>	<u>\$ 420,162,351</u>
Deferred Outflows of Resources		
Pension	\$ 14,651,046	\$ 2,582,025
OPEB	29,347,155	1,657,260
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 43,998,201</u>	<u>\$ 4,239,285</u>
LIABILITIES AND NET POSITION:		
LIABILITIES:		
Current Liabilities:		
Accounts Payable	\$ 14,213,300	\$ 8,676,930
Accrued Liabilities	3,855,355	3,195,513
Accrued Compensable Balances - Current Portion	426,914	427,758
Workers' Compensation Reserve - Current Portion	459,809	490,703
Net Pension Liability - Current Portion		
Net OPEB Liability - Current Portion	1,111,540	137,604
Funds Held for Others	2,139,546	2,428,467
Unearned revenue	52,699,788	54,457,264
Bonds Payable - Current Portion (including premium of \$557,335 in 2019 and \$557,335 in 2018)	4,227,335	4,152,335
Total Current Liabilities	<u>79,133,587</u>	<u>73,966,574</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, 2019 and 2018

EXHIBIT 1

	2019	2018
LIABILITIES AND NET POSITION:		
LIABILITIES:		
Noncurrent Liabilities:		
Accrued Compensable Balances	\$ 3,842,222	\$ 3,849,822
Workers' Compensation Reserve	440,191	409,297
Net Pension Liability	35,437,453	20,367,426
Net OPEB Liability	74,456,590	58,875,449
Bonds Payable (including premium of \$12,261,881 in 2019 and \$12,819,260 in 2018)	136,926,881	141,154,260
Total Noncurrent Liabilities	251,103,337	224,656,254
TOTAL LIABILITIES	\$ 330,236,924	\$ 298,622,828
 Deferred Inflows of Resources		
Gain on bond refunding	\$ 460,584	\$ 537,348
Pension	2,899,301	4,546,177
OPEB	29,248,313	13,048,069
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 32,608,198	\$ 18,131,594
 Net Position		
Net investment in capital assets	99,809,384	96,438,897
Restricted for:		
Nonexpendable:		
Student Aid	771,717	753,741
Expendable:		
Student Aid	6,264,649	5,766,243
Loans	2,638,840	2,394,990
Renewals and Replacement	635,617	518,786
Unexpended Plant Fund	23,143,503	21,144,322
Debt Service	17,201,451	15,973,220
Unrestricted - RESTATED	(30,568,402)	(35,342,985)
TOTAL NET POSITION (Schedule D)	\$ 119,896,759	\$ 107,647,214

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, 2019 and 2018

EXHIBIT 2

	2019	2018
REVENUES:		
Operating Revenue:		
Tuition and Fees (net of discounts of \$51,364,076 in 2019 and \$47,290,928 in 2018)	\$ 25,133,302	\$ 23,584,940
Federal Grants and Contracts	3,932,118	4,355,674
State Grants and Contracts	2,565,515	2,642,357
Non-Governmental Grants and Contracts	978,838	1,083,799
Auxiliary Enterprises	1,757,605	1,492,505
Other Operating Revenues	2,379,876	3,225,812
Total Operating Revenues (Schedule A)	36,747,254	36,385,087
EXPENSES:		
Operating Expenses:		
Instruction	65,192,950	62,106,611
Research	180,055	166,368
Public Service	5,276,605	5,457,106
Academic Support	24,149,179	22,612,583
Student Services	12,830,991	12,290,768
Institutional Support	27,667,763	27,575,125
Operation and Maintenance of Plant	11,455,250	11,288,934
Scholarships and Fellowships	24,574,969	26,246,643
Auxiliary Enterprises	2,920,706	3,318,159
Depreciation	5,119,947	5,039,611
Total Operating Expenses (Schedule B)	179,368,415	176,101,908
Operating Loss	(142,621,161)	(139,716,821)
Non-Operating Revenues (Expenses):		
State Appropriations	41,333,463	44,401,521
Maintenance Ad-Valorem Taxes	61,284,007	58,183,388
Federal Revenue, Non Operating	53,278,759	53,302,826
Other State Revenue, Non Operating	401,287	202,541
Gain on Sale of Capital Assets	-	819,749
Investment Income (net of investment expenses)	4,050,044	2,997,834
Interest on Capital Related Debt	(5,476,854)	(5,557,536)
Net Non-Operating Revenues (Schedule C)	154,870,706	154,350,323
Increase in Net Position (Schedule D)	12,249,545	14,633,502
Net Position, Beginning of Year	107,647,214	161,899,216
Cumulative effect of implementing GASB 75	-	(68,885,504)
Net Position, Beginning of Year (as restated)	107,647,214	93,013,712
Net Position, End of Year	\$ 119,896,759	\$ 107,647,214

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, 2019 and 2018

EXHIBIT 3

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from students and other customers	\$ 24,605,515	\$ 27,544,622
Receipts of grants and contracts	7,550,420	9,010,688
Receipts from collection of loans to students and employees	14,889,136	13,139,590
Other receipts	4,866,051	3,004,382
Payments to or on behalf of employees	(106,367,722)	(103,143,865)
Payments to suppliers for goods or services	(22,795,793)	(25,711,331)
Payments of scholarships	(24,574,969)	(26,246,643)
Payments of loans issued to students and employees	(14,584,660)	(14,822,269)
Net cash used in operating activities	(116,412,022)	(117,224,826)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Receipts from state appropriations	31,877,681	31,890,289
Receipts from ad valorem taxes	61,035,473	58,056,288
Receipts from non operating federal revenue	53,278,759	53,303,826
Receipts from non operating state revenue	401,287	202,541
Receipts from student organizations and other agency transactions	1,066,034	1,985,950
Payments to student organizations and other agency transactions	(1,341,073)	(1,177,437)
Net cash provided by noncapital financing activities	146,318,161	144,261,457
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(54,240,989)	(21,040,440)
Proceeds from the sale of capital assets	-	3,184,058
Payments on capital debt and leases - principal	(3,595,000)	(3,901,287)
Payments on capital debt and leases - interest	(5,596,229)	(5,676,790)
Net cash provided by (used in) capital and related financing activities	(63,432,218)	(27,434,459)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings	4,050,044	2,997,834
Net cash provided by investing activities	4,050,044	2,997,834
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(29,476,035)	2,600,006
CASH AND CASH EQUIVALENTS, Beginning of year	<u>228,342,100</u>	<u>225,742,094</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 198,866,065</u>	<u>\$ 228,342,100</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, 2019 and 2018

EXHIBIT 3

	2019	2018
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES:		
Operating loss	\$ (142,621,161)	\$ (139,716,821)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation expense	5,119,947	5,039,611
Gain on capital assets	-	(819,749)
Payments made directly by state for benefits	9,455,782	12,511,232
Change in assets and liabilities		
Receivables, net	(584,504)	(367,424)
Notes receivable, net	304,476	(1,682,679)
Prepaid charges	990,864	389,742
Other assets	94,494	26,967
Deferred outflows of resources - pension	(11,751,745)	2,450,715
Deferred outflows of resources - OPEB	(98,842)	-
Deferred outflows of resources - bond insurance cost	11,305	11,796
Accounts payable	5,522,488	3,028,496
Accrued expenses	1,691,351	478,977
Compensated absences	(8,444)	162,528
Unearned revenue	(1,757,476)	2,894,205
Net pension liability	15,070,027	(5,038,168)
Net OPEB liability	15,581,141	(9,872,451)
Deferred inflows from resources- pension	(1,964,152)	1,964,152
Deferred inflows from resources - OPEB	(11,390,809)	11,390,809
Deferred inflows from resources- gain on bond refunding	(76,764)	(76,764)
Net cash used in operating activities	<u>\$ (116,412,022)</u>	<u>\$ (117,224,826)</u>
SUPPLEMENTAL NON CASH INFORMATION:		
State on-behalf payments	<u>\$ 9,455,782</u>	<u>\$ 12,511,232</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, 2019

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 and Junior Colleges*. 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, the amount is recorded as tuition and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

Title IV Higher Education Act Program (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, 2019

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 \$197,688,244 and \$226,718,744 to be cash equivalents at August 31, 2019 and 2018, respectively. Additionally, included in cash and cash equivalents at August 31, 2019 and 2018, are \$56,730,217 and \$103,196,079, respectively, in repurchase agreements.

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, 2019 and 2018.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

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, 2019 and 2018, 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, 2019

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 position 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 positions 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, 2019 and 2018.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS

AUGUST 31, 2019

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.

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.

Unrestricted Net Position

Net position whose use is not restricted.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 grant programs. 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, repurchase agreements, 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, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

No significant subsequent events have occurred since year ending August 31, 2019 through the issuance date of this report.

Prior Year Restatement

Effective for fiscal year 2018, the College implemented GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. Accordingly, a restatement to beginning net position was required for the recording of the beginning net other postemployment benefits other than pension (OPEB) liability and for the recording of deferred outflow of resources for contributions made to the ERS OPEB plan subsequent to the measurement date of the beginning net OPEB liability.

Because audited beginning balances could not be obtained for all of the deferred outflows of resources and deferred inflows of resources related to OPEB, the College determined it was impractical to restate fiscal year 2017 financial statements. As such, the College recorded a restatement to beginning net position in the fiscal year 2018 financial statements as a cumulative effect of a change in accounting principle.

Beginning net position as of September 1, 2017 has been restated as follows for the implementation of GASB Statement No. 75:

Beginning net position, September 1, 2017	\$ 161,899,216
Prior period adjustment- implementation of GASB 75:	
Net pension liability (measurement date as of August 31, 2017)	(70,508,051)
Deferred outflows - College contributions made during FY 2017	<u>1,622,547</u>
Beginning net position, as restated	<u>\$ 93,013,712</u>

3. DEPOSITS AND INVESTMENTS

At August 31, 2019 and 2018, the carrying amount of the College's deposits was \$1,177,821 and \$1,623,356, respectively, and total cash on hand and bank balances equaled \$2,213,086 and \$2,224,842, respectively.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

3. DEPOSITS AND INVESTMENTS (Continued)

CASH AND DEPOSITS

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

	2019	2018
Bank deposits	\$ 1,158,521	\$ 1,604,056
Cash and cash equivalents		
Demand deposits	19,300	19,300
Flexible repurchase agreements	56,730,217	103,196,079
TexasDAILY	96,741,892	94,532,287
TexPool	44,216,135	28,990,378
Total Cash and Deposits	\$ 198,866,065	\$ 228,342,100

Type of Security	Fair Value August 31, 2019	Fair Value August 31, 2018
Total cash and cash equivalents	\$ 197,688,244	\$ 226,718,744
Total Investments	-	-
Total deposits and investments	\$ 197,688,244	\$ 226,718,744

<u>Per Statement of Net Position (Exhibit 1)</u>	2019	2018
Cash and Cash Equivalents	\$ 130,965,442	\$ 114,192,752
Restricted Cash and Cash Equivalents (current)	67,900,623	114,149,348
Total Cash and Deposits	\$ 198,866,065	\$ 228,342,100

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, 2019

3. DEPOSITS AND INVESTMENTS (Continued)

CASH AND DEPOSITS (Continued)

Texas DAILY 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, 2019, and 2018, the College's \$56,730,217 and \$103,196,079 of repurchase agreements and \$1,158,521 and \$1,604,056 of bank deposits, respectively, had collateral of \$73,588,184 and \$111,006,210 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, 2019

4. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES

Receivables at August 31, 2019 and 2018 were as follows:

	<u>2019</u>	<u>2018</u>
Student Receivables	\$ 26,017,365	\$ 23,963,541
Taxes Receivables	4,422,047	4,173,513
Federal Receivables	1,053,873	894,797
Agencies and Local Vendors Receivables	2,330,020	2,650,245
Contract and Grants Receivables	167,187	79,987
Other Receivables	409,825	476,659
Total	<u>34,400,317</u>	<u>32,238,742</u>
Less: Allowance for Doubtful Accounts	<u>17,374,980</u>	<u>15,797,909</u>
Total Receivables, Net	<u>\$ 17,025,337</u>	<u>\$ 16,440,833</u>

Student Receivables are due within three months.

Payables at August 31, 2019 and 2018 were as follows:

	<u>2019</u>	<u>2018</u>
Accounts Payable:		
Vendor Payable	\$ 14,058,078	\$ 8,539,436
Student Payable	154,348	137,494
Other Payable	874	-
Total Accounts Payable	<u>14,213,300</u>	<u>8,676,930</u>
Accrued Liabilities:		
Salaries and Benefits	1,591,595	900,447
Accrued Interest	2,263,760	2,295,066
Total Accrued Liabilities	<u>3,855,355</u>	<u>3,195,513</u>
Total Payables	<u>\$ 18,068,655</u>	<u>\$ 11,872,443</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

5. CAPITAL ASSETS

Capital assets activity for the year ended August 31, 2019, was as follows:

	Balance September 1, 2018	Increases	Decreases	Balance August 31, 2019
<u>Not Depreciated:</u>				
Land	\$ 9,900,046	\$ -	\$ -	\$ 9,900,046
Construction in Process	<u>21,377,654</u>	<u>52,650,518</u>	<u>(3,365,605)</u>	<u>70,662,567</u>
	<u>31,277,700</u>	<u>52,650,518</u>	<u>(3,365,605)</u>	<u>80,562,613</u>
<u>Other Capital Assets:</u>				
Buildings	156,341,727	3,447,057	(419,740)	159,369,044
Land Improvements	<u>17,761,037</u>	<u>607,123</u>	<u>-</u>	<u>18,368,160</u>
Total Buildings and Other Real Estate Improvements	<u>174,102,764</u>	<u>4,054,180</u>	<u>(419,740)</u>	<u>177,737,204</u>
Furniture and Equipment	21,318,877	644,273	(1,645,560)	20,317,590
Library Books	<u>5,753,926</u>	<u>257,623</u>	<u>(213,767)</u>	<u>5,797,782</u>
Total Buildings and Other Capital Assets	<u>201,175,567</u>	<u>4,956,076</u>	<u>(2,279,067)</u>	<u>203,852,576</u>
<u>Accumulated Depreciation:</u>				
Buildings	56,772,910	3,149,517	(297,547)	59,624,880
Land Improvements	<u>9,009,349</u>	<u>649,208</u>	<u>-</u>	<u>9,658,557</u>
Total Buildings and Other Real Estate Improvements	<u>65,782,259</u>	<u>3,798,725</u>	<u>(297,547)</u>	<u>69,283,437</u>
Furniture and Equipment	18,123,908	1,029,330	(1,521,070)	17,632,168
Library Books	<u>3,665,019</u>	<u>291,892</u>	<u>(213,407)</u>	<u>3,743,504</u>
Total Buildings and Other Capital Assets	<u>87,571,186</u>	<u>5,119,947</u>	<u>(2,032,024)</u>	<u>90,659,109</u>
Net Capital Assets	<u>\$ 144,882,081</u>	<u>\$ 52,486,647</u>	<u>\$ (3,612,648)</u>	<u>\$ 193,756,080</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

5. CAPITAL ASSETS (Continued)

Capital assets activity for the year ended August 31, 2018, was as follows:

	Balance September 1, 2017	Increases	Decreases	Balance August 31, 2018
<u>Not Depreciated:</u>				
Land	\$ 7,912,974	\$ 1,987,072	\$ -	\$ 9,900,046
Construction in Process	<u>7,258,884</u>	<u>14,307,981</u>	<u>(189,211)</u>	<u>21,377,654</u>
	<u>15,171,858</u>	<u>16,295,053</u>	<u>(189,211)</u>	<u>31,277,700</u>
<u>Other Capital Assets:</u>				
Buildings	155,780,572	3,211,033	(2,649,878)	156,341,727
Land Improvements	<u>17,017,521</u>	<u>743,516</u>	<u>-</u>	<u>17,761,037</u>
Total Buildings and Other Real Estate Improvements	<u>172,798,093</u>	<u>3,954,549</u>	<u>(2,649,878)</u>	<u>174,102,764</u>
Furniture and Equipment	21,941,339	713,892	(1,336,354)	21,318,877
Library Books	<u>5,584,049</u>	<u>266,157</u>	<u>(96,280)</u>	<u>5,753,926</u>
Total Buildings and Other Capital Assets	<u>200,323,481</u>	<u>4,934,598</u>	<u>(4,082,512)</u>	<u>201,175,567</u>
<u>Accumulated Depreciation:</u>				
Buildings	53,959,209	3,091,235	(277,534)	56,772,910
Land Improvements	<u>8,351,825</u>	<u>657,524</u>	<u>-</u>	<u>9,009,349</u>
Total Buildings and Other Real Estate Improvements	<u>62,311,034</u>	<u>3,748,759</u>	<u>(277,534)</u>	<u>65,782,259</u>
Furniture and Equipment	18,460,644	996,440	(1,333,176)	18,123,908
Library Books	<u>3,466,887</u>	<u>294,412</u>	<u>(96,280)</u>	<u>3,665,019</u>
Total Buildings and Other Capital Assets	<u>84,238,565</u>	<u>5,039,611</u>	<u>(1,706,990)</u>	<u>87,571,186</u>
Net Capital Assets	<u>\$ 131,256,774</u>	<u>\$ 16,190,040</u>	<u>\$ (2,564,733)</u>	<u>\$ 144,882,081</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

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	23,195,000

Total Bonds Principal Outstanding

\$ 128,335,000

Bonds payable are due in annual installments varying from \$3,670,000 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 2019 and 2018 was approximately \$6,034,190 and \$6,108,475, respectively. Bond premium amortization for fiscal year 2019 and 2018 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 \$28,260,970 and \$25,967,656 for the years ended August 31, 2019 and 2018, respectively. The pledged amount equates to 38.1% and 38.4% 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 3.10 and 2.85, respectively. The College has complied with all significant bond covenants for the years ended August 31, 2019 and 2018.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

6. BONDS PAYABLE (Continued)

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, 2019, \$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.

7. NONCURRENT LIABILITIES

Noncurrent liability activity for the year ended August 31, 2019, was as follows:

	Balance September 1, 2018	Additions	Reductions	Balance August 31, 2019	Current Portion
Noncurrent liabilities					
Note payable	\$ -	\$ -	\$ -	\$ -	\$ -
Revenue bonds	131,930,000	-	3,595,000	128,335,000	3,670,000
Revenue bonds premium	13,376,595	-	557,379	12,819,216	557,335
Compensated Absences	4,277,580	229,832	238,276	4,269,136	426,914
Workers' Compensation Reserve	900,000	399,834	399,834	900,000	459,809
Net Pension Liability	20,367,426	15,070,027	-	35,437,453	-
Net OPEB Liability	59,013,053	16,555,077	-	75,568,130	1,111,540
Total noncurrent liabilities	\$ 229,864,654	\$ 32,254,770	\$ 4,790,489	\$ 257,328,935	\$ 6,225,598

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

7. NONCURRENT LIABILITIES (Continued)

Noncurrent liability activity for the year ended August 31, 2018, was as follows:

	Balance September 1, 2017	Additions	Reductions	Balance August 31, 2018	Current Portion
Noncurrent liabilities					
Note payable	\$ 376,287	\$ -	\$ 376,287	\$ -	\$ -
Revenue bonds	135,455,000		3,525,000	131,930,000	3,595,000
Revenue bonds premium	13,933,930	-	557,335	13,376,595	557,335
Compensated Absences	4,115,052	334,873	172,345	4,277,580	427,758
Workers' Compensation Reserve	900,000	426,698	426,698	900,000	490,703
Net Pension Liability	25,405,594	-	5,038,168	20,367,426	-
Net OPEB Liability	-	68,885,504	9,872,451	59,013,053	137,604
Total noncurrent liabilities	<u>\$ 180,185,863</u>	<u>\$ 69,647,075</u>	<u>\$ 19,968,284</u>	<u>\$ 229,864,654</u>	<u>\$ 5,208,400</u>

8. DEBT AND LEASE OBLIGATIONS

Debt obligations, consisting of revenue bonds, have minimum future requirements at August 31, 2019, were as follows:

Year Ended August 31,	Revenue Bonds	
	Principal	Interest
2020	\$ 3,670,000	\$ 5,433,026
2021	3,745,000	5,356,323
2022	3,820,000	5,278,052
2023	3,905,000	5,198,214
2024	3,985,000	5,116,600
2025-2029	22,250,000	23,455,801
2030-2034	27,870,000	17,885,850
2035-2039	34,325,000	11,271,875
2040-2042	24,765,000	2,391,475
Total	<u>\$ 128,335,000</u>	<u>\$ 81,387,216</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

9. NOTES PAYABLE

The College had expended \$2,967,275 under another LoanSTAR Revolving Loan from the Texas State Energy Conservation Office (the "Program") for the purpose of energy conservation, such as window film, high efficiency lighting and control valves. Prior to funding under the Program, all expenditures and related project work were subject to review by the State. The loan was paid in full as of August 31, 2018.

10. LEASES

The College leases various equipment and facilities under annually renewable agreements. Rent expense under operating leases for the fiscal years ended August 31, 2019 and 2018 was \$254,616 and \$299,947, respectively.

Future minimum payments for each of the five subsequent fiscal years for noncancellable operating leases is as follows:

<u>Year Ended August 31,</u>	<u>Total</u>
2020	\$ 501,830
2021	146,199
2022	107,160
2023	30,864
2024	<u>2,239</u>
Total	<u>\$ 788,292</u>

11. 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 Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/TRS%20Documents/cafr_2018.pdf; by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698; or by calling (512) 542-6592.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS

AUGUST 31, 2019

11. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

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, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited 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 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.

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. 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.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The 84th Texas Legislature General Appropriations Act (GAA) established the employer contribution rates for fiscal years 2016 and 2017. The 85th Texas Legislature General Appropriations Act (GAA), established rates for fiscal years 2018 and 2019.

	<u>Contribution Rates</u>		
	<u>2017</u>	<u>2018</u>	<u>2019</u>
Member	7.70%	7.70%	7.70%
Non-Employer Contributing Entity (State)	3.40%	3.40%	3.40%
Employers	3.40%	3.40%	3.40%
2017 Member Contributions			\$ 4,409,581
2017 Employer Contributions			\$ 2,093,604
2017 State of Texas - On behalf Contributions (State)			\$ 1,780,564
2018 Member Contributions			\$ 4,547,599
2018 Employer Contributions			\$ 2,185,382
2018 State of Texas - On behalf Contributions (State)			\$ 1,847,522
2019 Member Contributions			\$ 4,806,587
2019 Employer Contributions			\$ 2,273,416
2019 State of Texas - On behalf Contributions (State)			\$ 1,955,565

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

11. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

Contributions (Continued)

The College's contributions to the TRS pension plan in 2019 and 2018 were \$2,273,416 and \$2,185,382, respectively, as reported in the Schedule of College Contributions in the Required Supplementary Information section of these financial statements. Estimated State of Texas on-behalf contributions for 2019 and 2018 were \$1,955,565 and \$1,847,522, 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 share pays both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions

The total pension liability in the August 31, 2018 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2017 rolled forward to August 31, 2018
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Single Discount Rate	6.907%
Long-term Expected Investment Rate of Return	7.25%
Municipal Bond Rate	3.69% *
Last year ending August 31 in the 2017 to 2116	
Projected period (100 years)	2116
Inflation	2.30%
Salary Increases*	3.05% to 9.05%
Payroll Growth Rate	2.50%
Benefit changes during the year	None

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

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

11. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (Continued)

The actuarial methods and assumptions were selected by the 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 were primarily based on a study of actual experiences for the three-year period ending August 31, 2017 and were adopted in July 2018. There were no changes to the actuarial assumptions or other inputs that affected the measurement of the total pension liability since the prior measurement period. Assumptions, methods, and plan changes were updated from the prior year's report. The net pension liability increased significantly since the prior measurement date due to a change in the following actuarial assumptions:

- The total pension liability as of August 31, 2018 was developed using a roll-forward method from the August 31, 2017 valuation.
- Demographic assumptions including postretirement mortality, termination rates, and rates of retirement were updated based on the experience study performed for TRS for the period ending August 31, 2017.
- Economic assumptions including rates of salary increase for individual participants was updated based on the same experience study.
- The discount rate changed from 8 percent as of August 31, 2017 to 6.907 percent as of August 31, 2018.
- The long-term assumed rate of return changed from 8 percent to 7.25 percent.
- The change in the long-term assumed rate of return combined with the change in the single discount rate was the primary reason for the increase in the net pension liability.

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

Discount Rate

The discount rate used to measure the total pension liability was 6.907%. The single discount rate was based on the expected rate of return on pension investments of 7.5 percent and a municipal bond rate of 3.69 percent. The projection of cash flows used to determine the single discount rate assumed that contributions from plan members and those of the contributing employers and the non-employer contributing entity will be made at the statutorily required rates.

Based on those assumptions, the pension plan's fiduciary net position and future contributions were sufficient to finance the benefits payments until the year 2069. As a result, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2069, and the municipal bond rate was applied to all benefits payments after that date.

The long-term rate of return on pension plan investments is 7.5%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

11. EMPLOYEES' RETIREMENT PLANS (Continued)

DEFINED BENEFIT PENSION PLAN (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, 2018 are summarized below:

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>	<u>Expected Contributions to Long-Term Portfolio Returns**</u>
<u>Global Equity</u>			
U.S.	18.00%	5.70%	1.04%
Non-U.S. Developed	13.00%	6.90%	0.90%
Emerging Markets	9.00%	8.95%	0.80%
Directional Hedge Funds	4.00%	3.53%	0.14%
Private Equity	13.00%	10.18%	1.32%
<u>Stable Value</u>			
U.S. Treasuries	11.00%	1.11%	0.12%
Absolute Return	0.00%	0.00%	0.00%
Stable Value Hedge Funds	4.00%	3.09%	0.12%
Cash	1.00%	-0.30%	0.00%
<u>Real Return</u>			
Global Inflation Linked Bonds	3.00%	0.70%	0.02%
Real Assets	14.00%	5.21%	0.73%
Energy and Natural Resources	5.00%	7.48%	0.37%
Commodities	0.00%	0.00%	0.00%
<u>Risk Parity</u>			
Risk Parity	5.00%	3.70%	0.18%
Inflation Expectation			2.30%
Volatility Drag **			-0.79%
Total	100.00%		7.25%

* Target allocations are based on the FY2016 policy model.

** The Expected Contribution to Returns incorporates the volatility drag resulting from the conversion between Arithmetic and Geometric mean returns.

Source: Teacher Retirement System of Texas 2018 Comprehensive Annual Financial Report.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

11. 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 2018 and 2017 Net Pension Liability. The discount rate used in measuring for 2018 and 2017 were 6.907% and 8.00%, respectively.

	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			
2018	\$ 53,483,614	\$ 35,437,453	\$ 20,828,015
2017	\$ 34,335,456	\$ 20,367,426	\$ 8,736,774

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

At August 31, 2019 and 2018, the College reported a liability of \$35,473,453 and \$20,367,426, 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:

	2019	2018
El Paso County Community College District's proportionate share of the collective net pension liability	\$ 35,437,453	\$ 20,367,426
State's proportionate share that is associated with College	30,033,499	17,685,867
Total	\$ 65,470,952	\$ 38,053,293

The net pension liability was measured as of August 31, 2018 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, 2017 through August 31, 2018.

At the measurement date of August 31, 2018, the employer's proportion of the collective net pension liability was 54.13%, which was an increase of 0.61% from its proportion measured as of August 31, 2017.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

11. 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 year ended August 31, 2019 and 2018, the College recognized pension expense of \$1,956,491 and \$1,847,522 and revenue of \$1,947,522 and \$1,847,522 for support provided by the State, respectively.

At August 31, 2019, 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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 648,607
Changes in actuarial assumptions	12,377,630	-
Net differences between projected and actual investment earnings	-	672,400
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	-	1,578,294
Contributions paid to TRS subsequent to the measurement date	2,273,416	-
Total	<u>\$ 14,651,046</u>	<u>\$ 2,899,301</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,	Pension Expense Amount
2020	\$ 4,646,738
2021	958,324
2022	675,364
2023	2,032,432
2024	2,014,949
Thereafter	<u>1,423,938</u>
Total	<u>\$ 11,751,745</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

11. 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 \$167,378, \$183,697 and \$192,697 for 2019, 2018, and 2017, respectively.

The retirement expense to the State for the College totaled \$2,405,722, \$2,314,690 and \$2,240,331 for the fiscal years ended August 31, 2019, 2018 and 2017, 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 \$91,454,346, \$89,642,934 and \$87,667,790 for fiscal years 2019, 2018 and 2017, respectively. The total payroll of employees covered by the Teacher Retirement System was \$62,436,936, \$59,059,732 and \$57,268,363 and the total payroll of employees covered by the Optional Retirement System was \$13,827,773, \$14,502,447 and \$14,890,235 for fiscal years 2019, 2018 and 2017, 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 \$22,832, \$28,674 and \$34,451 for 2019, 2018 and 2017, respectively. Total payroll of employees covered by the Tax Sheltered Annuity Plan for Part Time Employees was \$608,840, \$764,642, and \$918,702 for fiscal years 2019, 2018 and 2017, respectively.

12. 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, 2019, and 2018, the College had 356 and 368 employees participating in the program and \$1,499,625 and \$1,707,304, respectively, of payroll deductions had been invested in approved plans.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

13. 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, 2019 and 2018, 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 2019 and 2018 were:

	Beginning-of- fiscal-Year Liability	Current-year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2017-2018	\$ 900,000	\$ 426,698	\$ (426,698)	\$ 900,000
2018-2019	\$ 900,000	\$ 399,834	\$ (399,834)	\$ 900,000

14. 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 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 \$2,927,242 and \$2,943,112 for the unpaid annual leave at August 31, 2019 and 2018, 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, 2019 and 2018, the estimated liability under this policy was approximately \$1,341,894 and \$1,334,467, respectively, which is accrued.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

15. 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

	2019 State/Employer Contribution	2019 Annualized Contribution
<u>Health Select of Texas Plan *</u>		
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
	2018 State/Employer Contribution	2018 Annualized Contribution
<u>Health Select of Texas Plan *</u>		
Member Only	\$ 621.90	\$ 7,462.80
Member & Spouse	978.22	11,738.64
Member & Child(ren)	860.48	10,325.76
Member & Family	1,216.80	14,601.60
	2017 State/Employer Contribution	2017 Annualized Contribution
<u>Health Select of Texas Plan *</u>		
Member Only	\$ 617.30	\$ 7,407.60
Member & Spouse	970.98	11,651.76
Member & Child(ren)	854.10	10,249.20
Member & Family	1,207.78	14,493.36

*Includes premium for Basic Term Life Insurance

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

15. HEALTH CARE AND LIFE INSURANCE BENEFITS (Continued)

<u>Cost of Providing Health Care Insurance</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Number of Retirees	437	417	393
Cost of Health Benefits for Retirees	\$ 3,525,935	\$ 3,372,926	\$ 3,076,990
Number of Active Full Time Employees	1,267	1,292	1,294
Health Benefits for Active Full Time Employees	\$ 12,659,046	\$ 12,553,552	\$ 12,585,221
Health State Appropriation Insurance - Retirees	\$ 1,724,580	\$ 1,649,188	\$ 1,538,495
Health State Appropriation Insurance - Active	\$ 5,763,042	\$ 5,512,155	\$ 4,762,606
Net Cost to District	\$ 8,697,359	\$ 8,765,135	\$ 9,361,110

16. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description

The College contributes in a cost sharing, multiple-employer, 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 Comprehensive Annual Financial Report (CAFR) that includes financial statements, notes to the financial statements and required supplementary information. That report may be obtained on the Internet at <https://ers.texas.gov/About-ERS/Reports-and-Studies/Reports-on-Overall-ERS-Operations-and-Financial-Management/2017-CAFR.pdf>; 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, 2019

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

Contributions (Continued)

The following table summarizes the maximum monthly employer contribution toward eligible retirees' health and basic life premium. 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 2019

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

Maximum Monthly Employer Contribution
Retiree Health and Basic Life Premium
Fiscal Year 2018

Retiree only	\$	621.90
Retiree and Spouse		978.22
Retiree and Children		860.48
Retiree and Family		1,216.80

Maximum Monthly Employer Contribution
Retiree Health and Basic Life Premium
Fiscal Year 2017

Retiree only	\$	617.30
Retiree and Spouse		970.98
Retiree and Children		854.10
Retiree and Family		1,207.78

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, 2018 and 2017

	2018	2017
Employers	\$ 1,724,580	\$ 1,538,495
Members (Employees)	517,884	339,128
Nonemployer Contributing Entity (State of Texas)	1,724,580	1,538,495

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

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

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of August 31, 2018, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumption :

Valuation Date	August 31, 2018
Actuarial Cost Method	Individual Entry Age Normal
Amortization Method	Level Percentage of Payroll, Open
Remaining Amortization Period	30 Years
Asset Valuation Method	Not Applicable
Actuarial Assumption Discount Rate	3.96%
Salary Increases*	2.50% to 9.50%
Annual Healthcare Trend Rate	
HealthSelect	7.30% for FY20, 7.40% for FY21, 7.00% for FY22, decreasing 0.5% per year to 4.50% for FY 2027 and later years
HealthSelect Medicare Advantage	11.8% for FY20, 13.40% for FY21, 7.00% for FY22, decreasing 0.50% per year to an ultimate rate of 4.50% for FY27 and later years
Inflation Assumption Rate	2.50%
Ad hoc Postemployment Benefit Changes	None
Mortality assumptions:	
Service Retirees, survivors and other inactive members	Tables based on TRS experience with full generational projection using Scale BB from Base Year 2018
Disability Retirees	Tables based on TRS experience with full generational projection using Scale BB from Base Year 2018 using a 3 year set forward and minimum mortality rates of four per 100 male members and two per 100 female members

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, 2014) 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%.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

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

Discount Rate

Because the GPB does not accumulate funds in advance of retirement, the discount rate that was used to measure the OPEB liability is the municipal bonds rate. The discount rate used to determine the total OPEB liability as of the beginning of the measurement year was 3.51%. The discount rate used to measure the total OPEB liability as of the end of the measurement year was 3.96%, which amounted to an increase of 0.45%. 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 (3.96% for 2018 and 3.51% for 2017) 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			
2018	\$ 89,712,661	\$ 75,568,130	\$ 64,855,960
2017	\$ 70,444,340	\$ 59,013,053	\$ 50,158,500

Changes Since the Prior Actuarial Valuation

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

- Demographic assumptions (including rate of retirement, disability, termination, mortality, and assumed salary increases) for higher education members have been updated to reflect assumptions recently adopted by the trustees from the Teachers Retirement System of Texas.
- Assumed expenses, assumed per capita health benefit costs, and assumed health benefit cost, retiree contribution, and expense trends have been updated to reflect recent experience and its effects on our short-term expectations.
- The percentage of current retirees and their spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and their spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The percentage of future retirees assumed to be married and electing coverage for their spouse have been updated to reflect recent plan experience and expected trends.
- The discount rate assumption was increased from 3.51% to 3.96% to utilize the updated yield or index rate for 20-year, tax exempt general obligation municipal bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

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

Change of Benefits Terms Since Prior Measurement Date

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

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

These minor benefit changes have been reflected in the fiscal year 2019 assumed per capita health benefits costs.

Healthcare Trend Rate Sensitivity Analysis

The initial healthcare trend rate is 7.30% and 8.50% and ultimate rate is 4.5% for 2018 and 2017, respectively. 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 (7.30% for 2018 and 8.50% for 2017) 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			
2018	\$ 63,993,372	\$ 75,568,130	\$ 90,491,313
2017	\$ 49,610,498	\$ 59,013,053	\$ 71,213,404

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

At August 31, 2019 and 2018, the College reported a liability of \$75,568,130 and \$59,013,053, 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:

	2019	2018
El Paso County Community College District's proportionate share of the collective net OPEB liability	\$ 75,568,130	\$ 59,013,053
State's proportionate share that is associated with College	73,416,152	56,251,142
Total	\$ 148,984,282	\$ 115,264,195

The net OPEB liability was measured as of August 31, 2018 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, 2017 through August 31, 2018.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS
AUGUST 31, 2019

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

At the measurement date of August 31, 2018, the employer's proportion of the collective net OPEB liability was 50.72, which is a decrease of 0.49% from its proportion measured as of August 31, 2017.

For the year ended August 31, 2019 and 2018, the College recognized OPEB expense of \$704,301 and \$3,158,147 and revenue of \$704,301 and \$3,158,147, respectively, for support provided by the State.

At August 31, 2019, the College reported its proportionate share of the ERS plan's collective deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 2,768,441
Changes in actuarial assumptions	-	26,479,872
Net differences between projected and actual investment earnings	35,784	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	28,607,070	-
Contributions paid to ERS subsequent to the measurement date	704,301	-
Total	<u>\$ 29,347,155</u>	<u>\$ 29,248,313</u>

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
2020	\$ (515,480)
2021	(1,219,782)
2022	(1,219,782)
2023	1,196,415
2024	1,857,471
Thereafter	-
Total	<u>\$ 98,842</u>

17. 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 \$57,213,823 and \$57,876,544 at August 31, 2019 and 2018, respectively. Of this amount, \$55,417,212 and \$57,175,173 were related to Federal Contract and Grant Awards, \$1,796,611 and \$701,371 were from State and Other Contract and Grant Awards.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

18. 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 \$360,731, \$164,451 and \$197,299 to the College during the years ended August 31, 2019, 2018 and 2017, respectively. The College donated certain services, such as office space, utilities, supplies, and staff salaries and benefits to the Foundation with approximate value of \$42,423 for each year.

19. 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, 2019:

Assessed Valuation of the College			\$ 51,603,968,623
Less: Exemptions and abatements			(8,260,256,548)
Net Assessed Valuation of the College			<u>\$ 43,343,712,075</u>

	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized (maximum per enabling legislation)	\$ 0.15	\$ 0.50	\$ 0.65
Tax rate per \$100 valuation for assessed	\$ 0.140273	\$ -	\$ 0.140273

At August 31, 2018:

Assessed Valuation of the College			\$ 49,102,397,980
Less: Exemptions and abatements			(8,011,429,287)
Net Assessed Valuation of the College			<u>\$ 41,090,968,693</u>

	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized (maximum per enabling legislation)	\$ 0.15	\$ 0.50	\$ 0.65
Tax rate per \$100 valuation for assessed	\$ 0.141638	\$ -	\$ 0.141638

Taxes levied for the years ended August 31, 2019 and 2018, were \$60,879,799 and \$56,280,853, 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.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES FINANCIAL STATEMENTS AUGUST 31, 2019

19. PROPERTY TAXES (Continued)

<u>Tax Collected</u>	<u>2019</u>	<u>2018</u>
	<u>Current Operations</u>	
Current Taxes Collected	\$ 59,671,583	\$ 57,149,858
Delinquent Taxes	741,740	348,207
Penalties and Interest Collected	870,684	685,323
Total Collections	<u>\$ 61,284,007</u>	<u>\$ 58,183,388</u>

Tax collections for the years ended August 31, 2019, 2018 and 2017, were 98% of the current tax levy. Allowances for uncollectible taxes for the years ended August 31, 2019, 2018 and 2017 respectively, of \$605,876, \$593,674 and \$579,152 are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted to local maintenance and operations.

20. PENDING LAWSUITS AND CLAIMS

On August 31, 2019 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.

21. COMMITMENTS

Encumbrances, primarily construction and technology related, outstanding at August 31, 2019 and 2018, respectively, that were provided for in the subsequent year's budget aggregated approximately \$37,317,494 and \$9,806,282.

22. FUND BALANCE

Net position reclassified in fund balance formatted for the internal purposes at August 31, 2019 and 2018 were as follows:

	<u>2019</u>	<u>2018</u>
Current funds:		
Fund balance, unrestricted	\$ (34,044,897)	\$ (38,866,980)
Fund balance, auxiliary enterprises	3,476,495	3,523,995
Fund balance, restricted	6,264,649	5,766,243
Total Current Fund Balance	<u>\$ (24,303,753)</u>	<u>\$ (29,576,742)</u>
 Fund balance, loan funds	 2,638,840	 2,394,990
Fund balance, endowment and similar funds	771,717	753,741
Fund balance, plant funds	<u>140,789,955</u>	<u>134,075,225</u>
 Total Fund Balance	 <u>\$ 119,896,759</u>	 <u>\$ 107,647,214</u>

REQUIRED SUPPLEMENTARY INFORMATION

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of College's Share of Net Pension Liability
Year Ended August 31, 2019

Fiscal year ending August 31 *	2019 **	2018 **	2017 **	2016 **	2015 **
Total TRS pension liability	\$ 209,611,328,793	\$ 179,336,534,819	\$ 171,797,150,487	\$ 163,887,375,172	\$ 159,496,075,886
Less: TRS' net position	<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>
TRS' net pension liability	\$ 55,042,426,960	\$ 31,974,612,699	\$ 37,788,513,014	\$ 35,348,668,960	\$ 26,716,832,801
TRS net position as percentage of total pension liability (NPL)	73.74%	82.17%	78.00%	78.43%	83.25%
College's proportionate share of collective net pension liability (%)	0.064382068%	0.063698741%	0.067230998%	0.066472200%	0.000741112%
College's proportionate share of collective net pension liability (\$)	\$ 35,437,453	\$ 20,367,426	\$ 25,405,594	\$ 23,497,039	\$ 19,796,127
State of Texas's total proportionate of NPL associated with College	<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>
Total	\$ 65,470,952	\$ 38,053,293	\$ 45,485,530	\$ 43,104,700	\$ 36,250,948
College's covered payroll amount	\$ 59,059,732	\$ 57,268,363	\$ 55,861,257	\$ 52,955,705	\$ 50,179,385
Ratio of College proportionate share of collective NPL/ College's covered payroll amount	0.600027325	0.355648825	0.454798108	0.443711192	0.394507167

* - 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.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of College's Contributions for Pensions
Year Ended August 31, 2019

<u>Fiscal year ending August 31 *</u>	<u>2019 **</u>	<u>2018 **</u>	<u>2017 **</u>	<u>2016 **</u>	<u>2015 **</u>
Legally required contributions	\$ 2,273,416	\$ 2,185,382	\$ 2,093,604	\$ 2,136,099	\$ 1,967,912
Actual contributions	<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>
Contributions deficiency (excess)	-	-	-	-	-
College's covered payroll amount	\$ 62,436,836	\$ 59,059,732	\$ 57,268,363	\$ 55,861,257	\$ 52,955,705
Contributions as a percentage of covered payroll	0.036411454	0.037002911	0.036557776	0.038239365	0.037161473

* - 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- PENSION
FOR THE YEAR ENDED AUGUST 31, 2019

Changes of Benefit Terms include:

- No changes for the year ended August 31, 2019.

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:

- The total pension liability as of August 31, 2018 was developed using a roll-forward method from the August 31, 2017 valuation.
- Demographic assumptions including post-retirement mortality, termination rates, and rates of retirement were updated based on the experience study performed for TRS for the period ended August 31, 2017.
- Economic assumptions including rate of salary increase for individual participants was updated based on the same experience study.
- The discount rate changed from 8.0 percent as of August 31, 2017 to 6.907 percent as of August 31, 2018.
- The long term assumed rate of return changed from 8.0 percent to 7.25 percent.
- The change in the long-term assumed rate of return combined with the change in the single discount rate was the primary reason for the increase in the net pension liability.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of College's Share of Net OPEB Liability
Year Ended August 31, 2019

Fiscal year ending August 31 *	2019 **	2018 **
Total ERS OPEB liability	\$ 30,018,171,986	\$ 34,782,794,000
Less: ERS' net position	<u>380,429,662</u>	<u>709,783,000</u>
ERS' net pension liability	\$ 29,637,742,324	\$ 34,073,011,000
ERS net position as percentage of total OPEB liability	1.27%	2.04%
College's proportionate share of collective net OPEB liability (%)	0.254960430%	0.173195880%
College's proportionate share of collective net OPEB liability (\$)	\$ 75,568,130	\$ 59,013,053
State of Texas's total proportionate of net OPEB liability associated with College	<u>73,416,152</u>	<u>56,251,142</u>
Total	\$ 148,984,282	\$ 115,264,195
College's covered employee payroll amount	\$ 64,120,419	\$ 62,840,747
Ratio of College proportionate share of collective net OPEB liability/ College's covered employee payroll amount	1.178534563	0.93908898

* - 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.

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of College's Contributions for OPEB
Year Ended August 31, 2019

<u>Fiscal year ending August 31 *</u>	<u>2019 **</u>	<u>2018 **</u>
Legally required contributions	\$ 704,301	\$ 1,723,738
Actual contributions	<u>704,301</u>	<u>1,723,738</u>
Contributions deficiency (excess)	-	-
College's covered employee payroll amount	\$ 65,163,070	\$ 64,120,419
Contributions as a percentage of covered-employee payroll	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, 2019

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:

- HealthSelect retirees and dependents for who Medicare is not primary is an increase in the out-of-pocket maximum for both HealthSelect and Consumer Directed HealthSelect (CDHP) from \$6,550 to \$6,650 for individuals and from \$13,100 to \$13,300 for families in order to remain consistent with Internal Revenue Service maximums.

These minor benefit changes are provided for in the FY 2019 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:

- Additional demographic assumptions (including rate of retirement, disability, termination, and mortality, and assumed salary increased) for Higher Education members have been updated to reflect assumptions recently adopted by the ERS Trustees. The new assumptions were adopted to reflect an experience study on the ERS plan performed by the ERS plan actuary.
- The percentage of current and future retirees and retirees' spouses not yet eligible to participate in the HealthSelect Medicare Advantage and future retirees and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- Percentage of future retirees assumed to be married and electing coverage for their spouse.
- Assumptions for Expenses, Assumed Per Capita Health Benefit Cost and Health Benefits Cost and Retiree Contributions and Expense trends have been updated since the previous valuation to reflect recent health plan experience and its effects on our short-term expectations.
- The discount rate was changed from 3.51% to 3.96% as a result of requirements by GASB No. 75 to utilized the yield or index rate for 20-year, tax-exempt general obligation bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

SUPPLEMENTARY INFORMATION

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Operating Revenues
Year Ended August 31, 2019
(With Memorandum Totals for the Year Ended August 31, 2018)

Schedule A

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2019 Total	2018 Total
Tuition:						
State-funded credit courses:						
In-district resident tuition	\$ 51,772,709	\$ -	\$ 51,772,709	\$ -	\$ 51,772,709	\$ 47,026,780
Non-resident tuition	5,166,769	-	5,166,769	-	5,166,769	4,712,199
TPEG - credit (set aside)*	2,266,225	-	2,266,225	-	2,266,225	1,893,891
State-funded continuing education	1,410,973	-	1,410,973	-	1,410,973	1,452,459
Non-state funded educational programs	712,936	-	712,936	-	712,936	561,776
Total Tuition	61,329,612	-	61,329,612	-	61,329,612	55,647,105
Fees:						
General use fee	10,519,980	-	10,519,980	-	10,519,980	10,665,480
Student fee	3,728,701	-	3,728,701	11,225	3,739,926	3,668,541
Laboratory fee	840,315	-	840,315	-	840,315	825,472
Other fees	78,770	-	78,770	927,559	1,006,329	741,631
Total Fees	15,167,766	-	15,167,766	938,784	16,106,550	15,901,124
Scholarship Allowances and Discounts:						
Bad debt allowance	(661,732)	-	(661,732)	-	(661,732)	(654,512)
Remissions and exemptions - local	(275,958)	-	(275,958)	-	(275,958)	(246,081)
Remissions and exemptions - state	(16,080,892)	-	(16,080,892)	-	(16,080,892)	(14,144,217)
Federal grants to students	(30,457,241)	-	(30,457,241)	-	(30,457,241)	(28,585,034)
TPEG awards	(1,611,057)	-	(1,611,057)	-	(1,611,057)	(1,349,070)
State grants to students	(2,277,196)	-	(2,277,196)	-	(2,277,196)	(2,312,014)
Total Scholarship Allowances	(51,364,076)	-	(51,364,076)	-	(51,364,076)	(47,290,928)
Total Net Tuition and Fees	25,133,302	-	25,133,302	938,784	26,072,086	24,257,301
Additional Operating Revenues:						
Federal grants and contracts	201,195	3,730,923	3,932,118	-	3,932,118	4,355,674
State grants and contracts	-	2,565,515	2,565,515	-	2,565,515	2,642,357
Dual credit cost recovery	430,125	-	430,125	-	430,125	619,440
Non-governmental grants and contracts	-	978,838	978,838	-	978,838	1,083,799
General operating revenues	1,949,751	-	1,949,751	-	1,949,751	2,606,372
Total Additional Operating Revenues	2,581,071	7,275,276	9,856,347	-	9,856,347	11,307,642
Auxiliary Enterprises:						
Bookstore**	-	-	-	425,648	425,648	481,762
Other	-	-	-	393,173	393,173	338,382
Total Net Auxiliary Enterprises	-	-	-	818,821	818,821	820,144
Total Operating Revenues	\$ 27,714,373	\$ 7,275,276	\$ 34,989,649	\$ 1,757,605	\$ 36,747,254	\$ 36,385,087
					(Exhibit 2)	(Exhibit 2)

*In accordance with Education code 56.033, \$2,266,225 and \$1,893,891 for the years August 31, 2019 and 2018, 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 of Operating Expenses by Object
Year Ended August 31, 2019
(With Memorandum Totals for the Year Ended August 31, 2018)

Schedule B

	Operating Expenses				2019 Total	2018 Total
	Salaries and Wages	Benefits		Other Expenses		
		State	Local			
Unrestricted - Educational Activities						
Instruction	\$ 43,856,625	\$ -	\$ 10,112,478	\$ 2,082,787	\$ 56,051,890	\$ 51,315,701
Research	105,475	-	24,320	37,295	167,090	153,228
Public Service	2,914,859	-	656,127	1,011,846	4,582,832	4,597,578
Academic Support	14,127,495	-	3,257,523	3,747,764	21,132,782	18,972,101
Student Services	8,076,337	-	1,862,245	1,135,010	11,073,592	10,235,637
Institutional Support	14,417,864	-	3,324,477	8,290,610	26,032,951	25,391,431
Operation and Maintenance of Plant	2,761,924	-	735,245	7,958,081	11,455,250	11,288,934
Scholarships and Fellowships	-	-	-	2,242,642	2,242,642	2,209,586
Total Unrestricted Educational Activities	86,260,579	-	19,972,415	26,506,035	132,739,029	124,164,196
Restricted - Educational Activities						
Instruction	2,665,702	4,972,813	419,769	1,082,776	9,141,060	10,790,910
Research	8,291	-	1,306	3,368	12,965	13,140
Public Service	232,316	330,510	36,583	94,364	693,773	859,528
Academic Support	904,615	1,601,888	142,450	367,444	3,016,397	3,640,482
Student Services	538,250	915,759	84,759	218,631	1,757,399	2,055,131
Institutional Support	-	1,634,812	-	-	1,634,812	2,183,694
Scholarships and Fellowships	-	-	-	22,332,327	22,332,327	24,037,057
Total Restricted Educational Activities	4,349,174	9,455,782	684,867	24,098,910	38,588,733	43,579,942
Total Educational Activities	90,609,753	9,455,782	20,657,282	50,604,945	171,327,762	167,744,138
Auxiliary Enterprises	844,593		384,384	1,691,729	2,920,706	3,318,159
Depreciation Expense - Buildings and other real estate improvements	-	-	-	3,798,725	3,798,725	3,748,759
Depreciation Expense - Equipment, furniture, and library books	-	-	-	1,321,222	1,321,222	1,290,852
Total Operating Expenses	\$ 91,454,346	\$ 9,455,782	\$ 21,041,666	\$ 57,416,621	\$ 179,368,415 (Exhibit 2)	\$ 176,101,908 (Exhibit 2)

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Non-Operating Revenues and Expenses
Year Ended August 31, 2019
(With Memorandum Totals for the Year Ended August 31, 2018)

Schedule C

	Unrestricted	Restricted	Auxiliary Enterprises	2019 Total	2018 Total
NON-OPERATING REVENUES:					
State Appropriations:					
Education and general state support	\$ 31,877,681	\$ -	\$ -	\$ 31,877,681	\$ 31,890,289
State group insurance	-	7,051,191	-	7,051,191	10,171,683
State retirement matching	-	2,404,591	-	2,404,591	2,339,549
Total State Appropriations	<u>31,877,681</u>	<u>9,455,782</u>	<u>-</u>	<u>41,333,463</u>	<u>44,401,521</u>
Maintenance ad valorem taxes	61,284,007	-	-	61,284,007	58,183,388
Federal Revenue, Non Operating	161,581	53,117,178	-	53,278,759	53,302,826
Other State Revenue, Non Operating	-	401,287	-	401,287	202,541
Gain on sale of capital assets	-	-	-	-	819,749
Investment income	3,868,253	157,798	23,993	4,050,044	2,997,834
Total Non-Operating Revenues	<u>97,191,522</u>	<u>63,132,045</u>	<u>23,993</u>	<u>160,347,560</u>	<u>159,907,859</u>
NON-OPERATING EXPENSES:					
Interest on capital related debt	<u>5,476,854</u>	<u>-</u>	<u>-</u>	<u>5,476,854</u>	<u>5,557,536</u>
Total Non-Operating Expenses	<u>5,476,854</u>	<u>-</u>	<u>-</u>	<u>5,476,854</u>	<u>5,557,536</u>
Net Non-Operating Revenues	<u>\$ 91,714,668</u>	<u>\$ 63,132,045</u>	<u>\$ 23,993</u>	<u>\$ 154,870,706</u> (Exhibit 2)	<u>\$ 154,350,323</u> (Exhibit 2)

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Net Position by Source and Availability
Year Ended August 31, 2019
(With Memorandum Totals for the Year Ended August 31, 2018)

Schedule D

	Detail by Source					Available for Current Operations	
	Restricted					Yes	No
	Unrestricted	Expendable	Non-Expendable	Capital Assets Net of Depreciation & Related Debt	Total		
Current:							
Unrestricted	\$ (34,044,897)	\$ -	\$ -	\$ -	\$ (34,044,897)	\$ (34,044,897)	\$ -
Restricted		6,264,649			6,264,649	6,264,649	
Auxiliary Enterprises	3,476,495				3,476,495	3,476,495	
Loan		2,638,840			2,638,840		2,638,840
Endowment:							
Quasi:							
Restricted			771,717		771,717		771,717
Plant:							
Unexpended		23,143,503			23,143,503		23,143,503
Renewals		635,617			635,617	635,617	
Debt Service		17,201,451			17,201,451		17,201,451
Investment in Plant	-	-	-	99,809,384	99,809,384	-	99,809,384
Total Net Position, August 31, 2019	(30,568,402)	49,884,060	771,717	99,809,384	119,896,759 (Exhibit 1)	(23,668,136)	143,564,895
Total Net Position, August 31, 2018	(35,342,985)	45,797,561	753,741	96,438,897	107,647,214 (Exhibit 1)	(29,057,956)	136,705,170
Net Increase (Decrease) in Net Position	\$ 4,774,583	\$ 4,086,499	\$ 17,976	\$ 3,370,487	\$ 12,249,545 (Exhibit 2)	\$ 5,389,820	\$ 6,859,725

**SCHEDULE OF EXPENDITURES OF FEDERAL
AND STATE AWARDS AND REPORTS**

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2019

Schedule E

	Federal CFDA Number	Pass-through Grantor's Number	Direct Awards	Pass-Through Awards	Total	Subrecipients Expenditures
U.S. Department of Education:						
Direct Programs:						
Student Financial Aid Cluster						
Supplemental Education Opportunity Grants	84.007		\$ 1,020,825		\$ 1,020,825	\$ -
Federal College Work Study Program	84.033		846,745		846,745	-
Federal Pell Grant Program	84.063		50,768,444		50,768,444	-
Federal Direct Student Loans	84.268		4,596,580	-	4,596,580	-
Total Student Financial Assistance Cluster			57,232,594	-	57,232,594	-
TRIO Cluster						
TRIO Student Support Services	84.042		642,745	-	642,745	-
Total TRIO Cluster			642,745	-	642,745	-
Higher Education Institutional Aid	84.031		583,390	-	583,390	-
Migrant Education-High School Equivalency Program	84.141		534,559	-	534,559	-
Migrant Education-College Assistance Migrant Program	84.149		245,537	-	245,537	-
Pass-Through From:						
Texas Higher Education Coordinating Board						
Vocational Education - Basic Grants to States						
Formula Allocation	84.048	19205	-	707,760	707,760	-
Austin Community College						
Perkins State Leadership Grant	84.048	N/A	-	8,000	8,000	-
Total Career and Technical Education - Basic Grants to States			-	715,760	715,760	-
Texas Higher Education Coordinating Board						
Education Research, Development and Dissemination	84.305	R305H150069	-	29,580	29,580	-
Education Research, Development and Dissemination	84.305	R305H150094	-	6,882	6,882	-
			-	36,462	36,462	-
American Institutes for Research						
Education Research, Development and Dissemination	84.305	0446900003		7,396	7,396	-
University of Texas at El Paso						
Higher Education Institutional Aid	84.031	226150834B	-	301,412	301,412	-
Total U.S. Department of Education			\$ 59,238,825	\$ 1,061,030	\$ 60,299,855	\$ -
U.S. Department of Agriculture:						
Pass- Through From:						
University of Texas at El Paso						
Hispanic Serving Institutions Education Grants	10.223	226300285A-03	-	31,843	31,843	-
Total U.S. Department of Agriculture			\$ -	\$ 31,843	\$ 31,843	\$ -
U.S. Department of Defense:						
Direct Program:						
Procurement Technical Assistance for Business Firms	12.002		\$ 314,240	\$ -	\$ 314,240	\$ -
Total U.S. Department of Defense			\$ 314,240	\$ -	\$ 314,240	\$ -

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Expenditures of Federal Awards (continued)
Year Ended August 31, 2019

Schedule E

	Federal CFDA Number	Pass-through Grantor's Number	Direct Awards	Pass-Through Awards	Total	Subrecipients Expenditures
<u>U.S. Department of Housing and Urban Development:</u>						
Pass-Through From:						
City of El Paso						
Community Development Block/Entitlement Grants	14.218	N/A	\$ -	\$ 19,345	\$ 19,345	\$ -
Total U.S. Department of Housing and Urban Development			\$ -	\$ 19,345	\$ 19,345	\$ -
<u>U.S. Department of Justice:</u>						
Direct Program:						
Corrections Training and Staff Development	16.601		\$ 71,986		\$ 71,986	
Bulletproof Vest Partnership Program	16.607		2,845	-	2,845	-
Total U.S. Department of Justice			\$ 74,831	\$ -	\$ 74,831	-
<u>U.S. Department of Labor:</u>						
Direct Program:						
Occupational Safety and Health - Susan Harwood Training Grants	17.502		\$ 51,567	\$ -	\$ 51,567	
Pass-Through From:						
Texas Workforce Commission						
WIOA Dislocated Worker Formula Grants	17.278	1018ATP002	-	234	234	-
WIOA Dislocated Worker Formula Grants	17.278	1019ATP001	-	74,296	74,296	-
Total U.S. Department of Labor			\$ 51,567	\$ 74,530	\$ 126,097	\$ -
<u>National Endowment of the Humanities</u>						
Direct Program						
Promotion of the Humanities - Division of Preservation and Access	45.149		\$ 137	\$ -	\$ 137	-
Total National Endowment of the Humanities			\$ 137	\$ -	\$ 137	\$ -
<u>National Science Foundation:</u>						
Pass-Through From:						
University of Texas at El Paso						
Geosciences - UTEP - Slates FY 18	47.050	226100976B		22,075	22,075	
Geosciences - UTEP - ROCCS	47.050	EAR-1559716		16,389	16,389	
Education and Human Resources UTEP/NSF-H-AGEP	47.076	226100968B		69,686	69,686	
Education and Human Resources UTEP/LSAMP 2018	47.076	226100996D		10,105	10,105	-
Total pass through from University of Texas at El Paso			-	118,255	118,255	-
Total National Science Foundation			\$ -	\$ 118,255	\$ 118,255	\$ -

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Expenditures of Federal Awards (continued)
Year Ended August 31, 2019

Schedule E

	Federal CFDA Number	Pass-through Grantor's Number	Direct Awards	Pass-Through Awards	Total	Subrecipients Expenditures
U.S. Small Business Administration:						
Pass-Through From:						
University of Texas at San Antonio						
UTSA SBDC SBA 2018	59.037	8-603001-Z-0049-32-EPCC	\$ -	\$ 77,324	\$ 77,324	\$ -
UTSA SBDC SBA 2019	59.037	9-603001-Z-0049-33-EPCC	-	189,343	189,343	-
Total U.S. Small Business Administration			\$ -	\$ 266,667	\$ 266,667	\$ -
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		\$ 452,149	\$ -	\$ 452,149	\$ 35,640
Pass-Through From:						
Research and Development Cluster						
National Institutes of Health						
University of Texas at El Paso						
UTEP Bridges to the Future 2019	93.859	226141158B		23,337	23,337	
UTEP Bridges to the Future 2020	93.859	226141158B	-	16,470	16,470	-
Total Research and Development Cluster			452,149	39,807	491,956	35,640
Pass-Through From:						
National Institute of Health						
University of Texas at El Paso						
Trans-NIH Research Support						
UTEP NIH Build Initiative 2019	93.310	226141271F	-	73,236	73,236	-
			-	73,236	73,236	-
Texas Workforce Commission						
Temporary Assistance for Needy Families						
Apprenticeship Program FY 19	93.558	1018ATP002		52	52	
Apprenticeship Program FY 20	93.558	1019ATP001	-	11,198	11,198	-
Texas Association of Community Colleges						
Temporary Assistance for Needy Families						
TSC Career Pathways P. - Education	93.558	N/A	-	3,244	3,244	-
Total Temporary Assistance for Needy Families			-	14,494	14,494	-
VOLAR Center for Independent Living						
Administration for Community Living						
Developmental Disabilities Basic Support and Advo	93.630	N/A	-	12,141	12,141	-
Total U.S. Department of Health and Human Services			\$ 452,149	\$ 139,678	\$ 591,827	\$ 35,640
Total Federal Financial Assistance:			\$ 60,131,749	\$ 1,711,348	\$ 61,843,097	\$ 35,640

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AUGUST 31, 2019

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, 2019. 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 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

Federal Grantor CFDA 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	\$ 4,596,580	\$ -	\$ 4,596,580

4. AMOUNTS PASSED THROUGH BY THE COLLEGE

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

CFDA Number	Primary Award	Recipient	Amount Provided to Subrecipient
93.859	CI004956	University of Texas at El Paso	\$ 22,744
93.859	CJ004955	New Mexico State University	\$ 12,896

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS
AUGUST 31, 2019

5. FEDERAL ASSISTANCE RECONCILIATION

Federal Revenue - Per Schedule E

Per Schedule of Expenditures of Federal Awards	\$ 61,843,097
Direct Student Loans	(4,596,580)
Funds passed through to others	(35,640)
Non Operating Federal Revenue from Schedule C	(53,278,759)
Total Federal Revenue per Schedule A	<u>\$ 3,932,118</u>

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Schedule of Expenditures of State Awards
Year Ended August 31, 2019

Schedule F

	State Grantor's Number	Disbursements And Expenditures
<u>Texas Workforce Commission:</u>		
Direct Programs:		
Skills for Transition	1017SDF000	\$ 2,919
Apprenticeship Program FY 2018	1018ATP002	586
TWC - Skills for Small Business 2018	1018SSD000	4,668
TWC - Technimark Skills Development	1018SDF000	175,860
TWC - Delfingen Skills Development	1018SDF001	65,148
TWC - Apprenticeship FY 2019	1019ATP001	134,512
TWC - Skills for Transition FY 2019	1019SDF001	7,052
TWC SDF Manufacturing Consortium	1019SDF002	10,542
Total Texas Workforce Commission		\$ 401,287
<u>Texas Higher Education Coordinating Board:</u>		
TEOG Initial	N/A	\$ 795,400
TEOG Renewal	N/A	1,481,796
State Work-study 2018/2019	N/A	137,906
Regional Networks	11710/15216/17348/19098/20500	8,347
Work Study Student Mentorship	15557/17511/19484/20832	77,363
T-STEM 2016 Scholarship	16898	9,068
College Readiness & Success Models	18678	35,401
THECB - SRSM 2018	20512	19,517
SGPD	N/A	148,250
Total Texas Higher Education Coordinating Board		\$ 2,713,048
<u>The State of Texas</u>		
Texas Department of Transportation	601CT0000018388	\$ 717
Total Texas Department of Assistive & Rehabilitative Services		717
Total State Financial Assistance		\$ 3,115,052

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF STATE AWARDS
AUGUST 31, 2019

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	\$ 3,115,052
SGPD Awards from prior period set-asides	(148,250)
Non Operating State Revenue from Schedule C	<u>(401,287)</u>
Total State Revenue per Schedule A	<u>\$ 2,565,515</u>

RENE D. PEÑA, CPA
TERI A. REINERT, CPA
CRISTINA A. SALAZAR, 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, 2019 and the related notes to the financial statements, which collectively comprise El Paso County Community College District basic financial statements, and have issued our report thereon dated December 20, 2019.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 over financial reporting 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.

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 statement amounts. 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.

Pence Briones McDaniel & Co

El Paso, Texas
December 20, 2019

RENE D. PÉNA, CPA
TERI A. REINERT, CPA
CRISTINA A. SALAZAR, 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 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

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, 2019. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal and state programs based on our audit of the types of compliance requirements referred to above. 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*. Those standards, Uniform Guidance, and the *State of Texas Single Audit Circular* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended August 31, 2019.

Report on Internal Control Over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Pena Briner McDaniel & Co

December 20, 2019
El Paso, Texas

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2019**

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

UnmodifiedAny 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:

CFDA Number(s)**Name of Federal Program or Cluster**84.007; 84.033; 84.063; 84.268;
84.042Student Financial Aid Cluster
TRIO Student Support Services

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2019**

Federal Awards (Continued)

Dollar threshold used to distinguish between Type A and Type B Programs: \$1,855,293

Auditee qualified as low-risk auditee? X yes no

State 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 State of Texas Single Audit Circular? yes X no

Identification of major programs:

<u>Grantor's Number</u>	<u>Name of State Program</u>
---	TEOG Program
1018SDF000	TWC Technimark Skills Development
1018SDF001	TWC Delfingen Skills Development
1017SDF000	TWC Skills for Transition
1019SDF001	TWC Skills for Transition
1019SDF002	TWC SDF Manufacturing Consortium

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

Auditee qualified as low-risk auditee? X yes no

**EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2019**

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, 2019 and 2018, no findings or questioned costs were noted.

Section III - State Awards Findings and Questioned Costs

For the years ended August 31, 2019 and 2018, no findings or questioned costs were noted.

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,			
	2019	2018 as restated	2017	2016
Net investment in capital assets	\$ 99,809,384	\$ 96,438,897	\$ 92,819,547	\$ 90,353,349
Restricted - expendable	49,884,060	45,797,561	40,499,821	27,445,329
Restricted - nonexpendable	771,717	753,741	742,942	737,859
Unrestricted	(30,568,402)	(35,342,985)	27,836,906	25,860,722
Total primary government net position	<u>\$ 119,896,759</u>	<u>\$ 107,647,214</u>	<u>\$ 161,899,216</u>	<u>\$ 144,397,259</u>

Changes in Net Position

	For the Year Ended August 31,			
	2019	2018 as restated	2017	2016
Net position at beginning of year	\$ 107,647,214	\$ 161,899,216	\$ 144,397,259	\$ 132,562,842
Total revenues - page 68	197,094,814	196,292,946	191,464,935	182,238,275
Total expenses - page 70	(184,845,269)	(181,659,444)	(173,962,978)	(170,403,858)
Change in accounting principles - 2018 GASB 75, 2015 GASB 68 and 2013 GASB 65	-	(68,885,504)	-	-
Change in net position	<u>12,249,545</u>	<u>(54,252,002)</u>	<u>17,501,957</u>	<u>11,834,417</u>
Net position at end of year	<u>\$ 119,896,759</u>	<u>\$ 107,647,214</u>	<u>\$ 161,899,216</u>	<u>\$ 144,397,259</u>

For the Year Ended August 31,

2015 as restated	2014	2013 as restated	2012	2011	2010
\$ 84,541,270	\$ 78,237,413	\$ 79,937,511	\$ 76,631,932	\$ 68,925,159	\$ 61,606,183
28,457,827	29,895,813	23,103,969	21,450,792	26,857,747	30,331,430
733,942	741,151	737,449	740,985	738,681	736,950
18,829,803	34,714,354	27,875,471	26,263,067	20,628,820	18,838,065
<u>\$ 132,562,842</u>	<u>\$ 143,588,731</u>	<u>\$ 131,654,400</u>	<u>\$ 125,086,776</u>	<u>\$ 117,150,407</u>	<u>\$ 111,512,628</u>

For the Year Ended August 31,

2015 as restated	2014	2013 as restated	2012	2011	2010
\$ 143,588,731	\$ 131,654,400	\$ 125,086,776	\$ 117,150,407	\$ 111,512,628	\$ 106,542,874
182,544,087	181,503,948	179,796,871	182,493,532	187,197,068	175,032,116
(171,140,882)	(169,569,617)	(172,442,933)	(174,557,163)	(181,559,289)	(170,062,362)
(22,429,094)	-	(786,314)			
<u>(11,025,889)</u>	<u>11,934,331</u>	<u>6,567,624</u>	<u>7,936,369</u>	<u>5,637,779</u>	<u>4,969,754</u>
<u>\$ 132,562,842</u>	<u>\$ 143,588,731</u>	<u>\$ 131,654,400</u>	<u>\$ 125,086,776</u>	<u>\$ 117,150,407</u>	<u>\$ 111,512,628</u>

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

	For the Year Ended August 31,			
	2019	2018	2017	2016
Tuition and Fees (Net of Discounts)	\$ 25,133,302	\$ 23,584,940	\$ 25,742,814	\$ 22,587,165
Federal Grants and Contracts	3,932,118	4,355,674	5,276,629	4,892,826
State Grants and Contracts	2,565,515	2,642,357	2,871,915	3,558,974
Non-Governmental Grants and Contracts	978,838	1,083,799	1,569,774	1,442,291
Auxiliary enterprises	1,757,605	1,492,505	1,849,813	1,860,428
Other Operating Revenues	2,379,876	3,225,812	4,200,043	1,670,723
Total Operating Revenues	36,747,254	36,385,087	41,510,988	36,012,407
State Appropriations	41,333,463	44,401,521	40,715,392	40,164,623
Ad Valorem Taxes	61,284,007	58,183,388	54,511,241	52,876,467
Federal Grants, Non Operating	53,278,759	53,302,826	52,053,316	52,353,783
Other State Grants, Non Operating	401,287	202,541	954,951	499,605
Gain on Sale of Capital Asset	-	819,749	-	-
Investment income	4,050,044	2,997,834	1,719,047	331,390
Total Non-Operating Revenues	160,347,560	159,907,859	149,953,947	146,225,868
Total Revenues	\$ 197,094,814	\$ 196,292,946	\$ 191,464,935	\$ 182,238,275

	For the Year Ended August 31,			
	2019	2018	2017	2016
Tuition and Fees (Net of Discounts)	12.75%	12.02%	13.45%	12.39%
Federal Grants and Contracts	2.00%	2.22%	2.76%	2.68%
State Grants and Contracts	1.30%	1.35%	1.50%	1.95%
Non-Governmental Grants and Contracts	0.50%	0.55%	0.82%	0.79%
Auxiliary enterprises	0.89%	0.76%	0.97%	1.02%
Other Operating Revenues	1.21%	1.64%	2.19%	0.92%
Total Operating Revenues	18.64%	18.54%	21.68%	19.76%
State Appropriations	20.97%	22.62%	21.27%	22.04%
Ad Valorem Taxes	31.09%	29.64%	28.47%	29.02%
Federal Grants, Non Operating	27.02%	27.14%	27.18%	28.72%
Other State Grants, Non Operating	0.20%	0.10%	0.50%	0.27%
Gain on Sale of Capital Asset	0.00%	0.42%	0.00%	0.00%
Investment income	2.05%	1.53%	0.90%	0.18%
Total Non-Operating Revenues	81.36%	81.46%	78.32%	80.24%
Total Revenues	100.00%	100.00%	100.00%	100.00%

For the Year Ended August 31,

2015	2014	2013 as restated	2012	2011	2010
\$ 19,754,484	\$ 20,354,706	\$ 22,181,240	\$ 20,414,460	\$ 19,907,092	\$ 15,418,488
3,823,954	3,988,745	4,015,782	4,979,369	6,405,026	6,033,833
4,774,266	3,671,854	2,796,080	3,290,648	4,600,579	4,292,592
1,238,976	1,404,758	1,691,132	1,381,894	1,176,653	1,222,429
1,689,805	1,799,345	1,987,554	2,149,564	2,004,136	1,498,348
2,102,201	1,811,196	2,156,824	1,956,063	822,643	922,665
33,383,686	33,030,604	34,828,612	34,171,998	34,916,129	29,388,355
41,640,965	41,286,052	38,284,946	38,364,441	41,206,833	41,592,662
49,302,345	47,104,419	42,729,975	42,055,081	37,689,872	36,967,294
57,538,440	59,466,875	63,124,632	67,420,731	72,591,478	65,793,408
505,193	446,157	663,584	339,489	431,302	508,434
-	-	-	-	-	-
173,458	169,841	165,122	141,792	361,454	781,963
149,160,401	148,473,344	144,968,259	148,321,534	152,280,939	145,643,761
\$ 182,544,087	\$ 181,503,948	\$ 179,796,871	\$ 182,493,532	\$ 187,197,068	\$ 175,032,116

For the Year Ended August 31,

2015	2014	2013 as restated	2012	2011	2010
10.82%	11.21%	12.34%	11.19%	10.63%	8.81%
2.09%	2.20%	2.23%	2.73%	3.42%	3.45%
2.62%	2.02%	1.56%	1.80%	2.46%	2.45%
0.68%	0.77%	0.94%	0.76%	0.63%	0.70%
0.93%	0.99%	1.11%	1.18%	1.07%	0.86%
1.15%	1.00%	1.20%	1.07%	0.44%	0.53%
18.29%	18.20%	19.37%	18.73%	18.65%	16.79%
22.81%	22.75%	21.29%	21.02%	22.01%	23.76%
27.01%	25.95%	23.77%	23.04%	20.13%	21.12%
31.51%	32.76%	35.11%	36.94%	38.78%	37.59%
0.28%	0.25%	0.37%	0.19%	0.23%	0.29%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.10%	0.09%	0.09%	0.08%	0.19%	0.45%
81.71%	81.80%	80.63%	81.27%	81.35%	83.21%
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,			
	2019	2018	2017	2016
Instruction	\$ 65,192,950	\$ 62,106,611	\$ 61,817,038	\$ 59,652,029
Research	180,055	166,368	71,007	72,795
Public service	5,276,605	5,457,106	5,768,757	5,749,966
Academic support	24,149,179	22,612,583	21,588,054	20,291,983
Student services	12,830,991	12,290,768	11,723,867	11,392,376
Institutional support	27,667,763	27,575,125	24,617,974	23,190,040
Operation and maintenance of plant	11,455,250	11,288,934	11,071,739	10,429,127
Scholarships and fellowships	24,574,969	26,246,643	26,082,325	29,383,576
Auxiliary enterprises	2,920,706	3,318,159	3,544,678	3,430,975
Depreciation	5,119,947	5,039,611	4,945,803	4,682,201
Total Operating Expenses	179,368,415	176,101,908	171,231,242	168,275,068
Interest on capital related debt	5,476,854	5,557,536	2,731,736	2,128,790
Total Non-Operating Expenses	5,476,854	5,557,536	2,731,736	2,128,790
Total Expenses	\$ 184,845,269	\$ 181,659,444	\$ 173,962,978	\$ 170,403,858

	For the Year Ended August 31,			
	2019	2018	2017	2016
Instruction	35.27%	34.19%	35.53%	35.01%
Research	0.10%	0.09%	0.04%	0.04%
Public service	2.85%	3.00%	3.32%	3.37%
Academic support	13.06%	12.45%	12.41%	11.91%
Student services	6.94%	6.77%	6.74%	6.69%
Institutional support	14.97%	15.18%	14.15%	13.61%
Operation and maintenance of plant	6.20%	6.21%	6.36%	6.12%
Scholarships and fellowships	13.29%	14.45%	14.99%	17.24%
Auxiliary enterprises	1.58%	1.83%	2.04%	2.01%
Depreciation	2.77%	2.77%	2.84%	2.75%
Total Operating Expenses	97.04%	96.94%	98.43%	98.75%
Interest on capital related debt	2.96%	3.06%	1.57%	1.25%
Total Non-Operating Expenses	2.96%	3.06%	1.57%	1.25%
Total Expenses	100.00%	100.00%	100.00%	100.00%

For the Year Ended August 31,

2015	2014	2013 as restated	2012	2011	2010
\$ 57,670,958	\$ 57,157,664	\$ 57,143,086	\$ 56,569,373	\$ 57,782,436	\$ 54,335,517
69,457	64,399	67,172	46,990	46,835	41,360
6,149,566	6,369,946	6,007,731	5,741,054	5,623,512	6,243,089
19,735,815	18,451,025	18,006,899	18,022,725	18,684,484	18,410,143
10,135,782	10,023,566	10,275,524	9,899,398	10,409,484	10,562,151
21,351,304	20,701,313	19,932,692	20,028,102	20,167,121	20,029,700
10,580,794	10,025,991	9,163,297	9,554,646	8,907,338	9,487,154
35,311,744	36,337,411	39,964,638	44,001,068	50,636,516	41,962,679
3,333,261	3,424,490	4,755,196	3,008,770	2,180,466	1,753,830
4,474,342	4,515,734	4,460,995	4,787,773	4,033,896	4,121,401
168,813,023	167,071,539	169,777,230	171,659,899	178,472,088	166,947,024
2,327,859	2,498,078	2,665,703	2,897,264	3,087,201	3,115,338
2,327,859	2,498,078	2,665,703	2,897,264	3,087,201	3,115,338
\$ 171,140,882	\$ 169,569,617	\$ 172,442,933	\$ 174,557,163	\$ 181,559,289	\$ 170,062,362

For the Year Ended August 31,

2015	2014	2013 as restated	2012	2011	2010
33.70%	33.71%	33.13%	32.42%	31.82%	31.96%
0.04%	0.04%	0.04%	0.03%	0.03%	0.02%
3.59%	3.76%	3.48%	3.29%	3.10%	3.67%
11.53%	10.88%	10.44%	10.32%	10.29%	10.83%
5.92%	5.91%	5.96%	5.67%	5.73%	6.21%
12.48%	12.21%	11.56%	11.47%	11.11%	11.78%
6.18%	5.91%	5.31%	5.47%	4.91%	5.58%
20.63%	21.43%	23.18%	25.21%	27.89%	24.67%
1.95%	2.02%	2.76%	1.72%	1.20%	1.03%
2.61%	2.66%	2.59%	2.74%	2.22%	2.42%
98.64%	98.53%	98.45%	98.34%	98.30%	98.17%
1.36%	1.47%	1.55%	1.66%	1.70%	1.83%
1.36%	1.47%	1.55%	1.66%	1.70%	1.83%
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

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		
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%
2011-12	67.00	10.00	924.00	10.79%
2010-11	59.50	10.00	834.00	0.00%
2009-10	59.50	10.00	834.00	17.46%

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		
2018-19	\$ 215.00	\$ 20.00	\$ 2,424.00	7.45%
2017-18	200.00	20.00	2,256.00	0.00%
2016-17	200.00	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%
2011-12	94.00	10.00	1,248.00	12.43%
2010-11	82.50	10.00	1,110.00	0.00%
2009-10	82.50	10.00	1,110.00	12.92%

Note: 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)

							Direct Rate		
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	Maintenance & Operations (a)	Debt Service (a)	Total (a)
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
2011-12	36,401,060,000	5,227,036,177	41,628,096,177	5,592,871,383	36,035,224,794	86.56%	0.115442		0.115442
2010-11	35,118,376,418	4,685,813,189	39,804,189,607	4,884,780,918	34,919,408,689	87.73%	0.107329		0.107329
2009-10	34,295,699,719	5,336,529,677	39,632,229,396	5,027,414,797	34,604,814,599	87.31%	0.105670		0.105670

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	
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
2011-12	30,977,449	20,199	1,534	8,925,088	2,477,978	11,403,066	2.72
2010-11	31,155,773	20,483	1,521	8,944,096	2,575,676	11,519,772	2.70
2009-10	31,479,078	19,724	1,596	8,782,224	2,274,155	11,056,379	2.85

Notes:

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

Source:

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)			
		2019	2018	2017	2016
El Paso Electric Company	Utility	\$ 602,789	\$ 568,704	\$ 534,623	\$ 450,842
Western Refining Company LP	Refining	500,819	481,540	454,064	488,623
Walmart	Retail	291,985	264,566	263,256	264,748
Sierra Providence Physical Rehab Tenet Hospitals	Hospital	220,057	218,511	216,577	207,305
River Oaks Properties LTD	Properties	180,162	174,269	174,437	168,924
Texas Gas Service	Utility	141,813	131,636	117,028	95,624
Simon Property Group	Properties	127,863	128,440	132,761	136,652
Union Pacific Railroad	Railroad	108,682	104,757	98,398	92,872
Hawkins & I-10 Acquisition Company	Properties	99,979	94,055	141,649	149,544
Tenet Hospitals Limited	Hospital	89,362	86,193	88,014	
El Paso Outlet Center Holding Co	Properties				90,594
Southwestern Bell Telephone	Utility				
Cardinal Health 5 LLC	Hospital				
Freeport - McMoran	Refining				
Totals		\$ 2,363,511	\$ 2,252,671	\$ 2,220,807	\$ 2,145,728
Total Taxable Assessed Value		\$ 43,343,712	\$ 41,090,969	\$ 40,300,291	\$ 39,415,811

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year			
		2019	2018	2017	2016
El Paso Electric Company	Utility	1.39%	1.38%	1.33%	1.14%
Western Refining Company LP	Refining	1.16%	1.17%	1.13%	1.24%
Walmart	Retail	0.67%	0.64%	0.65%	0.67%
Sierra Providence Physical Rehab Tenet Hospitals	Hospital	0.51%	0.53%	0.54%	0.53%
River Oaks Properties LTD	Properties	0.42%	0.42%	0.43%	0.43%
Texas Gas Service	Utility	0.33%	0.32%	0.29%	0.24%
Simon Property Group	Properties	0.29%	0.31%	0.33%	0.35%
Union Pacific Railroad	Railroad	0.25%	0.25%	0.24%	0.24%
Hawkins & I-10 Acquisition Company	Properties	0.23%	0.23%	0.35%	0.38%
Tenet Hospitals Limited	Hospital	0.21%	0.21%	0.22%	
El Paso Outlet Center Holding Co	Properties				0.23%
Southwestern Bell Telephone	Utility				
Cardinal Health 5 LLC	Hospital				
Freeport - McMoran	Refining				
Totals		5.45%	5.48%	5.51%	5.44%

Source: Local County Appraisal District

Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)						
2015	2014	2013	2012	2011	2010	
\$ 407,000	\$ 328,530	\$ 286,055	\$ 264,012	\$ 257,067	\$ 229,477	
565,133	488,902	474,080	910,434	422,701	365,474	
272,917	264,534	87,331	77,495	86,063		
248,180	223,489	218,264	231,585	236,237	235,065	
165,442	163,812	169,519	159,706	162,192	189,984	
87,700	93,750	84,076	75,576	73,393	65,351	
137,076	177,170	195,509	195,371	195,470	182,874	
87,158	89,551					
84,675	101,325					
93,771		89,948	92,013	82,502	50,922	
	81,141	84,111	92,762	103,544	118,810	
		79,833	81,411	70,601	53,890	
					52,294	
\$ 2,149,052	\$ 2,012,204	\$ 1,768,726	\$ 2,180,365	\$ 1,689,770	\$ 1,544,141	
\$ 38,375,097	\$ 37,840,024	\$ 37,402,767	\$ 36,035,225	\$ 34,919,409	\$ 34,604,815	

% of Taxable Assessed Value (TAV) by Tax Year						
2015	2014	2013	2012	2011	2010	
1.06%	0.87%	0.76%	0.73%	0.73%	0.66%	
1.47%	1.29%	1.27%	2.53%	1.21%	1.06%	
0.71%	0.70%	0.23%	0.22%	0.25%		
0.65%	0.59%	0.58%	0.64%	0.68%	0.68%	
0.43%	0.43%	0.45%	0.44%	0.46%	0.55%	
0.23%	0.25%					
0.36%	0.47%	0.52%	0.54%	0.56%	0.53%	
0.23%	0.24%	0.00%	0.00%	0.00%	0.00%	
0.22%	0.27%					
0.24%		0.24%	0.26%	0.24%	0.15%	
	0.21%	0.22%	0.26%	0.30%	0.34%	
		0.21%	0.23%	0.20%	0.16%	
					0.15%	
5.60%	5.32%	4.48%	6.05%	4.63%	4.28%	

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	
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
2011-12	0.115442	-	0.115442	0.361196	0.658404	1.269678	0.192363	2.597083
2010-11	0.107329	-	0.107329	0.363403	0.653700	1.256527	0.182124	2.563083
2009-10	0.105670	-	0.105670	0.338258	0.633000	1.258298	0.179405	2.514631

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
2018-19	\$ 61,267,243	\$ (387,445)	\$ 60,879,798	\$ 59,671,583	98.02%	\$ -	\$ -	\$ 59,671,583	98.02%
2017-18	58,644,632	(510,712)	58,133,920	57,149,858	98.31%	-	355,688	57,505,546	98.92%
2016-17	54,843,817	(853,570)	53,990,247	53,328,020	98.77%	93,722	116,625	53,538,367	99.16%
2015-16	53,139,540	(695,979)	52,443,561	51,740,083	98.66%	262,192	80,627	52,082,902	99.31%
2014-15	49,473,303	(483,217)	48,990,086	48,244,378	98.48%	397,143	62,256	48,703,777	99.42%
2013-14	47,455,189	(715,320)	46,739,869	46,062,532	98.55%	389,074	41,647	46,493,253	99.47%
2012-13	42,884,204	(517,356)	42,366,848	41,705,331	98.44%	434,911	22,152	42,162,394	99.52%
2011-12	41,810,318	(418,501)	41,391,817	40,618,634	98.13%	564,586	15,775	41,198,995	99.53%
2010-11	37,798,782	(371,013)	37,427,769	36,538,292	97.62%	683,542	11,495	37,233,330	99.48%
2009-10	37,047,109	(511,441)	36,535,668	35,677,909	97.65%	677,841	9,318	36,365,068	99.53%

Source: 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,				
	2019	2018	2017	2016	2015
<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%	0.00%
<u>Other Debt</u>					
Revenue Bonds - See Note 6	\$ 128,335,000	\$ 131,930,000	\$ 135,455,000	\$ 43,350,000	\$ 47,095,000
Revenue Bonds Premium- See Note 7	12,819,216	13,376,595	13,933,930	1,673,230	1,850,918
Notes - See Note 9	-	-	376,287	770,409	1,253,808
Capital Lease Obligations	-	-	-	-	-
Total Outstanding Debt	\$ 141,154,216	\$ 145,306,595	\$ 149,765,217	\$ 45,793,639	\$ 50,199,726
<u>Total Outstanding Debt Ratios</u>					
Per Capita	\$ 153.42	\$ 157.93	\$ 165.56	\$ 51.52	\$ 57.47
Per Student	\$ 8,018	\$ 8,235	\$ 8,272	\$ 2,532	\$ 2,733
As a percentage of Taxable Assessed Value	0.33%	0.35%	0.37%	0.12%	0.13%

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,

2014	2013	2012	2011	2010
\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -
0.00%	0.00%	0.00%	0.00%	0.00%

\$ 50,660,000	\$ 54,090,000	\$ 57,355,000	\$ 60,490,000	\$ 63,500,000
2,028,606	2,206,293	2,383,982	2,561,669	2,739,357
1,775,622	2,282,065	2,773,157	3,249,518	3,696,627
-	-	3,310	32,654	89,863
\$ 54,464,228	\$ 58,578,358	\$ 62,515,449	\$ 66,333,841	\$ 70,025,847

\$ 64.78	\$ 69.23	\$ 75.78	\$ 80.85	\$ 87.03
2,876	2,960	3,095	3,238	3,550
0.14%	0.16%	0.17%	0.19%	0.20%

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

	For the Year Ended August 31,			
	2019	2018	2017	2016
Taxable Assessed Value	\$ 43,343,712,075	\$ 41,090,968,693	\$ 40,300,290,827	\$ 39,415,811,418
General Obligation Bonds				
Statutory Tax Levy Limit for Debt Service	216,718,560	205,454,843	201,501,454	197,079,057
Less: Funds Restricted for Repayment of General Obligation Bonds				
Net Statutory Tax Levy Limit for Debt Service	216,718,560	205,454,843	201,501,454	197,079,057
Current Year Debt Service Requirements	-	-	-	-
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 216,718,560	\$ 205,454,843	\$ 201,501,454	\$ 197,079,057
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,

2015	2014	2013	2012	2011	2010
\$ 38,375,097,123	\$ 37,840,023,679	\$ 37,402,767,369	\$ 36,035,224,794	\$ 34,919,408,689	\$ 34,604,814,599
191,875,486	189,200,118	187,013,837	180,176,124	174,597,043	173,024,073
191,875,486	189,200,118	187,013,837	180,176,124	174,597,043	173,024,073
-	-	-	-	-	-
\$ 191,875,486	\$ 189,200,118	\$ 187,013,837	\$ 180,176,124	\$ 174,597,043	\$ 173,024,073
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			
	(1) Tuition	General Use Fee	Interest Income	Total	Principal	Interest	Total	Coverage Ratio
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
2012	11,657,934	6,151,759	95,371	17,905,064	3,265,000	2,833,800	6,098,800	2.94
2011	9,654,356	6,288,519	98,245	16,041,120	3,135,000	2,964,745	6,099,745	2.63
2010	9,368,777	5,905,681	129,087	15,403,545	3,010,000	3,088,967	6,098,967	2.53

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) (2)	District Personal Income Per Capita (2)	District Unemployment Rate (3)
2019	936,055	\$ 30,301,500	\$ 35,836	3.70%
2018	920,048	29,209,200	34,575	3.90%
2017	904,586	27,744,310	32,952	3.80%
2016	888,912	27,348,677	32,598	5.30%
2015	873,513	26,606,169	31,799	5.10%
2014	840,769	25,891,399	31,156	7.00%
2013	846,175	25,076,766	30,186	8.80%
2012	824,994	24,695,912	30,088	10.30%
2011	820,425	24,104,907	29,381	10.60%
2010	804,655	22,587,471	28,071	10.20%

Sources:

- (1) Texas Department of State Health Services
- (2) Bureau of Economic Analysis (estimate)
- (3) Texas Workforce Commission

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

Employer	2019		2018		2017		2016	
	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	11,532	3.27%	13,000	3.59%	11,329	3.31%	12,251	3.64%
El Paso Independent School District	7,875	2.23%	9,000	2.49%	7,875	2.30%	8,380	2.49%
Ysleta Independent School District	6,022	1.71%	6,000	1.66%	6,022	1.76%	7,602	2.26%
T & T Staff Management Inc.	5,800	1.64%	5,348	1.48%	5,348	1.56%	5,348	1.59%
Socorro Independent School District	5,793	1.64%	5,532	1.53%	5,155	1.51%	5,039	1.50%
City of El Paso	5,556	1.57%	6,836	1.89%	6,836	2.00%	5,484	1.63%
Tenet Hospital Ltd	5,293	1.50%	3,600	0.99%	3,407	0.99%	5,100	1.51%
Wal-Mart	4,834	1.37%	4,834	1.34%	4,834	1.41%	2,826	0.84%
University of Texas at El Paso	3,360	0.95%	3,332	0.92%	3,332	0.97%	3,700	1.10%
University Medical Center	3,081	0.87%	2,900	0.80%	2,858	0.83%	2,858	0.85%
El Paso County Community College District	3,077	0.87%	3,102	0.86%	3,123	0.91%	3,167	0.94%
County of El Paso	2,914	0.83%	2,892	0.80%	2,892	0.84%	2,892	0.86%
El Paso Health Care System, LTD	2,585	0.73%	2,300	0.64%	2,100	0.61%	2,300	0.68%
Bureau of Customs - Border Patrol Div	2,408	0.68%	2,408	0.67%	2,408	0.70%	2,408	0.71%
Alorica	2,061	0.58%	2,400	0.66%	2,500	0.73%	2,500	0.74%
Clint Independent School District	1,500	0.43%	1,450	0.40%			1,611	0.48%
Datamark Inc.	1,200	0.34%			2,300	0.67%		
Elcom, Inc.								
AT&T								
Total	74,891	21.23%	74,934	20.70%	72,319	21.12%	73,466	21.81%

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

Source:
City of El Paso Economic & International Development
The Borderplex Alliance
Texas Workforce Commission
Fort Bliss Public Information Office

2015		2014		2013		2012		2011		2010	
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
12,834	4.00%	12,000	3.98%	10,700	3.64%	10,804	3.60%	8,000	2.51%	14,750	4.75%
9,000	2.80%	9,000	2.99%	9,000	3.06%	9,000	3.00%	9,000	2.83%	9,000	2.90%
7,851	2.44%	7,851	2.60%	8,000	2.72%	8,000	2.67%	7,155	2.25%	7,155	2.31%
5,020	1.56%	5,020	1.67%	5,020	1.71%	5,020	1.67%	4,687	1.47%	5,587	1.80%
6,299	1.96%	6,299	2.09%	5,805	1.97%	7,000	2.33%	7,000	2.20%	7,000	2.26%
6,570	2.05%	6,570	2.18%	5,545	1.88%	6,390	2.13%	6,500	2.04%	6,500	2.10%
3,053	0.95%	3,053	1.01%	3,053	1.04%	3,053	1.02%	3,053	0.96%	3,053	0.98%
3,071	0.96%	3,065	1.02%	2,948	1.00%	2,095	0.70%	3,078	0.97%	3,205	1.03%
3,700	1.15%	3,700	1.23%	2,718	0.92%	3,770	1.26%	2,867	0.90%	2,681	0.86%
2,455	0.76%	2,455	0.81%	2,455	0.83%	2,455	0.82%				
3,066	0.95%	3,121	1.04%	3,192	1.08%	3,194	1.06%	3,252	1.02%	3,152	1.02%
2,834	0.88%	2,800	0.93%	2,771	0.94%	2,771	0.92%				
3,000	0.93%										
2,150	0.67%	2,150	0.71%	2,150	0.73%	2,150	0.72%				
2,900	0.90%										
2,444	0.76%	2,444	0.81%								
76,247	23.72%	69,528	23.07%	63,357	21.52%	65,702	21.90%	54,592	17.15%	62,083	20.01%

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

	Fiscal Year Ended August 31,			
	2019	2018	2017	2016
Faculty				
Full-time	453	460	460	472
Part-time	844	841	857	881
Total	1,297	1,301	1,317	1,353
Percent				
Full-time	34.9%	35.4%	34.9%	34.9%
Part-time	65.1%	64.6%	65.1%	65.1%
Staff and Administrators				
Full-time	775	788	790	770
Part-time	1,005	1,013	1,016	1,044
Total	1,780	1,801	1,806	1,814
Percent				
Full-time	43.5%	43.8%	43.7%	42.4%
Part-time	56.5%	56.2%	56.3%	57.6%
FTSE per Full-time Faculty	38.86	38.36	39.36	38.31
FTSE per Full-Time Staff Member	22.71	22.39	22.92	23.49
Average Annual Faculty Full-Time Salary	\$58,176	\$57,744	\$57,035	\$56,213

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

Fiscal Year Ended August 31,

2015	2014	2013	2012	2011	2010
466	471	470	419	417	405
887	916	988	1,043	1,113	1,045
1,353	1,387	1,458	1,462	1,530	1,450
34.4%	34.0%	32.2%	28.7%	27.3%	27.9%
65.6%	66.0%	67.8%	71.3%	72.7%	72.1%
769	774	748	761	799	804
944	960	986	971	923	898
1,713	1,734	1,734	1,732	1,722	1,702
44.9%	44.6%	43.1%	43.9%	46.4%	47.2%
55.1%	55.4%	56.9%	56.1%	53.6%	52.8%
39.41	40.20	42.11	48.21	49.12	48.70
23.88	24.47	26.46	26.54	25.64	24.53
\$55,344	\$55,176	\$56,660	\$55,660	\$54,275	\$54,564

EL PASO COUNTY COMMUNITY COLLEGE DISTRICT
Statistical Supplement 16
Enrollment Details
Last Ten Fiscal Years
(unaudited)

Student Classification	Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 hours	19,726	64.76%	18,493	63.78%	20,183	65.69%	19,445	65.29%
31-60 hours	8,308	27.28%	8,213	28.33%	8,177	26.61%	8,056	27.05%
>60 hours	2,425	7.96%	2,287	7.89%	2,366	7.70%	2,282	7.66%
Total	30,459	100.00%	28,993	100.00%	30,726	100.00%	29,783	100.00%

Semester Hour Load	Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	283	0.93%	221	0.76%	250	0.81%	224	0.75%
3-5 semester hours	7,734	25.39%	7,152	24.67%	7,310	23.79%	6,897	23.16%
6-8 semester hours	8,419	27.64%	8,054	27.78%	8,398	27.33%	8,574	28.79%
9-11 semester hours	5,501	18.06%	5,517	19.03%	6,185	20.13%	5,876	19.73%
12-14 semester hours	6,383	20.96%	6,131	21.15%	6,495	21.14%	6,041	20.28%
15-17 semester hours	1,464	4.81%	1,294	4.46%	1,369	4.46%	1,427	4.79%
18 & over	675	2.22%	624	2.15%	719	2.34%	744	2.50%
Total	30,459	100.00%	28,993	100.00%	30,726	100.00%	29,783	100.00%

Average course load	8.1	8.1	8.2	8.2
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Tuition Status	Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident	28,789	94.52%	27,555	95.04%	29,322	95.43%	28,449	95.52%
Non-Resident	1,670	5.48%	1,438	4.96%	1,404	4.57%	1,334	4.48%
Total	30,459	100.00%	28,993	100.00%	30,726	100.00%	29,783	100.00%

Source: Institutional Data (Institutional Research Department)

Fall 2014		Fall 2013		Fall 2012		Fall 2011		Fall 2010		Fall 2009	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
17,062	57.49%	17,085	56.07%	18,585	57.85%	16,792	54.66%	16,627	55.59%	16,128	57.26%
9,208	31.03%	9,813	32.21%	9,900	30.81%	10,173	33.11%	9,728	32.53%	8,690	30.85%
3,406	11.48%	3,570	11.72%	3,642	11.34%	3,758	12.23%	3,554	11.88%	3,350	11.89%
29,676	100.00%	30,468	100.00%	32,127	100.00%	30,723	100.00%	29,909	100.00%	28,168	100.00%

Fall 2014		Fall 2013		Fall 2012		Fall 2011		Fall 2010		Fall 2009	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
233	0.79%	186	0.61%	231	0.72%	276	0.90%	218	0.73%	198	0.70%
6,485	21.85%	6,301	20.68%	6,422	19.99%	5,738	18.68%	5,507	18.41%	5,275	18.73%
8,255	27.82%	8,063	26.47%	8,741	27.21%	7,504	24.42%	7,299	24.40%	6,848	24.31%
5,571	18.77%	6,210	20.38%	6,290	19.58%	5,319	17.31%	5,226	17.47%	4,904	17.41%
6,688	22.54%	7,120	23.37%	7,779	24.21%	8,667	28.21%	8,464	28.30%	8,371	29.72%
1,577	5.31%	1,636	5.37%	1,717	5.34%	1,853	6.03%	1,874	6.27%	1,611	5.72%
867	2.92%	952	3.12%	947	2.95%	1,366	4.45%	1,321	4.42%	961	3.41%
29,676	100.00%	30,468	100.00%	32,127	100.00%	30,723	100.00%	29,909	100.00%	28,168	100.00%

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Fall 2014		Fall 2013		Fall 2012		Fall 2011		Fall 2010		Fall 2009	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
28,348	95.53%	29,037	95.30%	30,723	95.63%	28,982	94.33%	28,287	94.58%	26,626	94.53%
1,328	4.47%	1,431	4.70%	1,404	4.37%	1,741	5.67%	1,622	5.42%	1,542	5.47%
29,676	100.00%	30,468	100.00%	32,127	100.00%	30,723	100.00%	29,909	100.00%	28,168	100.00%

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

Gender	Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	17,544	57.60%	16,496	56.90%	17,344	56.45%	16,827	56.50%
Male	12,915	42.40%	12,497	43.10%	13,382	43.55%	12,956	43.50%
Total	30,459	100.00%	28,993	100.00%	30,726	100.00%	29,783	100.00%

Ethnic Origin	Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	2,165	7.11%	2,153	7.43%	2,427	7.90%	2,437	8.18%
Hispanic	25,830	84.80%	24,601	84.85%	26,078	84.87%	25,151	84.45%
African American	584	1.92%	613	2.11%	717	2.33%	736	2.47%
Asian	192	0.63%	199	0.69%	266	0.87%	251	0.84%
Native American	79	0.26%	72	0.25%	73	0.24%	89	0.30%
Other	1,609	5.28%	1,355	4.67%	1,165	3.79%	1,119	3.76%
Total	30,459	100.00%	28,993	100.00%	30,726	100.00%	29,783	100.00%

Age	Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	7,483	24.57%	6,132	21.15%	6,595	21.46%	5,868	19.70%
18 -21	12,271	40.29%	12,002	41.40%	12,538	40.81%	12,181	40.90%
22 - 24	3,998	13.13%	3,987	13.75%	4,264	13.88%	4,291	14.41%
25 - 35	4,828	15.85%	4,919	16.97%	5,188	16.88%	5,145	17.27%
36 - 50	1,538	5.05%	1,591	5.49%	1,756	5.72%	1,847	6.20%
51 & over	341	1.12%	362	1.25%	385	1.25%	451	1.51%
Total	30,459	100.00%	28,993	100.00%	30,726	100.00%	29,783	100.00%

Average Age	22.0	22.4	22.4	22.8
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Source: Institutional Data (Institutional Research Department)

Fall 2014		Fall 2013		Fall 2012		Fall 2011		Fall 2010		Fall 2009	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
16,907	56.97%	17,400	57.11%	18,407	57.29%	17,645	57.43%	17,177	57.43%	16,325	57.96%
12,769	43.03%	13,068	42.89%	13,720	42.71%	13,078	42.57%	12,732	42.57%	11,843	42.04%
29,676	100.00%	30,468	100.00%	32,127	100.00%	30,723	100.00%	29,909	100.00%	28,168	100.00%

Fall 2014		Fall 2013		Fall 2012		Fall 2011		Fall 2010		Fall 2009	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
2,357	7.94%	2,462	8.08%	2,619	8.15%	2,560	8.33%	2,648	8.85%	2,167	7.69%
25,247	85.08%	25,857	84.86%	27,571	85.82%	26,253	85.45%	25,444	85.08%	24,196	85.91%
704	2.37%	727	2.39%	727	2.26%	684	2.23%	701	2.34%	645	2.29%
248	0.84%	280	0.92%	298	0.93%	291	0.95%	271	0.91%	257	0.91%
96	0.32%	109	0.36%	115	0.36%	115	0.37%	102	0.34%	88	0.31%
1,024	3.45%	1,033	3.39%	797	2.48%	820	2.67%	743	2.48%	815	2.89%
29,676	100.00%	30,468	100.00%	32,127	100.00%	30,723	100.00%	29,909	100.00%	28,168	100.00%

Fall 2014		Fall 2013		Fall 2012		Fall 2011		Fall 2010		Fall 2009	
Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
4,666	15.72%	4,318	14.17%	4,585	14.27%	2,656	8.64%	2,474	8.27%	2,433	8.64%
12,478	42.05%	13,008	42.69%	13,743	42.78%	13,570	44.18%	13,174	44.06%	12,506	44.40%
4,514	15.21%	4,543	14.91%	4,610	14.35%	4,630	15.07%	4,549	15.21%	4,280	15.19%
5,390	18.16%	5,626	18.47%	5,857	18.23%	6,203	20.19%	5,974	19.97%	5,530	19.63%
2,121	7.15%	2,355	7.73%	2,688	8.37%	2,935	9.55%	3,001	10.03%	2,778	9.86%
507	1.71%	618	2.03%	644	2.00%	729	2.37%	737	2.46%	641	2.28%
29,676	100.00%	30,468	100.00%	32,127	100.00%	30,723	100.00%	29,909	100.00%	28,168	100.00%

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

(Includes only public senior colleges in Texas)

		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
		Academic	Technical	Tech-Prep			Academic	Technical	Tech-Prep		
1	Angelo State University	4			4	0.10%	6			6	0.13%
2	Lamar University	7			7	0.17%	2		1	3	0.07%
3	Midwestern State University	1			1	0.02%	2			2	0.04%
4	Prairie View A&M University	0			0	0.00%	1			1	0.02%
5	Sam Houston State University	3			3	0.07%	5			5	0.11%
6	Stephen F. Austin State University	2			2	0.05%	2			2	0.04%
7	Sul Ross State University	31			31	0.77%	26		1	27	0.60%
8	Sul Ross State University - Rio Grande College	0			0	0.00%	0			0	0.00%
9	Tarleton State University	3			3	0.07%	4			4	0.09%
10	Texas A&M International University	1			1	0.02%	0			0	0.00%
11	Texas A&M University - College Station	49	1	2	52	1.29%	70	2	1	73	1.62%
12	Texas A&M University - Central Texas	0			0	0.00%	3			3	0.07%
13	Texas A&M University - Commerce	2			2	0.05%	3			3	0.07%
14	Texas A&M University - Corpus Christi	1			1	0.02%	9			9	0.20%
15	Texas A&M University - Galveston	3			3	0.07%	1			1	0.02%
16	Texas A&M University - Kingsville	1			1	0.02%	3			3	0.07%
17	Texas A&M University - San Antonio	1			1	0.02%	3		1	4	0.09%
18	Texas A&M University - Texarkana	0			0	0.00%	0			0	0.00%
19	Texas A&M University - Health Science Center	1			1	0.02%	1			1	0.02%
20	Texas Southern University	0			0	0.00%	1			1	0.02%
21	Texas State University - San Marcos	51	1		52	1.29%	53	3	2	58	1.29%
22	Texas Tech University	109	4		113	2.81%	106	2	3	111	2.46%
23	Texas Tech University - Health Science Center	9	1		10	0.25%	9			9	0.20%
24	Texas Tech University - Health Science Center - El Paso	91		1	92	2.29%	81	4	6	91	2.02%
25	Texas Women's University	7			7	0.17%	2			2	0.04%
26	University of Houston	6			6	0.15%	10		1	11	0.24%
27	University of Houston - Downtown	1			1	0.02%	1			1	0.02%
28	University of Houston - Clear Lake	2			2	0.05%	0			0	0.00%
29	University of Houston - Victoria	1			1	0.02%	1			1	0.02%
30	University of North Texas	26			26	0.65%	29	2		31	0.69%
31	University of North Texas at Dallas	0			0	0.00%	0			0	0.00%
32	University of North Texas Health Science Center	3			3	0.07%	2			2	0.04%
33	University of Texas - Arlington	16	1	5	22	0.55%	20	1	2	23	0.51%
34	University of Texas - Austin	57	1	1	59	1.47%	85	7	4	96	2.13%
35	University of Texas - Dallas	8			8	0.20%	7			7	0.16%
36	University of Texas - El Paso	3,301	63	63	3,427	85.16%	3,698	70	71	3,839	85.17%
37	University of Texas - Pan American	0			0	0.00%	0			0	0.00%
38	University of Texas - Permian Basin	13	1		14	0.35%	16			16	0.35%
39	University of Texas - Rio Grande Valley (formerly Brownsville)	7			7	0.17%	2			2	0.04%
40	University of Texas - San Antonio	45	2		47	1.17%	48	1		49	1.10%
41	University of Texas - Tyler	0			0	0.00%	0			0	0.00%
42	University of Texas Health Science Center - Houston	3		1	4	0.10%	1			1	0.02%
43	University of Texas Health Science Center - San Antonio	1			1	0.02%	1			1	0.02%
44	University of Texas Medical Branch - Galveston	3			3	0.07%	0			0	0.00%
45	University of Texas M.D. Anderson Cancer Center	0			0	0.00%	1			1	0.02%
46	University of Texas Southwestern Medical Center - Dallas	0			0	0.00%	1			1	0.02%
47	West Texas A&M University	6			6	0.15%	7			7	0.16%
Totals		3,876	75	73	4,024	100.00%	4,323	92	93	4,508	100.00%

Source: Texas Higher Education Coordinating Board

2014 Fall Students as of Fall 2016

Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students
Academic	Technical	Tech-Prep		
2			2	0.04%
5			5	0.11%
0			0	0.00%
2			2	0.04%
4		1	5	0.11%
2			2	0.04%
22	1	1	24	0.54%
0			0	0.00%
5			5	0.11%
1			1	0.02%
53	3	3	59	1.33%
0			0	0.00%
2	1		3	0.07%
10			10	0.23%
2			2	0.04%
0			0	0.00%
2	1		3	0.07%
0			0	0.00%
4			4	0.09%
0			0	0.00%
66	4	3	73	1.65%
129	5	5	139	3.14%
4			4	0.09%
58		5	63	1.42%
6	1		7	0.16%
11			11	0.25%
2			2	0.04%
1			1	0.02%
3			3	0.07%
17	1		18	0.41%
0			0	0.00%
0			0	0.00%
17		1	18	0.41%
82	4	2	88	1.99%
6			6	0.14%
3,581	87	113	3781	85.33%
0			0	0.00%
13	1		14	0.32%
2	2		4	0.09%
49	1		50	1.13%
0			0	0.00%
4			4	0.09%
3	1		4	0.09%
3			3	0.07%
0			0	0.00%
0			0	0.00%
10	1		11	0.25%
4,183	114	134	4,431	100.00%

2013 Fall Students as of Fall 2015

Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students
Academic	Technical	Tech-Prep		
7		1	8	0.18%
5			5	0.11%
1			1	0.02%
1			1	0.02%
4	1	1	6	0.14%
1			1	0.02%
39	3	3	45	1.02%
0			0	0.00%
1			1	0.02%
2			2	0.05%
54		1	55	1.24%
0			0	0.00%
4			4	0.09%
7			7	0.16%
2			2	0.05%
3			3	0.07%
2			2	0.05%
0			0	0.00%
2			2	0.05%
3			3	0.07%
52	10	1	63	1.43%
165	3	6	174	3.95%
10	1	1	12	0.27%
45		3	48	1.09%
9			9	0.20%
8	2	1	11	0.25%
1			1	0.02%
0			0	0.00%
0		1	1	0.02%
40	2	1	43	0.98%
0			0	0.00%
1			1	0.02%
26	1	3	30	0.68%
115	3	3	121	2.75%
11			11	0.25%
3,427	87	109	3623	82.25%
0			0	0.00%
17	1	2	20	0.45%
6			6	0.14%
59	1	5	65	1.48%
0			0	0.00%
2			2	0.05%
1			1	0.02%
1			1	0.02%
0			0	0.00%
0			0	0.00%
14			14	0.32%
4,148	115	142	4,405	100.00%

2012 Fall Students as of Fall 2014

Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students
Academic	Technical	Tech-Prep		
7			7	0.14%
4			4	0.08%
2			2	0.04%
4			4	0.08%
4	1		5	0.10%
1	1		2	0.04%
27		5	32	0.64%
2			2	0.04%
1			1	0.02%
1			1	0.02%
54	1	3	58	1.17%
0			0	0.00%
1			1	0.02%
5			5	0.10%
4			4	0.08%
4			4	0.08%
3			3	0.06%
0			0	0.00%
0			0	0.00%
0			0	0.00%
68	8	2	78	1.57%
184	5	4	193	3.88%
17			17	0.34%
48			48	0.97%
13			13	0.26%
6		3	9	0.18%
0			0	0.00%
2			2	0.04%
0		1	1	0.02%
22		2	24	0.48%
1			1	0.02%
0			0	0.00%
25	1	2	28	0.56%
129	8	5	142	2.87%
10	1	1	12	0.24%
3,933	80	129	4,142	83.38%
4			4	0.08%
24	2		26	0.52%
0		1	1	0.02%
63		8	71	1.44%
0			0	0.00%
0			0	0.00%
5			5	0.10%
2			2	0.04%
0			0	0.00%
0			0	0.00%
14			14	0.28%
4,694	108	166	4,968	100.00%

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

		Fiscal Year Ended August 31,		
	2019	2018	2017	2016
Academic buildings	32	30	25	25
Square footage	985,293	921,924	994,344	994,344
Libraries	5	5	5	5
Square footage	120,537	120,537	93,801	93,801
Number of Volumes (in thousands)	201,295	198,994	195,858	192,736
Administrative and support buildings	23	24	11	11
Square footage	751,110	759,950	627,638	627,638
Athletic Facilities	8	8	7	7
Square footage	296,906	296,906	296,906	296,906
Baseball and softball fields	204,059	204,059	204,059	204,059
Gymnasiums	38,953	38,953	33,807	33,807
Tennis Court	59,040	59,040	59,040	59,040
Plant facilities	2	2	6	6
Square footage	7,415	7,415	19,609	19,609
Transportation				
Cars	52	58	58	58
Light Trucks/Vans	70	67	70	65
Buses	1	1	3	3

Source: Institutional Data (Auxiliary Services Department)

Fiscal Year Ended August 31,					
2015	2014	2013	2012	2011	2010
25	25	25	25	25	23
994,344	994,344	994,344	985,927	985,927	899,857
5	5	5	5	5	5
93,801	93,801	93,801	93,801	93,801	88,501
194,768	189,068	180,748	179,432	177,750	176,955
9	9	9	8	8	7
625,401	625,401	625,401	596,034	596,034	584,627
7	7	7	7	7	7
296,906	296,906	296,906	296,906	296,906	296,906
204,059	204,059	204,059	204,059	204,059	204,059
33,807	33,807	33,807	33,807	33,807	33,807
59,040	59,040	59,040	59,040	59,040	59,040
6	6	6	6	6	6
19,609	19,609	19,609	19,609	19,609	19,609
56	53	53	54	52	60
64	66	68	74	78	84
3	3	3	3	1	2