

PARIS JUNIOR COLLEGE
Paris, Texas

REPORT OF AUDIT

AUGUST 31, 2021 and 2020

PARIS JUNIOR COLLEGE
Paris, Texas

REPORT OF AUDIT

AUGUST 31, 2021 and 2020

**Paris Junior College
Table of Contents
August 31, 2021 and 2020**

	<u>Page</u>
Organizational Data.....	1
Independent Auditors' Report	2
Management's Discussion and Analysis.....	4
Basic Financial Statements	
Statement of Net Position (Exhibit 1).....	11
Affiliated Organization Statement of Financial Position (Exhibit 1A).....	12
Fiduciary Funds Statement of Fiduciary Net Postion (Exhibit 1B).....	13
Statement of Revenues, Expenses, and Changes in Net Position (Exhibit 2).....	14
Affiliated Organization Statement of Activities (Exhibit 2A).....	15
Fiduciary Funds Statement of Changes in Fiduciary Net Postion (Exhibit 2B).....	17
Statement of Cash Flows (Exhibit 3).....	18
Affiliated Organization Statement of Cash Flows (Exhibit 3A).....	19
Notes to Financial Statements.....	20
Required Supplementary Information	
Schedules of Proportionate Share of Net Pension Liability & Contributions.....	46
Schedules of Proportionate Share of Net OPEB Liability and Contributions.....	47
Notes to Required Supplementary Information.....	48
Supplementary Schedules	
Schedule A: Schedule of Operating Revenues.....	49
Schedule B: Schedule of Operating Expenses by Object.....	50
Schedule C: Schedule of Non-Operating Revenues and Expenses.....	51
Schedule D: Schedule of Net Position by Source and Availability.....	52
Schedule E: Schedule of Expenditures of Federal Awards.....	53
Schedule F: Schedule of Expenditures of State of Texas Awards.....	56
Overall Compliance and Internal Control	
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	58
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance.....	60
Schedule of Findings and Questioned Costs.....	62
Corrective Action Plan.....	64
Summary Schedule of Prior Audit Findings.....	65

**Paris Junior College
Table of Contents (Continued)
August 31, 2021 and 2020**

	<u>Page</u>
Statistical Section (Unaudited)	
Net Position by Component.....	66
Revenues by Source.....	67
Program Expenses by Function.....	68
Tuition and Fees.....	69
Assessed Value and Taxable Assessed Value of Property.....	70
State Appropriations per FTSE and Contact Hour.....	71
Principal Taxpayers.....	73
Property Tax Levies and Collections.....	74
Ratios of Outstanding Debt.....	75
Legal Debt Margin Information.....	76
Pledged Revenue Coverage.....	77
Demographic and Economic Statistics -Taxing District.....	78
Principal Employers.....	79
Faculty, Staff, and Administrators Statistics.....	80
Enrollment Details.....	81
Student Profile.....	82
Transfers to Senior Institutions.....	83
Schedule of Capital Asset Information.....	84

**Paris Junior College
Organizational Data
August 31, 2021 and 2020**

Board of Regents

		<u>Term Expires October 31,</u>
<u>Officers</u>		
Mr. Curtis Fendley	President	2024
Dr. Clifton Wilkerson	Vice President	2026
Ms. Berdie Gibson	Secretary	2022
<u>Members</u>		
Dr. Linda Kapp		2026
Ms. Ginna Bowman		2024
Mrs. Carolyn Lockett		2022
Mr. Charles Lynch		2026
Ms. Louise Taylor		2022
Mr. Mark Buster		2024

Principal Administrative Officers

Dr. Pamela Anglin	President
Mr. John Spradling	Vice President, Workforce Education
Dr. Bryan Renfro	Vice President, Academic Instruction
Mr. Cody Helm	Controller

McClanahan and Holmes, LLP
CERTIFIED PUBLIC ACCOUNTANTS

STEVEN W. MOHUNDRO, CPA
GEORGE H. STRUVE, CPA
RUSSELL P. WOOD, CPA
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INDEPENDENT AUDITORS' REPORT

Board of Regents
Paris Junior College
Paris, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of Paris Junior College (the College) and Paris Junior College Memorial Foundation (the Foundation), a discretely presented component unit, as of and for the years ended August 31, 2021 and 2020, 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 opinions 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 audit 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of Paris Junior College and Paris Junior College Memorial Foundation, a discretely presented component unit, as of August 31, 2021 and 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principles

As described in Note 2 to the financial statements, in 2021, the College adopted new accounting guidance Statement of Government Accounting Standards (GASB statement) No. 84, Fiduciary Activities. As described in Note 19 to the financial statements, in 2021,

the College adopted new accounting guidance Financial Accounting Standards Board (FASB) ASU 2014-09. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis, Schedule of the College’s Proportionate Share of Net Pension Liability, Schedule of the College’s Pension Contributions, Schedule of the College’s Proportionate Share of the Net OPEB Liability, and Schedule of the College’s OPEB Contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College’s basic financial statements. The accompanying supplementary schedules and statistical section 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 is 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 is also not a required part of the basic financial statements. The schedule of expenditures of State of Texas awards, required by the State of Texas Single Audit Circular and the supplementary schedules, is also not a required part of the basic financial statements.

The schedule of expenditures of federal awards, the schedule of expenditures of State of Texas Awards, and the supplementary schedules are the responsibility of management and were derived from and relate 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, the schedule of expenditures of State of Texas awards, and the supplemental schedules 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 17, 2021, on our consideration of the College’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Paris Junior College’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College’s internal control over financial reporting and compliance.

McClanahan and Holmes, LLP
Certified Public Accountants

Bonham, Texas
December 17, 2021

**Paris Junior College
Management's Discussion and Analysis
August 31, 2021 and 2020**

Management of Paris Junior College provides this Management's Discussion and Analysis of Paris Junior College for readers of the College's financial statements. This narrative overview and analysis of the financial activities of the College is for the fiscal year ended August 31, 2021. We encourage readers to consider this information in conjunction with the College's financial statements and the notes to the financial statements which follow.

Financial Highlights

Net position increased by \$5,501,372 in 20/21. Net position increased by \$2,721,913 in 19/20.

In 17/18, the College implemented GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. New categories were added to the College's Statement of Net Position related to GASB Statement 75; they include Deferred Outflows of Resources and Deferred Inflows of Resources related to the accounting for other postemployment benefit expenditures (OPEB). In addition, the implementation of GASB 75 resulted in a cumulative effect of change in accounting principle that is also reflected on the College's Statement of Net Position.

Net position at the end of 20/21 was \$35,458,549 and \$29,957,177 in 19/20.

Paris Junior College made changes to tuition and fees for the 2020-2021 academic year. In-district tuition increased to \$57 per semester credit hour; out-of-district tuition increased to \$107 per semester credit hour (\$57 tuition plus an out-of-district fee of \$50), and non-resident tuition increased to \$156 per semester credit hour. All students were charged a \$25 per semester credit hour general fee.

Net tuition and fee revenue increased 22.86% or \$1,594,628 from \$6,975,054 in 19/20 to \$8,569,682 in 20/21. This increase was achieved from the lost revenue grant award from the HEERF Funds.

Federal Non-Operating grants and contracts revenue increased 47% or \$3,858,441 from \$8,204,616 in 19/20 to \$12,063,057 in 20/21. Investment income decreased 72% due to declining interest rates during the year.

State appropriations increased 4.43% or \$382,357 from \$8,622,302 in 19/20 to \$9,004,659 in 20/21. Funding is based on core operations, contact hours, and success points. Paris Junior College continues to see success in its implementation of student pathways which leads to better student success in the long term.

There are three primary revenue sources: tuition and fees, state appropriations, and local tax revenue. While there continues to be funding and enrollment challenges, Paris Junior College's goal is to make sure there are accessible and affordable educational opportunities available to the residents of our area by utilizing these resources effectively and efficiently. This goal includes academic preparation for those who seek to transfer to a university as well as providing certificates and associate degrees in workforce programs to better meet the needs of local business and industry.

Paris Junior College
Management's Discussion and Analysis (Continued)
August 31, 2021 and 2020

Overview of the Financial Statements

The Annual Financial Report consists of a series of financial statements. The core statements are known as the *Statement of Net Position*, the *Statement of Revenues, Expenses, and Changes in Net Position*, and the *Statement of Cash Flows*. These statements comply with all the Statements issued by the Governmental Accounting Standards Board (GASB) that are currently in effect.

Statement of Net Position

The Statement of Net Position presents all of the College's assets and liabilities with the difference between the two reported as "net position". Over time, increases or decreases in the College's net position may serve as a useful indicator of whether the financial position of the College is improving or deteriorating. This statement combines and consolidates current financial resources (short-term spendable resources) with capital assets.

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

The Statement of Revenues, Expenses, and Changes in Net Position focuses on both the gross costs and the net costs of the college activities which are supported mainly by state appropriations, federal revenue, ad valorem taxes, tuition, and fee revenues. This approach is intended to summarize and simplify the user's analysis of costs of various college services to students and the public. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The two statements above report the College's net position and changes in net position. The change in net position provides the reader a tool to assist in determining whether the College's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the College.

Statement of Cash Flows

The Statement of Cash Flows is presented on the direct method to illustrate the sources and uses of cash for operating activities of the College. The primary purpose of cash flow analysis is to provide relevant information about the cash receipts and cash payments of an entity during a period. The Statement of Cash Flows also may help users assess the College's ability to generate future net cash flows, to meet its obligations as they come due, and to determine its need for external financing.

Notes to Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes to financial statements can be found immediately following the basic financial statements.

Affiliated Organization

The Paris Junior College Memorial Foundation is a component unit of Paris Junior College. The financial statements of the Foundation are presented with those of the College. The prescribed presentation is for the Foundation's statement to be presented separately in a format known as a discrete presentation. For fiscal year 2020-2021 the net assets of the Foundation increased \$6,984,396 from \$21,872,809 in 19/20 to \$28,857,205 in 20/21. This increase was due to exceptional market performance for the year.

Fiduciary Funds

Fiduciary fund statements provide information about the financial relationships in which the College acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong. All of the College's fiduciary activities are reported in statements. They are excluded from the College's government-wide financials because the College can not use the assets to finance its operations.

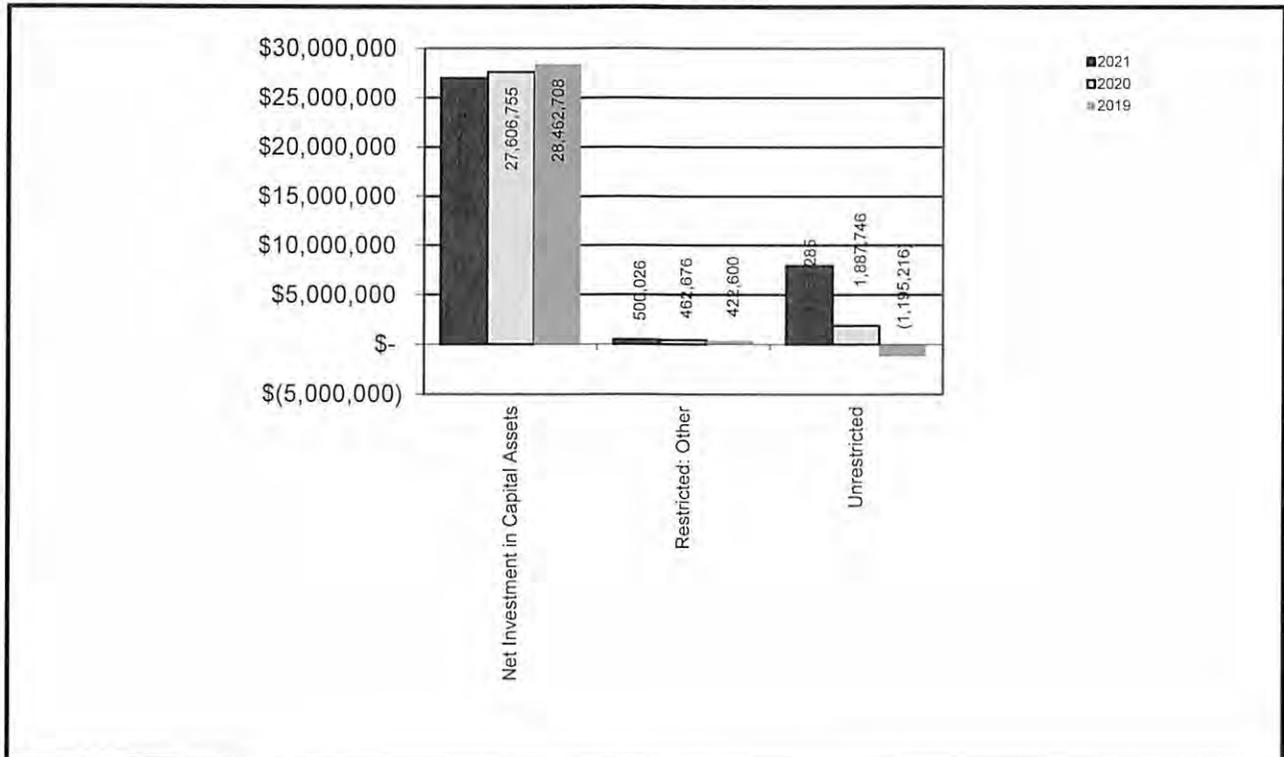
Paris Junior College
Management's Discussion and Analysis (Continued)
August 31, 2021 and 2020

Net Assets

**Condensed Statement of Net Assets
August 31, 2021, 2020 and 2019**

	2021	2020	2019
Current Assets	\$ 38,387,367	\$ 32,596,376	\$ 34,609,552
Non-Current Assets			
Capital Assets, Net of Accumulated Depreciation	36,697,239	38,166,755	39,853,706
Total Assets	<u>75,084,606</u>	<u>70,763,131</u>	<u>74,463,258</u>
Deferred Outflows of Resources	<u>4,677,419</u>	<u>5,933,145</u>	<u>5,835,736</u>
Current Liabilities	3,057,254	2,947,006	8,437,031
Non-Current Liabilities	34,308,807	35,350,225	35,642,696
Total Liabilities	<u>37,366,061</u>	<u>38,297,231</u>	<u>44,079,727</u>
Deferred Inflows of Resources	<u>6,937,415</u>	<u>8,441,868</u>	<u>8,529,175</u>
Net Position			
Net Investment in Capital Assets	27,004,238	27,606,755	28,462,708
Restricted: Other	500,026	462,676	422,600
Unrestricted	7,954,285	1,887,746	(1,195,216)
Total Net Position	<u>\$ 35,458,549</u>	<u>\$ 29,957,177</u>	<u>\$ 27,690,092</u>

Breakdown of Net Position



**Paris Junior College
Management's Discussion and Analysis (Continued)
August 31, 2021 and 2020**

**Condensed Statement of Revenues,
Expenses, and Changes in Net Position
August 31, 2021, 2020 and 2019**

	2021	2020	2019
Operating Revenues	\$ 13,325,059	\$ 11,083,524	\$ 11,858,573
Non-Operating Revenues	24,827,212	20,328,248	20,355,928
Total Revenues	<u>38,152,271</u>	<u>31,411,772</u>	<u>32,214,501</u>
Operating Expense	32,200,045	28,201,640	28,702,823
Non-Operating Expense	450,854	488,219	524,191
Total Expenses	<u>32,650,899</u>	<u>28,689,859</u>	<u>29,227,014</u>
Changes in Net Position	<u>5,501,372</u>	<u>2,721,913</u>	<u>2,987,487</u>
Net Position - Beginning of Year	29,957,177	27,690,092	24,702,605
Prior Period Adjustment	<u>-</u>	<u>(454,828)</u>	<u>-</u>
Balance at Beginning of Year, as Restated	<u>29,957,177</u>	<u>27,235,264</u>	<u>24,702,605</u>
Net Position - End of Year	<u>\$ 35,458,549</u>	<u>\$ 29,957,177</u>	<u>\$ 27,690,092</u>

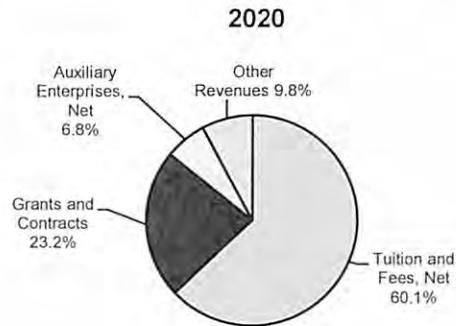
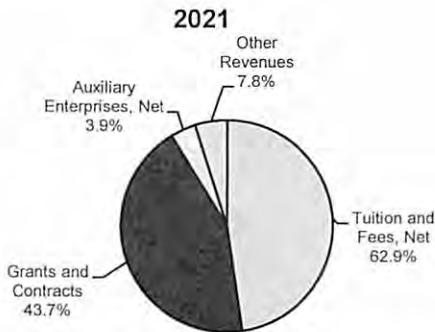
Discussion of GASB Statement 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions

The statement of net assets assesses the balance of the College's *assets* (the resources it can use to provide services and operate the entity) against its *liabilities* (its obligations to turn over resources to other organizations or individuals). The Total Assets plus Deferred Outflows of Resources minus Total Liabilities and Deferred Inflows of Resources equals Total Net Position. Paris Junior College adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for fiscal year 2017-2018. As part of that adoption, the College included a cumulative effect of change in accounting principle of (\$24,349,927) and the restatement was made directly to the beginning net position in 17/18.

**Paris Junior College
Management's Discussion and Analysis (Continued)
August 31, 2021 and 2020**

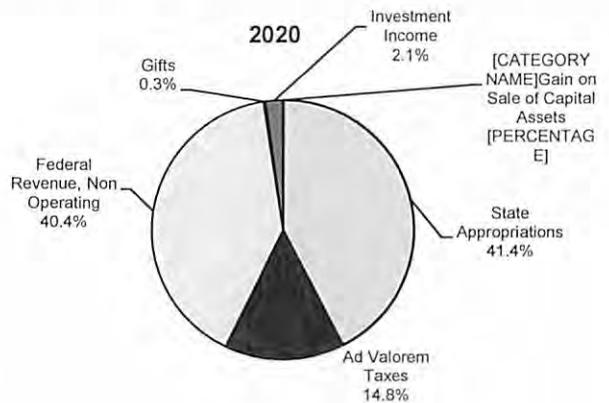
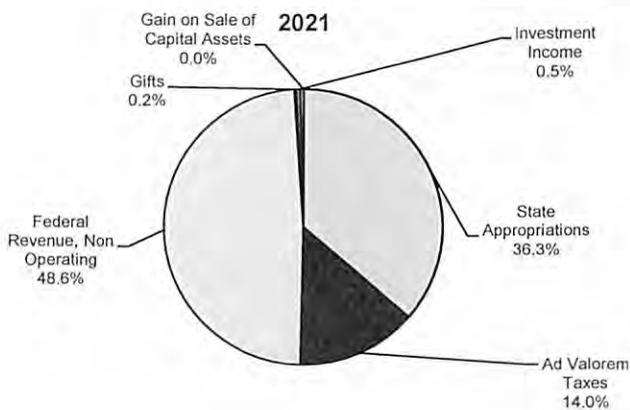
**Operating Revenues
August 31, 2021, 2020 and 2019**

	2021	2020	2019
Tuition and Fees, Net	\$ 6,347,123	\$ 6,975,054	\$ 7,131,226
Grants and Contracts	5,817,026	2,542,152	2,751,435
Auxiliary Enterprises, Net	513,944	706,000	810,405
Other Revenues	646,966	860,318	1,165,507
Total Operating Revenues	\$ 13,325,059	\$ 11,083,524	\$ 11,858,573



**Non-Operating Revenues
August 31, 2021, 2020 and 2019**

	2021	2020	2019
State Appropriations	\$ 9,004,659	\$ 8,622,302	\$ 8,421,635
Ad Valorem Taxes	3,482,769	3,000,997	2,941,468
Federal Revenue, Non Operating	12,063,057	8,204,616	8,280,684
Gifts	60,331	56,789	75,903
Investment Income	114,513	419,986	636,238
Insurance Proceeds	101,883	-	-
Gain on Sale of Capital Assets	-	23,558	-
Total Non-Operating Revenues	\$ 24,827,212	\$ 20,328,248	\$ 20,355,928

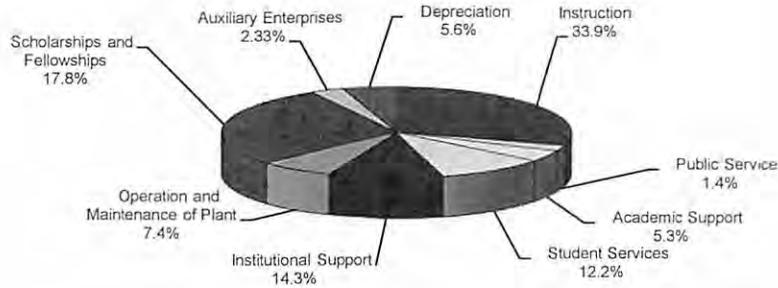


**Paris Junior College
Management's Discussion and Analysis (Continued)
August 31, 2021 and 2020**

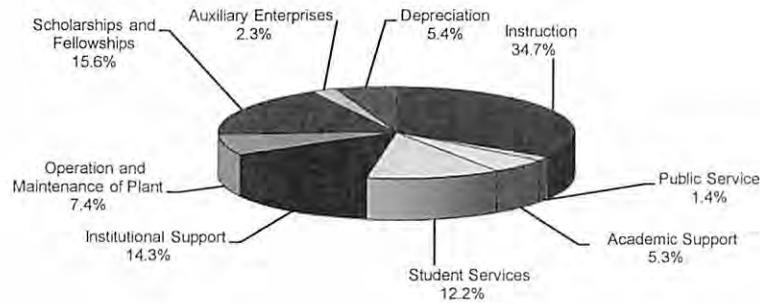
**Operating Expenses
August 31, 2021, 2020 and 2019**

Operating Expenses:	2021	2020	2019
Instruction	\$ 9,537,321	\$ 9,558,964	\$ 9,954,268
Public Service	658,744	384,972	402,253
Academic Support	1,278,410	1,482,605	1,443,357
Student Services	3,218,919	3,427,095	3,742,808
Institutional Support	3,397,946	4,026,536	3,472,376
Operation and Maintenance of Plant	2,228,370	2,073,543	2,297,533
Scholarships and Fellowships	9,296,775	5,026,162	4,464,753
Auxiliary Enterprises	969,777	655,033	1,386,340
Depreciation	1,613,783	1,566,730	1,539,135
Total Operating Expenses	\$ 32,200,045	\$ 28,201,640	\$ 28,702,823

2021



2020



Paris Junior College
Management's Discussion and Analysis (Continued)
August 31, 2021 and 2020

Capital Asset and Long-Term Debt Activity

Capital Assets

The College's investment in capital assets as of August 31, 2021 amounts to \$58,669,432 net of accumulated depreciation of \$21,972,195 leaving a net book value of \$36,697,237. This investment in capital assets includes land, collections, buildings and improvements, furniture and equipment, vehicles, and library books. Please refer to the notes to the financial statements for more detail on capital assets.

Long-Term Debt Activity

At the end of the fiscal year, the College had \$9,693,000 outstanding in bonds payable versus \$10,560,000 outstanding at the end of August 2020.

There are three revenue bonds outstanding at year end. The 2006, 2007, and 2012 revenue bonds' principal and interest outstanding at year end was \$11,964,300.

The College no longer carries an active bond rating; however, in the past the College's bond rating for debt was "A-" with a rating outlook for the intermediate to longer term of stable as rated by Standard & Poor's. The College's bond rating for debt was "A3" with a rating outlook for the intermediate to longer term of stable as rated by Moody's.

Paris Junior College
Exhibit 1
Statement of Net Position
August 31, 2021 and August 31, 2020

	2021	2020
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 25,178,950	\$ 16,664,797
Short-Term Investments	12,000,000	15,000,000
Accounts Receivable, Net	1,082,584	715,680
Inventories	50,173	59,828
Other Assets	75,660	156,071
Total Current Assets	38,387,367	32,596,376
Noncurrent Assets		
Capital Assets, Net (See Note 5)	36,697,237	38,166,755
Total Noncurrent Assets	36,697,237	38,166,755
Total Assets	75,084,604	70,763,131
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows Related to Pensions	1,784,999	2,292,906
Deferred Outflows Related to OPEB	2,892,420	3,640,239
Total Deferred Outflows of Resources	4,677,419	5,933,145
LIABILITIES		
Current Liabilities		
Accounts Payable	662,486	666,661
Accrued Liabilities	39,047	44,642
Funds Held for Others	-	52,682
Unearned Revenues	1,087,498	1,145,981
OPEB Liability - Current Portion	694,221	486,040
Bonds Payable - Current Portion	574,000	551,000
Total Current Liabilities	3,057,252	2,947,006
Noncurrent Liabilities		
Deposits	27,300	29,800
Pension Liability	5,044,514	5,030,041
OPEB Liability	20,117,993	20,281,384
Bonds Payable	9,119,000	10,009,000
Total Noncurrent Liabilities	34,308,807	35,350,225
Total Liabilities	37,366,059	38,297,231
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows Related to Pensions	1,161,525	1,517,935
Deferred Inflows Related to OPEB	5,775,890	6,923,933
Total Deferred Inflows of Resources	6,937,415	8,441,868
NET POSITION		
Net Investment in Capital Assets	27,004,237	27,606,755
Restricted for:		
Other	500,027	462,676
Unrestricted	7,954,285	1,887,746
Total Net Position (Schedule D)	\$ 35,458,549	\$ 29,957,177

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

**Paris Junior College
Affiliated Organization
Exhibit 1A
Statement of Financial Position
August 31, 2021 and August 31, 2020**

	2021	2020
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 240,883	\$ 387,026
Total Current Assets	240,883	387,026
Investments		
Marketable Securities	27,780,889	20,949,481
Nonmarketable Securities	780,000	480,000
Total Investments	28,560,889	21,429,481
Fixed Assets		
Property and Equipment, Net	2,932	3,802
Total Fixed Assets	2,932	3,802
Other Assets		
Property Held for Investment	7,500	7,500
Royalty Interests	45,000	45,000
Total Other Assets	52,500	52,500
Total Assets	\$ 28,857,204	\$ 21,872,809
LIABILITIES		
Liabilities		
Accounts Payable	\$ -	\$ -
Total Liabilities	-	-
NET ASSETS		
Without Donor Restrictions	16,687	26,904
With Donor Restrictions	28,840,518	21,845,905
Total Net Assets	\$ 28,857,205	\$ 21,872,809

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

Paris Junior College
Fiduciary Funds
Exhibit 1B
Statement of Fiduciary Net Position
August 31, 2021 and August 31, 2020

	2021	2020
	Custodial Funds	Custodial Funds
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 234,840	\$ 193,760
Total Current Assets	234,840	193,760
Total Assets	234,840	193,760
LIABILITIES		
Current Liabilities		
Accounts Payable	14,289	6,436
Due to Other Governments	3,689	4,017
Total Current Liabilities	17,978	10,453
Total Liabilities	17,978	10,453
NET POSITION		
Restricted for:		
Custodial Funds	216,862	183,307
Total Net Position	\$ 216,862	\$ 183,307

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

Paris Junior College
Exhibit 2
Statement of Revenues, Expenses, and Changes in Net Position
Years Ended August 31, 2021 and August 31, 2020

OPERATING REVENUES	2021	2020
Tuition and Fees (Net of Discounts of \$4,919,107 and \$5,408,665 respectively)	\$ 6,347,123	\$ 6,975,054
Lost Revenue - Tuition	2,222,559	-
Federal Grants and Contracts	2,255,920	1,948,844
State Grants and Contracts	504,973	475,575
Non-Governmental Grants and Contracts	346,636	117,733
Sales and Services of Educational Activities	125,101	52,451
Auxiliary Enterprises (Net of Discounts)	513,944	706,000
Lost Revenue - Auxiliary	486,938	-
Other Operating Revenues	521,865	807,867
Total Operating Revenues (Schedule A)	13,325,059	11,083,524
 OPERATING EXPENSES		
Instruction	9,537,321	9,558,964
Public Service	658,744	384,972
Academic Support	1,278,410	1,482,605
Student Services	3,218,919	3,427,095
Institutional Support	3,397,946	4,026,536
Operation and Maintenance of Plant	2,228,370	2,073,543
Scholarships and Fellowships	9,296,775	5,026,162
Auxiliary Enterprises	969,777	655,033
Depreciation	1,613,783	1,566,730
Total Operating Expenses (Schedule B)	32,200,045	28,201,640
 Operating Income (Loss)	(18,874,986)	(17,118,116)
 NON-OPERATING REVENUES (EXPENSES)		
State Appropriations	9,004,659	8,622,302
Maintenance Ad Valorem Taxes	3,482,769	3,000,997
Federal Revenue, Non Operating	12,063,057	8,204,616
Gifts	60,331	56,789
Investment Income	114,513	419,986
Gain on Sale of Capital Assets	-	23,558
Insurance Proceeds	101,883	-
Interest on Capital Related Debt	(450,854)	(488,219)
Net Non-Operating Revenues (Schedule C)	24,376,358	19,840,029
 Increase in Net Position	5,501,372	2,721,913
 NET POSITION		
Net Position - Beginning of Year	29,957,177	27,690,092
Prior Period Adjustment	-	(454,828)
 Balance at Beginning of Year, as Restated	29,957,177	27,235,264
 Net Position - End of Year	\$ 35,458,549	\$ 29,957,177

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

Paris Junior College
 Affiliated Organization
 Exhibit 2A
 Statement of Activities
 Years Ended August 31, 2021 and August 31, 2020

	Year Ended August 31, 2021		
	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUES, GAINS, AND OTHER SUPPORT			
Contributions	\$ 1,776	\$ 258,102	\$ 259,878
Net Realized Gains/(Losses) on Investments, Net of Management Fees	-	1,579,692	1,579,692
Net Unrealized Gains/(Losses) on Investments	-	4,985,450	4,985,450
Interest	388	29,764	30,152
Dividends	11	647,244	647,255
Lease	-	50	50
Royalties	141	36,284	36,425
In-Kind Professional Services	57,040	-	57,040
Total Operating Revenue	59,356	7,536,586	7,595,942
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	541,974	(541,974)	-
Total Operating Revenues, Gains and Other Support	601,330	6,994,612	7,595,942
OPERATING EXPENSES			
Programs:			
Contributions to PJC for Scholarships	541,974	-	541,974
Contributions to PJC for Equipment	-	-	-
Support Services:			
Accounting	1,400	-	1,400
Other	10,262	-	10,262
	-	-	-
In-Kind Professional Expenses	57,040	-	57,040
Total Operating Expenses	610,676	-	610,676
Changes in Net Assets from Operations	(9,346)	6,994,612	6,985,266
OTHER CHANGES			
Nonoperating Income (Expense):			
Depreciation	870	-	870
Changes in Net Assets	(10,216)	6,994,612	6,984,396
NET ASSETS, Beginning of Year	26,904	21,845,905	21,872,809
NET ASSETS, End of Year	\$ 16,688	\$ 28,840,517	\$ 28,857,205

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

Paris Junior College
 Affiliated Organization
 Exhibit 2A (Continued)
 Statement of Activities
 Years Ended August 31, 2021 and August 31, 2020

	<u>Year Ended August 31, 2020</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
OPERATING REVENUES, GAINS, AND OTHER SUPPORT			
Contributions	\$ 22,786	\$ 221,659	\$ 244,445
Net Realized Gains/(Losses) on Investments, Net of Management Fees	-	(791,079)	(791,079)
Net Unrealized Gains/(Losses) on Investments	-	1,465,096	1,465,096
Interest	34	26,371	26,405
Dividends	24	633,517	633,541
Lease	-	-	-
Royalties	-	15,998	15,998
In-Kind Professional Services	57,580	-	57,580
	<hr/>	<hr/>	<hr/>
Total Operating Revenue	80,424	1,571,562	1,651,986
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	969,428	(969,428)	-
Total Operating Revenues, Gains and Other Support	<hr/>	<hr/>	<hr/>
	1,049,852	602,134	1,651,986
OPERATING EXPENSES			
Programs:			
Contributions to PJC for Scholarships	969,428	-	969,428
Other Scholarships	-	-	-
Contributions to PJC for Equipment	-	-	-
Support Services:			
Accounting	1,400	-	1,400
Other	9,160	-	9,160
	<hr/>	<hr/>	<hr/>
In-Kind Professional Expenses	57,580	-	57,580
	<hr/>	<hr/>	<hr/>
Total Operating Expenses	1,037,568	-	1,037,568
Changes in Net Assets from Operations	12,284	602,134	614,418
OTHER CHANGES			
Nonoperating Income (Expense):			
Depreciation	870	-	870
	<hr/>	<hr/>	<hr/>
Changes in Net Assets	11,414	602,134	613,548
NET ASSETS, Beginning of Year	15,490	21,243,771	21,259,261
NET ASSETS, End of Year	<hr/>	<hr/>	<hr/>
	\$ 26,904	\$ 21,845,905	\$ 21,872,809

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

**Paris Junior College
Fiduciary Funds
Exhibit 2B
Statement of Changes in Fiduciary Net Position
Years Ended August 31, 2021 and August 31, 2020**

	<u>2021</u>	<u>2020</u>
	<u>Custodial Funds</u>	<u>Custodial Funds</u>
Additions		
Contributions	\$ 93,658	\$ 95,814
Total Additions	<u>93,658</u>	<u>95,814</u>
Deductions		
Payments for Supplies	<u>60,103</u>	<u>87,983</u>
Total Deductions	<u>60,103</u>	<u>87,983</u>
Change in Net Position	<u>33,555</u>	<u>7,831</u>
NET POSITION		
Net Position - Beginning of Year	183,307	-
Change in Accounting Policy For Fiduciary Activities	<u>-</u>	<u>175,476</u>
Net Position - End of Year	<u><u>\$ 216,862</u></u>	<u><u>\$ 183,307</u></u>

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

Paris Junior College
Exhibit 3
Statement of Cash Flows
Years Ended August 31, 2021 and August 31, 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Students and Other Customers	\$ 4,317,968	\$ 7,410,304
Receipts from HEERF Funds for Lost Revenue	2,709,497	-
Receipts of Grants and Contracts	3,107,529	2,542,152
Payments to or for Employees	(12,174,673)	(15,066,513)
Payments to Suppliers for Goods or Services	(5,535,047)	(5,750,127)
Payment of Scholarships	(8,957,171)	(4,677,120)
Net Cash Provided (Used) by Operating Activities	<u>(16,531,897)</u>	<u>(15,541,304)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Receipts from State Appropriations	7,959,679	7,393,199
Receipts from Ad Valorem Taxes	3,443,546	2,976,667
Receipts from Non Operating Federal Revenue	12,063,057	8,204,616
Receipts from Insurance Proceeds	101,883	-
Receipts from Gifts	60,331	56,789
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>23,628,496</u>	<u>18,631,271</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of Capital Assets	(144,265)	(245,553)
Sale of Capital Assets	-	402,580
Principal Paid on Capital Debt	(867,000)	(831,000)
Interest Paid on Capital Debt	(450,854)	(488,219)
Change in Accounting Policy for Fiduciary Activities	(234,840)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,696,959)</u>	<u>(1,162,192)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Receipts from Interest on Investments	114,513	419,986
Purchase of Investments	-	(2,000,000)
Proceeds from Sale of Investments	3,000,000	-
Net Cash Provided (Used) by Investing Activities	<u>3,114,513</u>	<u>(1,580,014)</u>
Increase (Decrease) in Cash and Cash Equivalents	8,514,153	347,761
Cash and Cash Equivalents - Beginning of Year	16,664,797	16,317,036
Cash and Cash Equivalents - End of Year	<u>\$ 25,178,950</u>	<u>\$ 16,664,797</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	\$ (18,874,986)	\$ (17,118,116)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	1,613,783	1,566,730
Payments Made Directly by State for Benefits	1,019,632	610,723
Lost Revenue - HEERF Funds	(2,709,497)	-
Change in Assets and Liabilities:		
Receivables, Net	(366,904)	4,258,914
Deferred Outflow Pension	507,907	435,265
Deferred Outflow OPEB	747,819	(532,674)
Inventories	9,655	(2,995)
Other Assets	80,411	105,018
Accounts Payable	(4,174)	(232,717)
Accrued Liabilities	(5,595)	(5,365)
Pension Liability	14,473	(557,765)
OPEB Liability	44,790	1,323,822
Unearned Revenue	(58,482)	(5,482,831)
Deposits	(2,500)	(4,500)
Funds Held for Others	(52,682)	7,880
Deferred Inflow Pension	356,410	(514,681)
Deferred Inflow OPEB	1,148,043	601,988
Net Cash Provided (Used) by Operating Activities	<u>\$ (16,531,897)</u>	<u>\$ (15,541,304)</u>

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

**Paris Junior College
Affiliated Organization
Exhibit 3A
Statement of Cash Flows
Years Ended August 31, 2021 and August 31, 2020**

CASH FLOWS FROM OPERATING ACTIVITIES	<u>2021</u>	<u>2020</u>
Change in Net Assets	\$ 6,984,396	\$ 613,548
Adjustments to Reconcile Changes in Net Assets to Net Cash Flow From Operating Activities:		
Depreciation	870	870
Net (Gains) Losses on Investments	(6,565,142)	(674,017)
Proceeds From Dividends, Royalties, Leases	713,682	675,944
Payments for Fees	(11,662)	(10,560)
Payments for Scholarships	(541,974)	(969,428)
Contributions Received	259,877	224,445
Net Cash Provided (Used) by Operating Activities	<u>840,047</u>	<u>(139,198)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(9,628,845)	(6,351,648)
Proceeds from Sale of Investments	<u>8,642,655</u>	<u>6,578,513</u>
Net Cash Provided (Used) by Investing Activities	<u>(986,190)</u>	<u>226,865</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net Cash Provided (Used) by Financing Activities	<u>-</u>	<u>-</u>
Increase (Decrease) in Cash and Cash Equivalents	(146,143)	87,667
Cash and Cash Equivalents - Beginning of Year	387,026	299,359
Cash and Cash Equivalents - End of Year	<u>\$ 240,883</u>	<u>\$ 387,026</u>

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

Paris Junior College
Notes to Financial Statements
August 31, 2021 and 2020

1. Reporting Entity

Paris Junior College (PJC) was established in 1924, in accordance with the laws of the State of Texas, to serve the educational needs of Paris and the surrounding communities. The College is considered to be a special purpose, primary government according to the definition in Government Accounting Standards Board (GASB) Statement No. 14. While the College receives funding from local, state and federal sources, and must comply with spending, reporting, and record-keeping requirements of these entities, it is not a component unit of any other governmental entity. One organization, the Paris Junior College Memorial Foundation, Inc. meets the criteria of GASB pronouncements and has been presented as a discrete component unit of the College (see Note 19).

2. Summary of Significant Accounting Policies

Reporting Guidelines

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

The College presents its net position (or equity) into the following three components:

Net Investment in Capital Assets - This component consists of capital assets net of accumulated depreciation and reduced by the outstanding debt that is attributable to the acquisition, construction, or improvement of those assets.

Restricted - This component includes those assets upon which constraints have been placed on their utilization. Such constraints may be externally (by creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation.

Unrestricted - This component represents the net position that is available for use to fulfill the educational purposes of the college. It includes all net position that are not classified as "net investment in capital assets" or "restricted."

Tuition Discounting

Texas Public Education Grants (TPEG)

Certain tuition amounts are required to be set aside for use as scholarships by qualifying students. This set-aside, called the (TPEG), is shown with tuition and fee revenue amounts as a separate set-aside amount (TEC section 56.033). When the award is used by the student 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.

Title IV, Higher Education Act (HEA) Program Funds

Certain Title IV HEA Program funds are received by the College to pass through to the student. These funds are initially received by the College and recorded as revenue. When the award is used by the student for tuition and fees, the amount is recorded as 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 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 are reported using the economic resources measurement focus and the accrual basis whereby revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The fiduciary financial statements are reported using the economic resources measurement focus and the accrual basis whereby revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

2. Summary of Significant Accounting Policies (Continued)

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

Cash and Cash Equivalents

The College's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Deferred Outflows

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense) until then. Governments are permitted only to report deferred outflows in circumstances specifically authorized by the GASB.

Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments are reported at fair value. Fair values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase. Long-term investments have an original maturity of greater than one year at the time of purchase.

Inventories

Inventories consist of jewelry, horology, gemology, welding, and electronics tools, books, and materials for sale to students. Inventories are valued at cost using the first-in, first-out method.

Capital Assets

Capital assets are recorded at cost at the date of acquisition or fair market value at the date of donation. For equipment, the College's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. 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 asset or materially extend the assets' lives are charged to operating expense in the year in which the expense is incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings, 20 years for land improvements, 15 years for library books, 10 years for furniture, machinery, vehicles, and other equipment, and 5 years for telecommunications and peripheral equipment.

Collections: In accordance with guidance issued by the Texas Comptroller of Public Accounts, collections are capitalized but not depreciated. Collections are valued at their historical cost or fair value at the date of donation. The College has statues and antique pianos and organs which it capitalizes as collections. These collections are not depreciated due to the inexhaustible nature of these assets.

Restricted Resources

When the College incurs an expense for which it may use either restricted or unrestricted assets, it uses the restricted assets first unless unrestricted assets will have to be returned because they were not used.

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 postemployment benefits; OPEB expense; and information about assets, liabilities, and additions to/deductions from SRHP's fiduciary net position. Benefit payments are recognized when due and are payable in accordance with the benefit terms.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

2. Summary of Significant Accounting Policies (Continued)

Pensions

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

Unearned Revenues

Tuition, fees, and other revenues received and related to future periods have not been recognized in the current year and have been presented as a liability (unearned revenues) in these financial statements. Tuition and fees and housing charges of \$4,884 and \$4,790 and federal, state, and local grants of \$1,082,614 and \$1,141,191 have been reported as unearned revenues at August 31, 2021 and 2020, respectively.

Deferred Inflows

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

Estimates

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

Operating and Non-Operating Revenue and Expense Policy

The College distinguishes operating revenues and expenses from non-operating items. The College reports as a business-type entity and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the College's principal on-going operations. The principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations and property tax collections. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The operations of food services and the bookstore are not performed by the College but are contracted to independent vendors.

Change in Accounting Policy

During the year ended August 31, 2021, the College adopted new accounting guidance by implementing the provisions of GASB Statement No. 84, Fiduciary Activities, which establishes criteria for identifying and reporting fiduciary activities. The implementation of this statement has resulted in changing the presentation of the financial statements by removing the liability accounts associated with the activity group accounts and creating an ending net position to custodial funds not previously required. Certain amounts relating to the prior year have been reclassified to conform to the current year presentation. The reclassification have no effect on the previously reported net position.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

3. Authorized Investments

Paris Junior College is authorized to invest in obligations and instruments as defined in the Public Investment Act (Sec. 2256.001 Texas Government Code). Such investments include (1) obligations of the United States or its agencies, (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than A by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute. At August 31, 2020, Paris Junior College's short-term investments consisted of certificates of deposit. Paris Junior College had no long-term investments at August 31, 2021.

In accordance with generally accepted accounting principles, investment in financial and nonfinancial assets are reported in a three-tiered hierarchy as follows:

Level I - Fair Values are based on unadjusted quoted prices in active markets for identical assets or liabilities.

Level II - Fair Values are based on generally indirect information such as quoted prices for similar assets or liabilities in active markets, or quoted prices for identical or similar assets or liabilities in markets that are not active.

Level III - Fair values are based on inputs other than quoted prices included within Level I that are unobservable and include the College's own assumptions about pricing.

This fair value hierarchy gives the highest priority to Level I inputs and the lowest priority to Level III inputs. The College's certificate of deposit investments are classified in Level I of the hierarchy.

4. Deposits and Investments

At August 31, 2021 and 2020, the total amount of Paris Junior College's deposits was \$18,738,507 and \$27,919,195 respectively. Bank balances of \$757,339 and \$762,220 were covered by federal depository insurance at August 31, 2021 and 2020, and \$17,981,168 and \$27,156,975 were covered by collateral pledged in PJC's name. No collateral was held by PJC or by its agent.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the College's deposits may not be returned or the College will not be able to recover collateral securities in the possession of an outside party. The College's policy requires deposits to be 100% secured by collateral valued at the market less the amount of the Federal Deposit Insurance Corporation (FDIC) insurance. At August 31, 2021 the College's deposits are not exposed to custodial risk.

The following schedules summarizes the College's investments on a recurring basis, as of August 31, 2021

<u>Type of Security</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>		
		<u>Less than 1</u>	<u>1 to 2</u>	<u>More than 2</u>
Certificate of Deposits	\$ 12,000,000	\$ 12,000,000	\$ -	\$ -
Total Investments	<u>\$ 12,000,000</u>	<u>\$ 12,000,000</u>	<u>\$ -</u>	<u>\$ -</u>

The following schedules summarizes the College's investments on a recurring basis, as of August 31, 2020

<u>Type of Security</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>		
		<u>Less than 1</u>	<u>1 to 2</u>	<u>More than 2</u>
Certificate of Deposits	\$ 15,000,000	\$ 15,000,000	\$ -	\$ -
Total Investments	<u>\$ 15,000,000</u>	<u>\$ 15,000,000</u>	<u>\$ -</u>	<u>\$ -</u>

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

4. Deposits and Investments (Continued)

The College is a participant in the State of Texas TexPool investment pool. TexPool operates in a manner consistent with the SEC's rule 2a-7 of the Investment Company Act of 1940. As such, TexPool uses amortized cost to report net position and share prices, since those approximate fair values and are not required to be reported by levels. Accordingly, the fair value of the position in TexPool is the same as the value of the TexPool shares. Texpool's audited financial statements can be obtained at the Texas treasury Safekeeping Trust Company's website at www.ttstc.org. The College includes TexPool holdings as part of cash and cash equivalents.

The following schedules summarizes the College's investment pool holdings on a recurring basis, as of August 31, 2021 and 2020.

<u>Type of Security</u>	<u>Fair Value</u>	<u>Credit Rating</u>	<u>2021</u>	<u>2020</u>
TexPool	\$ 19,022,866	AAA	\$ 19,022,866	\$ 4,052,110
Total Investment Pools	<u>\$ 19,022,866</u>		<u>\$ 19,022,866</u>	<u>\$ 4,052,110</u>

Credit Risk is the risk that an insurer or other counterparty to an investment will not fulfill its obligations. In accordance with State law and the College's investment policy, investments in mutual funds and external pools must be rated at least AAA, commercial paper must be rated at least A-1 or P-1, and investments in obligations from other states, municipalities, counties, etc must be rated at least A.

Custodial credit risk for investments 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 investments or collateral securities that are in possession of an outside party.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The College's policy provides that investments to be purchased must have final maturities of five years or less.

Concentration of credit risk is the risk of loss attributed to the magnitude of the College's investments in a single issuer. The College's policy does not place a limit on the amount that may be invested in any one issuer. This risk does not apply to U.S Government securities or investments in an external investment pool. At August 31, 2021 and 2020, the College did not have a concentration of credit risk in its investment portfolio.

The Public Funds Investment Act also requires the College to have independent auditors perform test procedures related to investment practices as prescribed by that legislation. The College is in substantial compliance with the requirements of the Public Funds Investment Act.

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

	<u>2021</u>	<u>2020</u>
Bank Deposits		
Demand Deposits	\$ 25,175,475	\$ 16,661,322
Time Deposits	12,000,000	15,000,000
Total Deposits	<u>37,175,475</u>	<u>31,661,322</u>
Cash and Cash Equivalents		
Cash on Hand	3,475	3,475
Total Cash and Deposits	<u>\$ 37,178,950</u>	<u>\$ 31,664,797</u>

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

5. Capital Assets

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

	Balance September 1, 2020	Additions	Retirements	Balance August 31, 2021
<u>Not Depreciated:</u>				
Land	\$ 4,059,393	\$ -	\$ -	\$ 4,059,393
Construction in Progress	-	-	-	-
Collections	90,750	-	-	90,750
Subtotal	<u>4,150,143</u>	<u>-</u>	<u>-</u>	<u>4,150,143</u>
<u>Buildings and Other Capital Assets:</u>				
Buildings and Improvements	48,472,383	64,989	-	48,537,372
Furniture and Equipment	4,042,548	73,203	5,500	4,110,251
Vehicles	1,150,124	-	-	1,150,124
Library Books	996,081	6,073	280,612	721,542
Subtotal	<u>54,661,136</u>	<u>144,265</u>	<u>286,112</u>	<u>54,519,289</u>
<u>Accumulated Depreciation:</u>				
Buildings and Improvements	15,973,107	1,102,269	-	17,075,376
Furniture and Equipment	2,779,806	406,615	5,500	3,180,921
Vehicles	948,476	56,797	-	1,005,273
Library Books	943,135	48,102	280,612	710,625
Subtotal	<u>20,644,524</u>	<u>1,613,783</u>	<u>286,112</u>	<u>21,972,195</u>
Net Other Capital Assets	<u>34,016,612</u>	<u>(1,469,518)</u>	<u>-</u>	<u>32,547,094</u>
Net Capital Assets	<u>\$ 38,166,755</u>	<u>\$ (1,469,518)</u>	<u>\$ -</u>	<u>\$ 36,697,237</u>

Capital assets for the year ended August 31, 2020 were as follows:

	Balance September 1, 2019	Additions	Retirements	Balance August 31, 2020
<u>Not Depreciated:</u>				
Land	\$ 4,059,393	\$ -	\$ -	\$ 4,059,393
Construction in Progress	-	-	-	-
Collections	90,750	-	-	90,750
Subtotal	<u>4,150,143</u>	<u>-</u>	<u>-</u>	<u>4,150,143</u>
<u>Buildings and Other Capital Assets:</u>				
Buildings and Improvements	48,777,295	95,617	400,529	48,472,383
Furniture and Equipment	3,909,095	133,453	-	4,042,548
Vehicles	1,104,533	45,591	-	1,150,124
Library Books	990,434	10,401	4,754	996,081
Subtotal	<u>54,781,357</u>	<u>285,062</u>	<u>405,283</u>	<u>54,661,136</u>
<u>Accumulated Depreciation:</u>				
Buildings and Improvements	14,920,914	1,105,704	53,511	15,973,107
Furniture and Equipment	2,383,717	396,089	-	2,779,806
Vehicles	891,679	56,797	-	948,476
Library Books	881,484	66,405	4,754	943,135
Subtotal	<u>19,077,794</u>	<u>1,624,995</u>	<u>58,265</u>	<u>20,644,524</u>
Net Other Capital Assets	<u>35,703,563</u>	<u>(1,339,933)</u>	<u>347,018</u>	<u>34,016,612</u>
Net Capital Assets	<u>\$ 39,853,706</u>	<u>\$ (1,339,933)</u>	<u>\$ 347,018</u>	<u>\$ 38,166,755</u>

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

6. Noncurrent Liabilities

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

	Balance September 1, 2020	Additions	Retirements	Balance August 31, 2021	Current Portion
Bonds					
Revenue Bonds	\$ 10,560,000	\$ -	\$ 867,000	\$ 9,693,000	\$ 574,000
Subtotal	10,560,000	-	867,000	9,693,000	574,000
Net Pension Liability	5,030,041	14,473	-	5,044,514	-
Net OPEB Liability	20,767,424	44,790	-	20,812,214	694,221
Total Noncurrent Liabilities	\$ 36,357,465	\$ 59,263	\$ 867,000	\$ 35,549,728	\$ 1,268,221

Noncurrent liability activity for the year ended August 31, 2020 was as follows:

	Balance September 1, 2019	Additions	Retirements	Balance August 31, 2020	Current Portion
Bonds					
Revenue Bonds	\$ 11,391,000	\$ -	\$ 831,000	\$ 10,560,000	\$ 551,000
Subtotal	11,391,000	-	831,000	10,560,000	551,000
Net Pension Liability	5,587,806	-	557,765	5,030,041	-
Net OPEB Liability	19,443,602	1,323,822	-	20,767,424	486,040
Total Noncurrent Liabilities	\$ 36,422,408	\$ 1,323,822	\$ 1,388,765	\$ 36,357,465	\$ 1,037,040

PJC has three series of revenue bonds outstanding that bear interest from 4.25% to 4.50%. They are due serially in varying amounts aggregating from \$735,000 to \$1,109,000 through March 15, 2032. Revenues of PJC are pledged for the payment of principal and interest on these bonds. Interest of \$450,854 was paid for the year ended August 31, 2021 on revenue bonds.

Debt service requirements at August 31, 2021 were as follows:

Year Ending August 31,	Revenue Bonds		Total
	Principal	Interest	
2022	\$ 890,000	\$ 429,091	\$ 1,319,091
2023	930,000	389,330	1,319,330
2024	975,000	347,810	1,322,810
2025	1,016,000	304,290	1,320,290
2026	1,065,000	258,901	1,323,901
2027-2031	4,257,000	688,548	4,945,548
2032	876,000	28,070	904,070
Totals	10,009,000	2,446,040	12,455,040
Less payment prior to year end of September 15, 2020 requirements	316,000	174,740	490,740
	\$ 9,693,000	\$ 2,271,300	\$ 11,964,300

General information related to bonds and notes payable is summarized below:

Revenue Bonds:

Tuition and General Fee Revenue Bonds, Series 2006
To acquire site, construct, and equip Greenville center
Issued August 16, 2006
\$7,500,000; all authorized bonds have been issued
Source of revenue for debt service – tuition and other fee revenues

August 31, 2021
\$ 4,088,000

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

6. Noncurrent Liabilities (Continued)

Revenue Bonds (Continued):

Tuition and General Fee Revenue Bonds, Series 2007 To acquire site, construct, and equip Greenville center Issued August 16, 2007 \$6,000,000; all authorized bonds have been issued Source of revenue for debt service – tuition and other fee revenues	3,400,000
Tuition and General Fee Revenue Bonds, Series 2012 To prepare site, construct, and equip the Math and Science Building Issued May 24, 2012 \$4,000,000; all authorized bonds have been issued Source of revenue for debt service – tuition and other fee revenues	2,205,000

7. Employees' Retirement Plans

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

Teacher Retirement System of Texas-Defined Benefit Plan

Plan Description. Paris Junior 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 education 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 <http://www.trs.texas.gov.pdf>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512)542-6592.

Benefits Provided. TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, whose formulas use the three highest annual salaries, 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 service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic cost of living adjustments (COLA). Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

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 percent of the member's annual compensation and a state contribution rate of not less than 6 percent and not more than 10 percent 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's 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.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

7. Employees' Retirement Plans (Continued)

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

	Contribution Rates	
	2021	2020
Member	7.7%	7.7%
Non-Employer Contributing Entity (State)	7.5%	7.5%
Employers	7.5%	7.5%
Paris Junior College Contributions		\$ 364,153
State of Texas On-behalf Contributions		\$ 243,681

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

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

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

Actuarial Assumptions. The total pension liability in the August 31, 2019 actuarial valuation rolled forward to August 31, 2020 was determined using the following actuarial assumptions:

Valuation Date	August 31, 2019 rolled forward to August 31, 2020
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Single Discount Rate	7.25%
Long-term Expected Investment Rate of Return*	7.25%
Municipal Bond Rate*	2.33%
Last year ending August 31 in the Projection period (100 years)	2119
Inflation	2.30%
Salary increases including inflation	3.05% to 9.05%
Payroll Growth Rate	2.50%
Benefit changes during the year	None
Ad hoc post-employment benefit changes	None

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

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

7. Employees' Retirement Plans (Continued)

The actuarial methods and assumptions are based primarily on a study of actual experience for a three-year period ending August 31, 2019 and adopted in July 2020.

Discount Rate. A single discount rate of 7.25 was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.25 percent. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.55 percent of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term rate of return on pension plan investments is 7.25 percent. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in TRS' target asset allocation as of August 31, 2019 are summarized on the following table:

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

7. Employees' Retirement Plans (Continued)

<u>Asset Class</u>	<u>Target Allocation¹</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>	
Global Equity			
U.S.	18.00%	3.90%	0.99%
Non-U.S. Developed	13.00%	5.10%	0.92%
Emerging Markets	9.00%	5.60%	0.83%
Private Equity	14.00%	6.70%	1.41%
Stable Value			
Government Bonds Absolute Return	16.00%	-0.70%	-0.05%
(Including Credit Sensitive Investments)	-	1.80%	-
Stable Value Hedge Funds	5.00%	1.90%	0.11%
Real Return			
Real Estate	15.00%	4.60%	1.01%
Energy, Natural Resources, and Infrastructure	6.00%	6.00%	0.42%
Commodities	-	0.80%	-
Risk Parity			
Risk Parity	8.00%	3.00%	0.30%
Asset Allocation Leverage			
Cash	2.00%	-1.50%	-0.03%
Asset Allocation Leverage	-6.00%	-1.30%	0.08%
Inflation Expectation			2.00%
Volatility Drag			-0.67%
Total	100%		7.33%

1 Target allocations are based on the FY2020 policy model

2 Capital Market Assumptions come from Aon Hewitt (as of 08/31/2020).

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

Source: Teacher Retirement System of Texas 2020 Comprehensive Annual Financial Report

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1 percent less than or 1 percent greater than the discount rate that was used (7.25%) in measuring the 2021 Net Pension Liability.

	<u>1% Decrease in Discount Rate (6.25%)</u>	<u>Discount Rate (7.25%)</u>	<u>1% Increase in Discount Rate (8.25%)</u>
Paris Junior College's Proportionate Share of the Net Pension Liability:	\$ 7,778,550	\$ 5,044,514	\$ 2,823,169

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At August 31, 2021 Paris Junior College reported a liability of \$5,044,514 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to Paris Junior College. The amount recognized by Paris Junior College as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with Paris Junior College were as follows:

	<u>2021</u>	<u>2020</u>
Paris Junior College' Proportionate Share of the Collective Net Pension Liability	\$ 5,044,514	\$ 5,030,041
State's Proportionate Share that is Associated with Paris Junior College	3,163,113	3,134,279
Total	\$ 8,207,627	\$ 8,164,320

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

7. Employees' Retirement Plans (Continued)

The net pension liability was measured as of August 31, 2019 and rolled forward to August 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2019 through August 31, 2020.

At the measurement date of August 31, 2020, the employer's proportion of the collective net pension liability was 0.009418%, which was a decrease of 0.00262% from its proportion measured as of August 31, 2019.

Changes Since the Prior Actual Valuation

•The single discount rate as of August 31, 2018 was a blended rate of 6.907 percent and that has been changed to the long-term rate of return of 7.25 percent as of August 31, 2019.

•With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.

•The Texas legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

For the year ended August 31, 2021, Paris Junior College recognized pension expense of \$380,452 and revenue of \$380,452 for support provided by the State. For the year ended August 31, 2020, Paris Junior College recognized pension expense of \$492,351 and revenue of \$492,351 for support provided by the state.

At August 31, 2021, Paris Junior College reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2021	2021
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 9,211	\$ 140,779
Changes in Actuarial Assumptions	1,170,507	497,691
Difference Between Projected and Actual Investment Earnings	224,720	122,598
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	59,525	400,457
Contributions Paid to TRS Subsequent to the Measurement Date	321,036	-
Total	<u>\$ 1,784,999</u>	<u>\$ 1,161,525</u>
	2020	2020
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 21,131	\$ 644,900
Changes in Actuarial Assumptions	1,560,566	174,651
Difference Between Projected and Actual Investment Earnings	302,408	251,900
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	81,174	446,484
Contributions Paid to TRS Subsequent to the Measurement Date	327,627	-
Total	<u>\$ 2,292,906</u>	<u>\$ 1,517,935</u>

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

Year ended August 31:	Pension Expense Amount
2022	\$ 55,865
2023	38,371
2024	99,315
2025	95,363
2026	30,790
Thereafter	(17,266)

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

7. Employees' Retirement Plans (Continued)

Optional Retirement Plan-Defined Contribution Plan

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

Funding Policy. Contribution requirements are not actuarially determined but are established and amended by the Texas legislature. The percentages of participant salaries currently contributed by the state, the College and each participant are 3.3%, 3.3%, and 6.65%, respectively. The College contributes 1.31 percent for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program. S.B. 1812, effective September 1, 2013, limits the amount of the state's contribution to 50% of eligible employees in the reporting district. In certain instances, the College is required to make all or a portion of the State's contribution.

The retirement expense to the state for the College was \$477,943 and \$593,306 for the fiscal years ended August 31, 2021 and 2020, respectively. This amount represents the portion of expended appropriations made by the Legislature on behalf of the College.

The total payroll for all College employees was \$12,259,287 and \$12,283,921 for fiscal years 2021 and 2020, respectively. The total payroll of employees covered by the Teacher Retirement System was \$8,089,031 and \$8,242,715, and the total payroll of employees covered by the Optional Retirement Program was \$2,954,271 and \$3,103,260 for fiscal years 2021 and 2020, respectively.

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 Texas Government Code 609.001.

As of August 31, 2021 and 2020, the College had 14 and 12 employees, respectively, participating in a deferred compensation program. A total of \$81,234 and \$73,260 in payroll deductions was invested in approved plans during the years ended August 31, 2021 and 2020, respectively.

8. Compensated Absences

Sick leave, which can be accumulated up to 480 hours, is earned at the rate of 8 hours per month. It is paid to an employee who misses work because of illness. No accumulated sick leave is paid upon termination of employment. Vacation leave does not accumulate or carryover to subsequent years. Therefore, Paris Junior College does not accrue a liability related to compensated absences.

9. Health Care and Life Insurance Benefits

Certain health care and life insurance benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year. The state recognizes the cost of providing these benefits by expending the annual insurance premiums. The state's contribution per full-time employee was \$625 per month for the year ended August 31, 2021, (\$625 per month for 2020) and totaled \$1,245,805 for 2021 (\$1,246,098 for the year ended 2020). The cost of providing those benefits for 149 retirees in the year ended 2021, was \$537,897 (retiree benefits for 144 retirees cost \$522,079 in 2020). For 195 active employees, the cost of providing benefits was \$707,908 for the year ended 2021 (active employee benefits for 207 employees cost \$724,020 for the year ended 2020). SB 1812, 83rd Texas Legislature, Regular Session, effective September 1, 2013, limits the amount of the state's contribution to 50% of eligible employees in the reporting district.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

10 Other Post-Employment Benefits (OPEB)

Plan Description. Paris Junior College participates in a cost-sharing, multiple-employer, other post-employment benefit (OPEB) plan with a special funding situation. The Texas Employees Group Benefits Program (GBP) is administered by the Employees Retirement System of Texas (ERS). The GBP provides certain postemployment health care, life and dental insurance benefits to retired employees of participating universities, community colleges, and State agencies in accordance with Chapter 1551, Texas Insurance Code. Almost all employees may become eligible for those benefits if they reach normal retirement age while working for the State and retire with at least 10 years of service to eligible entities. Surviving spouses and dependents of these retirees are also covered. Benefit and contribution provisions of the GBP are authorized by State law and may be amended by the Texas Legislature.

OPEB Plan Fiduciary Net Position. Detailed information about the GBP's fiduciary net position is available in the separately issued ERS 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>; or by writing to ERS at: 200 East 18th Street, Austin, TX 78701; or by calling (877)275-4377.

Benefits Provided. Retiree health benefits offered through the GBP are available to most State of Texas retirees and their eligible dependents. Participants need at least ten years of service credit with an agency or institution that participates in the GBP to be eligible for GBP retiree insurance. The GBP provides self-funded group health (medical and prescription drug) benefits for eligible retirees under HealthSelect. The GBP also provides a fully insured medical benefit option for Medicare-primary participants under the HealthSelect Medicare Advantage Plan and life insurance benefits to eligible retirees via a minimum premium funding arrangement. The authority under which the obligations of the plan members and employers are established and/or may be amended is Chapter 1551, Texas Insurance Code.

Contributions. Section 1551.055 of Chapter 1551, Texas Insurance Code, provides that contribution requirements of the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. The employer and member contribution rates are determined annually by the ERS Board of Trustees based on the 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 the benefits provided through the GBP. The Trustees revise benefits when necessary to match expected benefit and administrative costs with the revenue expected to be generated by the appropriated funds.

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 contribution. As the non-employer contributing entity (NECE), the State of Texas pays part of the premiums for the junior and community colleges.

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

Retiree Only	\$ 624.82
Retiree & Spouse	\$ 1,340.85
Retiree & Children	\$ 1,104.22
Retiree & Family	\$ 1,820.22

Contributions of premiums to the GBP plan are shown below:

	2021
Paris Junior College (active and retired)	\$ 1,890,104
Nonemployer Contributing Entity (State of Texas)	\$ 1,245,805

**Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020**

10 Other Post-Employment Benefits (OPEB) (Continued)

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of August 31, 2020 using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	August 31, 2020
Actuarial Cost Method	Entry Age
Amortization Method	Level percent of pay, open
Remaining Amortization Period	30 years
Asset Valuation Method	N/A
Discount rate	2.2%
Projected Annual Salary Increase (includes inflation)	2.3% to 9.05%, including inflation
Annual Healthcare Trend Rate	<u>HealthSelect</u> 8.80% for FY2022, 5.25% for FY 2023, 5.00% for FY2024, 4.75% for FY2025, 4.60% for FY2026, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2029 and later years. <u>HealthSelect Medicare Advantage</u> 53.30% for FY2022, 0.00% for FY2023, 66.67% for FY2024, 24.00% for FY2025, 4.60% for FY2026, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2029 and later years. <u>Pharmacy</u> 10.00% for FY2022 and FY2023, decreasing 100 basis points per year to 5.00% for FY2028 and 4.30% for FY2029 and later years.
Inflation Assumption Rate	2.3%
Ad hoc Postemployment Benefit Changes	None
Mortality Assumptions:	
Service Retirees, Survivors and Other Inactive Members	Tables based on TRS experience with Ultimate MP Projection Scale from the year 2018.
Disability Retirees	Tables based on TRS experience with Ultimate MP Projection Scale from the year 2018 using a 3-year set forward and minimum mortality rates of four per 100 male members and two per 100 female members.
Active Members	Sex Distinct RP-2014 Employee Mortality multiplied by 90% with Ultimate MP Projection Scale from the year 2014.

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

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

Discount Rate. Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the total OPEB liability is the municipal bonds rate. The discount rate used to determine the total OPEB liability as of the *beginning* of the measurement year was 2.97%. The discount rate used to measure the total OPEB liability as of the *end* of the measurement year was 2.20%, which amounted to a decrease of 0.77%. The source of the municipal bond rate was the Bond Buyer Index of general obligation bonds with 20 years to maturity and mixed credit quality. The bonds average credit quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp's AA rating. Projected cash flows into the plan are equal to projected benefit payments out of the plan. Because the plan operates on a pay-as-you-go (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 share of the collective net OPEB Liability if the discount rate used was 1 percent less than or 1 percent greater than the discount rate that was used (2.20%) in measuring the net OPEB Liability.

	1% Decrease in Discount Rate (1.20%)	Discount Rate (2.20%)	1% Increase in Discount Rate (3.20%)
Paris Junior College's Proportionate Share of the Net OPEB Liability:	\$ 24,736,782	\$ 20,812,214	\$ 17,737,664

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

10 Other Post-Employment Benefits (OPEB) (Continued)

Healthcare Trend Rate Sensitivity Analysis. The initial healthcare trend rate is 7.3% and the ultimate rate is 4.5%. 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 or 1 percent greater than the healthcare cost trend rate that was used in measuring the net OPEB liability.

	1% Decrease in Healthcare Cost Trend Rates	Current Healthcare Cost Trend Rates	1% Increase in Healthcare Cost Trend Rates
Paris Junior College's Proportionate Share of the Net OPEB Liability:	\$ 17,418,454	\$ 20,812,214	\$ 25,261,079

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. At August 31, 2021, the College reported a liability of \$20,812,214 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:

	2021	2020
Paris Junior College's Proportionate share of the collective net OPEB liability	\$ 20,812,214	\$ 20,767,424
State's proportionate share that is associated with Paris Junior College	13,694,238	14,588,717
Total	\$ 34,506,452	\$ 35,356,141

The net OPEB liability was measured as of August 31, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The employer's proportion of the net OPEB liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2020 through August 31, 2021.

At August 31, 2021, the College's proportion of the collective net OPEB Liability was 0.06298213 which was an increase of 0.00289586 from its proportion measured as of August 31, 2020.

For the year ended August 31, 2021, the College recognized OPEB expense of \$161,575 and revenue of \$161,575 for support provided by the State.

Changes in Assumptions or other Inputs

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

i Demographic Assumptions

Assumed rates of pre-retirement and post-disability mortality for all State Agency members, assumed rates of termination and retirement for certain CPO/CO members and assumed salary and aggregate payroll increases have been updated to reflect assumptions adopted by the ERS Trustees since the last valuation date. These new assumptions were adopted to reflect an experience study on the ERS retirement plan performed by the ERS retirement plan actuary.

- In addition, the following assumptions have been updated since the previous valuation to reflect recent plan experience and expected trends:

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

ii Economic Assumptions

- Assumed Per Capita Health Benefit Costs and Health Benefit Cost and Retiree Contribution trends have been updated since the previous valuation to reflect recent health plan experience and its effects on our short-term expectations.

- The Patient-Centered Outcome Research Institute (PCORI) fees payable under the ACA have been updated since the previous valuation to reflect IRS Notice 2020-44 published June 8, 2020.

- Assumed inflation has been updated to reflect an assumption adopted by the ERS Trustees since the last valuation date. This new assumption was adopted to reflect an experience study on the ERS retirement plan performed by the ERS retirement plan actuary.

iii Other Inputs

The discount rate was changed from 2.97% to 2.20% as a result of requirements by GASB No. 74 to reflect the yield or index rate for 20-year, tax exempt general obligation bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

The change in the discount rate was made to comport with the requirements of GASB No. 74.

**Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020**

iii Other Inputs (Continued)

Please see our valuation reprot dated December 5, 2019 for a complete list of our previous assumptions.

b. Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2021, are provided for in the FY2021 Assumed Per Capita Health Benefit Costs. There are no benefit changes for HealthSelect retirees and dependents for whom Medicare is Primary.

10 Other Post-Employment Benefits (OPEB) (Continued)

At August 31, 2021, the College reported its proportionate share of the ERS plan's collective deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>2021</u>	<u>2021</u>
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ -	\$ 813,976
Changes in Actuarial Assumptions	1,204,882	4,484,174
Difference Between Projected and Actual Investment Earnings	6,211	-
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	1,277,951	477,740
Contributions Paid to ERS Subsequent to the Measurement Date	403,376	-
Total	\$ 2,892,420	\$ 5,775,890
	<u>2020</u>	<u>2020</u>
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ -	\$ 540,387
Changes in Actuarial Assumptions	1,477,907	4,640,731
Difference Between Projected and Actual Investment Earnings	8,538	-
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions.	1,763,043	1,742,815
Contributions Paid to ERS Subsequent to the Measurement Date	390,751	-
Total	\$ 3,640,239	\$ 6,923,933

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

<u>Year ended August 31:</u>	<u>Pension Expense Amount</u>
2022	\$ (1,586,778)
2023	(989,912)
2024	(408,725)
2025	(214,797)
2026	(86,634)
Thereafter	-

11 Disaggregation of Receivables and Payables Balances

Receivables at August 31, 2021 and 2020, were as follows:

	<u>2021</u>	<u>2020</u>
Student Receivables	\$ 2,195,716	\$ 2,508,459
Taxes Receivables	394,480	392,206
Federal Receivables	428,536	257,711
Other Receivables	93,774	-
Subtotal	3,112,506	3,158,376
Allowance for Doubtful Accounts	(2,029,922)	(2,442,696)
Total	\$ 1,082,584	\$ 715,680

Payables at August 31, 2021 and 2020, were as follows:

	<u>2021</u>	<u>2020</u>
Vendors Payable	\$ 662,487	\$ 666,661
Accrued Liabilities	39,047	44,642
Other Payables	-	52,682
Total	\$ 701,534	\$ 763,985

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

12 Contract and Grant Awards

Contract and grant awards are accounted for in accordance with the requirements of the American Institute of Certified Public Accountants. Revenues are recognized on Exhibit 2 and Schedule A. For federal contract and grant awards, funds expended, but not collected, are reported as Accounts Receivable on Exhibit 1. Non-federal contract and grant awards for which funds are expended, but not collected, are reported as Accounts Receivable on Exhibit 1. Contract and grant awards that are not yet funded and for which the institution has not yet performed services are not included in the financial statements.

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. Except for workers' compensation insurance, the College carries commercial insurance for all the risks of loss. The College accounts for risk management issues in accordance with GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*.

The College participates in the Workers' Compensation Fund of the Texas Educational Insurance Association (Fund) administered by Claims Administrative Services, Inc. The College is responsible for the payment of all claims until a certain threshold is reached. Whenever the claims exceed the threshold, a commercial insurance policy pays the excess claims. The Fund's specific retention of loss is \$1,000,000, with an aggregate limit of \$5,000,000; the College's maximum fund loss is \$152,704. Premiums of \$33,278 and \$33,432 for this insurance were allocated to the College for the years ended August 31, 2021 and 2020; respectively.

The following schedule summarizes the changes in claims liabilities for the years ended August 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Claims Liabilities - Beginning of the year	\$ 100,460	\$ 107,890
Incurred Claims	46,693	15,574
Change in Prior Year Claims Estimates	(4,316)	(5,100)
Payment on Claims	(15,224)	(17,904)
Claims Liabilities - End of Year	<u>\$ 127,613</u>	<u>\$ 100,460</u>

The claims liability is reported in accrued liabilities in the financial statements and includes \$45,180 and \$36,314 of estimated claims incurred but not reported, as determined actuarially by the administrator at August 31, 2021 and 2020, respectively.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

14 Property Tax

Paris Junior 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.

	2021	2020	
Assessed Valuation of the District	\$ 4,646,902,452	\$ 4,689,277,761	
Less: Exemptions and Abatements	951,046,253	1,007,169,823	
Net Assessed Valuation of the District	\$ 3,695,856,199	\$ 3,682,107,938	
	Current Operations	Debt Service	Total
2021			
Tax Rate per \$100 Valuation for Authorized	\$ 0.2700	\$ 0.5000	\$ 0.770
Tax Rate per \$100 Valuation for Assessed	\$ 0.0890	\$ -	\$ 0.0890
2020			
Tax Rate per \$100 Valuation for Authorized	\$ 0.2700	\$ 0.5000	\$ 0.770
Tax Rate per \$100 Valuation for Assessed	\$ 0.0840	\$ -	\$ 0.0840

Taxes levied for the years ended August 31, 2021 and 2020, are \$3,423,197 and \$2,996,001, respectively including penalty and interest assessed. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

Taxes Collected	Current Operations	Debt Service	Total
2021			
Current Taxes Collected	\$ 3,334,154	\$ -	\$ 3,334,154
Delinquent Taxes Collected	73,136	-	73,136
Penalties and Interest Collected	75,479	-	75,479
Total Collected	\$ 3,482,769	\$ -	\$ 3,482,769
2020			
Current Taxes Collected	\$ 2,880,035	\$ -	\$ 2,880,035
Delinquent Taxes Collected	71,134	-	71,134
Penalties and Interest Collected	49,828	-	49,828
Total Collected	\$ 3,000,997	\$ -	\$ 3,000,997

Tax collections for the years ended August 31, 2021 and 2020, were 101.4% and 97.40%, respectively of the current tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted to either maintenance and operations or interest and sinking expenditures.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

15 Tax Abatements

Paris Junior College has entered into property tax abatement agreements with local businesses under the Property Redevelopment & Tax Abatement Act, Texas Tax Code Chapter 312. Under the Act, localities may grant property tax abatements from 0 to 100 percent of a business' property tax bill for attracting or retaining businesses within their taxing jurisdictions. The abatements were granted to businesses located within or promising to relocate to the taxing district of Paris Junior College for (i) jobs created, (ii) jobs retained in cases of existing employers within the taxing district, and (iii) broadening of the tax base, and expansion of economic base. Paris Junior College discontinued granting tax abatements in 2015.

For the fiscal year ended August 31, 2021, Paris Junior College had commitments outstanding for abated property taxes totaling \$169,429 under this program, including the following agreements that each exceeded 10 percent of the total amount abated:

- A 100 percent property tax abatement to James Skinner Co. for expansion. The abatement amounted to \$18,919.
- A 100 percent property tax abatement to Kimberly-Clark Corporation for expansion and addition of new equipment. The abatement amounted to \$120,270.
- A 100 percent property tax abatement to Essent PRMC LP for expansion. The abatement amounted to \$20,283.

16 Income Taxes

The College is exempt from income taxes under Internal Revenue Code Section 115, Income of States, Municipalities, Etc., although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511(a)(2)(B), Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations. The College had no unrelated business income tax liability for the years ended August 31, 2021 and 2020.

17 Related Party of the College

A Board Member of the College is the owner of the insurance company that the College utilizes. Said member abstains from discussions and votes that related to the insurance company selected and utilized by the College.

18 Subsequent Events

Subsequent events have been evaluated through December 17, 2021, which is the date the financial statements were available to be issued.

19 Component Unit

The Paris Junior College Memorial Foundation, Inc. - Discrete Component Unit

The Paris Junior College Memorial Foundation, Inc. (the Foundation) was established as a separate nonprofit corporation in 1944 to raise funds to provide student scholarships and assistance in the development and growth of the College. Under Governmental Standards Board Statement No. 39, *Determining Whether Certain Organization are Component Units*, an organization should report as a discretely presented component unit those organizations that raise and hold economic resources for the direct benefit of a government unit.

Accordingly, the Foundation's financial statements are included in the College's annual report as a discrete component unit (see table of contents). Selected disclosures are included in the College's financial statements.

General and Significant Accounting Policies

Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

19 Component Unit (Continued)

The Foundation maintains its accounts in accordance with the principles of fund accounting. Resources for various purposes are classified into funds that are in accordance with activities or objectives specified by donors. Separate accounts are maintained for each fund. For reporting purposes, however, the Foundation classifies net position and revenues, expenses, gains, and losses based on the existence or absence of donor-imposed restrictions. Accordingly, net position of the Foundation and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets available for use in general operations and not subject to donor (or certain grant) restrictions. The governing board may designate from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net Assets with Donor Restrictions - Net assets subject to donor (or certain grantor) imposed restrictions. Some donor imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Foundation considers all bank deposits and highly liquid financial instruments, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to endowments that are perpetual in nature or other long-term purposes are excluded from this definition.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. The carrying amounts of other investments are based on the historical cost of those investments. Realized and unrealized gains and losses are reported in the statement of activities.

In accordance with generally accepted accounting principles, investment in financial and nonfinancial assets are reported in a three-tiered hierarchy as follows:

Level I - Assets are based on quoted prices or unadjusted quoted prices in active markets for identical assets or liabilities that the Foundation has the ability to access at the Foundation's year end.

Level II - Assets are based on other than quoted prices or adjusted quoted prices of similar assets or liabilities in markets that are not active.

Level III - Assets are based on unobservable inputs and shall reflect the Foundation's own assumptions about the assets or liabilities.

This fair value hierarchy gives the highest priority to Level I assets and the lowest priority to Level III assets.

Capital Assets and Depreciation

Capital assets are recorded at cost or at estimated fair market value at the date of the gift if donated. The Foundation's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. Such donations are reported as unrestricted support unless the donor has restricted the asset to a specific purpose. Assets donated with specific restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Foundation reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Depreciation is calculated on the straight-line method over the estimated useful lives of the assets. The estimated useful lives range from 10 to 30 years.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

19 Component Unit (Continued)

Contributions

Contributions are recognized as revenues in the period unconditional promises to give are received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value.

Contributed Services

The services of the Foundation employees and certain operating costs have been donated by the College. The estimated value of these contributed services is \$57,040 and \$57,780 for the years ended August 31, 2021 and 2020, respectively, and has been included in revenues and expenses in the accompanying financial statements.

Concentration of Credit Risk

The Foundation maintains its cash and cash equivalents in bank and money market accounts which could possibly exceed federally insured limits. However, the Foundation does not believe that it is exposed to any significant credit risk in connection with these accounts.

Functional Allocation of Expenses

The costs of program and support services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited on the basis of estimates of time and effort.

Federal Income Taxes

The income of the Foundation, except for unrelated business income, is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code. The Foundation had no unrelated business income during the years ended August 31, 2021 and 2020.

Use of Estimates

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

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

19 Component Unit (Continued)

Risks and Uncertainties

The Foundation invests in various investment securities which are inherently exposed to various risks such as interest rate fluctuations, and market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the statements of net assets available for benefits.

New Accounting Pronouncements

In May 2014, the FASB issued ASU 2014-09, Revenue from Contracts with Customer. The guidance clarifies the principles for recognizing revenue from contracts with customers. The guidance requires the Foundation to recognize revenue to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the Foundation expects to be entitled to exchange for those goods or services. The guidance also requires expanded disclosures relating to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. Additionally, qualitative and quantitative disclosures are required regarding customer contracts, significant judgements and changes in judgements, and assets recognized from the costs to obtain or fulfill a contract. In June 2020, the FASB issued ASU 2020-05 Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842). As such, ASU 2014-09 is effective for the fiscal year ended August 31, 2021. The implementation of this standard did not significantly impact the Foundation's financial statements.

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

19 Component Unit (Continued)

Investments

The following schedule summarizes the Foundation's Level I investments on a recurring basis as of August 31, 2021 and 2020:

<u>Type of Security</u>	<u>Fair Value</u>	
	<u>2021</u>	<u>2020</u>
Basic Materials	\$ 310,757	\$ 301,204
Consumer Cyclical	1,519,129	438,523
Consumer Non-Cyclical	2,731,441	1,970,747
Energy	3,151,882	2,448,009
Financial	9,449,522	7,157,304
Healthcare	3,868,104	1,619,956
Industrial	1,185,114	1,856,411
Technology	3,931,283	4,195,232
Preferred Stock	-	11,540
Closed End Funds (Precious Metals)	259,555	112,860
Corporate Bonds	477,281	286,090
Government Bonds	213	397
Municipal Bonds	185,219	104,686
Mutual Funds (Equity)	183,040	-
Unit Investment Trust	-	3,826
Exchange Traded Portfolios	265,540	279,575
Certificate of Deposit	262,809	163,121
Total Investments	<u>\$ 27,780,889</u>	<u>\$ 20,949,481</u>

The Foundation holds investment assets of common stock valued at \$780,000 that is a Level II investment. The remainder of the Foundation's investments are Level I investments.

Fees paid for by the Foundation investment management services amounted to \$69,168 and \$60,223 for the years ended August 31, 2021 and 2020.

Liquidity and Availability of Resources

Financial assets available for general expenditures, that is, without donor restrictions limiting their use or without requiring specific action of the Board, within one year of the date of the statements of financial position as of August 31, 2021 and 2020, are comprised of the following:

	<u>2021</u>	<u>2020</u>
Cash And Cash Equivalents	\$ 240,883	\$ 387,026
Investments	28,560,889	21,429,481
	<u>28,801,772</u>	<u>21,816,507</u>
Donor-Restricted Funds	<u>(28,785,085)</u>	<u>(21,789,603)</u>
Financial Assets Available To Meet General Expenditure Needs Within One Year	<u>\$ 16,687</u>	<u>\$ 26,904</u>

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

19 Component Unit (Continued)

Capital Assets

The following schedule summarizes the Foundation's capital assets as of August 31, 2021 and 2020:

	2021	2020
Land	\$ 500	\$ 500
Building	170,273	170,273
Improvements	14,603	14,603
	185,376	185,376
Accumulated Depreciation	(182,444)	(181,574)
Total Property And Equipment	\$ 2,932	\$ 3,802

Endowment Funds

The Foundation has donor restricted endowments that are to be used only for identified scholarships and other identified purposes and that are maintained in accordance with explicit donor stipulations. The Board of Trustees of the Foundation has interpreted the Texas Uniform Prudent Management of Institutional Funds Act (TUPMIFA) as requiring the preservation of the fair value of gifts to donor Restricted Endowments as of the date of the gift, absent explicit donor stipulations to the contrary. The Foundation interprets the definition of donor-restricted endowments to include the original value of gifts to an endowment and subsequent gifts donated to the fund, (including promises to give net of discount and allowance for doubtful accounts) donated to the Endowment and any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure in a manner consistent with the standard of prudence described in TUPMIFA. The Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the organization
7. The investment policies of the organization.

Endowment funds are maintained in an investment account which is managed by an independent financial firm that follows guidelines provided in the investment policy approved by the Board of Trustees.

As of August 31, 2021 and 2020, Donor Restricted Endowment Funds were as follows:

Donor-Restricted Endowment Fund:

	2021	2020
Original Donor-Restricted Gift Amount And Amounts Required To Be Maintained In Perpetuity By Donor	\$ 10,061,773	\$ 9,733,173
Accumulated Investment Gains	17,719,116	11,216,308
	\$ 27,780,889	\$ 20,949,481

Paris Junior College
Notes to Financial Statements (Continued)
August 31, 2021 and 2020

19 Component Unit (Continued)

Funds with Deficiencies

In accordance with accounting standards, the Foundation considers an endowment to be deficient (underwater funds) if its fair value is less than the sum of (a) the original value of initial and subsequent gifts donated to the endowment and (b) any donor imposed accumulations to the endowment that must be maintained in perpetuity. The Foundation has interpreted TUPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. As of August 31, 2021 and 2020, there were no endowment funds with deficiencies.

Investment and Spending Policies

The primary goals of the endowments are as follow: (1) Provide the highest sustainable, consistent flow of funds to support the activities of the Foundation or those designated by the donor, (2) Protect the future purchasing power of the principal of the endowed funds by reserving an appropriate portion of investment return to offset the cumulative effects of inflation and provide future real growth of the Foundation assets, and (3) Manage the spending distribution over time to reduce, as far as possible, annual variations in the level of support provided by the Foundation.

The Investment Committee of the Foundation outlines the asset allocations, permissible investments, and objectives of the portfolios in the Investment Policy.

Changes in Endowment net assets for the years ended August 31, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Endowment Net Assets , Beginning of Year	\$ 21,872,810	\$ 21,259,261
Investment Income, Net	7,266,491	1,338,531
Contributions	259,878	244,445
Transfer And Reclassification	-	-
Net Assets Released From Restrictions	<u>(541,974)</u>	<u>(969,428)</u>
Endowment Net Assets, End Of Year	<u>\$ 28,857,205</u>	<u>\$ 21,872,809</u>

Subsequent Events

Subsequent events have been evaluated through December 17th, 2021, which is the date the financial statements were available to be issued.

**Paris Junior College
Required Supplementary Information
August 31, 2021 and 2020**

Schedule of Proportionate Share of Net Pension Liability

Fiscal year ending August 31*,	2021**	2020**	2019**	2018**	2017**	2016**	2015**
Paris Junior College's Proportionate Share of Collective Net Pension Liability (%)	0.000094%	0.000097%	0.010150%	0.013070%	0.009950%	0.010951%	0.012075%
Paris Junior College's Proportionate Share of Collective Net Pension Liability (\$)	\$ 5,044,514	\$ 5,030,041	\$ 5,587,806	\$ 3,316,430	\$ 3,760,080	\$ 3,871,174	\$ 3,225,507
State's Proportionate Share of Net Pension Liability Associated with Paris Junior College	3,163,113	3,134,279	3,467,855	1,951,953	2,359,068	2,508,903	2,233,999
Total	\$ 8,207,627	\$ 8,164,320	\$ 9,055,661	\$ 5,268,383	\$ 6,119,148	\$ 6,380,077	\$ 5,459,506
Paris Junior College's Covered Employee Payroll Amount	\$ 8,089,031	\$ 8,242,718	\$ 8,035,171	\$ 7,903,988	\$ 7,505,463	\$ 7,392,598	\$ 7,722,452
Paris Junior College's Proportionate Share of Collective Net Pension Liability as a Percentage of Covered Employee Payroll	62.36%	61.04%	69.54%	41.96%	50.10%	52.37%	41.77%
Plan Fiduciary Net Position as Percentage of the Total Pension Liability	73.74%	73.74%	73.74%	82.17%	78.00%	78.43%	83.25%

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

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

Schedule of Pension Contributions

Fiscal year ending August 31*,	2021**	2020**	2019**	2018**	2017**	2016**	2015**
Legally Required Contributions	\$ 364,152	\$ 372,839	\$ 328,112	\$ 321,268	\$ 310,910	\$ 307,172	\$ 316,189
Actual Contributions	364,152	372,839	328,112	321,268	310,910	307,172	316,189
Contributions Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Paris Junior College Covered Employee Payroll Amount	\$ 8,089,031	\$ 8,242,718	\$ 8,035,171	\$ 7,903,988	\$ 7,505,463	\$ 7,392,598	\$ 7,722,452
Ratio of: Actual Contributions / ER Covered Payroll Amount	4.50%	4.52%	4.08%	4.06%	4.14%	4.16%	4.09%

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

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

Paris Junior College
Required Supplementary Information
August 31, 2021 and 2020

Schedule of Proportionate Share of Net OPEB Liability

Fiscal year ending August 31*	2021**	2020**	2019**	2018**
Paris Junior College's Proportion of the Collective Net OPEB Liability (%)	0.065604%	0.060086%	0.065604%	0.061222%
Paris Junior College's Proportionate Share of the Net OPEB Liability (\$)	\$ 20,812,214	\$ 20,767,424	\$ 19,443,602	\$ 20,860,173
State's Proportionate Share of Net OPEB Liability Associated with Paris Junior College	13,694,238	14,588,717	10,864,513	15,386,001
Total	\$ 34,506,452	\$ 35,356,141	\$ 30,308,115	\$ 36,246,174
Paris Junior College's Covered Employee Payroll Amount	\$ 12,259,287	\$ 12,283,921	\$ 11,991,712	\$ 11,048,585
Paris Junior College's Proportionate Share of Collective Net OPEB Liability as a Percentage of Covered Employee Payroll	169.77%	169.06%	162.14%	188.80%
Plan Fiduciary Net Position as Percentage of the Total OPEB Liability	1.27%	1.27%	1.27%	2.04%

*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.

Schedule of Contributions for OPEB
Employee Retirement System of Texas

Fiscal year ending August 31*	2021**	2020**	2019**	2018**
Legally Required Contributions (active and retired)	\$ 1,890,104	\$ 1,893,348	\$ 1,780,496	\$ 1,774,447
Actual Contributions	1,890,104	1,893,348	1,780,496	1,774,447
Contributions Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Paris Junior College Covered Employee Payroll Amount	\$ 12,259,287	\$ 12,283,921	\$ 11,991,712	\$ 11,048,585
Contributions as a Percentage of Covered Employee Payroll	15.42%	15.41%	14.85%	16.06%

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

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

Defined Benefit Pension Plan

Changes of Benefit Terms

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

Changes of Assumptions

- The single discount rate as of August 31, 2018 was a blended rate of 6.907 percent and that has changed to the long-term rate of return of 7.25 percent of August 31, 2019.

- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.

- The Texas legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

Paris Junior College
Notes to Required Supplementary Information
August 31, 2021 and 2020

Defined Benefit OPEB Plan

Changes of Benefit Terms

Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2021 are provided for in the FY2021 Assumed Per Capita Health Benefit Costs. There are no benefit changes for HealthSelect retirees and dependents for whom Medicare is primary.

Changes in Assumptions or other Inputs

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

I Demographic Assumptions

Assumed rates of pre-retirement and post-disability mortality for all State Agency members, assumed rates of termination and retirement for certain CPO/CO members and assumed salary and aggregate payroll increases have been updated to reflect assumptions adopted by the ERS Trustees since the last valuation date. These new assumptions were adopted to reflect an experience study on the ERS retirement plan performed by the ERS retirement plan actuary.

In addition, the following assumptions have been updated since the previous valuation to reflect recent plan experience and expected trends:

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

II Economic Assumptions

- Assumed Per Capita Health Benefit Costs and Health Benefit Cost and Retiree Contribution trends have been updated since the previous valuation to reflect recent health plan experience and its effects on our short-term expectations.
- The Patient-Centered Outcome Research Institute (PCORI) fees payable under the ACA have been updated since the previous valuation to reflect IRS Notice 2020-44 published June 8, 2020.
- Assumed inflation has been updated to reflect an assumption adopted by the ERS Trustees since the last valuation date. This new assumption was adopted to reflect an experience study on the ERS retirement plan performed by the ERS retirement plan actuary.

III Other Inputs

The discount rate was changed from 2.97% to 2.20% as a result of requirements by GASB No. 74 to reflect the yield or index rate for 20-year, tax exempt general obligation bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

The change in the discount rate was made to comport with the requirements of GASB No. 74.

Please see our valuation report dated December 5, 2019 for a complete list of our previous assumptions.

Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2021 are provided for in the FY2021 Assumed Per Capita Health Benefit Costs. There are no benefit changes for HealthSelect retirees and dependents for whom Medicare is primary.

Paris Junior College
Schedule A
Schedule of Operating Revenues
Year Ended August 31, 2021 (With Memorandum Totals for the Year Ended August 31, 2020)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2021 Total	2020 Total
Tuition and Fees						
Tuition						
State Funded Courses						
In-District Resident Tuition	\$ 1,290,039	\$ -	\$ 1,290,039	\$ -	\$ 1,290,039	\$ 1,454,732
Lost Revenue - Tuition	2,222,559	-	2,222,559	-	2,222,559	-
Out-of-District Resident Tuition	4,685,726	-	4,685,726	-	4,685,726	5,035,101
Non-Resident Tuition	238,122	-	238,122	-	238,122	265,541
TPEG Credit (Set-Aside)	303,737	-	303,737	-	303,737	333,971
State Funded Continuing Education	456,758	-	456,758	-	456,758	468,668
Non-State Funded Continuing Education	22,357	-	22,357	-	22,357	33,433
TPEG Non-Credit (Set-Aside)	28,420	-	28,420	-	28,420	30,698
Total Tuition	9,247,718	-	9,247,718	-	9,247,718	7,622,144
Fees						
General Fee	1,657,336	-	1,657,336	-	1,657,336	1,868,254
Laboratory Fee	185,357	-	185,357	-	185,357	203,210
Installment Handling Fee	6,000	-	6,000	-	6,000	10,949
Other Fees	2,392,378	-	2,392,378	-	2,392,378	2,679,162
Total Fees	4,241,071	-	4,241,071	-	4,241,071	4,761,575
Scholarship Allowances and Discounts						
Scholarship Allowances	(154,060)	-	(154,060)	-	(154,060)	(178,820)
Remissions and Exemptions	(1,455,336)	-	(1,455,336)	-	(1,455,336)	(1,554,067)
TPEG Allowances	(175,481)	-	(175,481)	-	(175,481)	(200,786)
Federal Grants to Students	(3,134,230)	-	(3,134,230)	-	(3,134,230)	(3,474,992)
Total Scholarship Allowances and Discounts	(4,919,107)	-	(4,919,107)	-	(4,919,107)	(5,408,665)
Total Net Tuition and Fees	8,569,682	-	8,569,682	-	8,569,682	6,975,054
Other Operating Revenues						
Federal Grants and Contracts	-	2,255,920	2,255,920	-	2,255,920	1,948,844
State Grants and Contracts	-	504,973	504,973	-	504,973	475,575
Non-Governmental Grants and Contracts	346,636	-	346,636	-	346,636	117,733
Sales and Services of Educational Activities	-	-	-	125,101	125,101	52,451
Other Operating Revenues	514,790	-	514,790	7,075	521,865	807,867
Total Other Operating Revenues	861,426	2,760,893	3,622,319	132,176	3,754,495	3,402,470
Auxiliary Enterprises						
Residential Life	-	-	-	675,180	675,180	916,991
Lost Revenue - Auxiliary	-	-	-	486,938	486,938	-
Scholarship Allowances and Discounts	-	-	-	(300,059)	(300,059)	(300,059)
Net Residential Life	-	-	-	862,059	862,059	616,932
Bookstore	-	-	-	128,723	128,723	87,368
Athletics	-	-	-	10,100	10,100	1,700
Total Net Auxiliary Enterprises	-	-	-	1,000,882	1,000,882	706,000
Total Operating Revenues (Exhibit 2)	\$ 9,431,108	\$ 2,760,893	\$ 12,192,001	\$ 1,133,058	\$ 13,325,059	\$ 11,083,524
					(Exhibit 2)	(Exhibit 2)

In accordance with Education Code 56.033, \$332,157 and \$364,669 for years ended August 31, 2021 and 2020, respectively, was set aside for Texas Public Education Grants (TPEG).

Paris Junior College
Schedule B
Schedule of Operating Expenses by Object
Year Ended August 31, 2021 (With Memorandum Totals for Year Ended August 31, 2020)

	Operating Expenses				2021 Total	2020 Total
	Salaries and Wages	Benefits		Other Expenses		
		State	Local			
Unrestricted - Educational Activities						
Instruction	\$ 6,113,843	\$ -	\$ 1,439,438	\$ 612,446	\$ 8,165,727	\$ 8,462,770
Public Service	81,369	-	37,291	17,710	136,370	118,345
Academic Support	791,297	223,261	-	203,027	1,217,585	1,435,393
Student Services	1,241,739	-	306,596	284,168	1,832,503	2,147,420
Institutional Support	1,706,115	-	969,093	622,917	3,298,125	3,851,564
Operation and Maintenance of Plant	683,005	-	271,788	1,273,577	2,228,370	2,073,543
Scholarships and Fellowships	-	-	-	339,604	339,604	349,042
Total Unrestricted - Educational Activities	10,617,368	223,261	3,024,206	3,353,449	17,218,284	18,438,077
Restricted - Educational Activities						
Instruction	271,491	387,919	48,999	663,185	1,371,594	1,096,194
Public Service	258,357	5,972	75,513	182,532	522,374	266,627
Academic Support	-	60,825	-	-	60,825	47,212
Student Services	509,417	83,529	176,745	616,725	1,386,416	1,279,675
Institutional Support	-	99,821	-	-	99,821	174,972
Operation and Maintenance of Plant	-	-	-	-	-	-
Scholarships and Fellowships	-	-	-	8,957,171	8,957,171	4,677,120
Total Restricted - Educational Activities	1,039,265	638,066	301,257	10,419,613	12,398,201	7,541,800
Total Educational Activities	11,656,633	861,327	3,325,463	13,773,062	29,616,485	25,979,877
Auxiliary Enterprises	132,952	-	31,777	805,048	969,777	655,033
Depreciation Expense-Buildings and Other Real Estate Improvements	-	-	-	1,102,269	1,102,269	1,052,374
Depreciation Expense-Equipment	-	-	-	511,514	511,514	514,356
Total	\$ 11,789,585	\$ 861,327	\$ 3,357,240	\$ 16,191,893	\$ 32,200,045	\$ 28,201,640

(Exhibit 2)

(Exhibit 2)

Paris Junior College
Schedule C
Schedule of Non-Operating Revenues and Expenses
Year Ended August 31, 2021 (With Memorandum Totals for the Year Ended August 31, 2020)

	<u>Unrestricted</u>	<u>Auxiliary Enterprises</u>	<u>Restricted</u>	<u>2021 Total</u>	<u>2020 Total</u>
Non-Operating Revenues:					
State Appropriations					
Education and General - State Support	\$ 7,959,679	\$ -	\$ -	\$ 7,959,679	\$ 7,966,215
State Group Insurance	-	-	162,689	162,689	17,417
State Retirement Matching	-	-	856,943	856,943	593,306
Professional Nursing Shortage Reduction	-	-	25,348	25,348	45,364
Total State Appropriations	<u>7,959,679</u>	<u>-</u>	<u>1,044,980</u>	<u>9,004,659</u>	<u>8,622,302</u>
Ad Valorem Taxes	3,482,769	-	-	3,482,769	3,000,997
Federal Revenue, Non Operating	12,063,057	-	-	12,063,057	8,204,616
Gifts	60,331	-	-	60,331	56,789
Gain on sale	-	-	-	-	23,558
Insurance Proceeds	101,883	-	-	101,883	-
Investment Income	<u>114,513</u>	<u>-</u>	<u>-</u>	<u>114,513</u>	<u>419,986</u>
Total Non-Operating Revenues	<u>23,782,232</u>	<u>-</u>	<u>1,044,980</u>	<u>24,827,212</u>	<u>20,328,248</u>
Non-Operating Expenses:					
Interest on Capital Related Debt	<u>450,854</u>	<u>-</u>	<u>-</u>	<u>450,854</u>	<u>488,219</u>
Total Non-Operating Expenses	<u>450,854</u>	<u>-</u>	<u>-</u>	<u>450,854</u>	<u>488,219</u>
Net Non-Operating Revenues	<u>\$ 23,331,378</u>	<u>\$ -</u>	<u>\$ 1,044,980</u>	<u>\$ 24,376,358</u>	<u>\$ 19,840,029</u>
				(Exhibit 2)	(Exhibit 2)

Paris Junior College
Schedule D
Schedule of Net Position by Source and Availability
Year Ended August 31, 2021 (With Memorandum Totals for the Year Ended August 31, 2020)

	Detail by Source				Available for Current Operations		
	Unrestricted	Restricted		Net Investment in Capital Assets	Total	Yes	No
		Expendable	Non-Expendable				
Current:							
Unrestricted	\$ (211,361)	\$ -	\$ -	\$ -	\$ (211,361)	\$ (211,361)	\$ -
Board Designated	-	6,913,722	-	-	6,913,722	-	6,913,722
Restricted	-	255,874	-	-	255,874	-	255,874
Auxiliary Enterprises	1,251,924	-	-	-	1,251,924	1,251,924	-
Loan	-	-	-	-	-	-	-
Endowment:							
Quasi:							
Unrestricted	-	-	-	-	-	-	-
Restricted	-	244,153	-	-	244,153	-	244,153
Endowment							
True	-	-	-	-	-	-	-
Term (per instructions at maturity)	-	-	-	-	-	-	-
Life Income Contracts	-	-	-	-	-	-	-
Annuities	-	-	-	-	-	-	-
Plant:							
Unexpended	-	-	-	-	-	-	-
Renewals	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-
Investment in Plant	-	-	-	27,004,237	27,004,237	-	27,004,237
Total Net Position, August 31, 2021	1,040,563	7,413,749	-	27,004,237	35,458,549 <small>(Exhibit 1)</small>	1,040,563	34,417,986
Total Net Position, August 31, 2020	(1,525,976)	3,876,398	-	27,606,755	29,957,177 <small>(Exhibit 1)</small>	(1,525,976)	31,483,153
Net Increase (Decrease) in Net Position	\$ 2,566,539	\$ 3,537,351	\$ -	\$ (602,518)	\$ 5,501,372 <small>(Exhibit 2)</small>	\$ 2,566,539	\$ 2,934,833

Paris Junior College
Schedule E
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Assistance Listing	Direct Awards	Pass-Through Awards	Total	Subrecipients Expenditures
U. S. Department of Education					
Direct Programs:					
TRIO Cluster					
Talent Search	84.044	\$ 391,933	\$ -	\$ 391,933	\$ -
Upward Bound	84.047	285,428	-	285,428	-
Educational Opportunity Center	84.066	345,654	-	345,654	-
Total Trio Cluster		1,023,015	-	1,023,015	-
Student Financial Assistance Cluster					
Federal Supplemental Educational Opportunity Grants					
	84.007	56,199	-	56,199	-
Federal Work-Study Program	84.033	24,447	-	24,447	-
Federal Pell Grant Programs	84.063	6,354,388	-	6,354,388	-
Federal Direct Student Loan	84.268	393,918	-	393,918	-
Total Student Financial Assistance Cluster		6,828,952	-	6,828,952	-
COVID-19: Federal Education Stabilization Fund					
Direct Programs:					
COVID-19: Higher Education Emergency Relief Fund Institutional Portion					
	84.425E	3,734,759	-	3,734,759	-
COVID-19: Higher Education Emergency Relief Fund Student Aid Portion					
	84.425F	1,310,071	-	1,310,071	-
COVID-19: Higher Education Emergency Relief Fund Strengthening Institutional					
	84.425M	47,937	-	47,937	-
Pass-Through from:					
Texas Higher Education Coordinating Board					
COVID-19: Education Stabilization Fund - Governor's Emergency Education Relief Texas Grant, TEOG, TEG 2020-GE-84425C					
	84.425C	25,139	-	25,139	-
COVID-19: Education Stabilization Fund - Governor's Emergency Education Relief 2020-GE-84425C					
	84.425C	24,292	-	24,292	-
Total COVID-19: Federal Education Stabilization Fund		5,142,198	-	5,142,198	-
Texas Workforce Commission					
Adult Education - Basic Grants to States 0418ALAB02					
	84.002	63,349	-	63,349	-
Adult Education - Basic Grants to States 0418ALAC02					
	84.002	115,511	-	115,511	-
Adult Education - Basic Grants to States 0420AEL003					
	84.002	13,652	-	13,652	-
Adult Education - Basic Grants to States North Texas Community College 0718ALB000					
	84.002	-	33,759	33,759	3,605
Adult Education - Basic Grants to States North Texas Community College 0718ALAC00					
	84.002	-	368,342	368,342	218,988
Adult Education - Basic Grants to States North Texas Community College 0720AEL001					
	84.002	-	9,967	9,967	2,366
		192,512	412,068	604,580	224,959
Pass-Through from:					
Texas Higher Education Coordinating Board Career and Technical Education - Basic 2142020271					
	84.048	257,150	-	257,150	-
		257,150	-	257,150	-
Total U. S. Department of Education		13,443,827	412,068	13,903,832	224,959
U. S. Department of Veterans Affairs					
Veterans Benefits Administration					
	64.028	141,338	-	141,338	-
U. S. Small Business Administration					
Pass-Through from:					
Small Business Development Centers SBAHQ-20-B-0014					
	59.037	126,042	-	126,042	-
Small Business Development Centers Cares Grant SBAHQ-20-C-0059					
	59.037	102,726	-	102,726	-
Total U. S. Small Business Administration		228,768	-	228,768	-

**Paris Junior College
Schedule E (Continued)
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2021**

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>Federal Assistance Listing</u>	<u>Direct Awards</u>	<u>Pass-Through Awards</u>	<u>Total</u>	<u>Subrecipients Expenditures</u>
<u>U. S. Department of Health and Human Services</u>					
Pass-Through from:					
Texas Workforce Commission					
Temporary Assistance for Needy Families 0418ALAB02	93.558	8,611	-	8,611	-
Temporary Assistance for Needy Families 0418ALAC02	93.558	2,103	-	2,103	-
Temporary Assistance for Needy Families North Texas Community College 0718ALAB00	93.558	4,023	-	4,023	-
Temporary Assistance for Needy Families North Texas Community College 0718ALAC00	93.558	27,507	-	27,507	-
Total U. S. Department of Health and Human Services		<u>42,244</u>	<u>-</u>	<u>42,244</u>	<u>-</u>
<u>Corporation for National and Community Services</u>					
Pass-Through from:					
State Comptroller					
Retired Senior Volunteer Program 20SRWTX025	94.002	50,729	-	50,729	-
Total Corporation for National and Community Services		<u>50,729</u>	<u>-</u>	<u>50,729</u>	<u>-</u>
Total Federal Financial Assistance		<u>\$ 13,906,906</u>	<u>\$ 412,071</u>	<u>\$ 14,318,977</u>	<u>\$ 224,959</u>

Notes to schedule on following page.

**Paris Junior College
Schedule E (Continued)
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2021**

Note 1: Federal Financial Assistance Reconciliation

Federal Grants and Contracts Revenue - Per Schedule A	\$ 2,255,920
Add: Non Operating Federal Revenue	<u>12,063,057</u>
Total Federal Financial Assistance	<u>\$ 14,318,977</u>

Note 2: Significant Accounting Policies Used in Preparing the Schedule

The expenditures included in the schedule are reported for PJC's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represented funds which have been expended by PJC for the purposes of the award. The expenditures reported above may not have been reimbursed by the funding agencies as of the end of the fiscal year. Some amounts reported in the schedule may differ from the amounts used in the preparation of the basic financial statements. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. PJC has followed guidelines issued by various entities in the preparation of the schedule.

Note 3: Indirect Cost Rate

Paris Junior College has elected to use the 10-percent de minimis cost rate allowed under the Uniform Guidance.

Paris Junior College
Schedule F
Schedule of Expenditures of State of Texas Awards
Year Ended August 31, 2021

<u>Grantor/Program/Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
<u>Texas Workforce Commission</u>		
Adult Basic Education	0418ALAB02	\$ 11,836
Adult Basic Education	0418ALAC02	1,402
Adult Basic Education	0718ALAB00	5,529
Adult Basic Education	0718ALAC00	38,287
Skills Development		
Skills Development Fund Covid-19 Special Initiative	0720C0S002	23,961
Paris Junior College in Partnership with a Food Consortium	0720SDF001	29,933
TANF Camp Code	2921TAN001	42,210
		<u>153,158</u>
<u>Texas Comptroller of Public Accounts</u>		
Texas Workstudy	N/A	19,297
		<u>19,297</u>
<u>Texas Health and Human Services Commission Pass Through</u>		
Retired Senior Volunteer Program	HHS000871100017	21,738
		<u>21,738</u>
<u>Texas Higher Education Coordinating Board</u>		
Educational Aide Exemption	N/A	2,000
Nursing Innovation Grant Program	N/A	15,275
TEOG Grant Program	N/A	256,766
		<u>274,041</u>
<u>Dallas County Community College District</u>		
Small Business Development Center	SBAHQ-20-B-0014	36,739
		<u>36,739</u>
Total State Financial Assistance		<u><u>\$ 504,973</u></u>

**Paris Junior College
Schedule F (Continued)
Schedule of Expenditures of State of Texas Awards
Year Ended August 31, 2021**

Notes to schedule below.

Note 1: State Financial Assistance Reconciliation

State Grants and Contracts Revenues - Per Schedule A	\$ 504,973
Reconciling Items	-
Total State Financial Assistance	<u>\$ 504,973</u>

Note 2: Significant Accounting Policies Used in Preparing the Schedule

The Schedule of Expenditures of State of Texas Awards is presented using accrual accounting. See Note 2 to financial statements for Paris Junior College's significant accounting policies. These expenditures are reported on Paris Junior College's fiscal year. The expenditure reports to funding agencies are prepared on the award period basis.

Note 3: Indirect Cost Rate

Paris Junior College has elected to use the 10-percent de minimis cost rate allowed under the Uniform Guidance.

McClanahan and Holmes, LLP
CERTIFIED PUBLIC ACCOUNTANTS

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**Independent Auditor's Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards***

Board of Regents
Paris Junior College
Paris, Texas

Members of the Board of Regents:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and discretely presented component unit of Paris Junior College (the College) as of and for the years ended August 31, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated December 17, 2021.

Internal Control over Financial Reporting

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

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

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

Board of Regents
Paris Junior College

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Texas Public Funds Investment Act

We have performed tests designed to verify the College's compliance with the requirements of the Public Funds Investment Act (the "Act"). However, providing an opinion on compliance with the Act was not an objective of our audit, and accordingly, we do not express an opinion. During the year ended August 31, 2021, no instances of non-compliance with the Act was found.

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.

McClanahan and Holmes, LLP
Certified Public Accountants

Bonham, Texas
December 17, 2021

McClanahan and Holmes, LLP
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**Independent Auditor's Report on Compliance for Each Major Program and on
Internal Control over Compliance Required by the Uniform Guidance**

Board of Regents
Paris Junior College
Paris, Texas

Members of the Board of Regents:

Report on Compliance for Each Major Federal Program

We have audited Paris Junior College's (the College) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended August 31, 2021. The College's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal 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; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 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 program. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal 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 programs for the year ended August 31, 2021.

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 to 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 program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of 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 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 program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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. Accordingly, this report is not suitable for any other purpose.

McClanahan and Holmes, LLP
Certified Public Accountants

Bonham, Texas
December 17, 2021

**Paris Junior College
Schedule of Findings and Questioned Costs
Year Ended August 31, 2021**

A. Summary of Auditors' Results

1. Financial Statements

Type of Auditors' Report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes X No

Significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Non-compliance material to financial statements noted? Yes X No

2. Federal and State Awards

Internal control over major programs:

Material weakness(es) identified? Yes X No

Significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) Yes X No

Major programs are as follows:

Federal

Student Financial Assistance Cluster	84.007, 84.033, 84.063, 84.268
Covid-19 Federal Education Stabilization Fund	84.425E, 84.425F, 84.425M
Covid-19 Governor's Emergency Education Relief Fund	84.425C
TRIO Cluster	84.007, 84.033, 84.063

The threshold used to distinguish between Type A and Type B federal programs was \$750,000 and state programs was \$750,000.

Paris Junior College does not qualify as a low-risk auditee in the context of OMB 2 CFR 200.516(a).

B. Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards

None

Paris Junior College
Schedule of Findings and Questioned Costs (Continued)
Year Ended August 31, 2021

C. Findings and Questioned Costs for Federal and State Awards

<u>Program</u>	<u>Findings/Non-Compliance</u>	<u>Questioned Costs</u>
-	None	\$ -

**Paris Junior College
Corrective Action Plan
Year Ended August 31, 2021**

Finding/Recommendation

Not Applicable

**Paris Junior College
Summary Schedule of Prior Audit Findings
Year Ended August 31, 2021**

<u>Finding/Recommendation</u>	<u>Finding/Noncompliance</u>
SFA Cluster	Internal Controls Related to Matching of Student Financial Aid
Findings and Questioned Costs for Federal and State Awards	
U.S Department of Education	
Program Name: SFA Cluster	
Assistance Listings # 84.007, 84.003, 84.063, 84.268	
Significant Deficiency	
Item 2020-1	Internal Controls Related to Matching of Student Financial Aid
Condition:	The College Must Ensure Internal Controls Detect That The Required 25% Match to Student SEOG Awards Are Met.
Recommendation:	Paris Junior College's Management Should Implement Additional Procedures to Ensure Compliance With This Requirement as it Relates to federal Programs.
Current Status:	Paris Junior College received a Waiver Stating a Match is Not Required During Fiscal Year 2020-2021.

Paris Junior College
Statistical Supplement 1
Net Position by Component
Fiscal Years 2012 to 2021
 (Unaudited)
 (amounts expressed in thousands)

	Year Ended August 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Net Investment in Capital Assets	\$ 27,004,238	\$ 27,606,755	\$ 28,462,708	\$ 28,144,704	\$ 28,603,386	\$ 28,755,015	\$ 26,226,034	\$ 25,140,579	\$ 23,539,988	\$ 19,473,463
Restricted - Expendable	500,026	462,676	422,600	396,690	313,868	360,405	331,723	275,417	247,179	246,341
Restricted - Nonexpendable	-	-	-	-	-	-	-	-	-	-
Unrestricted	7,954,285	1,887,746	(1,195,216)	(3,838,789)	16,629,528	13,500,216	13,116,816	15,221,839	15,903,612	17,945,890
Total Primary Government Net Position	\$ 35,458,549	\$ 29,957,177	\$ 27,690,092	\$ 24,702,605	\$ 45,546,782	\$ 42,615,636	\$ 39,674,573	\$ 40,637,835	\$ 39,690,779	\$ 37,665,694

Paris Junior College
Statistical Supplement 2
Revenues by Source
Fiscal Years 2012 to 2021
(Unaudited)

	Year Ended August 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Tuition and Fees (Net of Discounts)	\$ 8,569,682	\$ 6,975,054	\$ 7,131,226	\$ 6,852,335	\$ 6,854,000	\$ 6,612,041	\$ 6,355,929	\$ 5,899,150	\$ 5,375,845	\$ 5,691,298
Governmental Grants and Contracts										
Federal Grants and Contracts	2,255,920	1,948,844	2,043,999	1,894,407	1,663,086	1,801,929	1,797,770	1,623,050	1,748,075	1,746,425
State Grants and Contracts	504,973	475,575	543,217	1,098,163	779,692	882,886	1,633,441	860,173	1,258,116	818,975
Non-Governmental Grants and Contracts	346,636	117,733	164,219	236,021	181,252	357,139	294,676	245,159	240,837	346,271
Sales and Services of Educational Activities	125,101	52,451	241,673	307,230	87,508	171,563	237,668	223,390	177,480	190,804
Auxiliary Enterprises	1,000,882	706,000	810,405	729,132	758,782	793,455	743,994	786,393	760,768	891,110
Other Operating Revenues	521,865	807,867	923,834	839,630	739,400	1,341,822	962,137	717,232	606,621	550,788
Total Operating Revenues	13,325,059	11,083,524	11,858,573	11,956,918	11,063,720	11,960,835	12,025,615	10,354,547	10,167,742	10,235,671
State Appropriations	9,004,659	8,622,302	8,421,635	8,940,371	10,128,799	10,187,172	10,033,579	9,910,893	10,299,398	10,196,611
Ad Valorem Taxes	3,482,769	3,000,997	2,941,468	2,843,527	2,997,380	3,004,129	2,964,030	2,920,185	2,891,428	2,900,541
Federal Revenue, Non Operating	12,063,057	8,204,616	8,280,684	7,941,395	7,314,114	8,196,873	9,648,664	10,920,270	12,075,279	13,640,575
Gifts	60,331	56,789	75,903	240,202	185,048	91,182	123,606	55,551	64,632	20,931
Investment Income	114,513	419,986	636,238	371,367	142,713	90,335	108,118	119,236	74,012	75,920
Insurance Proceeds	101,883	-	-	-	-	-	-	-	-	-
Gain on Sale of Fixed Assets	-	23,558	-	-	-	39,000	-	-	-	-
Total Non-Operating Revenues	24,827,212	20,328,248	20,355,928	20,336,862	20,768,054	21,608,691	22,877,997	23,926,135	25,404,749	26,834,578
Total Revenues	\$ 38,152,271	\$ 31,411,772	\$ 32,214,501	\$ 32,293,780	\$ 31,831,774	\$ 33,569,526	\$ 34,903,612	\$ 34,280,682	\$ 35,572,491	\$ 37,070,249

Paris Junior College
Statistical Supplement 3
Program Expenses by Function
Fiscal Years 2012 to 2021
(Unaudited)

	Year Ended August 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Instruction	\$ 9,537,321	\$ 9,558,964	\$ 9,954,268	\$ 9,798,444	\$ 10,238,951	\$ 10,599,106	\$ 11,600,874	\$ 11,429,490	\$ 11,032,784	\$ 11,053,115
Public Service	658,744	384,972	402,253	937,378	600,011	604,703	784,520	624,806	1,092,323	1,105,584
Academic Support	1,278,410	1,482,605	1,443,357	1,315,763	1,594,787	1,553,952	1,639,220	1,372,191	1,638,575	1,538,113
Student Services	3,218,919	3,427,095	3,742,808	3,295,470	3,178,497	3,286,505	3,323,382	3,324,474	3,565,273	3,192,520
Institutional Support	3,397,946	4,026,536	3,472,376	3,729,123	3,431,370	3,463,902	3,322,626	3,945,668	3,539,775	3,249,999
Operation and Maintenance of Plant	2,228,370	2,073,543	2,297,533	2,143,151	2,643,705	2,228,550	2,111,979	2,433,236	2,547,222	2,457,614
Scholarships and Fellowships	9,296,775	5,026,162	4,464,753	4,304,506	4,044,906	5,436,019	5,975,461	6,615,052	7,081,595	7,811,971
Auxiliary Enterprises	969,777	655,033	1,386,340	1,211,261	1,185,953	1,359,181	1,421,241	1,574,201	1,284,865	1,209,647
Depreciation	1,613,783	1,566,730	1,539,135	1,496,053	1,395,732	1,383,268	1,247,943	1,197,470	927,899	859,076
Total Operating Expenses	32,200,045	28,201,640	28,702,823	28,231,149	28,313,912	29,915,186	31,427,246	32,516,588	32,710,311	32,477,639
Interest on Capital Related Debt	450,854	488,219	524,191	556,881	586,716	713,280	785,115	817,038	837,095	732,910
Loss on Disposal of Fixed Assets	-	-	-	-	-	-	-	-	-	-
Total Non-Operating Expenses	450,854	488,219	524,191	556,881	586,716	713,280	785,115	817,038	837,095	732,910
Total Expenses	\$ 32,650,899	\$ 28,689,859	\$ 29,227,014	\$ 28,788,030	\$ 28,900,628	\$ 30,628,466	\$ 32,212,361	\$ 33,333,626	\$ 33,547,406	\$ 33,210,549

Paris Junior College
Statistical Supplement 4
Tuition and Fees
Last Ten Academic Years
(Unaudited)

Resident
Fees per Semester Credit Hour (SCH)

Academic Year (Fall)	Registration Fee	In-District Tuition	Out-of-District Tuition	Out-of-District Fee	Instructional Technology Fee	General Fee	PE Facility Fee	Activity Fee	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In-District	Increase from Prior Year Out-of-District
2020	\$ -	\$ 57	\$ 57	\$ 50	\$ -	\$ 300	\$ -	\$ -	\$ 984	\$ 1,584	1.23%	0.76%
2019	-	56	56	50	-	300	-	-	972	1,572	1.25%	0.77%
2018	-	55	55	50	-	300	-	-	960	1,560	0.00%	0.00%
2017	-	55	55	50	-	300	-	-	960	1,560	4.58%	7.00%
2016	30	55	100	-	-	228	-	-	918	1,458	18.60%	20.90%
2015	30	50	86	-	-	144	-	-	774	1,206	0.00%	5.24%
2014	30	50	81	-	-	144	-	-	774	1,146	8.40%	5.52%
2013	30	50	81	-	-	84	-	-	714	1,086	5.31%	3.43%
2012	30	47	78	-	-	84	-	-	678	1,050	5.61%	3.55%
2011	30	44	75	-	-	84	-	-	642	1,014	10.31%	6.29%

Non - Resident
Fees per Semester Credit Hour (SCH)

Academic Year (Fall)	Registration Fee	Non-Resident Tuition Out-of-State	Non-Resident Tuition International	Out-of-District Fee	Instructional Technology Fee	General Fee	PE Facility Fee	Activity Fee	Cost for 12 SCH Out-of-State	Cost for 12 SCH International	Increase from Prior Year Out-of-State	Increase from Prior Year International
2020	\$ -	\$ 157	\$ 157	\$ -	\$ -	\$ 300	\$ -	\$ -	\$ 2,184	\$ 2,184	0.55%	0.55%
2019	-	156	156	-	-	300	-	-	2,172	2,172	0.56%	0.56%
2018	-	155	155	-	-	300	-	-	2,160	2,160	0.00%	0.00%
2017	-	155	155	-	-	300	-	-	2,160	2,160	4.96%	4.96%
2016	30	150	150	-	-	228	-	-	2,058	2,058	16.27%	16.27%
2015	30	133	133	-	-	144	-	-	1,770	1,770	3.51%	3.51%
2014	30	128	128	-	-	144	-	-	1,710	1,710	3.64%	3.64%
2013	30	128	128	-	-	84	-	-	1,650	1,650	2.23%	2.23%
2012	30	125	125	-	-	84	-	-	1,614	1,614	3.86%	3.86%
2011	30	120	120	-	-	84	-	-	1,554	1,554	7.47%	7.47%

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

Paris Junior College
Statistical Supplement 5
Assessed Value and Taxable Assessed Value of Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
					Maintenance & Operations (a)	Debt Service (a)	Total (a)
2020-21	\$ 4,646,902,452	\$ 951,046,253	\$ 3,695,856,199	79.53%	\$ 0.0890	\$ -	\$ 0.0890
2019-20	4,689,277,761	1,007,169,823	3,682,107,938	78.52%	0.0840	-	0.0840
2018-19	4,390,429,191	972,482,484	3,417,946,707	77.85%	0.0850	-	0.0850
2017-18	4,276,919,804	953,939,423	3,322,980,381	77.70%	0.0850	-	0.0850
2016-17	2,466,533,581	794,309,795	1,672,223,786	67.80%	0.1773	-	0.1773
2015-16	2,293,017,296	713,657,553	1,579,359,743	68.88%	0.1875	-	0.1875
2014-15	2,258,829,833	682,439,819	1,576,390,014	69.79%	0.1866	-	0.1866
2013-14	2,113,987,770	566,770,766	1,547,217,004	73.19%	0.1866	-	0.1866
2012-13	2,083,119,258	538,072,809	1,545,046,449	74.17%	0.1870	-	0.1870
2011-12	2,047,880,472	540,397,032	1,507,483,440	73.61%	0.1900	-	0.1900

Source: Lamar County Appraisal District

Notes: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

Paris Junior College
 Statistical Supplement 6a
 General Appropriations Act Before Hour Adjustments (1)
 (Unaudited)

Appropriate Funding Elements	Fiscal Year									
	2020-2021 *	2019-2020 *	2018-2019 *	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012
State Appropriation Contact Hour Funding (CH)	\$ 6,330,319	\$ 6,354,882	\$ 6,318,811	\$ 6,317,118	\$ 7,166,787	\$ 7,160,355	\$ 7,234,741	\$ 7,253,069	\$ 8,924,665	\$ 8,894,020
State Appropriation Student Success Points (SSP)	930,927	930,927	836,410	836,410	824,850	824,850	766,997	766,997	-	-
State Appropriation Core Operations (CO)	680,406	680,406	680,406	680,406	512,962	500,000	500,000	500,000	-	-
State Appropriation Bachelor of Applied Tech (BAT)	-	-	-	-	-	-	-	-	-	-
State Appropriation Non-Formula Items	-	-	-	-	-	-	-	-	-	-
TOTAL	\$ 7,941,652	\$ 7,966,215	\$ 7,835,627	\$ 7,833,934	\$ 8,504,599	\$ 8,485,205	\$ 8,501,738	\$ 8,520,066	\$ 8,924,665	\$ 8,894,020

(1) General Appropriations Act, SB 1, 85th Texas Legislature, Section 1 (page III-209) - Informational Listing of Appropriated Funds.
 * FY Year Formula Funding Changed Methodology
 Source: THE CB - Ten Pay Schedule

Paris Junior College
 Statistical Supplement 6b
 State Appropriations per FTSE
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	State Appropriations (Unrestricted) From Sch C	FTSE	(1)	State Appropriations per FTSE
2020-2021*	\$ 7,941,652	6,345	\$	1,252
2019-20	7,966,215	7,535		1,057
2018-19 *	7,835,627	7,761		1,010
2017-18	7,833,934	7,031		1,114
2016-17	8,504,599	7,412		1,147
2015-16	8,485,205	7,924		1,071
2014-15	8,501,738	8,375		1,015
2013-14	8,520,066	8,849		963
2012-13	8,924,665	8,931		999
2011-12	8,894,020	8,825		905

(1) Fiscal Year (FY) FTSE is equal to The sum of State Funded (Fall SCH + Spring SCH + Summer SCH for the Current FY/30SCH) plus State Funded Continuing Education (Fall CH + Spring CH + Summer CH for the Current FY/900 CH).
 * FY Year Formula Funding Changed Methodology
 Source: CBM004 and CMB00C.

Paris Junior College
 Statistical Supplement 6c
 State Appropriations per Funded Contact Hour
 Contact Hour (CH) portion only of State Appropriation
 (Unaudited)

Fiscal Year	CH - State Appropriation (Unrestricted) (1)	Academic Contact Hours	Technical Contact Hours	Continuing Education Contact Hours	Total Funded Contact Hours	CH - State Appropriations per Funded Contact Hour
2020-21	\$ 7,941,652	1,578,500	615,389	90,471	2,284,360	3.48
2019-20 *	7,966,215	1,392,992	536,824	57,837	1,987,653	4.01
2018-19 *	7,835,627	1,591,708	637,969	71,028	2,300,705	3.41
2017-18	7,833,934	1,464,968	572,784	79,146	2,116,898	3.70
2016-17	8,504,599	1,549,776	640,948	97,657	2,288,381	3.72
2015-16	8,485,205	1,672,640	697,917	124,890	2,495,447	3.40
2014-15	8,501,738	1,743,692	788,415	108,966	2,641,073	3.22
2013-14	8,520,066	1,839,540	827,104	79,962	2,746,606	3.10
2012-13	8,924,665	1,849,280	784,626	94,755	2,728,661	3.27
2011-12	8,894,020	2,043,536	868,525	98,066	3,010,127	2.95

CH = State funded Academic, Technical and Continuing Education Contact hours for Fall, Spring and Summer of the Current FY - Source: CBM004 and CBM00C.
 (1) State Funded Contact Hour Appropriations as it appears in schedule 6a.
 * FY Year Formula Funding Changed Methodology

**Paris Junior College
Statistical Supplement 6d
State Appropriation per Student Success Point - Annualized
(Unaudited)**

Fiscal Year	SSP - State Appropriation (Unrestricted) (1)	year Average Student Success Points (2)	Appropriation per Success Point
2020-21 *	\$ 930,927	9,193	\$ 101.26
2019-20 *	930,927	9,193	101.26
2018-19 *	836,410	9,751	85.78
2017-18	836,410	9,751	85.78
2016-17	824,850	9,559	86.29
2015-16	824,850	9,559	86.29
2014-15	766,997	8,286	92.57
2013-14	766,997	8,286	92.57

(1) State Funded Success Point Appropriations as it appears in schedule 6a.

(2) As Source from the Coordinating Board Biennium 10-Pay Schedule.

* FY Year Formula Funding Changed Methodology

**Paris Junior College
Statistical Supplement 6e
Student Success Points (SSP)
Last Four Fiscal Years
(Unaudited)**

Success Point Elements (1)	Fiscal Year			
	2020-2021 *	2019-2020 *	2018-2019 *	2017-2018
Math Readiness	428	428	422	428
Read Readiness	127	127	150	115
Write Readiness	99	99	80	107
Students Who Pass FCL Math Course	1,006	1,006	979	1,008
Students Who Pass FCL Read Course	756	756	818	736
Students Who Pass FCL Write Course	660	660	703	618
Student Who Complete 15 SCH	1,705	1,705	1,714	1,611
Students Who Complete 30 SCH	1,077	1,077	1,032	1,076
Student Transfers to a 4-Yr Inst	1,359	1,359	1,282	1,342
Degrees, CCCs, or Certs (Undup)	1,483	1,483	1,322	1,360
Degrees or Certs in Critical Fields	493	493	446	430
Annual Success Points - Total	9,193	9,193	8,948	8,831

(1) These are annual SSP, not 3 year rolling average.

* FY Year Formula Funding Changed Methodology

Source: THE CB - Accountability System

Paris Junior College
Statistical Supplement 7
Principal Taxpayers
Last Ten Tax Years
(Unaudited)

Taxpayer	Owner ID:	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)									
			2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
La Frontera Holdings, LLC*	106828377.00	Utility	\$ 360,309	\$ 360,309	\$ 336,669	\$ 328,212	\$ 296,943	\$ 211,870	\$ 211,905	\$ 210,303	\$ 205,185	\$ 199,234
Campbell Soup Company	106828326.00	Manufacturing	124,842	124,842	97,815	89,136	88,017	47,182	47,098	47,163	53,439	35,315
Kimberly-Clark Corporation	106828329.00	Manufacturing	145,733	145,733	96,931	88,428	88,006	95,117	109,106	122,143	116,106	104,568
Daisy Farms	106833318.00	Dairy	27,496	27,496	94,844	98,183	-	-	-	-	-	-
Gulf Crossing Pipeline Co.	106830208.00	Transportation/Pipeline	62,322	62,322	69,181	67,359	-	-	-	-	-	-
Midcontinent Express	106830209.00	Transportation/Pipeline	57,126	57,126	66,046	81,070	-	-	-	-	-	-
Transcanada Keystone Pipeline	106835028.00	Transportation/Pipeline	50,505	50,505	51,178	53,194	-	-	-	-	-	-
Oncor Electric Delivery Co.	106828342.00	Utility	65,893	65,893	46,016	45,330	20,788	21,992	20,129	19,169	22,581	23,702
Essent PRMC LP	106828423.00	Medical	27,338	27,338	23,067	25,846	-	-	-	-	10,402	-
Load Trail LLC	106828414.00	Manufacturing	22,765	22,765	20,141	-	-	-	-	-	-	-
Essent PRMC LP	166229.00	Medical	-	-	-	-	27,369	30,364	26,808	26,811	31,732	26,898
Paris Generation LP	106804840.00	Utility	-	-	-	18,884	21,979	20,551	21,980	21,511	27,965	-
Huhtamaki	106828330.00	Manufacturing	-	-	-	-	12,775	-	7,323	-	-	-
Alpha Lake LTD	125029.00	Rental Facilities	-	-	-	-	10,596	10,597	10,597	10,596	-	-
Wal-Mart Property Tax Department	105237.00	Retail	-	-	-	-	10,390	10,189	9,432	-	-	-
Turner Industries Group LLC	106828325.00	Manufacturing	-	-	-	-	10,390	-	7,442	-	-	-
Campbell Soup	38122.00	Manufacturing	-	-	-	-	-	29,404	30,879	32,912	34,669	18,592
Campbell Soup Supply LLC	160217.00	Manufacturing	-	-	-	-	-	10,857	9,700	-	-	9,716
Silgan Can Co.	106828363.00	Manufacturing	-	-	-	-	-	-	16,519	17,116	14,987	15,213
Kimberly Clark Corp	70760.00	Manufacturing	-	-	-	-	-	-	10,203	10,504	11,314	12,100
Wal-Mart Stores #148-C	132609.00	Retail	-	-	-	-	-	-	9,285	-	-	-
Essent PRMC LP-North Campus PP	106833315.00	Medical	-	-	-	-	-	-	8,733	-	-	-
Paris Warehouse 107 Inc.	132812.00	Commercial	-	-	-	-	-	-	8,312	-	-	-
HD Development Prop LP	167508.00	Commercial	-	-	-	-	-	-	6,965	-	-	-
Kimberly Clark Global Sales	106833316.00	Manufacturing	-	-	-	-	-	-	6,866	-	-	10,855
First Federal Savings & Loan	15699.00	Commercial	-	-	-	-	-	-	5,549	-	-	-
Sara Lee Bakery Group	unavailable	Manufacturing	-	-	-	-	-	-	-	-	-	-
Totals			\$ 944,329	\$ 944,329	\$ 901,868	\$ 895,642	\$ 587,253	\$ 488,123	\$ 584,831	\$ 518,228	\$ 528,380	\$ 456,193
Total Taxable Assessed Value			\$ 3,695,856	\$ 3,682,107	\$ 3,417,946	\$ 3,322,980	\$ 1,672,223	\$ 1,579,360	\$ 1,547,217	\$ 1,545,046	\$ 1,507,483	\$ 1,525,241

Source: Lamar County Appraisal District

Paris Junior College
Statistical Supplement 8
Property Tax Levies and Collections
Last Ten Tax Years
(Unaudited)
(amounts expresss in thousands)

Fiscal Year Ended August 31	Levy	Collections - Year of Levy (a)	Percentage	Current Collections of Prior Levies (a)	Penalty and Interest Collections	Total Collections (a)	Percentage of Current Levy
2021	\$ 3,423,197	\$ 3,415,313	99.77%	\$ 55,732	\$ 31,897	\$ 3,471,045	101.40%
2020	3,061,458	2,942,362	96.11%	39,579	33,413	2,981,941	97.40%
2019	2,908,600	2,802,207	96.34%	88,932	50,329	2,891,139	99.40%
2018	2,829,210	2,765,627	97.75%	40,044	37,859	2,805,671	99.17%
2017	2,960,964	2,820,924	95.27%	71,262	105,194	2,892,186	97.68%
2016	2,952,918	2,844,818	96.34%	98,646	60,665	2,943,464	99.68%
2015	2,934,536	2,859,705	97.45%	53,970	50,355	2,913,675	99.29%
2014	2,889,546	2,819,644	97.58%	59,461	41,080	2,879,105	99.64%
2013	2,935,588	2,786,812	94.93%	60,522	44,094	2,847,334	96.99%
2012	2,861,009	2,787,555	97.43%	59,212	53,774	2,846,767	99.50%

Source: Lamar County Appraisal District and District records.
(a) Ad valorem taxes only - does not include penalties and interest.

Paris Junior College
Statistical Supplement 9
Ratios of Outstanding Debt
Last Ten Fiscal Years
(Unaudited)

	Year Ended August 31,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Bonded Debt										
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds Restricted for Debt Service	-	-	-	-	-	-	-	-	-	-
Net General Bonded Debt	-	-	-	-	-	-	-	-	-	-
Other Debt										
Revenue Bonds	9,683,000	10,560,000	11,391,000	12,185,000	12,945,000	13,571,000	16,909,000	17,624,000	18,310,000	18,828,000
Notes	-	-	-	-	-	-	-	-	-	-
Capital Lease Obligations	-	-	-	-	-	-	-	-	-	-
Total Outstanding Debt	\$ 9,683,000	\$ 10,560,000	\$ 11,391,000	\$ 12,185,000	\$ 12,945,000	\$ 13,571,000	\$ 16,909,000	\$ 17,624,000	\$ 18,310,000	\$ 18,828,000
General Bonded Debt Ratios										
Per Capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per FTSE	-	-	-	-	-	-	-	-	-	-
As a Percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total Outstanding Debt Ratios										
Per Capita	\$ 193.32	\$ 211.80	\$ 229.72	\$ 245.73	\$ 259.99	\$ 274.49	\$ 341.44	\$ 356.57	\$ 367.59	\$ 376.00
Per FTSE	1.219	1.330	1.468	1.733	1.746	1.713	2.019	1.992	2.050	1.916
As a Percentage of Taxable Assessed Value	0.26%	0.29%	0.33%	0.37%	0.77%	0.86%	1.07%	1.11%	1.19%	1.25%

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

Paris Junior College
Statistical Supplement 10
Legal Debt Margin Information
Last Ten Fiscal Years
(Unaudited)
(amount expressed in thousands)

Year Ended August 31,	Taxable Assessed Value	Statutory Tax Levy Limit for Debt Service	Less: Funds Restricted for Repayment	Total Net Debt	Current Year Debt Service Requirements	Excess of Statutory Limit for Debit Service over Current Requirements	Net Current Requirements as a % of Statutory Limit
2021	\$ 3,695,856,199	\$ 18,479,281	\$ -	\$ 18,479,281	\$ -	\$ 18,479,281	0.00%
2020	3,682,107,938	18,410,540	-	18,410,540	-	18,410,540	0.00%
2019	3,417,946,707	17,089,734	-	17,089,734	-	17,089,734	0.00%
2018	3,322,980,381	16,614,902	-	16,614,902	-	16,614,902	0.00%
2017	1,672,223,786	8,361,119	-	8,361,119	-	8,361,119	0.00%
2016	1,579,359,743	7,896,799	-	7,896,799	-	7,896,799	0.00%
2015	1,576,390,014	7,881,950	-	7,881,950	-	7,881,950	0.00%
2014	1,547,217,004	7,736,085	-	7,736,085	-	7,736,085	0.00%
2013	1,545,046,449	7,725,232	-	7,725,232	-	7,725,232	0.00%
2012	1,507,483,440	7,537,417	-	7,537,417	-	7,537,417	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.

Paris Junior College
Statistical Supplement 11
Pledged Revenue Coverage
Last Ten Fiscal Years
 (Unaudited)

Revenue Bonds

Year Ended August 31,	Pledged Revenues			Debt Service Requirements			Coverage Ratio
	Tuition	General Fee	Total	Principal	Interest	Total	
2021	\$ 8,986,610	\$ 1,657,336	\$ 10,643,946	\$ 867,000	\$ 450,854	\$ 1,317,854	8.08%
2020	7,622,144	1,868,254	9,490,398	831,000	488,219	1,319,219	7.19%
2019	7,253,151	2,054,354	9,307,505	794,000	524,191	1,318,191	7.06%
2018	7,652,434	1,985,934	9,638,368	760,000	556,881	1,316,881	7.32%
2017	9,993,373	1,560,390	11,553,763	626,000	586,716	1,212,716	9.53%
2016	9,111,877	1,308,207	10,420,084	751,000	702,313	1,453,313	7.17%
2015	9,356,478	1,385,179	10,741,657	715,000	785,115	1,500,115	7.16%
2014	9,830,225	874,248	10,704,473	686,000	817,038	1,503,038	7.12%
2013	9,637,223	870,890	10,508,113	676,000	828,712	1,504,712	6.98%
2012	10,363,730	953,370	11,317,100	508,000	821,386	1,329,386	8.51%

**Paris Junior College
Statistical Supplement 12
Demographic and Economic Statistics - Taxing District
Last Ten Fiscal Years
(Unaudited)**

Calendar Year	County Population	County Personal Income	County Personal Income Per Capita	County Unemployment Rate
2020	50,088	(a)	(a)	3.4%
2019	49,859	2,322,461,000	43,063	3.8%
2018	49,729	2,147,064,000	40,610	4.2%
2017	49,587	2,013,704,000	38,518	5.1%
2016	49,791	1,917,848,000	37,578	4.8%
2015	49,440	1,857,879,000	37,540	6.1%
2014	49,523	1,859,083,000	36,509	7.9%
2013	49,426	1,804,479,000	35,140	9.0%
2012	49,811	1,750,363,000	33,092	9.7%
2011	50,074	1,657,062,000	31,079	9.0%

Sources:

Population from U.S. Bureau of the Census.
All info. from www.tracer2.com
www.txcip.org (all info)

Notes:

Information provided is for Lamar County. District specific information not available.
(a) Not available

**Paris Junior College
Statistical Supplement 13
Principal Employers
(Unaudited)**

Current Fiscal Year

<u>Employer</u>	<u>Number of Employees</u>	<u>% of Employment</u>
Paris Regional Medical Center	900	17.71%
Campbell Soup Company	700	13.77%
Kimberly-Clark Corporation	650	12.79%
Paris ISD	630	12.39%
North Lamar ISD	440	8.66%
The Results Company	419	8.24%
Paris Junior College	400	7.87%
HWH	382	7.52%
City of Paris	295	5.80%
J. Skinner Bakery	267	5.25%
Total	5,083	100.00%

Nine Years Prior

<u>Employer</u>	<u>Number of Employees</u>	<u>% of Employment</u>
Paris Regional Medical Center	900	17.57%
Campbell Soup Company	700	13.67%
Kimberly-Clark Corporation	620	12.10%
Paris ISD	600	11.71%
Turner Industries	475	9.27%
The Results Company	475	9.27%
North Lamar ISD	382	7.46%
Paris Junior College	354	6.91%
City of Paris	316	6.17%
RK Hall Construction	300	5.86%
Total	5,122	100.00%

Source:

City of Paris and Local Entities
www.parisedc.com/major-employers/
www.sitesontexas.com

Paris Junior College
Statistical Supplement 14
Faculty, Staff, and Administrators Statistics
Last Ten Fiscal Years
(Unaudited)

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Faculty										
Full-Time	77	83	75	81	83	88	92	92	96	91
Part-Time	90	106	112	106	138	146	159	186	185	192
Total	167	189	187	187	221	234	251	278	281	283
Percent										
Full-Time	46%	44%	40%	43%	38%	38%	37%	33%	34%	32%
Part-Time	54%	56%	60%	57%	62%	62%	63%	67%	66%	68%
Total	100.0%									
Staff and Administrators										
Full-Time	126	127	130	111	121	116	113	120	141	148
Part-Time	31	37	21	34	30	41	47	51	66	61
Total	157	164	151	145	151	157	160	171	207	209
Percent										
Full-Time	80.3%	77.4%	86.1%	76.6%	80.1%	73.9%	70.6%	70.2%	68.1%	70.8%
Part-Time	19.7%	22.6%	13.9%	23.4%	19.9%	26.1%	29.4%	29.8%	31.9%	29.2%
Total	100.0%									
FTSE per Full-Time Faculty	21.00	23.00	24.00	24.00	22.00	22.00	22.00	22.17	22.46	28.56
FTSE per Full-Time Staff Member	17.00	22.00	25.00	23.00	22.00	23.00	25.00	24.92	21.77	26.35
Average Annual Faculty Salary	\$ 56,754	\$ 61,614	\$ 56,153	\$ 56,115	\$ 58,158	\$ 58,941	\$ 59,310	\$ 57,888	\$ 54,423	\$ 54,493

**Paris Junior College
Statistical Supplement 15
Enrollment Details
Last Five Fiscal Years
(Unaudited)**

Student Classification	Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016	
	Number	Percent								
00-30 Hours	3,322	75.14%	3,585	73.80%	3,642	73.56%	3,800	78.45%	3,633	75.59%
31-72 Hours	851	19.25%	955	19.66%	804	16.24%	715	14.76%	780	16.23%
> 72 Hours	248	5.61%	318	6.55%	505	10.20%	329	6.79%	393	8.18%
Total	4,421	100.00%	4,858	100.00%	4,951	100.00%	4,844	100.00%	4,806	100.00%

Semester Hour Load	Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016	
	Number	Percent								
Less than 3	7	0.16%	7	0.14%	3	0.06%	10	0.21%	5	0.10%
3-5 Semester Hours	1,143	25.85%	1,263	26.00%	1,220	24.64%	1,224	25.27%	1,117	23.24%
6-8 Semester Hours	1,149	25.99%	1,176	24.21%	1,204	24.32%	1,157	23.89%	1,176	24.47%
9-11 Semester Hours	604	13.66%	745	15.34%	731	14.76%	624	12.88%	677	14.09%
12-14 Semester Hours	1,012	22.89%	1,093	22.50%	1,139	23.01%	1,187	24.50%	1,238	25.76%
15-17 Semester Hours	415	9.39%	472	9.72%	527	10.64%	546	11.27%	484	10.07%
18 & Over	91	2.06%	102	2.10%	127	2.57%	96	1.98%	109	2.27%
Total	4,421	100.00%	4,858	100.00%	4,951	100.00%	4,844	100.00%	4,806	100.00%

Average Course Load (Hours)	8.50	8.60	8.8	8.82	8.95
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Tuition Status	Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016	
	Number	Percent								
Texas Resident (In-District)	1,201	27.17%	1,257	25.87%	1,271	25.67%	1,251	25.83%	618	12.86%
Texas Resident (Out-of-District)	3,112	70.39%	3,353	69.02%	3,389	68.45%	3,312	68.37%	3,926	81.69%
Non-Resident Tuition	49	1.11%	64	1.32%	77	1.56%	76	1.57%	67	1.39%
Tuition Exempt	59	1.33%	184	3.79%	214	4.32%	205	4.23%	195	4.06%
Total	4,421	100.00%	4,858	100.00%	4,951	100.00%	4,844	100.00%	4,806	100.00%

Paris Junior College
Statistical Supplement 16
Student Profile
Last Five Fiscal Years
(Unaudited)

	Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016	
	Number	Percent								
Gender										
Female	2,778	62.84%	2,962	60.97%	2,971	59.91%	2,879	59.43%	2,831	58.91%
Male	1,643	37.16%	1,896	39.03%	1,988	40.09%	1,965	40.57%	1,975	41.09%
Total	4,421	100.00%	4,858	100.00%	4,959	100.00%	4,844	100.00%	4,806	100.00%

	Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016	
	Number	Percent								
Ethnic Origin										
Caucasian	2,800	63.33%	3,100	63.81%	3,185	64.23%	3,227	66.62%	3,357	69.85%
Hispanic	935	21.15%	927	19.08%	915	18.45%	836	17.26%	738	15.36%
African American	408	9.23%	474	10.56%	524	10.57%	555	11.46%	499	10.38%
Asian	47	1.06%	51	1.05%	49	0.99%	52	1.07%	49	1.02%
Native American	64	1.45%	63	1.30%	72	1.45%	69	1.42%	82	1.71%
Other	167	3.78%	243	5.00%	214	4.32%	105	2.17%	81	1.69%
Total	4,421	100.00%	4,858	100.00%	4,959	100.00%	4,844	100.00%	4,806	100.00%

	Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016	
	Number	Percent								
Age										
Under 18	1,715	38.79%	1,809	37.24%	1,757	35.43%	1,583	32.68%	1,548	32.21%
18 - 21	1,498	33.88%	1,707	35.14%	1,855	37.41%	1,849	38.17%	1,879	39.10%
22 - 24	346	7.83%	391	8.05%	392	7.90%	381	7.87%	395	8.22%
25 - 35	585	13.23%	614	12.64%	622	12.54%	674	13.91%	641	13.34%
36 - 50	224	5.07%	273	5.62%	280	5.65%	289	5.97%	271	5.64%
51 and over	53	1.20%	64	1.32%	53	1.07%	68	1.40%	72	1.50%
Total	4,421	100.00%	4,858	100.00%	4,959	100.00%	4,844	100.00%	4,806	100.00%

Average Age	21.7	21.0	21.0	22.0	22.0
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Paris Junior College
Statistical Supplement 17
Transfers to Senior Institutions
Academic Year 2019-2020 Fall Students as of Fall 2020
(Includes only public senior colleges in Texas)
(unaudited)

	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all PJC Transfer Students	% of all PJC Transfer Students
	Academic	Technical	Tech-Prep		
Angelo State University	3			3	0.25%
Lamar University	2			2	0.17%
Midwestern State University	29			29	2.45%
Prairie View A&M University	3			3	0.25%
Sam Houston State University	17			17	1.44%
Stephen F. Austin State University	33			33	2.79%
Tarleton State University	21			21	1.78%
Texas A&M International University	-			-	0.00%
Texas A&M University	119			119	10.06%
Texas A&M University - Central Texas	1			1	0.08%
Texas A&M University - Commerce	529	4	9	542	45.82%
Texas A&M University - Corpus Christi	5			5	0.42%
Texas A&M University - Kingsville	-			-	0.00%
Texas A&M University - San Antonio	1			1	0.08%
Texas A&M University - Texarkana	12	1	1	14	1.18%
Texas A&M University at Galveston	5			5	0.42%
Texas A&M University System Health Science Center	-			-	0.00%
Texas Southern University	2			2	0.17%
Texas State University	31			31	2.62%
Texas Tech University	52		1	53	4.48%
Texas Tech University Health Science Center	-			-	0.00%
Texas Woman's University	28			28	2.37%
University of Houston	4			4	0.34%
University of Houston - Clear Lake	1			1	0.08%
University of Houston - Victoria	1			1	0.08%
University of North Texas	96	2		98	8.28%
University of North Texas at Dallas	1			1	0.08%
University of North Texas Health Science Center	3			3	0.25%
University of Texas - Rio Grande Valley	1			1	0.08%
University of Texas at Arlington	52	1		53	4.48%
University of Texas at Austin	32		1	33	2.79%
University of Texas at Dallas	21	1		22	1.86%
University of Texas at El Paso	-			-	0.00%
University of Texas at San Antonio	2			2	0.17%
University of Texas at Tyler	53		1	54	4.56%
University of Texas M.D. Anderson Cancer Center	1			1	0.08%
University of Texas of the Permian Basin	-			-	0.00%
West Texas A&M University	-			-	0.00%
Totals	1,161	9	13	1,183	100.00%

Source:

<http://www.txhighereddata.org/reports/performance/ctcasalf/ctcaddl/>

Paris Junior College
Statistical Supplement 18
Capital Asset Information
Fiscal Years 2017 to 2021
(Unaudited)

	Fiscal Year 2021 Square Footage	Fiscal Year 2020 Square Footage	Fiscal Year 2019 Square Footage	Fiscal Year 2018 Square Footage	Fiscal Year 2017 Square Footage
<u>Academic Buildings</u>					
Agriculture Barn	4,800	4,800	4,800	4,800	4,800
Applied Sciences Center	45,000	45,000	45,000	45,000	45,000
Applied Technology	64,600	64,600	64,600	64,600	64,600
Annex 1 Cosmetology	5,000	5,000	5,000	5,000	5,000
Annex 3 Art	7,500	7,500	7,500	7,500	7,500
Greenville Technical Center (current)	39,000	39,000	39,000	39,000	39,000
Henry P. Mayer Center for the Musical Arts	10,000	10,000	10,000	10,000	10,000
A. Frank Grimes Natural Sciences	15,276	15,276	15,276	15,276	15,276
Math and Science Technology Building	42,000	42,000	42,000	42,000	42,000
PJC Recreational Center	-	-	18,321	18,321	18,321
Sulphur Springs, High School	-	-	-	-	-
Sulphur Springs, Loop 301	21,000	21,000	21,000	21,000	21,000
<u>Libraries</u>					
Mike Rheudasil Learning Center	54,000	54,000	54,000	54,000	54,000
<u>Administrative and Support Buildings</u>					
College Store	3,000	3,000	3,000	3,000	3,000
DeShong Chapel	1,668	1,668	1,668	1,668	1,668
Jess B. Alford Center	8,436	8,436	8,436	8,436	8,436
Louise B. Williams Administration	26,300	26,300	26,300	26,300	26,300
Mary Jo Gabbert	2,150	2,150	2,150	2,150	2,150
Willow Creek Office	3,196	3,196	3,196	3,196	3,196
<u>Dormitories</u>					
Clara Rice Thompson Hall	13,308	13,308	13,308	13,308	13,308
Dixon L. Hatcher Hall	13,308	13,308	13,308	13,308	13,308
South Campus	33,000	33,000	33,000	33,000	33,000
<u>Apartments</u>					
B.E. Masters Apartment Complex	48,848	48,848	48,848	48,848	48,848
<u>Dining Facilities</u>					
J.R. McLemore Student Center	24,960	24,960	24,960	24,960	24,960
<u>Athletic Facilities</u>					
Golf Storage	176	176	176	176	176
Harold E. Hunt Physical Education Center	17,815	17,815	17,815	17,815	17,815
H.L. Hollis Fieldhouse	1,901	1,901	1,901	1,901	1,901
Old Gymnasium	13,500	13,500	13,500	13,500	13,500
<u>Plant Facilities</u>					
Downtown Center	-	-	-	-	-
Mechanical Building #1	1,745	1,745	1,745	1,745	1,745
Mechanical Building #2	1,975	1,975	1,975	1,975	1,975
Physical Plant Operations	4,946	4,946	4,946	4,946	4,946
Vehicle Shop	2,880	2,880	2,880	2,880	2,880
Total Square Footage	531,288	531,288	549,609	549,609	549,609
<u>Transportation</u>					
Cars	15	15	15	14	15
Light Trucks/Vans	29	29	27	26	27
Bus	5	5	5	5	5
Total	49	49	47	45	47