

# Paris Junior College



## Annual Financial and Compliance Report

For the years ended August 31, 2024 and 2023

**PARIS JUNIOR COLLEGE**  
**Paris, Texas**

**REPORT OF AUDIT**

**AUGUST 31, 2024 and 2023**

**Paris Junior College  
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August 31, 2024 and 2023**

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**Paris Junior College  
Organizational Data  
August 31, 2024 and 2023**

**Board of Regents**

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		<u>Term Expires October 31,</u>
<u>Officers</u>		
Mr. Curtis Fendley	President	2024
Dr. Clifton Wilkerson	Vice President	2026
Ms. Berdie Gibson	Secretary	2028
<u>Members</u>		
Dr. Linda Kapp		2026
Ms. Ginna Bowman		2024
Mr. Josh Bray		2028
Mr. Charles Lynch		2026
Mr. Shannon McGuire		2028
Mr. Mark Buster		2024

Principal Administrative Officers

Dr. Stephen Benson	President
Dr. Michael Erny	Vice President, Workforce Education
Mr. Rob Stanley	Vice President, Academic Instruction
Dr. Lisa Elliott	Vice President, Student Services
Mr. Sebastian Barron	Vice President, Information Technology
Ms. Keitha Carlton	Vice President, Business Services
Ms. Debra Craig	Controller

**McClanahan and Holmes, LLP**  
CERTIFIED PUBLIC ACCOUNTANTS

GEORGE H. STRUVE, CPA  
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TEFFANY A. KAVANAUGH, CPA  
APRIL J. HATFIELD, CPA  
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INDEPENDENT AUDITORS' REPORT

Board of Regents  
Paris Junior College  
Paris, Texas

**Report on the Audit of the Financial Statements**

***Opinions***

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, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component unit of Paris Junior College as of August 31, 2024 and 2023, and the respective changes in financial position, and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibility for the Audit of the Financial Statements***

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

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

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

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Paris Junior College's basic financial statements. The accompanying supplementary schedules, as listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of State of Texas awards, required by State of Texas Single Audit Circular, is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules, the schedule of expenditures of federal awards, and the schedule of expenditures of State of Texas awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2024, 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 the 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 31, 2024



**Paris Junior College  
Management's Discussion and Analysis  
August 31, 2024 and 2023**

**Overview of the Financial Statements and Financial Analysis**

Management's Discussion and Analysis is prepared to allow for an easy to read analysis of Paris Junior College's financial performance for the fiscal year ended August 31, 2024, including comparative information with the years ended August 31, 2023 and 2022. The overview is based on facts, decisions, and conditions known as of the date of the independent auditor's report. There are three financial statements presented: the Statements of Net Position, the Statements of Revenues, Expenses, and Changes in Net Position and the Statements of Cash Flows. These statements provide both long-term and short-term financial information on the College as a whole and should be read in conjunction with the notes to the basic financial statements.

Management has prepared the financial statements and the related footnote disclosures along with the discussion and analysis. Responsibility for the completeness and fairness of this information rests with the preparers.

**Overview of the Financial Statements and Financial Analysis**

- The College's total net position was \$54,123,118 in 2024 compared to \$47,886,313 in 2023. The College saw a total increase in net position of \$6,236,805 during fiscal year 2024 and by \$7,068,548 during fiscal year 2023.
- Unrestricted net position decreased by \$5,204,461 in 2024 and decreased by \$4,595,958 in 2023. Restricted net position decreased by \$1,793,908 in 2024 and increased by \$6,573,753 in 2023.
- Net investment in capital assets increased by \$13,235,174 in 2024 and increased by \$5,090,753 in 2023.
- Net assessed valuation of the College increased by \$1,347 billion or 27.99% from 2023 to 2024 and increased \$302 million or 6.71% from 2022 to 2023. Taxable values were \$6,159 billion in 2024 and \$4,812 billion in 2023.
- State appropriations increased by \$4,177,180 from 2023 to 2024 and increased \$831,068 from 2022 to 2023.

**Statement of Net Position**

The Statements of Net Position includes all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector organizations. Net position, the difference between assets and deferred outflows of resources, less liabilities and deferred inflows of resources is one way to measure the financial health of the College. The purpose of the Statements of Net Position is to present a financial snapshot of the College.

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 with capital assets.

**Paris Junior College**  
**Management's Discussion and Analysis (Continued)**  
**August 31, 2024 and 2023**

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

The Statements of Revenues, Expenses, and Changes in Net Position focus 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 Statements of Cash Flows are 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 Statements 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 2023-2024 the net assets of the Foundation increased \$4,283,511 from \$33,748,536 in 2023 to \$38,032,047 in 2024.

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 financials because the College can not use the assets to finance its operations.

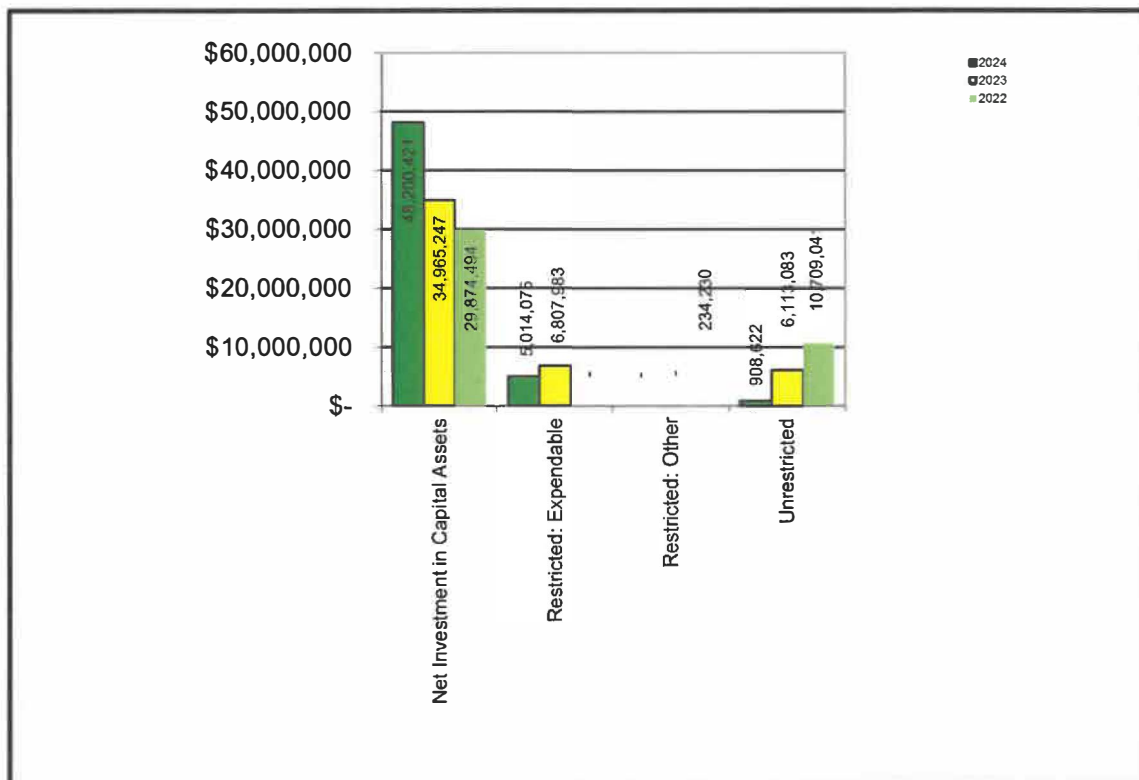
**Paris Junior College**  
**Management's Discussion and Analysis (Continued)**  
**August 31, 2024 and 2023**

**Net Assets**

**Condensed Statement of Net Assets**  
**August 31, 2024, 2023, and 2022**

	2024	2023	2022
Current Assets	\$ 36,504,357	\$ 42,437,755	\$ 40,723,301
Non-Current Assets	54,680,669	41,603,384	37,173,667
Total Assets	91,185,026	84,041,139	77,896,968
Deferred Outflows of Resources	4,536,837	5,979,591	4,677,041
Current Liabilities	5,648,219	3,719,660	3,121,133
Non-Current Liabilities	27,376,164	29,309,777	31,489,728
Total Liabilities	33,024,383	33,029,437	34,610,861
Deferred Inflows of Resources	8,574,362	9,104,980	7,145,383
Net Position			
Net Investment in Capital Assets	48,200,421	34,965,247	29,874,494
Restricted: Expendable	5,014,075	6,807,983	-
Restricted: Other	-	-	234,230
Unrestricted	908,622	6,113,083	10,709,041
Total Net Position	\$ 54,123,118	\$ 47,886,313	\$ 40,817,765

**Breakdown of Net Position**



**Paris Junior College**  
**Management's Discussion and Analysis (Continued)**  
**August 31, 2024 and 2023**

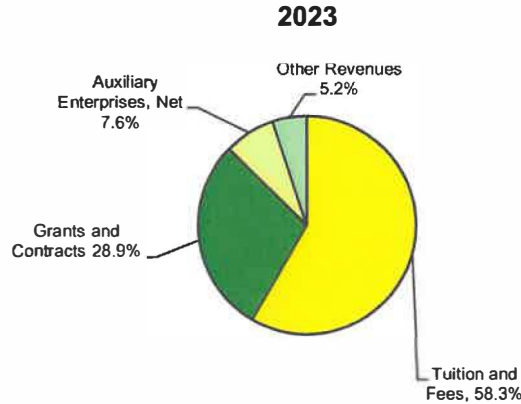
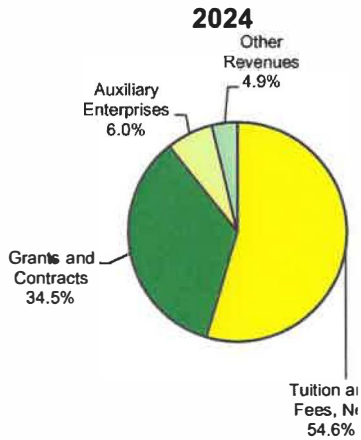
**Condensed Statement of Revenues,  
Expenses, and Changes in Net Position**  
**August 31, 2024, 2023, and 2022**

	2024	2023	2022
Operating Revenues	\$ 11,735,900	\$ 12,503,246	\$ 13,618,490
Non-Operating Revenues	27,997,368	25,838,186	25,518,333
Total Revenues	<u>39,733,268</u>	<u>38,341,432</u>	<u>39,136,823</u>
Operating Expense	33,048,798	30,968,593	33,437,345
Non-Operating Expense	447,665	304,291	338,350
Total Expenses	<u>33,496,463</u>	<u>31,272,884</u>	<u>33,775,695</u>
Changes in Net Position	<u>6,236,805</u>	<u>7,068,548</u>	<u>5,361,128</u>
Net Position - Beginning of Year	<u>47,886,313</u>	<u>40,817,765</u>	<u>35,456,637</u>
Net Position - End of Year	<u>\$ 54,123,118</u>	<u>\$ 47,886,313</u>	<u>\$ 40,817,765</u>

**Paris Junior College**  
**Management's Discussion and Analysis (Continued)**  
**August 31, 2024 and 2023**

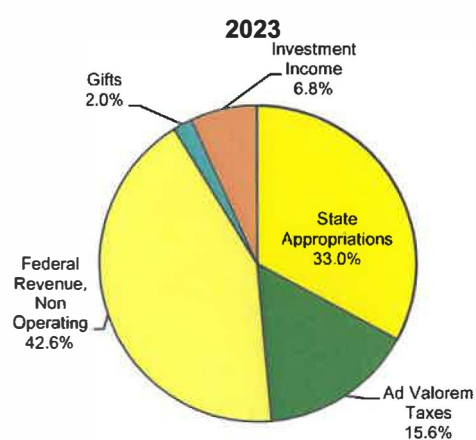
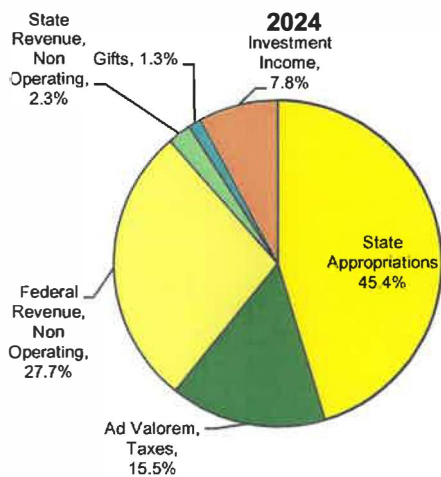
**Operating Revenues**  
**August 31, 2024, 2023 and 2022**

	2024	2023	2022
Tuition and Fees, Net	\$ 6,408,089	\$ 7,297,261	\$ 6,765,672
Grants and Contracts	4,067,636	3,619,878	5,308,935
Auxiliary Enterprises, Net	819,975	953,007	815,632
Other Revenues	440,200	633,100	728,251
<b>Total Operating Revenues</b>	<b>\$ 11,735,900</b>	<b>\$ 12,503,246</b>	<b>\$ 13,618,490</b>



**Non-Operating Revenues**  
**August 31, 2024, 2023 and 2022**

	2024	2023	2022
State Appropriations	\$ 12,695,293	\$ 8,518,113	\$ 8,255,774
Ad Valorem Taxes	4,326,652	4,035,385	3,769,632
Federal Revenue, Non Operating	7,761,645	11,007,634	13,039,624
State Revenue, Non Operating	654,438	-	-
Gifts	362,604	510,003	128,121
Investment Income	2,192,344	1,754,119	260,508
Insurance Proceeds	4,392	-	64,674
Gain on Sale of Capital Assets	-	12,932	-
<b>Total Non-Operating Revenues</b>	<b>\$ 27,997,368</b>	<b>\$ 25,838,186</b>	<b>\$ 25,518,333</b>

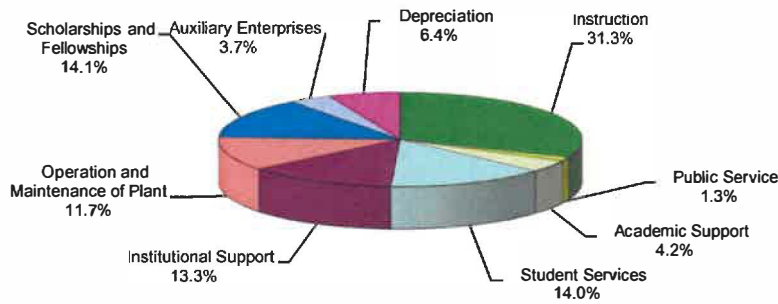


**Paris Junior College  
Management's Discussion and Analysis (Continued)  
August 31, 2024 and 2023**

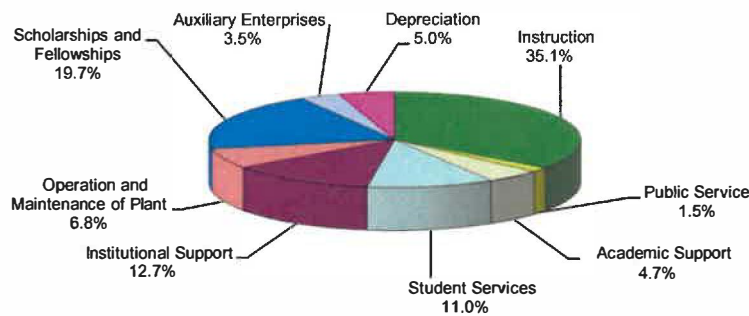
**Operating Expenses  
August 31, 2024, 2023 and 2022**

Operating Expenses:	2024	2023	2022
Instruction	\$ 10,337,559	\$ 10,878,621	\$ 9,554,793
Public Service	430,331	471,245	896,078
Academic Support	1,385,880	1,460,977	971,970
Student Services	4,644,103	3,406,952	3,153,231
Institutional Support	4,394,870	3,942,001	2,653,168
Operation and Maintenance of Plant	3,864,362	2,112,151	2,492,978
Scholarships and Fellowships	4,642,983	6,116,119	10,801,054
Auxiliary Enterprises	1,236,602	1,069,900	1,481,718
Depreciation	2,112,108	1,510,627	1,432,355
<b>Total Operating Expenses</b>	<b>\$ 33,048,798</b>	<b>\$ 30,968,593</b>	<b>\$ 33,437,345</b>

**2024**



**2023**



**Paris Junior College  
Management's Discussion and Analysis (Continued)  
August 31, 2024 and 2023**

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**Capital Asset and Long-Term Debt Activity**

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Capital Assets

The College's investment in capital assets as of August 31, 2024 amounts to \$79,299,984 net of accumulated depreciation of \$25,438,639 leaving a net book value of \$53,861,345. 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 \$5,679,000 outstanding in bonds payable versus \$6,311,000 outstanding at the end of August 2023.

There are two revenue bonds outstanding at year end. The 2006 and 2007 revenue bonds' principal and interest outstanding at year end was \$6,747,322.

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, 2024 and August 31, 2023**

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Current Assets		
Cash and Cash Equivalents	\$ 21,613,936	\$ 28,652,926
Short-Term Investments	12,000,000	12,000,000
Accounts Receivable, Net	2,593,765	1,635,420
Inventories	77,176	59,151
Other Assets	219,480	90,258
Total Current Assets	<u>36,504,357</u>	<u>42,437,755</u>
Noncurrent Assets		
Capital Assets, Net (See Note 5)	53,861,345	41,230,173
Right of Use Assets, Net (See Note 5)	183,632	47,775
SBITA Asset, Net (See Note 5)	635,692	325,436
Total Noncurrent Assets	<u>54,680,669</u>	<u>41,603,384</u>
Total Assets	<u>91,185,026</u>	<u>84,041,139</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred Outflows Related to Pensions	3,094,935	3,451,737
Deferred Outflows Related to OPEB	1,441,902	2,527,854
Total Deferred Outflows of Resources	<u>4,536,837</u>	<u>5,979,591</u>
<b>LIABILITIES</b>		
Current Liabilities		
Accounts Payable	2,436,282	1,239,992
Accrued Liabilities	127,089	138,553
Unearned Revenues	2,038,153	1,475,788
Right of Use Liabilities - Current Portion	59,699	19,368
SBITA Liabilities - Current Portion	260,023	100,816
OPEB Liability - Current Portion	446,973	475,143
Bonds Payable - Current Portion	280,000	270,000
Total Current Liabilities	<u>5,648,219</u>	<u>3,719,660</u>
Noncurrent Liabilities		
Deposits	27,800	22,900
Right of Use Liabilities	122,916	20,823
SBITA Liabilities	358,610	186,130
Pension Liability	5,935,170	5,237,836
OPEB Liability	15,532,668	17,801,088
Bonds Payable	5,399,000	6,041,000
Total Noncurrent Liabilities	<u>27,376,164</u>	<u>29,309,777</u>
Total Liabilities	<u>33,024,383</u>	<u>33,029,437</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Inflows Related to Pensions	1,503,949	2,212,558
Deferred Inflows Related to OPEB	7,070,413	6,892,422
Total Deferred Inflows of Resources	<u>8,574,362</u>	<u>9,104,980</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	48,200,421	34,965,247
Restricted for:		
Debt Service	-	-
Expendable	5,014,075	6,807,983
Unrestricted	908,622	6,113,083
Total Net Position (Schedule D)	<u>\$ 54,123,118</u>	<u>\$ 47,886,313</u>

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, 2024 and August 31, 2023**

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Current Assets		
Cash and Cash Equivalents	\$ 110,032	\$ 1,206,855
Total Current Assets	<u>110,032</u>	<u>1,206,855</u>
Investments		
Marketable Securities	37,090,733	31,707,989
Nonmarketable Securities	780,000	780,000
Total Investments	<u>37,870,733</u>	<u>32,487,989</u>
Fixed Assets		
Property and Equipment, Net	322	1,192
Total Fixed Assets	<u>322</u>	<u>1,192</u>
Other Assets		
Property Held for Investment	7,500	7,500
Royalty Interests	45,000	45,000
Total Other Assets	<u>52,500</u>	<u>52,500</u>
Total Assets	<u>\$ 38,033,587</u>	<u>\$ 33,748,536</u>
<b>LIABILITIES</b>		
Accounts Payable	\$ 1,540	\$ -
Total Liabilities	<u>\$ 1,540</u>	<u>\$ -</u>
<b>NET ASSETS</b>		
Without Donor Restrictions	\$ 27,309	\$ 25,078
With Donor Restrictions	38,004,738	33,723,458
Total Net Assets	<u>\$ 38,032,047</u>	<u>\$ 33,748,536</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 38,033,587</u>	<u>\$ 33,748,536</u>

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

**Paris Junior College**  
**Statement of Fiduciary Net Position**  
**Exhibit 1B**  
**Custodial Funds**  
**August 31, 2024 and August 31, 2023**

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Current Assets		
Cash and Cash Equivalents	\$ 272,985	\$ 251,972
Total Current Assets	<u>272,985</u>	<u>251,972</u>
Total Assets	<u>272,985</u>	<u>251,972</u>
<b>LIABILITIES</b>		
Current Liabilities		
Accounts Payable	2,675	2,947
Due to Other Governments	<u>21,333</u>	<u>16,962</u>
Total Current Liabilities	<u>24,008</u>	<u>19,909</u>
Total Liabilities	<u>24,008</u>	<u>19,909</u>
<b>NET POSITION</b>		
Restricted for:		
Custodial Funds	<u>248,977</u>	<u>232,063</u>
<b>Total Net Position</b>	<u><u>\$ 248,977</u></u>	<u><u>\$ 232,063</u></u>

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, 2024 and August 31, 2023**

	<b>2024</b>	<b>2023</b>
<b>OPERATING REVENUES</b>		
Tuition and Fees (Net of Discounts of \$6,000,393 and \$4,924,417 respectively)	\$ 6,408,089	\$ 7,297,261
Federal Grants and Contracts	2,829,142	2,935,522
State Grants and Contracts	1,057,799	396,145
Non-Governmental Grants and Contracts	180,695	288,211
Sales and Services of Educational Activities	168,952	168,492
Auxiliary Enterprises (Net of Discounts)	819,975	953,007
Other Operating Revenues	271,248	464,608
<b>Total Operating Revenues (Schedule A)</b>	<u>11,735,900</u>	<u>12,503,246</u>
<b>OPERATING EXPENSES</b>		
Instruction	10,337,559	10,878,621
Public Service	430,331	471,245
Academic Support	1,385,880	1,460,977
Student Services	4,644,103	3,406,952
Institutional Support	4,394,870	3,942,001
Operation and Maintenance of Plant	3,864,362	2,112,151
Scholarships and Fellowships	4,642,983	6,116,119
Auxiliary Enterprises	1,236,602	1,069,900
Depreciation and Amortization	2,112,108	1,510,627
<b>Total Operating Expenses (Schedule B)</b>	<u>33,048,798</u>	<u>30,968,593</u>
<b>Operating Income (Loss)</b>	<u>(21,312,898)</u>	<u>(18,465,347)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
State Appropriations	12,695,293	8,518,113
Maintenance Ad Valorem Taxes	4,326,652	4,035,385
Federal Revenue, Non Operating	7,761,645	11,007,634
State Revenue, Non Operating	654,438	-
Gifts	362,604	510,003
Investment Income	2,192,344	1,754,119
Gain or Loss on Sale of Assets	(143,002)	12,932
Insurance Proceeds	4,392	-
Interest on Capital Related Debt	(276,538)	(303,251)
Interest on Right of Use Assets	(28,125)	(1,040)
<b>Net Non-Operating Revenues (Schedule C)</b>	<u>27,549,703</u>	<u>25,533,895</u>
<b>Increase in Net Position</b>	<u>6,236,805</u>	<u>7,068,548</u>
<b>NET POSITION</b>		
Net Position - Beginning of Year	47,886,313	40,817,765
Net Position - End of Year	<u>\$ 54,123,118</u>	<u>\$ 47,886,313</u>

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, 2024 and August 31, 2023

	Year Ended August 31, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total
<b>OPERATING REVENUES, GAINS, AND OTHER SUPPORT</b>			
Contributions	\$ 9,965	\$ 323,148	\$ 333,113
Net Realized Gains/(Losses) on Investments, Net of Management Fees	-	1,421,783	1,421,783
Net Unrealized Gains/(Losses) on Investments	-	2,670,485	2,670,485
Interest	787	26,973	27,760
Dividends	4,181	966,875	971,056
Royalties	921	15,016	15,937
In-Kind Professional Services	101,016	-	101,016
Total Operating Revenue	116,870	5,424,280	5,541,150
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	1,143,000	(1,143,000)	-
Total Operating Revenues, Gains and Other Support	1,259,870	4,281,280	5,541,150
<b>OPERATING EXPENSES</b>			
Programs:			
Contributions to PJC for Scholarships	758,000	-	758,000
Contributions to PJC for Nursing Program	245,000	-	245,000
Contributions to PJC for Equipment	140,000	-	140,000
Support Services:			
Accounting	1,535	-	1,535
Insurance	1,200	-	1,200
Software	10,018	-	10,018
In-Kind Professional Expenses	101,016	-	101,016
Total Operating Expenses	1,256,769	-	1,256,769
Changes in Net Assets from Operations	3,101	4,281,280	4,284,381
<b>OTHER CHANGES</b>			
Nonoperating Income (Expense):			
Depreciation	(870)	-	(870)
Changes in Net Assets	2,231	4,281,280	4,283,511
<b>NET ASSETS, Beginning of Year</b>	25,078	33,723,458	33,748,536
<b>NET ASSETS, End of Year</b>	<u>\$ 27,309</u>	<u>\$ 38,004,738</u>	<u>\$ 38,032,047</u>

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, 2024 and August 31, 2023**

	<b>Year Ended August 31, 2023</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>OPERATING REVENUES, GAINS, AND OTHER SUPPORT</b>			
Contributions	\$ 8,361	\$ 168,604	\$ 176,965
Net Realized Gains/(Losses) on Investments, Net of Management Fees	-	1,582,511	1,582,511
Net Unrealized Gains/(Losses) on Investments	-	1,400,701	1,400,701
Interest	986	19,087	20,073
Dividends	-	870,470	870,470
Royalties	-	31,241	31,241
In-Kind Professional Services	55,565	-	55,565
<b>Total Operating Revenue</b>	<b>64,912</b>	<b>4,072,614</b>	<b>4,137,526</b>
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	1,035,891	(1,035,891)	-
Total Operating Revenues, Gains and Other Support	1,100,803	3,036,723	4,137,526
<b>OPERATING EXPENSES</b>			
Programs:			
Contributions to PJC for Scholarships	703,690	-	703,690
Contributions to PJC for Nursing Program	340,000	-	340,000
Support Services:			
Accounting	1,540	-	1,540
Insurance	1,200	-	1,200
In-Kind Professional Expenses	55,565	-	55,565
<b>Total Operating Expenses</b>	<b>1,101,995</b>	<b>-</b>	<b>1,101,995</b>
<b>Changes in Net Assets from Operations</b>	<b>(1,192)</b>	<b>3,036,723</b>	<b>3,035,531</b>
<b>OTHER CHANGES</b>			
Nonoperating Income (Expense):			
Depreciation	(870)	-	(870)
<b>Changes in Net Assets</b>	<b>(2,062)</b>	<b>3,036,723</b>	<b>3,034,661</b>
<b>NET ASSETS, Beginning of Year</b>	<b>27,140</b>	<b>30,686,735</b>	<b>30,713,875</b>
<b>NET ASSETS, End of Year</b>	<b>\$ 25,078</b>	<b>\$ 33,723,458</b>	<b>\$ 33,748,536</b>

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

**Paris Junior College**  
**Statement of Changes in Fiduciary Net Position**  
**Exhibit 2B**  
**Custodial Funds**  
**Years Ended August 31, 2024 and August 31, 2023**

	<u>2024</u>	<u>2023</u>
<b>Additions</b>		
Contributions	\$ 111,254	\$ 123,786
Total Additions	<u>111,254</u>	<u>123,786</u>
<b>Deductions</b>		
Payments for Supplies	<u>94,340</u>	<u>108,511</u>
Total Deductions	<u>94,340</u>	<u>108,511</u>
<b>Change in Net Position</b>	<u>16,914</u>	<u>15,275</u>
<b>NET POSITION</b>		
Net Position - Beginning of Year	232,063	216,788
Change in Net Position	<u>16,914</u>	<u>15,275</u>
Net Position - End of Year	<u><u>\$ 248,977</u></u>	<u><u>\$ 232,063</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, 2024 and August 31, 2023**

	<b>2024</b>	<b>2023</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from Students and Other Customers	\$ 7,220,172	\$ 7,435,026
Receipts of Grants and Contracts	3,839,418	3,381,553
Receipts from Other Sources	103,111	1,592,010
Payments to or for Employees	(18,248,389)	(16,152,124)
Payments to Suppliers for Goods or Services	(6,810,273)	(6,562,211)
Payment of Scholarships	(4,379,521)	(6,116,119)
Net Cash Provided (Used) by Operating Activities	<u>(18,275,482)</u>	<u>(16,421,865)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Receipts from State Appropriations	11,810,708	8,518,113
Receipts from Ad Valorem Taxes	4,301,120	4,020,148
Receipts from Non Operating Federal and State Revenue	8,416,083	11,007,634
Receipts from Insurance Proceeds	4,392	-
Receipts from Gifts	362,604	510,003
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>24,894,907</u>	<u>24,055,898</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchases/Sales of Capital and Right of Use Assets	(14,422,174)	(6,680,664)
Proceeds Received from Sale of Capital Assets	17,546	-
Principal Paid on Capital Debt	(632,000)	(601,000)
Principal Paid on Right of Use Liability	(67,237)	(170,499)
Principal Paid on SBITA Liability	(386,419)	-
Interest Paid on Capital Debt	(276,538)	(303,251)
Interest Paid on Right of Use Liability	(1,363)	(1,040)
Interest Paid on SBITA Liability	(26,762)	-
Change in Accounting Policy	-	(1,906)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(15,794,947)</u>	<u>(7,758,360)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Receipts from Interest on Investments	2,136,532	1,754,119
Net Cash Provided (Used) by Investing Activities	<u>2,136,532</u>	<u>1,754,119</u>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	<u>(7,038,990)</u>	<u>1,629,792</u>
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>28,652,926</u>	<u>27,023,134</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u><u>\$ 21,613,936</u></u>	<u><u>\$ 28,652,926</u></u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>		
Operating Income (Loss)	\$ (21,312,898)	\$ (18,465,347)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	2,112,108	1,510,627
Payments Made Directly by State for Benefits	884,585	823,516
Change in Assets, Deferred Outflows of Resources, Liabilities, and Deferred Inflows of Resources:		
Receivables, Net	(877,001)	(292,216)
Inventories	(18,025)	(113)
Other Assets	(129,222)	237,794
Right of Use Assets	-	87,251
Deferred Outflow Pension	356,802	(2,148,417)
Deferred Outflow OPEB	1,085,952	845,867
Accounts Payable	1,196,290	278,931
Accrued Liabilities	(11,464)	-
OPEB Liability	(2,296,590)	(4,292,487)
Right of Use Liability	-	(123,518)
Deposits	4,900	(11,395)
Unearned Revenue	562,365	196,019
Pension Liability	697,334	2,972,026
Deferred Inflow Pension	(708,609)	(788,249)
Deferred Inflow OPEB	177,991	2,747,846
<b>Net Cash Provided (Used) by Operating Activities</b>	<u><u>\$ (18,275,482)</u></u>	<u><u>\$ (16,421,865)</u></u>
<b>Noncash Investing, Capital, and Financing Activities</b>		
<b>Right-of-Use Assets Acquired Through Lease and SBITA Liabilities</b>		
<b>Lease and SBITA Liabilities incurred as a Result of Acquiring Right-of-Use Assets</b>		
Right-of-Use Assets Acquired through Lease Liabilities	209,661	-
Lease Liabilities Incurred as Result of Acquiring ROU Assets	(209,661)	-
Right-of-Use Assets Acquired through SBITA Liabilities	718,106	46,982
SBITA Liabilities Incurred as a Result of Acquiring Right-of-Use Assets	(718,106)	(46,982)

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, 2024 and August 31, 2023**

	<b>2024</b>	<b>2023</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 4,283,511	\$ 3,034,662
Adjustments to Reconcile Changes in Net Assets to Net Cash Flow From Operating Activities:		
Depreciation	870	870
(Gains) Losses on Investments	(4,279,567)	(2,983,212)
Proceeds From Dividends, Royalties, Leases	986,993	901,711
Proceeds from Interest	27,760	20,073
Payments for Fees	(203,326)	(2,740)
Payments for Scholarships	(758,000)	(703,690)
Payments for Nursing Program	(245,000)	(340,000)
Payments for Workforce Initiatives	(140,000)	-
Contributions Received	333,113	176,965
Net Cash Provided (Used) by Operating Activities	<u>6,354</u>	<u>104,639</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of Investments	(7,820,762)	(6,619,128)
Proceeds from Sale of Investments	<u>6,717,585</u>	<u>7,198,869</u>
Net Cash Provided (Used) by Investing Activities	<u>(1,103,177)</u>	<u>579,741</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net Cash Provided (Used) by Financing Activities	<u>-</u>	<u>-</u>
 <b>Increase (Decrease) in Cash and Cash Equivalents</b>	 <u>(1,096,823)</u>	 <u>684,380</u>
 <b>Cash and Cash Equivalents - Beginning of Year</b>	 <u>1,206,855</u>	 <u>522,475</u>
 <b>Cash and Cash Equivalents - End of Year</b>	 <u><u>\$ 110,032</u></u>	 <u><u>\$ 1,206,855</u></u>

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



**Paris Junior College**  
**Notes to Financial Statements**  
**August 31, 2024 and 2023**

**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 20).

**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 complies with the financial statement presentation format required by THECB.

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 external (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.

Restricted Resources

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

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**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. The College considers funds on deposit with external, statewide investment pools as cash and cash equivalents.

**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.

**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.

**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, except SBITAs and right-to-use lease assets discussed in "Leases", below. 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.

Beginning in 2024, the College also capitalizes small dollar items with an aggregate value over the capitalization threshold of \$5,000 per clarification of Question 5.1 in Implementation Guide 2021-1 for any significant items.

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.

**Leases**

Lessee: The College is a lessee for non-cancelable leases of equipment. The College recognizes lease liabilities and an intangible right to use lease assets in government-wide financial statements.

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

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**2. Summary of Significant Accounting Policies (Continued)**

**Leases (Continued)**

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

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

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

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

**Software-Based Information Technology Arrangement (SBITA)**

A subscription-based information technology arrangement is a contract that conveys control of the right to use another party's IT software alone or with tangible capital assets (e.g., hardware) in an exchange or exchange-like transaction. The right to use the underlying IT asset means the College can obtain the present service capacity from the use of the underlying IT asset and determine the nature and manner of use of the underlying IT assets.

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

Key estimates and judgements related to SBITAs include how the College determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) SBITA term, and (3) SBITA payments.

The College uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the College generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.

The College monitors changes in circumstances that would require a remeasurement of its arrangement and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position. The College has established an annual SBITA threshold of \$10,000.

**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.

**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.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**2. Summary of Significant Accounting Policies (Continued)**

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, fees, housing and departmental activities of \$26,483 and \$4,186 and federal, state, and local grants of \$2,011,670 and \$1,471,602 have been reported as unearned revenues at August 31, 2024 and 2023, 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.

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.

Custodial Funds

The College accounts for resources held for others in a custodial capacity in custodial funds. The College's Custodial Fund is accounted for in a separate fund.

**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, 2024, Paris Junior College's short-term investments consisted of certificates of deposit. Paris Junior College had no long-term investments at August 31, 2024.

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.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**3. Authorized Investments (Continued)**

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, 2024 and 2023, the College maintained deposits with a carrying amount of \$13,353,315 and \$17,718,313 and the bank's balances were \$14,547,098 and \$18,033,935, respectively. As of August 31, 2024 and 2023, \$522,796 and \$512,416 were covered by federal depository insurance and \$14,024,302 and \$17,405,813 were collateralized with securities held by the pledging financial institution's agent in the name of the College.

*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.

The following schedules summarizes the College's investments on a recurring basis, as of August 31, 2024:

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

The following schedules summarizes the College's investments on a recurring basis, as of August 31, 2023:

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

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 TexPool shares. TexPool's audited financial statements can be obtained at the Texas Treasury Safekeeping Trust Company's website at [www.ttstc.org](http://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, 2024 and 2023:

Type of Security	Fair Value	Credit Rating	2024	2023
TexPool	\$ 20,530,131	AAA	\$ 20,530,131	\$ 23,183,108
Total Investment Pools	\$ 20,530,131		\$ 20,530,131	\$ 23,183,108

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**4. Deposits and Investments (Continued)**

*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, 2024 and 2023, 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:

	2024	2023
Bank Deposits		
Demand Deposits	\$ 21,610,461	\$ 28,649,451
Time Deposits	12,000,000	12,000,000
Total Deposits	<u>33,610,461</u>	<u>40,649,451</u>
Cash and Cash Equivalents		
Cash on Hand	3,475	3,475
Total Cash and Deposits	<u>\$ 33,613,936</u>	<u>\$ 40,652,926</u>

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**5. Capital Assets**

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

	Balance September 1, 2023	Additions	Retirements	Balance August 31, 2024
<u>Not Depreciated:</u>				
Land	\$ 4,059,393	\$ -	\$ -	\$ 4,059,393
Construction in Progress	771,284	2,552,174	771,283	2,552,175
Collections	90,750	-	-	90,750
Subtotal	<u>4,921,427</u>	<u>2,552,174</u>	<u>771,283</u>	<u>6,702,318</u>
<u>Buildings and Other Capital Assets:</u>				
Buildings and Improvements	54,233,789	10,612,336	1,007,291	63,838,834
Furniture and Equipment	4,830,992	1,890,205	17,401	6,703,796
Vehicles	1,280,775	133,949	-	1,414,724
Library Books	665,208	4,793	29,689	640,312
Subtotal	<u>61,010,764</u>	<u>12,641,283</u>	<u>1,054,381</u>	<u>72,597,666</u>
<u>Accumulated Depreciation:</u>				
Buildings and Improvements	19,298,596	1,258,982	871,209	19,686,369
Furniture and Equipment	3,686,293	315,398	6,960	3,994,731
Vehicles	1,051,921	65,306	-	1,117,227
Library Books	665,208	4,793	29,689	640,312
Subtotal	<u>24,702,018</u>	<u>1,644,479</u>	<u>907,858</u>	<u>25,438,639</u>
Net Other Capital Assets	<u>36,308,746</u>	<u>10,996,804</u>	<u>146,523</u>	<u>47,159,027</u>
Net Capital Assets	<u>\$ 41,230,173</u>	<u>\$ 13,548,978</u>	<u>\$ 917,806</u>	<u>\$ 53,861,345</u>
 <u>Right of Use Assets</u>				
Equipment	\$ 96,637	\$ 209,661	\$ 38,520	\$ 267,778
Subscriptions	432,244	718,106	-	1,150,350
Subtotal	<u>528,881</u>	<u>927,767</u>	<u>38,520</u>	<u>1,418,128</u>
<u>Accumulated Amortization:</u>				
Equipment	48,862	59,779	24,495	84,146
Subscriptions	106,808	407,850	-	514,658
Subtotal	<u>155,670</u>	<u>467,629</u>	<u>24,495</u>	<u>598,804</u>
Net Right of Use Assets	<u>\$ 373,211</u>	<u>\$ 460,138</u>	<u>\$ 14,025</u>	<u>\$ 819,324</u>

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**5. Capital Assets (Continued)**

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

	Balance September 1, 2022	Additions	Retirements	Balance August 31, 2023
<u>Not Depreciated:</u>				
Land	\$ 4,059,393	\$ -	\$ -	\$ 4,059,393
Construction in Progress	920,428	627,085	776,229	771,284
Collections	90,750	-	-	90,750
Subtotal	<u>5,070,571</u>	<u>627,085</u>	<u>776,229</u>	<u>4,921,427</u>
<u>Buildings and Other Capital Assets:</u>				
Buildings and Improvements	48,812,132	5,421,657	-	54,233,789
Furniture and Equipment	4,292,743	538,249	-	4,830,992
Vehicles	1,215,939	84,835	19,999	1,280,775
Library Books	681,874	6,763	23,429	665,208
Subtotal	<u>55,002,688</u>	<u>6,051,504</u>	<u>43,428</u>	<u>61,010,764</u>
<u>Accumulated Depreciation:</u>				
Buildings and Improvements	18,161,447	1,137,149	-	19,298,596
Furniture and Equipment	3,499,671	186,622	-	3,686,293
Vehicles	1,017,062	45,859	11,000	1,051,921
Library Books	681,874	6,763	23,429	665,208
Subtotal	<u>23,360,054</u>	<u>1,376,393</u>	<u>34,429</u>	<u>24,702,018</u>
Net Other Capital Assets	<u>31,642,634</u>	<u>4,675,111</u>	<u>8,999</u>	<u>36,308,746</u>
Net Capital Assets	<u>\$ 36,713,205</u>	<u>\$ 5,302,196</u>	<u>\$ 785,228</u>	<u>\$ 41,230,173</u>
 <u>Right of Use Assets</u>				
Equipment	\$ 96,637	\$ -	\$ -	\$ 96,637
Subscriptions	385,261	46,983	-	432,244
Subtotal	<u>481,898</u>	<u>46,983</u>	<u>-</u>	<u>528,881</u>
<u>Accumulated Amortization:</u>				
Equipment	21,436	27,426	-	48,862
Subscriptions	-	106,808	-	106,808
Subtotal	<u>21,436</u>	<u>134,234</u>	<u>-</u>	<u>155,670</u>
Net Right of Use Assets	<u>\$ 460,462</u>	<u>\$ (87,251)</u>	<u>\$ -</u>	<u>\$ 373,211</u>

**6. Construction Commitment**

As of August 31, 2024, the College entered into a construction commitment to improve the baseball/softball fields on the Paris Campus. The contracted cost of the project is \$3,069,985. The College plans to use monies from fund balance to cover the expense of the project. At the close of the 2024 fiscal year, \$2,281,124 had been issued, leaving \$788,861.



**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**7. Noncurrent Liabilities**

Noncurrent liability activity for the year ended August 31, 2024 was as follows:

	Balance September 1, 2023	Additions	Retirements	Balance August 31, 2024	Current Portion
Bonds					
Revenue Bonds	\$ 6,311,000	\$ -	\$ 632,000	\$ 5,679,000	\$ 280,000
Subtotal	6,311,000	-	632,000	5,679,000	280,000
Net Pension Liability	5,237,836	1,230,534	533,200	5,935,170	-
Net OPEB Liability	18,276,231	2,228,713	4,525,303	15,979,641	446,973
Right of Use Liabilities	327,137	927,767	453,656	801,248	319,722
Total Noncurrent Liabilities	\$ 30,152,204	\$ 4,387,014	\$ 6,144,159	\$ 28,395,059	\$ 1,046,695

Noncurrent liability activity for the year ended August 31, 2023 was as follows:

	Balance September 1, 2022	Additions	Retirements	Balance August 31, 2023	Current Portion
Bonds					
Revenue Bonds	\$ 6,912,000	\$ -	\$ 601,000	\$ 6,311,000	\$ 270,000
Subtotal	6,912,000	-	601,000	6,311,000	270,000
Net Pension Liability	2,265,810	3,398,737	426,711	5,237,836	-
Net OPEB Liability	22,568,718	2,195,207	6,487,694	18,276,231	475,143
Right of Use Liabilities	450,655	46,981	170,499	327,137	120,184
Total Noncurrent Liabilities	\$ 32,197,183	\$ 5,640,925	\$ 7,685,904	\$ 30,152,204	\$ 865,327

PJC has two series of revenue bonds outstanding that bear interest from 4.45% to 4.50%. They are due serially in varying amounts aggregating from \$642,000 to \$876,000 through March 15, 2032. Revenues of PJC are pledged for the payment of principal and interest on these bonds. Interest of \$276,538 was paid for the year ended August 31, 2024 on revenue bonds.

Debt service requirements at August 31, 2024 were as follows:

Year Ending August 31,	Revenue Bonds		Total
	Principal	Interest	
2025	\$ 642,000	\$ 262,385	\$ 904,385
2026	674,000	233,253	907,253
2027	701,000	202,688	903,688
2028	735,000	170,868	905,868
2029	769,000	137,525	906,525
2030-2032	2,520,000	196,868	2,716,868
Totals	6,041,000	1,203,587	7,244,587

Less payment prior  
to year end of  
September 15, 2024  
requirements

362,000	135,265	497,265
\$ 5,679,000	\$ 1,068,322	\$ 6,747,322

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, 2024  
\$ 3,049,000

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**7. Noncurrent Liabilities (Continued)**

Revenue Bonds (Continued):

Tuition and General Fee Revenue Bonds, Series 2007	2,630,000
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	

Right of Use Liabilities

Leases: The College adopted GASB Statement No. 87 during fiscal year 2022 for current lease liabilities. The College is currently entered into lease agreements as lessee for the use of copiers and a postage machine. As of August 31, 2024, the value of the lease liability for these leases was \$182,615. The College does not intend to purchase the lease equipment at the end of the lease term. The value of the right to use assets as of the end of the current fiscal year was \$267,778 and had accumulated amortization of \$84,146.

Year Ending August 31,	Principal	Interest	Total
2025	\$ 59,699	\$ 906	\$ 60,605
2026	54,510	492	55,002
2027	45,398	208	45,606
2028	22,825	49	22,874
2029	183	-	183
Totals	\$ 182,615	\$ 1,655	\$ 184,270

Software-Based Information Technology Agreements: The College adopted GASB Statement No. 96 during fiscal year 2023 for current SBITA liabilities. The College is currently contracted into SBITA agreements for the use of software programs for: ERP, system access identification, a teaching platform, and data collection. As of August 31, 2024, the value of the SBITA liability for these agreements was \$618,633. The agreements do not offer a purchase option. The value of the SBITA assets at the end of the current fiscal year was \$1,150,350 and had accumulated amortization of \$514,658.

Year Ending August 31,	Principal	Interest	Total
2025	\$ 260,023	\$ 19,448	\$ 279,471
2026	252,743	11,379	264,122
2027	105,867	3,576	109,443
Totals	\$ 618,633	\$ 34,403	\$ 653,036

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**8. 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.

*Pension Plan Fiduciary Net Position.* Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at TRS ACFR or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512)542-6592. The information provided in the Notes to the Financial Statements in the 2023 Annual Comprehensive Financial Report by TRS provides the following information regarding the components of the Net Pension Liability of the pension plan at of August 31, 2023:

<u>Net Pension Liability</u>	<u>Total</u>
Total Pension Liability	\$ 255,860,886,500
Less: Plan Fiduciary Net Position	(187,170,535,558)
Net Pension Liability	<u>\$ 68,690,350,942</u>
Net Position as Percentage of Total Pension Liability	73.15%

*Benefits Provided.* TRS provides retirement, disability, and death benefits. Membership in the Plan includes all employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard workload and who are not exempt from membership under Texas Government Code, Title 8, Section 822.002. State law requires the plan to be actuarially sound in order for the legislature to consider a benefit enhancement, such as a supplemental payment to the retirees. The pension became actuarially sound in May 2019 when the 86th Texas legislature approved the TRS Pension Reform Bill (SB12) that provided gradual contribution increases from the state, participating employers and active employees for the fiscal years 2019 through 2024.

*Contributions.* Contribution requirements are established or amended pursuant to the following state laws:

- Article 16, Section 67 of the Texas Constitution requires the 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.
- Government Code Section 821.006 prohibits benefit improvements if it increases the amortization period of TRS' unfunded actuarial liability to greater than 31 years or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in this manner are determined by the System's actuary.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**8. 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	
	2024	2023
Member	8.0%	8.0%
Non-Employer Contributing Entity (State)	8.0%	8.0%
Employers	8.0%	8.0%
Paris Junior College Contributions		\$ 467,551
Member Contribution		\$ 874,712
State of Texas On-behalf Contributions		\$ 276,993

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 or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

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

**Actuarial Assumptions.** The total pension liability in the August 31, 2022 actuarial valuation rolled forward to August 31, 2023 was determined using the following actuarial assumptions:

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

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

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**8. Employees' Retirement Plans (Continued)**

The actuarial methods and assumptions are based primarily on a study of actual experience for a four-year period ending August 31, 2021 and adopted in July 2022.

The post-retirement mortality rates for healthy lives were based on the 2021 TRS Healthy Pensioners Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published projection scale ("U-MP"). The active mortality rates were based on the PUB(2010) Mortality Tables for Teachers, below Median, also with full generation mortality.

*Discount Rate.* A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.00 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 9.50 percent of payroll in fiscal year 2024 increasing to 9.56 percent in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

Based on 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 expected rate of return on pension plan investments is 7.00 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 weighing 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, 2023 are summarized on the following table:

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**8. Employees' Retirement Plans (Continued)**

Asset Class	Target Allocation <sup>2</sup>	Long-Term Expected Geometric Real Rate of Return <sup>3</sup>	Expected Contribution to the Long Term Portfolio Return
<b>Global Equity</b>			
U.S.	18.0 %	4.0 %	1.0 %
Non-U.S. Developed	13.0	4.5	0.9
Emerging Markets	9.0	4.8	0.7
Private Equity <sup>1</sup>	14.0	7.0	1.5
<b>Stable Value</b>			
Government Bonds	16.0	2.5	0.5
Absolute Return <sup>1</sup>			
(Including Credit Sensitive Investments)	0.0	3.6	0.0
Stable Value Hedge Funds	5.0	4.1	0.2
<b>Real Return</b>			
Real Estate	15.0	4.9	1.1
Energy, Natural Resources, and Infrastructure	6.0	4.8	0.4
Commodities	0.0	4.4	0.0
<b>Risk Parity</b>	8.0	4.5	0.4
<b>Asset Allocation Leverage</b>			
Cash	2.0	3.7	0.0
Asset Allocation Leverage	(6.0)	4.4	(0.1)
Inflation Expectation			2.3
Volatility Drag <sup>4</sup>			(0.9)
<b>Expected Return</b>	<u><u>100.00</u></u>		<u><u>8.0%</u></u>

1 Absolute return includes credit sensitive investments.

2 Target allocations are based on the FY2023 policy model.

3 Capital Market Assumptions come from Aon Hewitt (as of 6/30/2023).

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

**Discount Rate Sensitivity Analysis.** The following table presents the net pension liability of the plan using the discount rate of 7.00 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Paris Junior College's Proportionate Share of the Net Pension Liability:	\$ 8,873,408	\$ 5,935,170	\$ 3,492,024

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At August 31, 2024, Paris Junior College reported a liability of \$5,935,170 for its proportionate share of the TRS's net pension liability. This liability reflects an increase for the 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><u>2024</u></u>	<u><u>2023</u></u>
Paris Junior College' Proportionate Share of the Collective Net Pension Liability	\$ 5,935,170	\$ 5,237,836
State's Proportionate Share that is Associated with Paris Junior College	3,701,529	3,232,368
Total	<u><u>\$ 9,636,699</u></u>	<u><u>\$ 8,470,204</u></u>

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**8. Employees' Retirement Plans (Continued)**

The net pension liability was measured as of August 31, 2022 and rolled forward to August 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2022 through August 31, 2023.

At the measurement date of August 31, 2023, the employer's proportion of the collective net pension liability was 0.00864%, which was a decrease of 0.00018% from its proportion measured as of August 31, 2022.

**Changes Since the Prior Actual Valuation**

The Texas 2023 Legislature passed legislation that provides a one-time stipend to certain retired teachers. The stipend was paid to retirees beginning in September of 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the Net Pension Liability of TRS. The Legislature also provided for a cost-of-living adjustment (COLA) to retirees which was approved during the November 2023 election which was paid January 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

For the year ended August 31, 2024, Paris Junior College recognized pension expense of \$558,899 and revenue of \$558,899 for support provided by the State. For the year ended August 31, 2023, Paris Junior College recognized pension expense of \$308,978 and revenue of \$308,978 for support provided by the state.

At August 31, 2024, 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:

	2024 Deferred Outflows of Resources	2024 Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 211,472	\$ 71,868
Changes in Actuarial Assumptions	561,351	137,375
Difference Between Projected and Actual Investment Earnings	1,854,561	990,850
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	-	303,856
Contributions Paid to TRS Subsequent to the Measurement Date	467,551	-
Total	<u>\$ 3,094,935</u>	<u>\$ 1,503,949</u>
	2023 Deferred Outflows of Resources	2023 Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 75,948	\$ 114,195
Changes in Actuarial Assumptions	975,979	243,241
Difference Between Projected and Actual Investment Earnings	2,035,109	1,517,628
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	16,227	337,494
Contributions Paid to TRS Subsequent to the Measurement Date	348,474	-
Total	<u>\$ 3,451,737</u>	<u>\$ 2,212,558</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
2025	\$ 185,097
2026	91,247
2027	653,290
2028	181,675
2029	12,126
Thereafter	-

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**8. 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 3.30% 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. Senate Bill (SB) 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 \$416,656 and \$368,801 for the fiscal years ended August 31, 2024 and 2023, 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 \$14,076,335 and \$12,616,837 for fiscal years 2024 and 2023, respectively. The total payroll of employees covered by the Teacher Retirement System was \$10,602,564 and \$8,959,197, and the total payroll of employees covered by the Optional Retirement Program was \$2,276,590 and \$2,531,150 for fiscal years 2024 and 2023, 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, 2024, and 2023, the College had 13 and 15 employees, respectively, participating in a deferred compensation program. A total of \$88,833 and \$90,921 in payroll deductions was invested in approved plans during the years ended August 31, 2024 and 2023, respectively.

**9. 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.

**10. 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, 2024, (\$623 per month for 2023) and totaled \$1,198,176 for 2024 (\$1,224,948 for the year ended 2023). The cost of providing those benefits for 144 retirees in the year ended 2024, was \$514,770 (retiree benefits for 143 retirees cost \$499,209 in 2023). For 208 active employees, the cost of providing benefits was \$683,406 for the year ended August 31, 2024 (active employee benefits for 188 employees cost \$725,739 for the year ended 2023). Senate Bill (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, 2024 and 2023**

**11. 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 Annual Comprehensive Financial Report (ACFR) that includes financial statements, notes to the financial statements and required supplementary information. That report may be obtained on the Internet at ERS ACFR: or by writing to ERS at: 200 East 18th Street, Austin, TX 78701; or by calling (877)275-4377.

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

*Contributions.* Section 1551.055 of Chapter 1551, Texas Insurance Code, provides that contribution requirements of the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. The employer and member contribution rates are determined annually by the ERS Board of Trustees based on the 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. There are no long-term contracts for contributions to the plan.

The following table summarizes the maximum monthly employer contribution toward eligible retirees' health and basic life premium. Retirees pay any premium over and above the employer contribution. The employer does not contribute toward dental or optional life insurance. Surviving spouses and their dependents do not receive any employer contribution. As the non-employer contributing entity (NECE), the State of Texas pays part of the premiums for the junior and community colleges.

Maximum Monthly Employer Contribution  
Retiree Health and Basic Life Premium  
Fiscal Year 2023

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

Contributions of premiums to the GBP plan are shown below:

	2024	2023	2022
Paris Junior College (active and retired)	\$ 1,876,696	\$ 1,782,164	\$ 1,891,703
Nonemployer Contributing Entity (State of Texas)	\$ 1,224,948	\$ 1,224,948	\$ 1,245,805

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**11. Other Post-Employment Benefits (OPEB) (Continued)**

*Actuarial Assumptions.* The total OPEB liability was determined by an actuarial valuation as of August 31, 2023 using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	August 31, 2023
Actuarial Cost Method	Entry Age
Last Experience Study	Higher Education Members: 7-year period from September 1, 2010 to August 31, 2017
Actuarial Assumptions:	
Discount Rate	3.81%
Projected Salary Increases	2.30% to 8.95%, including inflation
Healthcare Cost and Trend Rate	<u>HealthSelect</u> 5.60% for FY2025, 5.30% for FY2026, 5.00% for FY2027, 4.75% for FY2028, 4.60% for FY2029, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2032 and later years.  <u>HealthSelect Medicare Advantage</u> 16.40% for FY2025, 8.40% for FY2026, 5.00% for FY2027, 4.75% for FY2028, 4.60% for FY2029, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY2032 and later years.  <u>Pharmacy</u> 10.00% for FY2025 and FY2026, decreasing 100 basis points per year to 5.00% for FY2031 and 4.30% for FY2032 and later years
Inflation Assumption Rate	2.3%
Ad hoc Postemployment Benefit Changes	None
Mortality Rate	<u>Higher Education Members</u> a. Service Retirees, Survivors and other Inactive Members: Tables based on TRS experience with Ultimate MP-2021 Projection Scale from the year 2021. b. Disability Retirees: Tables based on TRS experience with Ultimate MP Projection Scale from the year 2021 using a 3-year set forward and minimum mortality rates of four per 100 male members and two per 100 female members. c. Active Members: Sex Distinct Pub-2010 Amount-Weighted Below-Median Income Teacher Mortality with a 2-year set forward for males with Ultimate MP Projection Scale from the year 2010.

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

*Discount Rate.* Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the total OPEB liability is the municipal bond rate. The discount rate used to determine the total OPEB liability as of the beginning of the measurement year was 3.81%. The source of the municipal bond rate is 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" 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 PJC's proportionate share of the collective net OPEB liability if the discount rate used was 1 percentage point lower than and 1 percentage point higher than the discount rate that was used (3.81%) in measuring the net OPEB Liability.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**11. Other Post-Employment Benefits (OPEB) (Continued)**

	1% Decrease in Discount Rate (2.81%)	Discount Rate (3.81%)	1% Increase in Discount Rate (4.81%)
Paris Junior College's Proportionate Share of the Net OPEB Liability:	\$ 18,542,079	\$ 15,979,641	\$ 13,918,609

*Healthcare Trend Rate Sensitivity Analysis.* The initial healthcare trend rate is 5.60% and the ultimate rate is 4.3%. The following schedule shows the impact on the College's proportionate share of the collective net OPEB Liability if the healthcare cost trend rate used was 1 percent less than 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 (4.60%)	Current Healthcare Cost Trend Rates (5.60%)	1% Increase in Healthcare Cost Trend Rates (6.60%)
Paris Junior College's Proportionate Share of the Net OPEB Liability:	\$ 13,744,713	\$ 15,979,641	\$ 18,818,013

*OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.* At August 31, 2024, the College reported a liability of \$15,979,641 for its proportionate share of the ERS's net OPEB liability. This liability reflects a reduction for State OPEB support provided to the College. 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 were associated with the College were as follows:

	2024	2023
Paris Junior College's Proportionate share of the collective net OPEB liability	\$ 15,979,641	\$ 18,276,231
State's proportionate share that is associated with Paris Junior College	10,974,411	11,834,540
Total	<u>\$ 26,954,052</u>	<u>\$ 30,110,771</u>

The net OPEB liability was measured as of August 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The employer's proportion of the net OPEB liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2022 through August 31, 2023.

At August 31, 2024, the College's proportionate share of the collective net OPEB liability was 0.05980958% which was a decrease of 0.004346% from its proportion measured as of August 31, 2023.

For the year ended August 31, 2024, the College recognized OPEB expense of \$325,686 and revenue of \$325,686 for support provided by the State.

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

Demographic Assumptions

- Percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- Proportion of future retirees assumed to cover dependent children.
- Proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**11. Other Post-Employment Benefits (OPEB) (Continued)**

Economic Assumptions

- Annual rate of increase in the Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act.
- 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.

Other Inputs

The discount rate was changed from 3.59% as of August 31, 2022 to 3.81% as of August 31, 2023 as a result of requirements by GASB No. 74 to reflect the yield or index rate for 20-year, tax-exempt general obligation municipal bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

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

At August 31, 2024, the College reported its proportionate share of the ERS plan's collective deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>2024</u> <u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>2024</u> <u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences Between Expected and Actual Economic Experience	\$ -	\$ 422,670
Changes in Actuarial Assumptions	536,346	4,990,656
Difference Between Projected and Actual Investment Earnings	1,291	-
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	518,654	1,657,087
Contributions Paid to ERS Subsequent to the Measurement Date	385,611	-
Total	<u>\$ 1,441,902</u>	<u>\$ 7,070,413</u>
	<u>2023</u> <u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>2023</u> <u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences Between Expected and Actual Economic Experience	\$ -	\$ 576,638
Changes in Actuarial Assumptions	1,073,801	5,649,356
Difference Between Projected and Actual Investment Earnings	3,152	-
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	1,075,905	-
Contributions Paid to ERS Subsequent to the Measurement Date	374,996	666,428
Total	<u>\$ 2,527,854</u>	<u>\$ 6,892,422</u>

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>
2025	\$ (1,634,204)
2026	(1,508,092)
2027	(1,474,668)
2028	(1,116,436)
2029	(280,722)
Thereafter	-

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**12. Disaggregation of Receivables and Payables Balances**

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

	2024	2023
Student Receivables	\$ 3,402,181	\$ 2,315,768
Taxes Receivables	459,282	410,775
Federal Receivables	660,574	677,023
Other Receivables	411,767	18,034
Subtotal	4,933,804	3,421,600
Allowance for Doubtful Accounts	(2,340,039)	(1,786,180)
Total	<u>\$ 2,593,765</u>	<u>\$ 1,635,420</u>

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

	2024	2023
Vendors Payable	\$ 2,436,282	\$ 1,239,992
Accrued Liabilities	127,089	138,553
Other Payables	-	-
Total	<u>\$ 2,563,371</u>	<u>\$ 1,378,545</u>

**13. Contract and Grant Awards**

For federal contract and grant awards, funds expended but not collected are reported as Accounts Receivable, Net on Exhibit 1. Non-federal contract and grant awards for which funds are expended but not collected are reported as Accounts Receivable, Net on Exhibit 1. Contract and grant awards funds already committed, e.g., multi-year awards or funds awarded during fiscal years FY24 and FY23, for which monies have not been received nor funds expended totaled \$660,574 and \$677,023. Of these amounts, \$88,005 and \$3,586 were from federal contract and grant awards; \$576,057 and \$674,692 were from state contract and grant awards; and \$(3,488) and \$(1,255) were from private contract and grant awards for the fiscal years ended FY24 and FY23, respectively.

**14. 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 \$151,997. Premiums of \$32,350 and \$33,466 for this insurance were allocated to the College for the years ended August 31, 2024 and 2023; respectively.

The following schedule summarizes the changes in claims liabilities for the years ended August 31, 2024 and 2023:

	2024	2023
Claims Liabilities - Beginning of the year	\$ 138,553	\$ 133,312
Incurred Claims	(960)	53,740
Change in Prior Year Claims Estimates	(1,599)	(4,292)
Payment on Claims	(8,905)	(44,207)
Claims Liabilities - End of Year	<u>\$ 127,089</u>	<u>\$ 138,553</u>

The claims liability is reported in accrued liabilities in the financial statements and includes \$51,232 and \$47,553 of estimated claims incurred but not reported, as determined actuarially by the administrator at August 31, 2024 and 2023, respectively.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**15. 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.

	2024	2023	
Assessed Valuation of the District	\$ 7,321,895,486	\$ 6,451,657,007	
Less: Exemptions and Abatements	1,162,160,387	1,639,005,524	
Net Assessed Valuation of the District	\$ 6,159,735,099	\$ 4,812,651,483	
	Current Operations	Debt Service	Total
2024			
Tax Rate per \$100 Valuation for Authorized	\$ 0.2700	\$ 0.5000	\$ 0.7700
Tax Rate per \$100 Valuation for Assessed	\$ 0.0710	\$ -	\$ 0.0710
2023			
Tax Rate per \$100 Valuation for Authorized	\$ 0.2700	\$ 0.5000	\$ 0.7700
Tax Rate per \$100 Valuation for Assessed	\$ 0.0749	\$ -	\$ 0.0749

Taxes levied for the years ended August 31, 2024 and 2023, are \$4,282,148 and \$3,967,876, 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 it was imposed.

Taxes Collected	Current Operations	Debt Service	Total
<b>2024</b>			
Current Taxes Collected	\$ 4,199,918	\$ -	\$ 4,199,918
Delinquent Taxes Collected	54,517	-	54,517
Penalties and Interest Collected	72,217	-	72,217
Total Collected	<u>\$ 4,326,652</u>	<u>\$ -</u>	<u>\$ 4,326,652</u>
<b>2023</b>			
Current Taxes Collected	\$ 3,868,832	\$ -	\$ 3,868,832
Delinquent Taxes Collected	90,423	-	90,423
Penalties and Interest Collected	76,130	-	76,130
Total Collected	<u>\$ 4,035,385</u>	<u>\$ -</u>	<u>\$ 4,035,385</u>

Tax collections for the years ended August 31, 2024 and 2023, were 98.97% and 97.95%, 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, 2024 and 2023**

**16. 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, 2024, Paris Junior College had commitments outstanding for abated property taxes totaling \$10,431 under this program, including the following agreement that each exceeded 10 percent of the total amount abated:

- A 100 percent property tax abatement to Kimberly-Clark Corporation for expansion and addition of new equipment. The abatement amounted to \$10,431.

**17. 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, 2024 and 2023.

**18. Related Parties**

For a portion of the fiscal year, a Board Member of the College was a partial owner of the insurance company that the College utilizes; the Board Member continues to be involved in day-to-day operations. Receipts to the insurance company totaled \$297,800 and \$272,567 for the years ended August 31, 2024 and 2023, respectively.

**19. Subsequent Events**

Subsequent events have been evaluated through December 31, 2024, which is the date the financial statements were available to be issued. The College entered into a contract with Liquid Networkx to provide repairs and updates to the College's network infrastructure. The contract amount is \$513,172.61. In addition, the College entered into a contract with Richard Drake Construction and Oncor for Phase 2 of the baseball and softball field project. The total contract amount is \$1,093,850.

**20. 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.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**20. Component Unit (Continued)**

**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.

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.

**Fair Value Investments**

The College categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs and valuation technique used to determine fair value. The fair value hierarchy gives the highest priority to the quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used in the determination of fair value measurement fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement. Assets and liabilities valued at fair value are categorized based on the inputs to the valuation techniques.

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.



**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**20. Component Unit (Continued)**

**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.

**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 \$101,016 and \$55,565 for the years ended August 31, 2024 and 2023, 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, 2024 and 2023.

**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.

**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.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**20. Component Unit (Continued)**

**Investments**

The following schedule summarizes the Foundation's Level I investments on a recurring basis as of August 31, 2024 and 2023:

<u>Type of Security</u>	<u>Fair Value</u>	
	<u>2024</u>	<u>2023</u>
Basic Materials	\$ 360,667	\$ 204,600
Consumer Cyclical	1,582,498	1,816,640
Consumer Non-Cyclical	2,983,723	1,816,087
Energy	4,538,176	4,763,056
Financial	13,549,182	10,769,847
Healthcare	3,961,054	3,710,547
Industrial	2,334,062	1,776,969
Technology	5,024,007	5,475,932
Telecommunications	39,570	-
Preferred Stock	1,193,657	781,736
Closed End Funds (Precious Metals)	893,050	-
Corporate Bonds	193,790	357,110
Government Bonds	-	3
Certificate of Deposit	437,297	235,462
Total Investments	<u>\$ 37,090,733</u>	<u>\$ 31,707,989</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 \$87,299 and \$86,019 for the years ended August 31, 2024 and 2023.

**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, 2024 and 2023, are comprised of the following:

	<u>2024</u>	<u>2023</u>
Cash And Cash Equivalents	\$ 110,032	\$ 1,206,855
Investments	37,870,733	32,487,989
Subtotal	37,980,765	33,694,844
Donor-Restricted Funds	(37,953,456)	(33,669,766)
Financial Assets Available To Meet General Expenditure Needs Within One Year	<u>\$ 27,309</u>	<u>\$ 25,078</u>

**Capital Assets**

The following schedule summarizes the Foundation's capital assets as of August 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Land	\$ 500	\$ 500
Building	170,273	170,273
Improvements	14,603	14,603
	185,376	185,376
Accumulated Depreciation	(185,054)	(184,184)
Total Property And Equipment	<u>\$ 322</u>	<u>\$ 1,192</u>

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**20. Component Unit (Continued)**  
**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, 2024 and 2023, Donor Restricted Endowment Funds were as follows:

Donor-Restricted Endowment Fund:

	2024	2023
Original Donor-Restricted Gift Amount And Amounts Required To Be Maintained In Perpetuity By Donor	\$ 11,534,720	\$ 10,684,490
Accumulated Investment Gains	25,556,013	21,023,499
Total	<u>\$ 37,090,733</u>	<u>\$ 31,707,989</u>

**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 pending from underwater endowments in accordance with prudent measures required under law. As of August 31, 2024, and 2023, there were no endowment funds with deficiencies.

**Paris Junior College**  
**Notes to Financial Statements (Continued)**  
**August 31, 2024 and 2023**

**20. Component Unit (Continued)**

**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, 2024 and 2023 are as follows:

	2024	2023
Endowment Net Assets , Beginning of Year	\$ 33,748,536	\$ 30,713,875
Investment Income, Net	5,093,398	3,893,587
Contributions	333,113	176,965
Transfer And Reclassification	-	-
Net Assets Released From Restrictions	<u>(1,143,000)</u>	<u>(1,035,891)</u>
Endowment Net Assets, End Of Year	<u>\$ 38,032,047</u>	<u>\$ 33,748,536</u>

**Subsequent Events**

Subsequent events have been evaluated through December 31, 2024, which is the date the financial statements were available to be issued.

**Paris Junior College**  
**Required Supplementary Information**  
**August 31, 2024 and 2023**

**Schedule of Proportionate Share of Net Pension Liability**

Fiscal Year ending August 31,	Paris Junior College's Proportionate Share of Collective Net Pension Liability (%)	Paris Junior College's Proportionate Share of Collective Net Pension Liability (\$)	State's Proportionate Share of Net Pension Liability Associated with Paris Junior College	Total
2024	0.000864%	\$ 5,935,170	\$ 3,701,529	\$ 9,636,699
2023	0.00088%	5,237,836	3,232,368	8,470,204
2022	0.00089%	2,265,810	1,445,222	3,711,032
2021	0.00094%	5,044,514	3,163,113	8,207,627
2020	0.00097%	5,030,041	3,134,279	8,164,320
2019	0.010150%	5,587,806	3,467,855	9,055,661
2018	0.013070%	3,316,430	1,951,953	5,268,383
2017	0.009950%	3,760,080	2,359,068	6,119,148
2016	0.010951%	3,871,174	2,508,903	6,380,077
2015	0.012075%	3,225,507	2,233,999	5,459,506

Fiscal Year ending August 31,	Paris Junior College Covered Employee Payroll Amount	Paris Junior College Proportionate Share of Collective Net Pension Liability (%) as a Percentage of Covered Employee Payroll	Plan Fiduciary Net Position as Percentage of the Total Pension Liability
2024	\$ 10,602,564	55.98%	73.15%
2023	8,959,197	58.46%	75.62%
2022	8,505,761	26.64%	88.79%
2021	8,089,031	62.36%	73.74%
2020	8,242,718	61.04%	73.74%
2019	8,035,171	69.54%	73.74%
2018	7,903,988	41.96%	82.17%
2017	7,505,463	50.10%	78.00%
2016	7,392,598	52.37%	78.43%
2015	7,722,452	41.77%	83.25%

**Schedule of Pension Contributions**

Fiscal Year ending August 31,	Legally Required Contributions	Actual Contributions	Contributions Deficiency (Excess)	Paris Junior College Covered Employee Payroll	Ratio of Actual Contributions/ER Covered Payroll
2024	\$ 532,618	\$ 532,618	-	\$ 10,602,564	5.02%
2023	371,757	371,757	-	8,959,197	4.15%
2022	399,248	399,248	-	8,505,761	4.69%
2021	364,152	364,152	-	8,089,031	4.50%
2020	372,839	372,839	-	8,242,718	4.52%
2019	328,112	328,112	-	8,035,171	4.08%
2018	321,268	321,268	-	7,903,988	4.06%
2017	310,910	310,910	-	7,505,463	4.14%
2016	307,172	307,172	-	7,392,598	4.16%
2015	316,189	316,189	-	7,722,452	4.09%

**Paris Junior College**  
**Required Supplementary Information (Continued)**  
**August 31, 2024 and 2023**

**Schedule of Proportionate Share of Net OPEB Liability**

Fiscal Year ending August 31,	Paris Junior College's Proportionate Share of Collective Net OPEB Liability (%)	Paris Junior College's Proportionate Share of Collective Net OPEB Liability (\$)	State's Proportionate Share of Net OPEB Liability Associated with Paris Junior College	Total
2024	0.059809%	\$ 15,979,641	\$ 10,974,411	\$ 26,954,053
2023	0.064156%	18,276,231	11,834,540	30,110,771
2022	0.062908%	22,568,718	14,870,719	37,439,437
2021	0.065604%	20,812,214	13,694,238	34,506,452
2020	0.060086%	20,767,424	14,588,717	35,356,141
2019	0.065604%	19,443,602	10,864,513	30,308,115
2018	0.061222%	20,860,173	15,386,001	36,246,174

Fiscal Year ending August 31,	Paris Junior College Covered Employee Payroll Amount	Paris Junior College Proportionate Share of Collective Net OPEB Liability (%) as a Percentage of Covered Employee Payroll	Plan Fiduciary Net Position as Percentage of the Total Pension Liability
2024	\$ 14,076,335	113.52%	0.63%
2023	12,616,837	144.86%	0.57%
2022	12,133,800	186.00%	1.73%
2021	12,259,287	169.77%	1.27%
2020	12,283,921	169.06%	1.27%
2019	11,991,712	162.14%	1.27%
2018	11,048,585	188.80%	2.04%

**Schedule of OPEB Contributions - Employee Retirement System of Texas**

Fiscal Year ending August 31,	Legally Required Contributions	Actual Contributions	Contributions Deficiency (Excess)	Paris Junior College Covered Employee Payroll	Ratio of Actual Contributions / ER Covered Payroll
2024	\$ 1,876,696	\$ 1,876,696	-	\$ 14,076,335	13.33%
2023	1,782,164	1,782,164	-	12,616,837	14.14%
2022	1,891,703	1,891,703	-	12,133,800	15.59%
2021	1,890,104	1,890,104	-	12,259,287	15.42%
2020	1,893,348	1,893,348	-	12,283,921	15.41%
2019	1,780,496	1,780,496	-	11,991,712	14.85%
2018	1,774,447	1,774,447	-	11,048,585	16.06%

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

**Paris Junior College**  
**Notes to Required Supplementary Information**  
**August 31, 2024 and 2023**

**Defined Benefit Plan**

The actuarial assumptions and methods did not change from the prior fiscal year.

**Defined Benefit Plan OPEB Plan**

**Changes of Assumptions Since the Prior Measurement Date**

- The percentage of current retirees and their spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and their spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- Proportion of future retirees assumed to cover dependent children.
- The proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement.
- Assumed Per Capita Health Benefit Costs and Health Benefit Cost and Retiree Contribution trends have been updated since the previous valuation to reflect recent health plan experience and its effects on our short-term expectations.
- The Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act and the rate of future increases in the fee have been updated to reflect the most recent plan experience and expected trends.
- The discount rate was changed from 3.59% as of August 31, 2022 to 3.81% as of August 31, 2023 as a result of requirements by GASB No. 74 to utilize the yield or index rate for 20-year, tax exempt general obligation municipal bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date.

Paris Junior College  
Schedule A  
Schedule of Operating Revenues  
Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2024 Total	2023 Total
<b>Tuition and Fees</b>						
<b>Tuition</b>						
State Funded Courses						
In-District Resident Tuition	\$ 3,208,194	\$ -	\$ 3,208,194	\$ -	\$ 3,208,194	\$ 2,893,026
Out-of-District Resident Tuition	3,576,536	-	3,576,536	-	3,576,536	3,353,048
Non-Resident Tuition	342,787	-	342,787	-	342,787	463,130
TPEG Credit (Set-Aside)	338,032	-	338,032	-	338,032	321,946
State Funded Continuing Education	549,695	-	549,695	-	549,695	989,039
Non-State Funded Continuing Education	28,856	-	28,856	-	28,856	19,235
TPEG Non-Credit (Set-Aside)	24,317	-	24,317	-	24,317	68,697
Total Tuition	8,068,417	-	8,068,417	-	8,068,417	8,108,121
<b>Fees</b>						
General Fee	1,693,647	-	1,693,647	-	1,693,647	1,631,758
Laboratory Fee	209,773	-	209,773	-	209,773	189,028
Installment Handling Fee	8,330	-	8,330	950	9,280	7,851
Other Fees	2,427,365	-	2,427,365	-	2,427,365	2,284,920
Total Fees	4,339,115	-	4,339,115	950	4,340,065	4,113,557
<b>Scholarship Allowances and Discounts</b>						
Scholarship Allowances	(182,172)	-	(182,172)	-	(182,172)	(2,048)
Remissions and Exemptions	(1,831,597)	-	(1,831,597)	-	(1,831,597)	(1,589,069)
TPEG Allowances	(259,943)	-	(259,943)	-	(259,943)	(222,718)
Federal Grants to Students	(3,726,681)	-	(3,726,681)	-	(3,726,681)	(3,110,582)
Total Scholarship Allowances and Discounts	(6,000,393)	-	(6,000,393)	-	(6,000,393)	(4,924,417)
<b>Total Net Tuition and Fees</b>	<b>6,407,139</b>	<b>-</b>	<b>6,407,139</b>	<b>950</b>	<b>6,408,089</b>	<b>7,297,261</b>
<b>Other Operating Revenues</b>						
Federal Grants and Contracts	-	2,829,142	2,829,142	-	2,829,142	2,935,522
State Grants and Contracts	-	1,057,799	1,057,799	-	1,057,799	396,145
Non-Governmental Grants and Contracts	25,342	155,353	180,695	-	180,695	288,211
Sales and Services of Educational Activities	6,391	-	6,391	162,561	168,952	168,492
Other Operating Revenues	260,421	-	260,421	10,827	271,248	464,608
Total Other Operating Revenues	292,154	4,042,294	4,334,448	173,388	4,507,836	4,252,978
<b>Auxiliary Enterprises</b>						
Residential Life	-	-	-	1,057,529	1,057,529	1,138,836
Scholarship Allowances and Discounts	-	-	-	(245,700)	(245,700)	(243,600)
Net Residential Life	-	-	-	811,829	811,829	895,236
Bookstore	-	-	-	276	276	50,646
Athletics	-	-	-	7,870	7,870	7,125
Total Net Auxiliary Enterprises	-	-	-	819,975	819,975	953,007
<b>Total Operating Revenues (Exhibit 2)</b>	<b>\$ 6,699,293</b>	<b>\$ 4,042,294</b>	<b>\$ 10,741,587</b>	<b>\$ 994,313</b>	<b>\$ 11,735,900</b>	<b>\$ 12,503,246</b>

(Exhibit 2)

(Exhibit 2)

In accordance with Education Code 56.033, \$362,349 and \$390,643 for years ended August 31, 2024 and 2023, 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, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)**

	Operating Expenses					2024 Total	2023 Total
	Salaries and Wages	Benefits		Other Expenses			
		State	Local				
Unrestricted - Educational Activities							
Instruction	\$ 6,764,133	\$ -	\$ 1,707,178	\$ 56,969	\$ 8,528,280	\$ 9,426,031	
Public Service	91,254	-	22,772	6,146	120,172	76,218	
Academic Support	974,935	-	243,336	85,562	1,303,833	1,315,513	
Student Services	1,590,240	-	396,838	900,618	2,887,696	1,975,584	
Institutional Support	1,978,579	-	391,231	1,846,409	4,216,219	3,866,567	
Operation and Maintenance of Plant	995,792	-	280,702	2,587,868	3,864,362	2,053,916	
Scholarships and Fellowships	-	-	-	337,508	337,508	195,814	
Total Unrestricted - Educational Activities	12,394,933	-	3,042,057	5,821,080	21,258,070	18,909,643	
Restricted - Educational Activities							
Instruction	512,834	571,028	91,808	633,609	1,809,279	1,452,590	
Public Service	187,116	7,678	46,832	68,533	310,159	395,027	
Academic Support	-	82,047	-	-	82,047	145,464	
Student Services	730,963	170,354	192,182	662,908	1,756,407	1,431,368	
Institutional Support	-	178,651	-	-	178,651	133,669	
Operation and Maintenance of Plant	-	-	-	-	-	-	
Scholarships and Fellowships	-	-	-	4,305,475	4,305,475	5,920,305	
Total Restricted - Educational Activities	1,430,913	1,009,758	330,822	5,670,525	8,442,018	9,478,423	
Total Educational Activities	13,825,846	1,009,758	3,372,879	11,491,605	29,700,088	28,388,066	
Auxiliary Enterprises	180,792	-	45,116	1,010,694	1,236,602	1,069,900	
Depreciation Expense-Buildings and Other Real Estate Improvements	-	-	-	1,258,982	1,258,982	1,137,150	
Depreciation Expense-Equipment	-	-	-	385,497	385,497	239,244	
Amortization Expense-Equipment	-	-	-	467,629	467,629	134,233	
Total	\$ 14,006,638	\$ 1,009,758	\$ 3,417,995	\$ 14,614,407	\$ 33,048,798	\$ 30,968,593	
				(Exhibit 2)	(Exhibit 2)		

**Paris Junior College**  
**Schedule C**  
**Schedule of Non-Operating Revenues and Expenses**  
**Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)**

	<u>Unrestricted</u>	<u>Auxiliary Enterprises</u>	<u>Restricted</u>	<u>2024 Total</u>	<u>2023 Total</u>
<b>Non-Operating Revenues:</b>					
State Appropriations					
Education and General - State Support	\$ 11,735,236	\$ -	\$ -	\$ 11,735,236	\$ 7,693,579
State Group Insurance	-	-	909	909	1,019
State Retirement Matching	-	-	959,148	959,148	823,515
Professional Nursing Shortage Reduction	-	-	-	-	-
Total State Appropriations	<u>11,735,236</u>	<u>-</u>	<u>960,057</u>	<u>12,695,293</u>	<u>8,518,113</u>
Ad Valorem Taxes	4,326,652	-	-	4,326,652	4,035,385
Federal Revenue, Non-Operating	-	-	7,761,645	7,761,645	11,007,634
State Revenue, Non-Operating	-	-	654,438	654,438	-
Gifts	-	-	362,604	362,604	510,003
Gain on the Disposal of Fixed Assets	-	-	-	-	12,932
Insurance Proceeds	4,392	-	-	4,392	-
Investment Income	<u>2,176,224</u>	<u>-</u>	<u>16,120</u>	<u>2,192,344</u>	<u>1,754,119</u>
Total Non-Operating Revenues	<u>18,242,504</u>	<u>-</u>	<u>9,754,864</u>	<u>27,997,368</u>	<u>25,838,186</u>
<b>Non-Operating Expenses:</b>					
Loss on the Disposal of Fixed Assets	143,002	-	-	143,002	-
Interest on Capital Related Debt	276,538	-	-	276,538	303,251
Interest on Right of Use Assets	<u>28,125</u>	<u>-</u>	<u>-</u>	<u>28,125</u>	<u>1,040</u>
Total Non-Operating Expenses	<u>447,665</u>	<u>-</u>	<u>-</u>	<u>447,665</u>	<u>304,291</u>
Net Non-Operating Revenues	<u>\$ 17,794,839</u>	<u>\$ -</u>	<u>\$ 9,754,864</u>	<u>\$ 27,549,703</u>	<u>\$ 25,533,895</u>
				(Exhibit 2)	(Exhibit 2)

Paris Junior College  
Schedule D  
Schedule of Net Position by Source and Availability  
Year Ended August 31, 2024 (With Memorandum Totals for the Year Ended August 31, 2023)

	Detail by Source					Available for Current Operations	
	Restricted			Net Investment in Capital Assets	Total	Yes	No
	Unrestricted	Expendable	Non-Expendable				
<b>Current:</b>							
Unrestricted	\$ (664,617)	\$ -	\$ -	\$ -	\$ (664,617)	\$ (664,617)	\$ -
Board Designated	788,861	-	-	-	788,861	-	788,861
Restricted	-	5,145,684	-	-	5,145,684	-	5,145,684
Auxiliary Enterprises	784,378	-	-	-	784,378	784,378	-
<b>Endowment:</b>							
Quasi:							
Restricted	-	244,452	-	-	244,452	-	244,452
<b>Plant:</b>							
Renewals	-	(376,063)	-	-	(376,063)	-	(376,063)
Debt Service	-	2	-	-	2	-	2
Investment in Plant	-	-	-	48,200,421	48,200,421	-	48,200,421
Total Net Position, August 31, 2024	908,622	5,014,075	-	48,200,421	54,123,118 (Exhibit 1)	119,761	54,003,357
Total Net Position, August 31, 2023	6,113,083	6,807,983	-	34,965,247	47,886,313 (Exhibit 1)	5,785,947	42,100,366
Net Increase (Decrease) in Net Position	\$ (5,204,461)	\$ (1,793,908)	\$ -	\$ 13,235,174	\$ 6,236,805 (Exhibit 2)	\$ (5,666,186)	\$ 11,902,991

**Paris Junior College**  
**Schedule E**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended August 31, 2024**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Assistance Listing Number	Direct Awards	Pass-Through Awards	Total	Subrecipients Expenditures
<b>U.S. Department of Education</b>					
Direct Programs:					
TRIO Cluster					
Student Support Services	84.042	\$ 218,209	\$ -	\$ 218,209	\$ -
Talent Search	84.044	461,909	-	461,909	-
Upward Bound	84.047	450,891	-	450,891	-
Educational Opportunity Center	84.066	307,441	-	307,441	-
Total TRIO Cluster		1,438,450	-	1,438,450	-
Student Financial Assistance Cluster					
Federal Supplemental Educational Opportunity Grants	84.007	51,899	-	51,899	-
Federal Work-Study Program	84.033	77,262	-	77,262	-
Federal Pell Grant Programs	84.063	6,894,966	-	6,894,966	-
Federal Direct Student Loan	84.268	586,856	-	586,856	-
Total Student Financial Assistance Cluster		7,610,983	-	7,610,983	-
Pass-Through from:					
Texas Higher Education Coordinating Board COVID-19 Governor's Emergency Education Relief (Geer II) Fund S425C210050	84.425C	29,588	-	29,588	-
Total COVID-19 Federal Education Stabilization Fund		29,588	-	29,588	-
Pass-Through from:					
Texas Workforce Commission					
Adult Education - Basic Grants to States 0418ALAE02	84.002	149,074	-	149,074	-
Adult Education - Basic Grants to States 0418ALAE02	84.002	186,674	-	186,674	-
Adult Education - Basic Grants to States North Texas Community College 0718ALAE00	84.002	-	93,041	93,041	222
Adult Education - Basic Grants to States North Texas Community College 0718ALAF00	84.002	-	413,255	413,255	174,511
Adult Education - Basic Grants to States North Texas Community College 2924ALA025	84.002	-	117,294	117,294	24,649
		335,748	623,590	959,338	199,382
Pass-Through from:					
Texas Higher Education Coordinating Board Career and Technical Education - Basic 2442020271	84.048A	197,252	-	197,252	-
Total Career and Technical Education		197,252	-	197,252	-
Total U.S. Department of Education		9,612,021	623,590	10,235,611	199,382
<b>U.S. Small Business Administration</b>					
Pass-Through from:					
Dallas County Community College District Small Business Development Centers SBAHQ-23-B-0053	59.037	(116)		(116)	-
Small Business Development Centers SBAOEDSB240124-01-00	59.037	87,092		87,092	-
Total U.S. Small Business Administration		86,976	-	86,976	-
<b>U.S. Department of Veterans Affairs</b>					
Veterans Benefits Administration	64.028	150,662	-	150,662	-
Total U.S. Department of Veterans Affairs		150,662	-	150,662	-

**Paris Junior College  
Schedule E (Continued)  
Schedule of Expenditures of Federal Awards  
Year Ended August 31, 2024**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Assistance Listing Number	Direct Awards	Pass-Through Awards	Total	Subrecipients Expenditures
<u>U.S. Department of Health and Human Services</u>					
Pass-Through from:					
Texas Workforce Commission					
Temporary Assistance for Needy Families					
0418ALAE02					
Temporary Assistance for Needy Families	93.558	13,241	-	13,241	-
0418ALAF02				-	
Temporary Assistance for Needy Families	93.558	18,526	-	18,526	-
North Texas Community College					
0718ALAE00	93.558	8,196	-	8,196	-
Temporary Assistance for Needy Families					
North Texas Community College					
0718ALAF00	93.558	20,160	-	20,160	-
Temporary Assistance for Needy Families					
North Texas Community College					
2924ALA025	93.558	1,959	-	1,959	-
Total U.S. Department of Health and Human Services		<u>62,082</u>	<u>-</u>	<u>62,082</u>	<u>-</u>
<u>Corporation for National and Community Services</u>					
Pass-Through from:					
State Comptroller					
Retired Senior Volunteer Program					
23SRGTX004	94.002	55,455	-	55,455	-
Total Corporation for National and Community Services		<u>55,455</u>	<u>-</u>	<u>55,455</u>	<u>-</u>
Total Federal Financial Assistance		<u>\$ 9,967,197</u>	<u>\$ 623,590</u>	<u>\$ 10,590,787</u>	<u>\$ 199,382</u>

Note 1: Federal Financial Assistance Reconciliation

Federal Grants and Contracts Revenue	\$ 2,205,552	
Pass-Through Awards	<u>623,590</u>	
Federal Grants and Contracts Revenue - Per Schedule A		\$ 2,829,142
Add: Non Operating Federal Revenue		<u>7,761,645</u>
Total Federal Financial Assistance		<u>\$ 10,590,787</u>

Indirect/Administrative Costs Recoveries are included on Schedule A in the category of Other Operating Revenues. For FY2024, these recoveries equaled \$117,982.

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.

Note 4: Amounts Passed-Through by the College

Texas Workforce Commission	
North Texas Community College – 0718ALAE00	\$ 222
North Texas Community College – 0718ALAF00	174,511
North Texas Community College – 2924ALA025	<u>24,649</u>
Total Amount Passed-Through	<u>\$ 199,382</u>

**Paris Junior College**  
**Schedule F**  
**Schedule of Expenditures of State of Texas Awards**  
**Year Ended August 31, 2024**

	<b>Grant Contract Number</b>	
<b><u>Texas Workforce Commission</u></b>		
Adult Basic Education	0418ALAE02	\$ 21,708
Adult Basic Education	0418ALAF02	28,177
Adult Basic Education	0718ALAE00	13,436
Adult Basic Education	0718ALAF00	30,741
Adult Basic Education	2924ALA025	3,210
Jet Grant	0723JET001	304,051
Skills Development		
PJC in Partnership with QMF Steel, Inc.	0424SDF002	1,455
Total Texas Workforce Commission		<u>402,778</u>
<b><u>Texas Comptroller of Public Accounts</u></b>		
Texas Workstudy		<u>12,732</u>
Total Texas Comptroller of Public Accounts		<u>12,732</u>
<b><u>Texas Health and Human Services Commission pass through</u></b>		
Retired Senior Volunteer Program	HHS001373500017	<u>21,738</u>
Total Texas Health and Human Service Commission		<u>21,738</u>
<b><u>Texas Higher Education Coordinating Board</u></b>		
Nursing Innovation Grant Program		67,027
TEOG Grant Program		300,048
The Texas Reskilling and Upskilling through Education (TRUE) 2023 Grant Program	00307	<u>161,285</u>
Total Texas Higher Education Coordinating Board		<u>528,360</u>
<b><u>Dallas County Community College District</u></b>		
Small Business Development Center	SBAHQ-23-B-0053	12,452
Small Business Development Center	SBAOEDSB240124-01-00	32,422
The Texas Reskilling and Upskilling through Education (TRUE) 2023 Grant Program	00282	<u>29,572</u>
Total Dallas County Community College District		<u>74,446</u>
<b><u>North Central Texas Council of Governments (NCTCOG)</u></b>		
Registered Apprenticeship & Pre-Apprenticeship Program	2023-075	<u>19,200</u>
Total NCTCOG		<u>19,200</u>
 Total State Financial Assistance		 <u>\$ 1,059,254</u>

Notes to schedule below.

**Paris Junior College  
Schedule F (Continued)  
Schedule of Expenditures of State of Texas Awards  
Year Ended August 31, 2024**

Note 1: State Financial Assistance Reconciliation

State Grants and Contracts Revenues - Per Schedule A	\$ 1,057,799
Reconciling Items	<u>1,455</u>
Total State Financial Assistance	<u><u>\$ 1,059,254</u></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.

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**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 *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 the discretely presented component unit of Paris Junior College (the College) as of and for the years ended August 31, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated December 31, 2024.

**Report on Internal Control over Financial Reporting**

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-01 and 2024-02 that we consider to be significant deficiencies.



### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2024-03 and 2024-04.

### **Paris Junior College's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the College's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The College's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **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 31, 2024

# McClanahan and Holmes, LLP

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## Independent Auditors' 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

#### *Opinion on Each Major Federal Program*

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

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2024.

#### *Basis for Opinion on Each Major Federal Program*

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

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

### ***Responsibilities of Management for Compliance***

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

### ***Auditors' Responsibilities for the Audit of Compliance***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Paris Junior College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Paris Junior College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion of the effectiveness of Paris Junior College's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

*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

Board of Regents  
Paris Junior College

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-03 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on Paris Junior College's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Paris Junior College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 31, 2024

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**Independent Auditor's Report on Compliance for Each Major Program and on  
Internal Control over Compliance In Accordance With  
State of Texas Single Audit Circular**

Board of Regents  
Paris Junior College  
Paris, Texas

Members of the Board of Regents:

**Report on Compliance for Each Major State Program**

***Opinion on Each Major State Program***

We have audited Paris Junior College's (the College) compliance with the types of compliance requirements identified as subject to audit in the Texas Single Audit Circular that could have a direct and material effect on each of Paris Junior College's major state programs for the year ended August 31, 2024. The College's major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended August 31, 2024.

***Basis for Opinion on Each Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State of Texas Single Audit Circular. Our responsibilities under those standards and the State of Texas Single Audit Circular are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

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

### ***Auditors' Responsibilities for the Audit of Compliance***

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the State of Texas Single Audit Circular, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Paris Junior College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Paris Junior College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the State of Texas Single Audit Circular, but not for the purpose of expressing an opinion of the effectiveness of Paris Junior College's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the State of Texas Single Audit Circular and which are described in the accompanying schedule of findings and questioned costs as items 2024-04. Our opinion on each major state program is not modified with respect to these matters.

*Government Auditing Standards* requires the auditor to perform limited procedures on the College's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

*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 state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-04 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on Paris Junior College's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Paris Junior College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 State of Texas Single Audit Circular. Accordingly, this report is not suitable for any other purpose.

***McClanahan and Holmes, LLP***  
Certified Public Accountants

Bonham, Texas  
December 31, 2024

**Paris Junior College**  
**Schedule of Findings and Questioned Costs**  
**Year Ended August 31, 2024**

**A. Summary of Auditors' Results**

**1. Financial Statements**

Type of Auditors' Report issued:	<u>Unmodified</u>	
Internal control over financial reporting:		
Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No
Significant deficiencies identified that are not considered to be material weaknesses?	<u>  X  </u> Yes	<u>      </u> No
Non-compliance material to financial statements noted?	<u>      </u> Yes	<u>  X  </u> No

**2. Federal and State Awards**

Internal control over major programs:		
Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No
Significant deficiencies identified that are not considered to be material weaknesses?	<u>  X  </u> Yes	<u>      </u> No
Type of auditors' report issued on compliance for major programs:	<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)	<u>  X  </u> Yes	<u>      </u> No

Major programs are as follows:

Federal

Student Financial Assistance Cluster	84.007, 84.033, 84.063, 84.268
TRIO Cluster	84.042, 84.044, 84.047, 84.066

State

JET	0723JET001
TEOG	

The threshold used to distinguish between Type A and Type B federal programs was \$750,000 and state programs was \$300,000.

Paris Junior College was determined to be a high-risk auditee.



**Paris Junior College**  
**Schedule of Findings and Questioned Costs (Continued)**  
**Year Ended August 31, 2024**

**B. Findings for Financial Statements**

**Significant Deficiency**

**Finding 2024-01 – Internal Controls Related to the Accuracy of Federal Awards presented on the Schedule of Federal Awards and Schedule of State Awards**

**Condition:** During our audit, we noted that there was a lack of communication between the finance and student financial aid department when reconciling awards between Jenzabar and Powerfaids. There were reconciling items that should have been investigated and corrected in a timely manner.

**Criteria:** Internal control procedures and communication between departments affect the College's ability to maintain accurate federal and state expenditures presented on the Schedule of Federal Awards and Schedule of State Awards.

**Cause:** The College failed to communicate reconciling differences in a timely manner.

**Effect:** As a result of this condition, the Schedule of Federal Awards and Schedule of State Awards misrepresented the total federal and state expenditures at year end.

**Recommendation:** We recommend the two departments communicate effectively addressing all reconciling items and investigating and correcting such items in a timely manner.

**Views of Responsible Official and Planned Corrective Actions:**

Paris Junior College management will ensure that a comprehensive procedure is established and implemented to ensure all Federal and State Awards reconcile in a timely manner.

**Significant Deficiency**

**Finding 2024-02 – Financial Accounting Related to Year-End Financial Statements**

**Condition:** The College lacks controls related to analyzing transactions comprising general ledger activity and controls over recording recurring and non-recurring adjustments to the year-end financial statements.

**Criteria:** The College's Business and Finance Department is responsible for preparing accurate year-end financial statements.

**Cause:** Proper year-end closing processes are not being performed accurately and in a timely manner.

**Effect:** As a result of this condition, the College lacks internal controls over the year-end financial reporting process resulting in multiple post-close and adjusting entries.

**Recommendation:** We recommend that management of the College maintain close oversight and review of the year-end financial reporting process.

**Views of Responsible Official and Planned Corrective Actions:**

Paris Junior College management will ensure that the year-end financial reporting process is monitored and reviewed to ensure transactions are performed accurately and in a timely manner. Management will utilize a closing entry checklist with scheduled deadlines, assignments, and reviewers for FY25.

**Paris Junior College**  
**Schedule of Findings and Questioned Costs (Continued)**  
**Year Ended August 31, 2024**

**C. Findings for Federal Awards and State Awards**

U.S. Department of Education  
Program Name: TRIO Cluster  
ALN: 84.042, 84.044, 84.047, 84.066

**Significant Deficiency**

Finding 2024-03 – Internal Controls Related to the Eligibility of Students in the Student Support Services TRIO Program.

Condition: During the course of our audit, we noted that during the student application process, the program director did not review the application and supporting documentation to verify that eligibility compliance requirements were met.

Criteria: Internal control procedures affect the College's ability to maintain compliance. Management must establish and maintain effective internal controls related to the student application process and determination of eligibility.

Cause: The College failed to implement internal controls in the Student Support Services TRIO program related to the eligibility requirements to ensure compliance.

Effect: As a result of this condition, the student application process and determination of eligibility was not reviewed by the program director to ensure eligibility compliance requirements were met.

Recommendation: We recommend the College implement a review process of students' applications to ensure eligibility compliance requirements are met.

Views of Responsible Official and Planned Corrective Actions:

Paris Junior College management will ensure that a comprehensive procedure is established and implemented to ensure a review of student applications meet eligibility compliance requirements.

Texas Higher Education Coordinating Board  
Program Name: Texas Education Opportunity Grant (TEOG) Program

**Significant Deficiency**

Finding 2024-04 - Internal Control Over Awarding Grant Aid to Ineligible Students

Condition: During the course of our audit, we noted instances of the institution awarding students who did not meet eligibility criteria for the award.

Criteria: The state grant program requires students to meet specific eligibility criteria to receive awards. Internal control procedures relating to the determination of student eligibility were not properly established or maintained.

Cause: The awarding error was due to failure to verify applicable enrollment requirements. The College's internal controls over grant verification were found to be insufficient in ensuring compliance with state criteria.

Effect: The grant should not have been awarded because the student did not meet the eligibility requirements.

Recommendation: We recommend the College implement a review process of students' eligibility determination to ensure eligibility requirements are met prior to awarding.

Views of Responsible Official and Planned Corrective Actions:

Paris Junior College management will implement a review process of students' eligibility determination to ensure eligibility requirements are met prior to awarding TEOG.

# Paris Junior College



SINCE 1924

## Paris Junior College Corrective Action Plan Year Ended August 31, 2024

Paris Junior College respectfully submits the following corrective action plan for the year ended August 31, 2024.

Name and address of independent public accounting firm:

McClanahan and Holmes, LLP  
1400 West Russell  
Bonham, TX 75418

Audit Period: Year ended August 31, 2024

The findings from the August 31, 2024, schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in this schedule.

2024-01

Recommendations:

We recommend the two departments communicate effectively addressing all reconciling items and investigating and correcting such items in a timely manner.

Action Plan:

Paris Junior College management will ensure that a comprehensive procedure is established and implemented to ensure reconciling items are investigated and corrected in a timely manner.

Contact Person: Keitha Carlton, VP Business Services

Anticipated Completion Date: February 15, 2025

2024-02

Recommendations:

We recommend that management of the College maintain close oversight and review of the year-end financial reporting process.

Action Plan:

Paris Junior College management will ensure that a year-end financial reporting process is monitored and reviewed to ensure transactions are performed accurately and in a timely manner.

Contact Person: Keitha Carlton, VP Business Services

Anticipated Completion Date: June 30, 2025

2024-03

Recommendations:

We recommend the College implement a review process of students' applications to ensure eligibility compliance requirements are met.

Action Plan:

Paris Junior College management will ensure that a comprehensive procedure is established and implemented to ensure compliance requirements are met.

Contact Person: Dr. Lisa Elliott, VP Student Services

Anticipated Completion Date: February 15, 2025

2400 Clarksville Street  
Paris, TX 75460-6298  
903-785-7661  
FAX 903-782-0370

**Greenville Center**  
6500 Monty Stratton Pkwy.  
Greenville, TX 75402  
903-454-9333  
FAX 903-454-3380

**Sulphur Springs Center**  
1137 East Loop 301  
Sulphur Springs, TX 75482  
903-885-1232  
FAX 903-439-6155

[www.parisjc.edu](http://www.parisjc.edu)

An Equal Opportunity Institution

# Paris Junior College



SINCE 1924

## Paris Junior College Corrective Action Plan (Continued) Year Ended August 31, 2024

2024-04

### Recommendations:

We recommend the College implement a review process of students' eligibility determination to ensure eligibility requirements are met prior to awarding.

### Action Plan:

Paris Junior College will implement a review process of students' eligibility determination to ensure eligibility requirements are met prior to awarding TEOG.

Contact Person: Keitha Carlton, VP Business Services

Anticipated Completion Date: February 15, 2025



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**Paris Junior College**  
**Summary Schedule of Prior Audit Findings**  
**Year Ended August 31, 2024**

<u>Finding/Recommendation</u>	<u>Finding/Noncompliance</u>
Prior Audit Finding 2023-01	Secured Deposits
Condition:	The College must ensure that all deposits are fully collateralized as required by the state statutes. The College failed to maintain sufficient coverage of all deposits.
Corrective Action Plan:	Paris Junior College management implemented a procedure to receive daily balance updates on all banking institutions. Additionally, the College does not transfer funds into accounts where balances exceed the insured or collateralized limits.
Status:	Completed
Prior Audit Finding 2023-02	Using a Servicer or Financial Institution to Deliver Title IV Balances to a Card or Other Access Device Compliance and Internal Control
Condition:	The College failed to provide a URL to the Department of Education for publication in the Cash Management Contracts Database and there was no evidence of performing due diligence review to ascertain whether the fees imposed under the arrangement are consistent with or below prevailing market rates.
Corrective Action Plan:	Paris Junior College management provided the URL to the Department of Education for publication in the Cash Management Contracts Database and performed a review of pricing arrangements implemented by other community colleges to ensure our fees were consistent with or below prevailing market rates.
Status:	Completed

Paris Junior College  
Statistical Supplement 1  
Net Position by Component  
Fiscal Years 2015 to 2024  
(Unaudited)

	Year Ended August 31,										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	
Net Investment in Capital Assets	\$ 49,001,669	\$ 35,292,383	\$ 29,874,494	\$ 27,004,238	\$ 27,606,755	\$ 28,462,708	\$ 28,144,704	\$ 28,603,386	\$ 28,755,015	\$ 26,226,034	
Restricted - Expendable	5,014,075	6,807,983	234,230	500,026	462,676	422,600	396,690	313,868	360,405	331,723	
Restricted - Nonexpendable	-	-	-	-	-	-	-	-	-	-	
Unrestricted	107,374	5,785,947	10,709,041	7,954,285	1,887,746	(1,195,216)	(3,838,789)	16,629,528	13,500,216	13,116,816	
Total Primary Government Net Position	\$ 54,123,118	\$ 47,886,313	\$ 40,817,765	\$ 35,458,549	\$ 29,957,177	\$ 27,690,092	\$ 24,702,605	\$ 45,546,782	\$ 42,615,636	\$ 39,674,573	

Paris Junior College  
Statistical Supplement 2  
Revenues by Source  
Fiscal Years 2015 to 2024  
(Unaudited)

	Year Ended August 31,										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	
Tuition and Fees (Net of Discounts)	\$ 6,408,089	\$ 7,297,261	\$ 9,003,875	\$ 8,569,682	\$ 6,975,054	\$ 7,131,226	\$ 6,852,335	\$ 6,854,000	\$ 6,612,041	\$ 6,355,929	
Governmental Grants and Contracts	2,829,142	2,935,522	2,438,571	2,255,920	1,948,844	2,043,999	1,894,407	1,663,086	1,801,929	1,797,770	
Federal Grants and Contracts	1,057,799	396,145	490,812	504,973	475,575	543,217	1,098,163	779,692	882,886	1,633,441	
State Grants and Contracts	180,695	288,211	141,349	346,636	117,733	164,219	236,021	181,252	357,139	294,676	
Non-Governmental Grants and Contracts	168,952	168,492	188,909	125,101	52,451	241,673	307,230	87,508	171,563	237,668	
Sales and Services of Educational Activities	819,975	953,007	815,632	1,000,882	706,000	810,405	729,132	758,782	793,455	743,994	
Auxiliary Enterprises	271,248	464,608	539,342	521,865	807,867	923,834	839,630	739,400	1,341,822	962,137	
Other Operating Revenues	11,735,900	12,503,246	13,618,490	13,325,059	11,083,524	11,858,573	11,956,918	11,063,720	11,960,835	12,025,615	
<b>Total Operating Revenues</b>	<b>12,695,293</b>	<b>8,518,113</b>	<b>8,255,774</b>	<b>9,004,659</b>	<b>8,622,302</b>	<b>8,421,635</b>	<b>8,940,371</b>	<b>10,128,799</b>	<b>10,187,172</b>	<b>10,033,579</b>	
State Appropriations	4,326,652	4,035,385	3,769,632	3,482,769	3,000,997	2,941,468	2,843,527	2,997,380	3,004,129	2,964,030	
Ad Valorem Taxes	7,761,645	11,007,634	13,039,624	12,063,057	8,204,816	8,280,684	7,941,395	7,314,114	8,196,873	9,648,664	
Federal Revenue, Non Operating	654,438	-	-	-	-	-	-	-	-	-	
State Revenue, Non Operating	362,604	510,003	128,121	60,331	56,789	75,903	240,202	185,048	91,192	123,606	
Gifts	2,192,344	1,754,119	260,508	114,513	419,986	636,238	371,367	142,713	90,335	108,118	
Investment Income	4,392	-	64,674	101,883	-	-	-	-	-	-	
Insurance Proceeds	-	12,932	-	-	-	-	-	-	-	-	
Gain on Sale of Fixed Assets	-	-	-	-	23,558	-	-	-	39,000	-	
<b>Total Non-Operating Revenues</b>	<b>27,997,368</b>	<b>25,838,186</b>	<b>25,518,333</b>	<b>24,827,212</b>	<b>20,328,248</b>	<b>20,355,928</b>	<b>20,336,862</b>	<b>20,768,054</b>	<b>21,608,691</b>	<b>22,877,997</b>	
<b>Total Revenues</b>	<b>\$ 39,733,268</b>	<b>\$ 38,341,432</b>	<b>\$ 39,136,823</b>	<b>\$ 38,152,271</b>	<b>\$ 31,411,772</b>	<b>\$ 32,214,501</b>	<b>\$ 32,293,780</b>	<b>\$ 31,831,774</b>	<b>\$ 33,569,526</b>	<b>\$ 34,903,612</b>	

Paris Junior College  
Statistical Supplement 3  
Program Expenses by Function  
Fiscal Years 2015 to 2024  
(Unaudited)

	Year Ended August 31,										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	
\$	10,337,559	\$ 10,878,621	\$ 9,554,793	\$ 9,537,321	\$ 9,558,964	\$ 9,954,268	\$ 9,798,444	\$ 10,238,951	\$ 10,599,106	\$ 11,600,874	
Instruction	430,331	471,245	896,078	658,744	384,972	402,253	937,378	600,011	604,703	784,520	
Public Service	1,385,880	1,460,977	971,970	1,278,410	1,482,605	1,443,357	1,315,763	1,594,787	1,553,952	1,639,220	
Academic Support	4,644,103	3,406,952	3,153,231	3,218,919	3,427,095	3,742,808	3,295,470	3,178,497	3,286,505	3,323,382	
Student Services	4,394,870	3,942,001	2,653,168	3,397,946	4,026,536	3,472,376	3,729,123	3,431,370	3,463,902	3,322,626	
Institutional Support	3,864,362	2,112,151	2,492,978	2,228,370	2,073,543	2,297,533	2,143,151	2,643,705	2,228,550	2,111,979	
Operation and Maintenance of Plant	4,642,983	6,116,119	10,801,054	9,298,775	5,028,162	4,464,753	4,304,506	4,044,906	5,436,019	5,975,461	
Scholarships and Fellowships	1,236,602	1,089,900	1,481,718	969,777	655,033	1,386,340	1,211,261	1,185,953	1,359,181	1,421,241	
Auxiliary Enterprises	2,112,108	1,510,627	1,432,355	1,613,783	1,566,730	1,539,135	1,496,053	1,395,732	1,383,268	1,247,943	
Depreciation	33,048,798	30,968,593	33,437,345	32,200,045	28,201,640	28,702,823	28,231,149	28,313,912	29,915,186	31,427,246	
Total Operating Expenses	276,538	303,251	337,097	450,854	488,219	524,191	556,881	586,716	713,280	785,115	
Interest on Capital Related Debt	143,002	1,040	1,253	-	-	-	-	-	-	-	
Interest on Right of Use Assets	447,665	304,291	338,350	450,854	488,219	524,191	556,881	586,716	713,280	785,115	
Loss on Disposal of Assets	33,496,463	\$ 31,272,884	\$ 33,775,695	\$ 32,650,899	\$ 28,689,859	\$ 29,227,014	\$ 28,788,030	\$ 28,900,628	\$ 30,628,466	\$ 32,212,361	
Total Non-Operating Expenses											
Total Expenses											



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 Tuition	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	
2023	\$ -	\$ 59	\$ 59	\$ 59	\$ -	\$ 300	\$ -	\$ -	\$ 1,008	\$ 1,608	0.00%	0.00%	
2022	-	59	59	59	50	300	-	-	1,008	1,608	2.40%	1.52%	
2021	-	57	57	57	50	300	-	-	984	1,584	0.00%	0.00%	
2020	-	57	57	57	50	300	-	-	984	1,584	1.23%	0.76%	
2019	-	56	56	56	50	300	-	-	972	1,572	1.25%	0.77%	
2018	-	55	55	55	50	300	-	-	960	1,560	0.00%	0.00%	
2017	-	55	55	55	50	300	-	-	960	1,560	4.58%	7.00%	
2016	30	55	100	100	-	228	-	-	918	1,458	18.60%	20.90%	
2015	30	50	86	86	-	144	-	-	774	1,206	0.00%	5.24%	
2014	30	50	81	81	-	144	-	-	774	1,146	8.40%	5.52%	

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 Tuition	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	
2023	\$ -	\$ 159	\$ 159	\$ 159	\$ -	\$ 300	\$ -	\$ -	\$ 2,208	\$ 2,208	0.00%	0.00%	
2022	-	159	159	159	-	300	-	-	2,208	2,208	1.10%	1.10%	
2021	-	157	157	157	-	300	-	-	2,184	2,184	0.00%	0.00%	
2020	-	157	157	157	-	300	-	-	2,184	2,184	0.55%	0.55%	
2019	-	156	156	156	-	300	-	-	2,172	2,172	0.56%	0.56%	
2018	-	155	155	155	-	300	-	-	2,160	2,160	0.00%	0.00%	
2017	-	155	155	155	-	300	-	-	2,160	2,160	4.96%	4.96%	
2016	30	150	150	150	-	228	-	-	2,058	2,058	16.27%	16.27%	
2015	30	133	133	133	-	144	-	-	1,770	1,770	3.51%	3.51%	
2014	30	128	128	128	-	144	-	-	1,710	1,710	3.64%	3.64%	

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)
2023-24	\$ 7,321,895,486	\$ 1,162,160,387	\$ 6,159,735,099	84.13%	0.0710	-	0.0710
2022-23	6,451,657,007	1,639,005,524	4,812,651,483	74.61%	0.0749	-	0.0749
2021-22	5,587,197,397	1,077,201,794	4,509,995,603	80.72%	0.0815	-	0.0815
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

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						2016-2017	2015-2016	2014-2015
	2023-2024**	2022-2023*	2021-2022*	2020-2021 *	2019-2020 *	2018-2019 *			
State Appropriation Contact Hour Funding (CH)	\$ -	\$ 5,449,451	\$ 5,460,509	\$ 6,330,319	\$ 6,354,882	\$ 6,318,811	\$ 6,317,118	\$ 7,186,787	\$ 7,180,355
State Appropriation Performance Funding	8,593,742	-	-	-	-	-	-	-	-
State Appropriation Student Success Points (SSP)	-	1,243,066	1,243,063	930,927	930,927	836,410	836,410	824,850	824,850
State Appropriation Base Tier Funding	2,539,438	-	-	-	-	-	-	-	-
State Appropriation Core Operations (CO)	-	680,406	680,406	680,406	680,406	680,406	680,406	512,962	500,000
State Appropriation Bachelor of Applied Tech (BAT)	-	-	-	-	-	-	-	-	-
State Appropriation Non-Formula Items	-	-	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 11,133,179</b>	<b>\$ 7,372,923</b>	<b>\$ 7,383,978</b>	<b>\$ 7,941,652</b>	<b>\$ 7,966,215</b>	<b>\$ 7,835,627</b>	<b>\$ 7,833,934</b>	<b>\$ 8,504,599</b>	<b>\$ 8,485,205</b>

(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

\*\*\* FY Year Formula Funding Changed Methodology - HB8

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
2023-2024**	\$ 11,133,179	NA	NA
2022-23*	7,372,923	6,866	1,074
2021-22*	7,383,978	6,960	1,061
2020-21*	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

(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

\*\*\* FY Year Formula Funding Changed Methodology - HB8

Source: CBM004 and CMB00C.

do not use this formula-use calc sheet in folder

**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
2023-24*	\$ 1,243,066	10,028	\$ 123.96
2022-23*	930,927	9,193	101.26
2021-22*	930,927	9,193	101.26
2020-21*	930,927	9,193	101.26
2019-20*	836,410	9,751	85.78
2018-19*	836,410	9,751	85.78
2017-18	824,850	9,559	86.29
2016-17	824,850	9,559	86.29
2015-16	766,997	8,286	92.57
2014-15	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 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
2023-2024**	\$ 11,133,179	1,300,432	514,976	66,688	1,882,096	5.92
2022-23*	7,372,923	1,312,192	526,136	38,959	1,877,287	3.93
2021-22*	7,383,978	1,145,197	233,497	52,782	1,431,476	5.16
2020-21*	7,941,652	1,578,500	615,389	90,471	2,284,360	3.48
2019-20*	7,966,215	1,392,962	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

CH = State funded Academic, Technical and Continuing Education Contact hours for Fall, Spring and Summer of the Current FY - Source: CBM004 and CMB00C.

(1) State Funded Contact Hour Appropriations as it appears in schedule 6a.

\* FY Year Formula Funding Changed Methodology

\*\*\* FY Year Formula Funding Changed Methodology - HB8

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

Success Point Elements (1)	Fiscal Year				
	2023-2024*	2022-2023*	2021-2022*	2020-2021 *	2019-2020 *
Math Readiness	418	428	428	428	422
Read Readiness	129	127	127	127	150
Write Readiness	70	99	99	99	80
Students Who Pass FCL Math Course	1,130	1,006	1,006	1,006	979
Students Who Pass FCL Read Course	809	756	756	756	818
Students Who Pass FCL Write Course	656	660	660	660	703
Student Who Complete 15 SCH	1,721	1,705	1,705	1,705	1,714
Students Who Complete 30 SCH	1,624	1,077	1,077	1,077	1,032
Student Transfers to a 4-Yr Inst.	1,965	1,359	1,359	1,359	1,282
Degrees, CCs, or Certs (Undup)	884	1,483	1,483	1,483	1,322
Degrees or Certs in Critical Fields	614	493	493	493	446
<b>Annual Success Points - Total</b>	<b>10,029</b>	<b>9,193</b>	<b>9,193</b>	<b>9,193</b>	<b>8,948</b>

(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)

		Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)											
		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014		
Taxpayer	Owner ID:												
La Frontera Holdings, LLC*	106828377	\$ 405,112	\$ 416,275	\$ 416,275	\$ 360,309	\$ 360,309	\$ 336,669	\$ 328,212	\$ 296,943	\$ 211,870	\$ 211,905		
Kimberly-Clark Corporation	106828329	225,610	235,776	226,022	145,733	145,733	96,931	88,428	88,006	95,117	109,106		
Campbell Soup Company	106828326	242,814	226,289	235,776	124,842	124,842	97,815	89,136	88,017	47,182	47,098		
Samson Solar Energy LLC	106847998	189,387	205,000	205,000	-	-	-	-	-	-	-		
Impact Solar 1, LLC	106847997	160,071	175,762	175,762	-	-	-	-	-	-	-		
American Spiral Weld III Inc	106850024	142,176	120,004	120,004	-	-	-	-	-	-	-		
Samson Solar Energy III LLC	106850017	197,970	95,557	95,557	-	-	-	-	-	-	-		
Transcanada Keystone Pipeline	106835028	78,458	78,995	78,995	50,505	50,505	51,178	53,194	20,788	21,992	20,129		
Oncor Electric Delivery Co.	106828342	84,552	76,136	76,136	65,893	65,893	46,016	45,330	-	-	-		
Gulf South Pipeline Co LP	106850013	83,502	73,187	73,187	-	-	-	-	-	-	-		
Daisy Farms	106833318	-	-	-	27,496	27,496	94,844	98,183	10,596	10,597	10,597		
Alpha Lake LTD	125029	-	-	-	-	-	-	-	-	29,404	30,879		
Campbell Soup	38122	-	-	-	-	-	-	-	-	10,857	9,700		
Campbell Soup Supply LLC	160217	-	-	-	27,338	27,338	23,067	25,846	27,369	30,364	26,808		
Essent PRMC LP	166229	-	-	-	-	-	-	-	-	-	8,733		
Essent PRMC LP-North Campus PP	106833315	-	-	-	-	-	69,181	67,359	-	-	5,549		
First Federal Savings & Loan	15699	-	-	-	62,322	62,322	-	-	-	-	6,965		
Gulf Crossing Pipeline Co.	106830208	-	-	-	-	-	-	-	12,775	-	7,323		
HD Development Prop LP	167508	-	-	-	-	-	-	-	-	-	10,203		
Huhtamaki	106828330	-	-	-	-	-	-	-	-	-	6,866		
Kimberly Clark Corp	70760	-	-	-	-	-	-	-	-	-	-		
Kimberly Clark Global Sales	106833316	-	-	-	-	-	-	-	-	-	-		
Load Trail LLC	106828414	-	-	-	-	-	-	-	-	-	-		
Midcontinent Express	106830209	-	-	-	22,765	22,765	20,141	81,070	21,979	20,551	21,980		
Paris Generation LP	106804840	-	-	-	57,126	57,126	66,046	18,884	-	-	8,312		
Paris Warehouse 107 Inc.	132812	-	-	-	-	-	-	-	-	-	-		
Potter Industries LLC	106828327	-	-	-	-	-	-	-	-	-	16,519		
Silgan Can Co.	106828363	-	-	-	-	-	-	-	10,390	-	7,442		
Turner Industries Group LLC	106828325	-	-	-	-	-	-	-	10,390	10,189	9,432		
Wal-Mart Property Tax Department	105237	-	-	-	-	-	-	-	-	-	9,285		
Wal-Mart Stores #148-C	132609	-	-	-	-	-	-	-	-	-	-		
<b>Totals</b>		<b>\$ 1,809,652</b>	<b>\$ 1,702,981</b>	<b>\$ 1,702,714</b>	<b>\$ 944,329</b>	<b>\$ 944,329</b>	<b>\$ 901,888</b>	<b>\$ 895,642</b>	<b>\$ 587,253</b>	<b>\$ 488,123</b>	<b>\$ 584,831</b>		
<b>Total Taxable Assessed Value</b>		<b>\$ 4,812,651</b>	<b>\$ 5,398,790</b>	<b>\$ 3,940,569</b>	<b>\$ 3,693,856</b>	<b>\$ 3,682,107</b>	<b>\$ 3,417,946</b>	<b>\$ 3,322,980</b>	<b>\$ 1,672,223</b>	<b>\$ 1,579,360</b>	<b>\$ 1,547,217</b>		

Source: Lamar County Appraisal District  
\*previously Lamar Power Partners LP

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

Fiscal Year Ended August 31	Levy	Collections - Year of Levy (a)	Current			Penalty and Interest Collections	Total Collections (a)	Percentage of Current Levy
			Percentage	Collections of Prior Levies (a)	Levy			
2024	\$ 4,254,434	\$ 4,199,918	98.72%	\$	\$ 54,517	\$ 72,217	\$ 4,326,652	101.70%
2023	3,967,876	3,868,832	97.50%	90,423	90,423	76,130	3,959,255	99.78%
2022	3,670,000	3,595,261	97.96%	95,991	95,991	53,553	3,744,805	102.04%
2021	3,423,197	3,415,313	99.77%	55,732	55,732	31,897	3,471,045	101.40%
2020	3,061,458	2,942,362	96.11%	39,579	39,579	33,413	2,981,941	97.40%
2019	2,908,600	2,802,207	96.34%	88,932	88,932	50,329	2,891,139	99.40%
2018	2,829,210	2,765,627	97.75%	40,044	40,044	37,859	2,805,671	99.17%
2017	2,960,964	2,820,924	95.27%	71,262	71,262	105,194	2,892,186	97.68%
2016	2,952,918	2,844,818	96.34%	98,646	98,646	60,665	2,943,464	99.68%
2015	2,934,536	2,859,705	97.45%	53,970	53,970	50,355	2,913,675	99.29%

**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,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>General Bonded Debt</b>										
General Obligation Bonds	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds Restricted for Debt Service	-	-	-	-	-	-	-	-	-	-
Net General Bonded Debt	-	-	-	-	-	-	-	-	-	-
<b>Other Debt</b>										
Revenue Bonds	5,679,000	6,311,000	6,912,000	9,683,000	10,560,000	11,391,000	12,185,000	12,945,000	13,571,000	16,909,000
Notes	-	-	-	-	-	-	-	-	-	-
Capital Lease Obligations	-	-	-	-	-	-	-	-	-	-
<b>Total Outstanding Debt</b>	<b>\$ 5,679,000</b>	<b>\$ 6,311,000</b>	<b>\$ 6,912,000</b>	<b>\$ 9,683,000</b>	<b>\$ 10,560,000</b>	<b>\$ 11,391,000</b>	<b>\$ 12,185,000</b>	<b>\$ 12,945,000</b>	<b>\$ 13,571,000</b>	<b>\$ 16,909,000</b>
<b>General Bonded Debt Ratios</b>										
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%
<b>Total Outstanding Debt Ratios</b>										
Per Capita	\$ 111.08	\$ 125.01	\$ 137.97	\$ 191.80	\$ 211.80	\$ 229.72	\$ 245.73	\$ 259.99	\$ 274.49	\$ 341.44
Per FTSE	0.827	0.856	0.936	1.219	1.330	1.468	1.733	1.746	1.713	2.019
As a Percentage of Taxable Assessed Value	0.11%	0.13%	0.15%	0.26%	0.29%	0.33%	0.37%	0.77%	0.86%	1.07%

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 or Statutory Limit for Debt Service over Current Requirements	Net Current Requirements as a % of Statutory Limit
2024	\$ 5,267,787,512	\$ 26,338,937	-	\$ 26,338,937	-	\$ 26,338,937	0.00%
2023	4,812,651,483	24,063,257	-	24,063,257	-	24,063,257	0.00%
2022	4,509,995,603	22,549,978	-	22,549,978	-	22,549,978	0.00%
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%

**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		
2024	\$ 8,068,415	\$ 1,693,647	\$ 9,762,062	\$ 616,000	\$ 290,330	\$ 906,330		10.77%
2023	8,108,121	1,631,757	9,739,878	601,000	303,251	904,251		10.77%
2022	9,250,432	1,583,941	10,834,373	890,000	429,091	1,319,091		8.12%
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%



**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
2023	51,127	(a)	(a)	4.2%
2022	50,484	(a)	\$ 58,246	4.3%
2021	50,098	\$ 2,579,011,000	51,479	5.2%
2020	50,088	2,539,934,000	50,709	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%

**Sources:**

census.gov/quickfacts/lamarcountytexas  
datausa.io/profile/geo/lamer-county-tx  
fred.stlouisfed.org/series/P148277

**Notes:**

Information provided is for Lamar County. District specific information not available.

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

**Current Fiscal Year**

Employer	Number of Employees	% of Employment
Paris Regional Medical Center	900	22.80%
Kimberly-Clark Corporation	700	17.72%
Campbell Soup Company	680	17.23%
The Results Company	419	10.62%
HWH	419	10.62%
RK Hall Construction	200	5.07%
Delco Trailers	200	5.07%
Huhtamaki	189	4.79%
American SpiralWeld	140	3.55%
Paris Print Works	100	2.53%
<b>Total</b>	<b>3,947</b>	<b>100.00%</b>

**Nine Years Prior**

Employer	Number of Employees	% of Employment
Campbell Soup Company	833	15.38%
Kimberly-Clark Corporation	812	15.00%
Essent PRMC	942	17.40%
Paris ISD	624	11.52%
Turner Industries	617	11.39%
North Lamar ISD	496	9.16%
RK Hall Construction	262	4.84%
City of Paris	320	5.91%
Paris Junior College	242	4.47%
We Pack Logistics, Inc.	267	4.93%
<b>Total</b>	<b>5,415</b>	<b>100.00%</b>

**Source:**

City of Paris and Local Entities  
[www.parisedc.com/major-employers/](http://www.parisedc.com/major-employers/)  
[www.sitesontexas.com](http://www.sitesontexas.com)  
<https://selectparistexas.com/talent/major-employers/>

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

	FISCAL YEAR									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Faculty</b>										
Full-Time	77	78	77	77	83	75	81	83	88	92
Part-Time	88	85	81	90	106	112	106	138	146	159
Total	165	163	158	167	189	187	187	221	234	251

<b>Percent</b>										
Full-Time	47%	48%	49%	46%	44%	40%	43%	38%	38%	37%
Part-Time	53%	52%	51%	54%	56%	60%	57%	62%	62%	63%

<b>Staff and Administrators</b>										
Full-Time	118	123	121	126	127	130	111	121	116	113
Part-Time	27	25	24	31	37	21	34	30	41	47
Total	145	148	145	157	164	151	145	151	157	160

<b>Percent</b>										
Full-Time	81.4%	83.1%	83.4%	80.3%	77.4%	86.1%	76.6%	80.1%	73.9%	70.6%
Part-Time	18.6%	16.9%	16.6%	19.7%	22.6%	13.9%	23.4%	19.9%	26.1%	29.4%

<b>Total</b>										
Full-Time	195	201	198	203	210	205	192	204	204	205
Part-Time	115	110	105	121	143	133	140	168	187	206
Total	310	311	303	324	353	338	332	372	391	411

<b>Percent</b>										
Full-Time	63%	65%	65.3%	62.7%	59.5%	60.7%	57.8%	54.8%	52.2%	49.9%
Part-Time	37%	35%	34.7%	37.3%	40.5%	39.3%	42.2%	45.2%	47.8%	50.1%

FTSE per Full-Time Faculty	23.00	23.00	23.00	21.00	23.00	24.00	24.00	22.00	22.00	22.00
FTSE per Full-Time Staff Member	17.00	17.00	17.00	17.00	22.00	25.00	23.00	22.00	23.00	25.00

Average Annual Faculty Salary	\$62,472	\$62,472	\$59,643	\$56,754	\$61,614	\$56,153	\$56,115	\$58,158	\$58,941	\$59,310
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**Paris Junior College  
Statistical Supplement 15  
Enrollment Details  
Last Five Fiscal Years  
(Unaudited)**

Student Classification	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 Hours	2,973	66.72%	3,524	79.60%	3,284	75.24%	3,322	75.14%	3,585	73.79%
31-60 Hours	914	20.51%	640	14.46%	853	19.54%	851	19.25%	955	19.66%
> 60 Hours	569	12.77%	263	5.94%	228	5.22%	248	5.61%	318	6.55%
Total	4,456	100.00%	4,427	100.00%	4,365	100.00%	4,421	100.00%	4,858	100.00%

Semester Hour Load	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	2	0.04%	5	0.11%	7	0.17%	7	0.16%	7	0.14%
3-5 Semester Hours	1,170	26.26%	1,167	26.36%	1,154	26.44%	1,143	25.85%	1,263	26.00%
6-8 Semester Hours	1,078	24.19%	1,166	26.34%	1,129	25.86%	1,149	25.99%	1,176	24.20%
9-11 Semester Hours	664	14.90%	626	14.14%	609	13.95%	604	13.66%	745	15.34%
12-14 Semester Hours	885	19.86%	909	20.53%	963	22.06%	1,012	22.89%	1,093	22.50%
15-17 Semester Hours	535	12.01%	451	10.19%	413	9.46%	415	9.39%	472	9.72%
18 & Over	122	2.74%	103	2.33%	90	2.06%	91	2.06%	102	2.10%
Total	4,456	100.00%	4,427	100.00%	4,365	100.00%	4,421	100.00%	4,858	100.00%

Average Course Load 8.50 8.50 8.50 8.50 8.60

Tuition Status	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (In-District)	1,214	27.24%	1,242	28.06%	1,219	27.93%	1,201	27.17%	1,257	25.87%
Texas Resident (Out-of-District)	3,167	71.07%	2,973	67.16%	3,024	69.28%	3,112	70.39%	3,353	69.02%
Non-Resident Tuition	75	1.69%	100	2.26%	77	1.76%	49	1.11%	64	1.32%
Tuition Exempt	-	0.00%	112	2.52%	45	1.03%	59	1.33%	184	3.79%
Total	4,456	100.00%	4,427	100.00%	4,365	100.00%	4,421	100.00%	4,858	100.00%

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

Gender	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	2,686	60.28%	2,758	62.30%	2,735	62.66%	2,778	62.84%	2,962	60.97%
Male	1,770	39.72%	1,669	37.70%	1,630	37.34%	1,643	37.16%	1,896	39.03%
<b>Total</b>	<b>4,456</b>	<b>100.00%</b>	<b>4,427</b>	<b>100.00%</b>	<b>4,365</b>	<b>100.00%</b>	<b>4,421</b>	<b>100.00%</b>	<b>4,858</b>	<b>100.00%</b>

Ethnic Origin	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	2,590	58.12%	2,636	59.54%	2,684	61.49%	2,800	63.33%	3,100	63.01%
Hispanic	1,031	23.14%	970	21.91%	961	22.02%	935	21.15%	927	19.08%
African American	466	10.46%	450	10.16%	430	9.85%	408	9.23%	474	10.56%
Asian	49	1.10%	45	1.02%	48	1.10%	47	1.06%	51	1.05%
Native American	46	1.03%	55	1.24%	57	1.31%	64	1.45%	63	1.30%
Other	274	6.15%	271	6.13%	185	4.23%	167	3.78%	243	5.00%
<b>Total</b>	<b>4,456</b>	<b>100.00%</b>	<b>4,427</b>	<b>100.00%</b>	<b>4,365</b>	<b>100.00%</b>	<b>4,421</b>	<b>100.00%</b>	<b>4,858</b>	<b>100.00%</b>

Age	Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	1,546	34.69%	1,836	41.47%	1,737	39.79%	1,715	38.79%	1,809	37.24%
18 - 21	1,803	40.46%	1,460	32.98%	1,492	34.18%	1,498	33.88%	1,707	35.14%
22 - 24	324	7.27%	314	7.09%	308	7.06%	346	7.83%	391	8.05%
25 - 35	500	11.22%	525	11.86%	532	12.19%	585	13.23%	614	12.64%
36 - 50	230	5.16%	235	5.31%	232	5.32%	224	5.07%	273	5.62%
51 and over	53	1.19%	57	1.29%	64	1.46%	53	1.20%	64	1.32%
<b>Total</b>	<b>4,456</b>	<b>100.00%</b>	<b>4,427</b>	<b>100.00%</b>	<b>4,365</b>	<b>100.00%</b>	<b>4,421</b>	<b>100.00%</b>	<b>4,858</b>	<b>100.00%</b>

Average Age	21.2	21.3	21.6	21.7	21.0
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**Paris Junior College**  
**Statistical Supplement 17**  
**Transfers to Senior Institutions**  
**Academic Year 2023-2024 Fall Students as of Fall 2023**  
**(Includes only public senior colleges in Texas)**  
(unaudited)

	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all PJC Transfer Students	% of all PJC Transfer Students
1 Angelo State University	2	-	-	2	0.22%
2 Lamar University	-	-	-	-	0.00%
3 Midwestern State University	40	-	-	40	4.47%
4 Prairie View A&M University	11	-	1	12	1.34%
5 Sam Houston State University	7	-	-	7	0.78%
6 Stephen F. Austin State University	33	-	-	33	3.69%
7 Sul Ross State University	2	-	-	2	0.22%
8 Tarleton State University	22	-	-	22	2.46%
9 Texas A&M International University	-	-	-	-	0.00%
10 Texas A&M University	128	1	1	130	14.54%
11 Texas A&M University - Central Texas	-	-	-	-	0.00%
12 Texas A&M University - Commerce	321	6	3	330	36.91%
13 Texas A&M University - Corpus Christi	-	-	-	-	0.00%
14 Texas A&M University - Kingsville	2	-	-	2	0.22%
15 Texas A&M University - San Antonio	1	-	-	1	0.11%
16 Texas A&M University - Texarkana	10	-	-	10	1.12%
17 Texas A&M University at Galveston	2	-	1	3	0.34%
18 West Texas A&M University	-	0	-	-	0.00%
19 Texas Southern University	3	-	-	3	0.34%
20 Texas State University	20	1	-	21	2.35%
21 Texas Tech University	41	-	-	41	4.59%
22 Texas Woman's University	23	-	-	23	2.57%
23 University of Houston	5	-	-	5	0.56%
24 University of Houston - Clear Lake	-	-	-	-	0.00%
25 University of Houston - Victoria	-	-	-	-	0.00%
26 University of North Texas	77	1	-	78	8.72%
27 University of North Texas at Dallas	-	-	1	1	0.11%
28 University of Texas - Rio Grande Valley	1	-	-	1	0.11%
29 University of Texas at Arlington	22	-	-	22	2.46%
30 University of Texas at Austin	28	-	-	28	3.13%
31 University of Texas at Dallas	11	-	-	11	1.23%
32 University of Texas at El Paso	-	-	-	-	0.00%
33 University of Texas at San Antonio	4	-	-	4	0.45%
34 University of Texas at Tyler	50	-	1	51	5.70%
35 University of Texas of the Permian Basin	-	-	-	-	0.00%
36 Texas A&M University System Health Science Center	5	-	-	5	0.56%
37 Texas Tech University Health Science Center	3	-	-	3	0.34%
38 University of North Texas Health Science Center	1	-	-	1	0.12%
39 University of Texas M.D. Anderson Cancer Center	1	-	-	1	0.12%
40 University of Texas Medical Branch at Houston	1	-	-	1	0.12%
<b>Totals</b>	<b>877</b>	<b>9</b>	<b>8</b>	<b>894</b>	<b>100.00%</b>

**Paris Junior College**  
**Statistical Supplement 18**  
**Capital Asset Information**  
**Fiscal Years 2020 to 2024**  
(Unaudited)

	<b>Fiscal Year 2024 Square Footage</b>	<b>Fiscal Year 2023 Square Footage</b>	<b>Fiscal Year 2022 Square Footage</b>	<b>Fiscal Year 2021 Square Footage</b>	<b>Fiscal Year 2020 Square Footage</b>
<u><b>Academic Buildings</b></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
Greenville Workforce Building	23,000	-	-	-	-
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	-	-	-	-	-
Sulphur Springs, High School	-	-	-	-	-
Sulphur Springs, Loop 301	21,000	21,000	21,000	21,000	21,000
<u><b>Libraries</b></u>					
Mike Rheudasil Learning Center	54,000	54,000	54,000	54,000	54,000
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><b>Dormitories</b></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><b>Apartments</b></u>					
B.E. Masters Apartment Complex	-	48,848	48,848	48,848	48,848
<u><b>Dining Facilities</b></u>					
J.R. McLemore Student Center	24,960	24,960	24,960	24,960	24,960
<u><b>Athletic Facilities</b></u>					
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><b>Plant Facilities</b></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
<b>Total Square Footage</b>	<b>505,264</b>	<b>531,112</b>	<b>531,112</b>	<b>531,112</b>	<b>531,112</b>
<u><b>Transportation</b></u>					
Cars	19	18	18	15	15
Light Trucks/Vans	28	31	29	29	29
Bus	5	5	5	5	5
<b>Total</b>	<b>52</b>	<b>54</b>	<b>52</b>	<b>49</b>	<b>49</b>