

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEARS ENDED AUGUST 31, 2025 AND 2024  
ALAMO COMMUNITY COLLEGE DISTRICT  
SAN ANTONIO, TEXAS



ALAMO  
COLLEGES  
DISTRICT

NORTHEAST LAKEVIEW COLLEGE

NORTHWEST VISTA COLLEGE

PALO ALTO COLLEGE

ST. PHILIP'S COLLEGE

SAN ANTONIO COLLEGE

# **ALAMO COMMUNITY COLLEGE DISTRICT**

**San Antonio, Texas**

## **Annual Comprehensive Financial Report**

**For the Years Ended**

**August 31, 2025 and 2024**

**Prepared by:**

**Finance and Fiscal Services Department**



**ALAMO COMMUNITY COLLEGE DISTRICT  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
TABLE OF CONTENTS**

**INTRODUCTORY SECTION**

Transmittal Letter .....	1
Organizational Data .....	7
Mission, Vision and Values.....	9
Certificate of Achievement for Excellence in Financial Reporting – August 31, 2024 .....	10

**FINANCIAL SECTION**

Independent Auditors' Report.....	14
Management's Discussion and Analysis (Unaudited) .....	19
Basic Financial Statements	
Exhibit 1—Statements of Net Position .....	37
Exhibit 1A—Statements of Financial Position (Alamo Colleges Foundation, Inc.).....	38
Exhibit 1B—Statements of Net Position (ACCD Public Facility Corporation).....	39
Exhibit 2—Statements of Revenues, Expenses and Changes in Net Position .....	40
Exhibit 2A—Statements of Activities (Alamo Colleges Foundation, Inc.).....	41
Exhibit 2B—Statements of Revenues, Expenses and Changes in Net Position (ACCD PFC).....	42
Exhibit 3—Statements of Cash Flows.....	43
Notes to Financial Statements .....	45
Required Supplementary Information (Unaudited)	
Schedule of District's Proportionate Share of Net Pension Liability .....	105
Schedule of District Contributions for Pensions.....	106
Notes to Required Supplementary Information Related to Net Pension Liability .....	107
Schedule of District's Proportionate Share of Net OPEB Liability .....	108
Schedule of District Contributions for OPEB.....	109
Notes to Required Supplementary Information Related to OPEB.....	110
Supplementary Information	
Schedule A—Schedule of Operating Revenues .....	113
Schedule B—Schedule of Operating Expenses by Object .....	114
Schedule C—Schedule of Non-Operating Revenues and Expenses .....	115
Schedule D—Schedule of Net Position by Source and Availability.....	116
Schedule E—Schedule of Expenditures of Federal Awards .....	117
Notes to Schedule of Expenditures of Federal Awards.....	120
Schedule F—Schedule of Expenditures of State Awards.....	122
Notes to Schedule of Expenditures of State Awards.....	123

**ALAMO COMMUNITY COLLEGE DISTRICT  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
TABLE OF CONTENTS**

**STATISTICAL SECTION (Unaudited)**

Statistical Section Introduction .....	127
Statistical Supplement 1—Net Position by Component .....	129
Statistical Supplement 2—Revenues by Source .....	130
Statistical Supplement 3—Program Expenses by Function .....	131
Statistical Supplement 4—Tuition and Fees .....	132
Statistical Supplement 5—Assessed Value and Taxable Assessed Value of Property .....	133
Statistical Supplement 6a <sup>1</sup> —State Appropriations – Performance Funding Summary .....	134
Statistical Supplement 6a <sup>2</sup> —General Appropriations Act Before Contact Hour Adjustments .....	134
Statistical Supplement 6b—State Appropriation Per FTSE .....	135
Statistical Supplement 6c—State Appropriation Per Funded Contact Hour .....	136
Statistical Supplement 6d—State Appropriation Per Student Success Point .....	137
Statistical Supplement 6e <sup>1</sup> —Performance Funding – Weighted Outcome Completions .....	138
Statistical Supplement 6e <sup>2</sup> —Student Success Points .....	138
Statistical Supplement 7—Principal Taxpayers .....	139
Statistical Supplement 8—Property Tax Levies and Collections .....	140
Statistical Supplement 9—Ratios of Outstanding Debt .....	141
Statistical Supplement 10—Legal Debt Margin Information .....	142
Statistical Supplement 11—Pledged Revenue Coverage .....	143
Statistical Supplement 12—Demographics and Economic Statistics—Taxing District .....	144
Statistical Supplement 13—Principal Employers .....	145
Statistical Supplement 14—Faculty, Staff and Administrators Statistics .....	146
Statistical Supplement 15—Enrollment Details .....	147
Statistical Supplement 16—Student Profile .....	148
Statistical Supplement 17—Transfer Students to Senior Institutions .....	149
Statistical Supplement 18—Capital Asset Information .....	150

**ALAMO COMMUNITY COLLEGE DISTRICT  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
TABLE OF CONTENTS**

**OTHER INFORMATION—BY LOCATION (Unaudited)**

Schedule of Operating Revenues by Location.....	153
Schedule of Operating Expenses by Location.....	154
Schedule of Non-Operating Revenues and Expenses by Location .....	155
Schedule of Capital Assets by Asset Types.....	156
Schedule of Capital Assets by Location .....	157

**SINGLE AUDIT SECTION**

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	161
Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance Required by the Uniform Guidance.....	163
Schedule of Findings and Questioned Costs.....	166
Management's Responses .....	170
Independent Auditors' Report on Compliance for Each Major State Program and Report on Internal Control over Compliance Required by the <i>Texas Grant Management Standards</i> .....	172
State Schedule of Findings and Questioned Costs.....	175



## **Introductory Section**





ALAMO  
COLLEGES  
DISTRICT



ALAMO  
COLLEGES  
DISTRICT

December 26, 2025

***To the Board of Trustees, the Residents of Bexar County and the Alamo Community College District Service Area of Atascosa, Bandera, Comal, Guadalupe, Kendall, Kerr and Wilson Counties:***

We are proud to submit the following Annual Comprehensive Financial Report (Annual Report or ACFR) for the Alamo Community College District (Alamo Colleges District, ACD or District) for the fiscal years ended August 31, 2025 and 2024. The Annual Comprehensive Financial Report has been prepared in accordance with United States Generally Accepted Accounting Principles (GAAP) as established by the Governmental Accounting Standards Board (GASB) and complies with the Annual Financial Reporting Requirements for Texas Public Community and Junior Colleges as set forth by the Texas Higher Education Coordinating Board (THECB).

State statute requires an annual audit by independent certified public accountants. The purpose of an independent audit is to provide assurance, based on independent review and testing, that the basic financial statements and accompanying notes are fairly stated in all material respects. In April 2025, the Board of Trustees of the Alamo Colleges District selected the independent accounting firm of CliftonLarsonAllen, LLP to perform the annual audit. In addition to meeting the requirements set forth in state statutes, their audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and related Uniform Guidance and State of Texas Grant Management Standards (TxGMS). The auditor's report related specifically to the single audit is included in the Single Audit Section of this ACFR.

Management assumes full responsibility for the completeness and reliability of the information contained in this report based upon a comprehensive framework of internal controls. The objective of internal controls is to provide reasonable, rather than absolute, assurance that the financial statements are free of material misstatements. The concept of reasonable assurance ensures that the cost of the controls does not exceed the benefits derived. The Independent Auditor's Report is located at the front of the financial section on pages 14-17 of this ACFR, and Management's Discussion and Analysis (MD&A) immediately follows it. The MD&A provides a narrative introduction, overview and analysis of the basic financial statements and complements this letter of transmittal. The Notes to Financial Statements, also in the financial section, are considered integral to the basic financial statements and should be read in conjunction with them.

## **Profile**

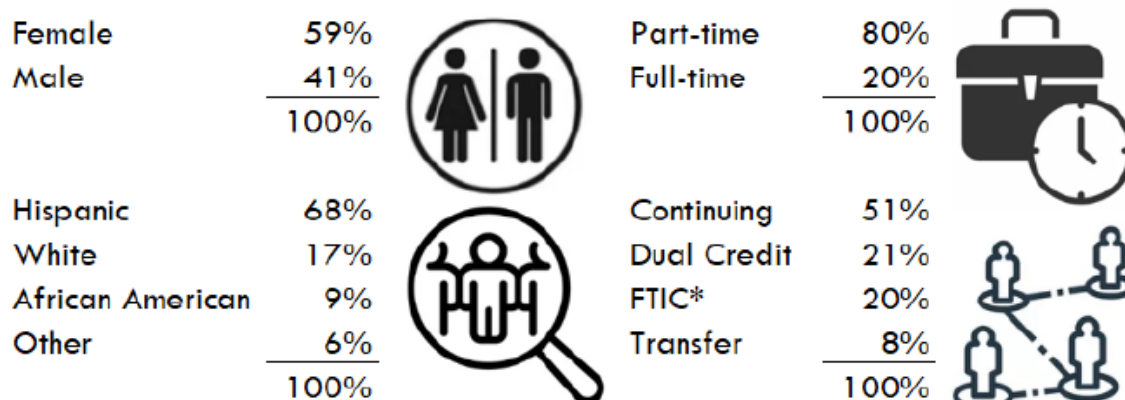
The Alamo Community College District is a nationally recognized organization. The Alamo Colleges District includes Palo Alto College, Northwest Vista College, San Antonio College, St. Philip's College, and Northeast Lakeview College, along with several off-campus locations throughout the San Antonio metropolitan area, serving an eight-county region and over 100,000 students annually. ACD has been the recipient of numerous state and national awards including receiving the Malcolm Baldrige National Quality Award, the nation's highest honor for performance excellence for the second time in October 2024. For a second consecutive year, the Alamo Colleges District was Certified™ by Great Place to Work®, a testament to its employees' feedback about their work experience at the District.

People recognize the Alamo by its distinctive architectural shape and the role it played in history. As its namesake, the Alamo Colleges District has had its own inspirational impact on society. From its origin as a community college district in 1945 through decades of change and expansion, the District has worked to make higher education accessible and affordable. Today, our five colleges fulfill this mission with a vast array of certificates, courses, 2-year degrees, and now offer Bachelor's degrees in Nursing, Operations Management, Cloud Computing and Cybersecurity under our AlamoU program. Credits earned transfer to four-year universities for those pursuing advanced degrees, and our workforce development and continuing education programs help individuals build new careers and meet the needs of businesses. In short, we empower people and shape futures.

The Alamo Colleges District is one of the largest community college districts and providers of higher education in Texas. Bexar County is the taxing district for ACD; however, the District's service area extends to cover a much larger region including: all of Bandera, Bexar, Comal, Kendall, Kerr and Wilson Counties, and most of Atascosa and Guadalupe counties.

San Antonio is the seventh-largest city in the nation with an estimated population of 1.5 million residents. Alamo Colleges District overall student enrollment includes a varied mix of students that accurately reflects the diverse community in which the District is situated, illustrated in the following student profile.

### Student Demographics



Source: Student Profile - Fall 2024 Certified

\*FTIC - First Time in College

Alamo Colleges District serves the Bexar County community and its service area through its programs and services that help students succeed in acquiring the knowledge and skills needed in today's world. Students are taught by highly qualified faculty with Master's and Doctorate degrees who are dedicated to creating a learning-centered environment. Student services include advising, computer labs, tutoring, financial aid services, services for the disabled, advocacy centers, developmental instruction, veteran's services, and job placement assistance.

Alamo Colleges District, a Hispanic-Serving System which includes the nation's only college to be federally designated as both a Historically Black College and a Hispanic-Serving Institution, is one of the nation's largest producers of Hispanic nurses. ACD is also one of Texas' largest providers of online post-secondary education. A diverse international program brings central American and other teachers to San Antonio for advanced education while affording students and faculty the opportunity to gain the skills to work in a global economy.

### The Five Colleges of the Alamo Colleges District

The five colleges that comprise ACD include: St. Philip's College (SPC), established in 1898; San Antonio College (SAC), established in 1925; Palo Alto College (PAC), established in 1985; Northwest Vista College (NVC), established in 1995; and Northeast Lakeview College (NLC), established in 2007. All the colleges are within San Antonio city limits except Northeast Lakeview College, located in Live Oak, Texas, on the northeast border of San Antonio. Each College operates with significant autonomy in accordance with ACD's unique participatory leadership model of collaborative leadership between the colleges and the District support operations. Based on that autonomy, each college is accredited independently by the Southern Association of Colleges and Schools Commission on Colleges (SACSCOC) to award associate degrees and certificates.

The five college campuses and their off-campus sites encompass over 6 million square feet of space on 1,078 acres across Bexar County. Each has typical college campus facilities such as academic and classroom buildings, administrative buildings, library facilities, gymnasiums, cafeterias, science classrooms and labs, and computer labs. In addition, there are a number of specialty facilities such as performing arts centers, natatoriums, allied health, emergency medical training areas and mortuary science facilities.

### District Support Operations

The District Support Operations are housed in the Alamo Colleges Center of Excellence for Student Success (ACCESS) building, located close to the urban contemporary Pearl District near downtown San Antonio. The District Support

Operations provides administrative services and support to the five colleges under collaborative agreements. The ACCESS facility encompasses 160,950 square feet of space which houses the executive offices for the Chancellor and Vice Chancellors, as well as Human Resources, Legal Services, Ethics, Communications, Internal Audit, Strategic Planning and Performance Excellence, Institutional Research and Effectiveness, Information Technology, Finance and Fiscal Services, Financial Planning, Facilities, Student Financial Aid, Center for Student Information, Police, Economic Workforce Development, and other service units. In March 2025, the District celebrated the grand opening of the 7,000 square foot ACCESS Welcome Center. This new space is designed to connect and support individuals at every stage of their educational journey, and will provide hands-on assistance for students, whether they are exploring career options, applying to college, or completing enrollment steps. The ACCESS building has a large conference center for cross-college meetings, program collaboration, and community use. Some remaining District Support Operations personnel are co-located with the colleges on their campuses, enabling them to be close to the students they support.

### **Off-Campus Sites**

The Alamo Colleges District also maintains several off-campus sites in an effort to better serve the residents of Bexar county and those located within the surrounding service area including:

- Brackenridge Education and Training Center
- Central Texas Technology Center, New Braunfels, TX
- Eastside Education and Training Center (EETC)
- First Responders Academy (FRA), Von Ormy, TX
- Greater Kerrville - Alamo Colleges Center
- Northwest Education & Training Center (NWETC - *under construction*)
- Northwest Vista College Southwest Research Institute Center
- St. Philip's College Military Base Locations
- St. Philip's College Southwest Campus
- Southside Education & Training Center (SETC)
- Workforce Center of Excellence
- Westside Workforce Education and Training Center (WETC)

The member colleges are open-door institutions whose students come to college with various goals and with various levels of preparedness. Consequently, the colleges serve students and the community with transfer courses, academic and technical degrees, and workforce development and continuing education options, offering more than 350 degree and certificate programs. Educational program and service offerings are designed to meet the educational goals and service needs of the students and are delivered through semester, flex, weekend, evening, and online courses.

### **Economic Conditions and Outlook**

The economic conditions in San Antonio, Bexar County and Texas remain strong to support the operations of the District. Net assessed property values in Bexar County have continued to exhibit strong growth, increasing by 5.0% in 2025 after a 10.3% increase in 2024. With ad valorem property tax revenue accounting for approximately 51% of the District's operating budget in fiscal year 2025, this has been a boon for the District. According to an October 2025 report from the Federal Reserve Bank of Dallas, the unemployment rate for San Antonio was 4.1% in August 2025, compared to 4.1% for the state of Texas and 4.3% for the United States. The report also cited that San Antonio payrolls increased in August 2025, growing by 12,100 jobs or 4.1% on an annualized basis, led by gains in educational and health services at 3,900 jobs or 8.7%. San Antonio wages increased by 6.6% on an annualized basis in August 2025, outpacing 4.0% wage growth in Texas and 3.8% wage growth across the nation.

The Alamo Colleges District has been an integral part of the greater San Antonio community for more than 100 years, contributing significantly to the economic and social well-being of those who share this community. An economic impact study reported that 1 out of every 36 jobs in the Alamo Colleges service area is supported by the activities of the Alamo Colleges and its students. It is estimated that the average associate's degree graduate from the Alamo Colleges District will see an increase in earnings of \$9,400 each year, or over \$400,000 in additional lifetime earnings compared to someone with a high school diploma working in Texas.

The District also continues to play a key role in the local workforce development initiatives by the City of San Antonio and Bexar County. Launched in April 2022, the District has partnered with the City of San Antonio to launch the SA: Ready to Work program, funded through the collection of a 1/8 cent sales tax and aimed at providing education and training programs to help thousands of San Antonians improve their quality of life by developing skills needed to get higher-paying jobs. The total cost of the program is estimated to be over \$200 million, with over \$51 million allocated to the Alamo Colleges District as an official community partner. It is clear that the Alamo Colleges District will play an integral part of the economic recovery for San Antonio, as the largest provider of workforce training in the area.

The three primary revenue streams to the Alamo Colleges District, other than federal grants used for scholarships, are ad valorem taxes, state appropriations, and tuition and fees.

- The trend of rising ad valorem tax revenues continues as revenues from ad valorem taxes increased by \$14.1 million, or 4.0% in 2025 as net assessed property values of the District increased from approximately \$247.5 billion in 2024 to \$259.8 billion in 2025, providing funding for facilities repairs and maintenance. There was no increase in the District's tax rate for fiscal year 2025. The tax collection rates were 99.0% and 98.3% in 2025 and 2024, respectively. The District continues to benefit from a pattern of predictable and increasing property values.
- State appropriations for education and general state support, which are critical to keeping student tuition rates low, decreased slightly by \$1.8 million or 2.0%, down from \$89.2 million in fiscal year 2024 to \$87.4 million in fiscal year 2025. This slight decrease was partially offset by a \$0.8 million increase in Financial Aid for Swift Transfer (FAST) funding from the state, resulting from the District's increase in semester credit hours taken for dual credit coursework. State appropriations for state group insurance and pension retirement obligations increased \$0.6 million, for an overall net decrease of approximately \$0.4 million in total state appropriations. For further information, see Statistical Supplementary schedules 6a-6e within these financial statements.
- Revenues from net tuition and fees increased by approximately \$1.1 million in 2025 due to a second consecutive year of record enrollment. In 2024, net tuition and fees increased by approximately \$8.3 million due to enrollment growth.

### **Strategic and Long-Term Financial Planning**

The Board approves a multi-year strategic plan that is reviewed and re-affirmed annually and involves all levels of the organization. Key performance indicators based on state and national peer institutions and annual performance targets are defined. An integrated planning model is used to strengthen the connection between the strategic plan, related action plans and the budget, which is approved annually by the Board of Trustees.

The budget is developed with broad-based staff involvement and is guided by budgetary, debt and financial policies approved by the Board. The budget includes a multi-year financial plan, which incorporates proposed increases for capital budgets, preventive maintenance and student success initiatives.

### **Major Initiatives**

This year, the District continued to reach significant milestones: over 14,000 degrees and certificates were awarded, the highest number in our history, and we enrolled a record-breaking 87,000 learners in Fall 2025. Each of our five colleges is growing in impact, and we have three colleges that have surpassed the 20,000-learner mark. Our thriving community of learners is at the heart of everything we do, and this surge in enrollment reflects the growing recognition of ACD as a hub of academic excellence, support, and personal growth. It is also a reflection of the commitment, dedication, and hard work of the entire Alamo Colleges family who have contributed to this remarkable achievement. The overall goal of the FY2025 operating budget is to continue the momentum we created in positioning the District for growth by making the most effective use of every dollar to support the economic and social mobility of our community and the success of our students.

FY25 budget highlights include:

- Supporting student-focused strategies including AlamoPROMISE, AlamoBOOKS+, and AlamoU by scaling high school equivalency offerings and strengthening matriculation to continuing education and academic programs.
- Implementing talent strategies to retain faculty and staff and remain competitive, including market rate adjustments, completion of equity pay, and launching the Faculty Multi-year Contract Program.
- Sustaining core services like instructional delivery, college and departmental expenses, and benefits and enterprise-wide investments.



As we move forward through FY26 and the years to come, the District is confident that we will continue our mission of empowering our diverse communities for success. Many thanks to the Alamo Colleges District family for their contributions in helping our students achieve their educational goals.

### **FY25 Awards and Recognitions**

- The Alamo Colleges District was certified by Great Place to Work for the second consecutive year as a result of employees' positive feedback about their work experience at the District.
- The District received the 2025 Excellence in Mental Health and Well-Being Award from Insight Into Academica magazine.
- All five colleges have received the Gold Veteran Education Excellence Recognition Award from the Texas Veterans Commission for 2025, recognizing the colleges' dedication to providing exceptional educational services to veterans and military-connected students.
- Northwest Vista College was named as a finalist for the 2025 Aspen Prize for Community College Excellence in June 2024, placing itself in the top 1% of community colleges in the nation as scored by the Aspen Institute. The award is the nation's signature recognition of strong performance among community colleges with competition from over 1,000 community colleges nationwide.



The timely preparation of this financial report was made possible by the continued dedication and service of the staff of the Alamo Colleges District. The staff thanks the members of the Board of Trustees for their support and guidance in conducting the financial operations of the Alamo Colleges District in a highly responsible manner.

*Thomas Cleary*

Dr. Thomas S. Cleary  
Interim Vice Chancellor  
Finance and Administration

*Lisa Mazure*

Lisa L. Mazure, MSA, CPA  
Associate Vice Chancellor  
Finance and Fiscal Services



## ALAMO COMMUNITY COLLEGE DISTRICT

### ORGANIZATIONAL DATA August 31, 2025

#### ELECTED OFFICIALS

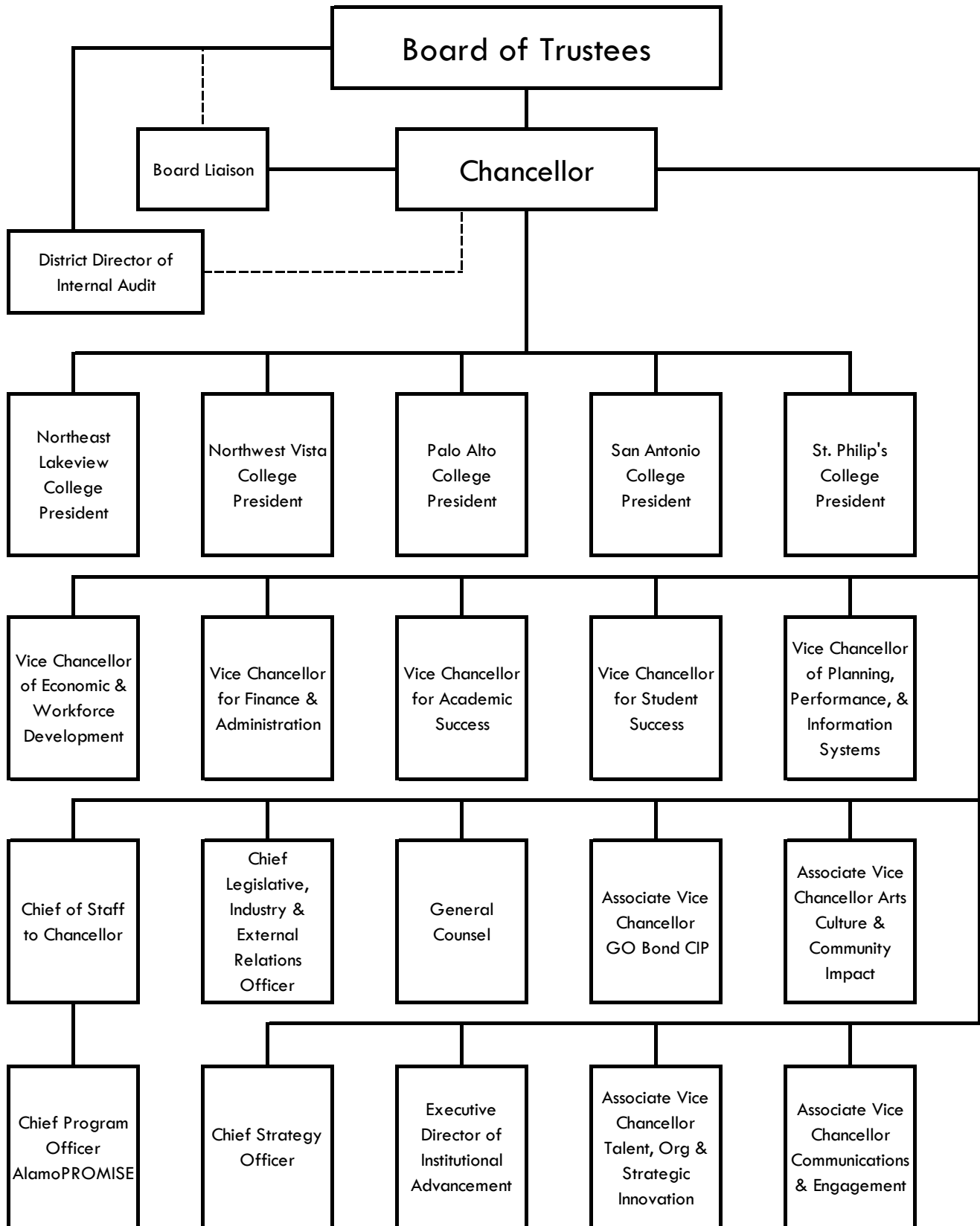
Member	Position	City, State	District	Term Expires
Dr. Clint Kingsbery	Chairperson	San Antonio, Texas	8	2026
Joe Alderete, Jr.	Vice-Chairperson	San Antonio, Texas	1	2028
Anna Uriegas Bustamante	Secretary	San Antonio, Texas	3	2028
Gloria Ray	Assistant Secretary	San Antonio, Texas	2	2028
Dr. Gene Sprague	Member of the Board	Helotes, Texas	6	2030
Dr. Yvonne Katz	Member of the Board	San Antonio, Texas	7	2030
Dr. Lorena Pulido	Member of the Board	San Antonio, Texas	4	2026
Gerald Lopez	Member of the Board	San Antonio, Texas	5	2030
Leslie Sachanowicz	Member of the Board	San Antonio, Texas	9	2026
Josiah Rodriguez	Student Trustee	San Antonio, Texas		2026

#### ADMINISTRATIVE OFFICIALS

Dr. Mike Flores	Chancellor
Dr. Thomas S. Cleary	Interim Vice Chancellor for Finance and Administration
Xavier D. Urrutia	Interim Vice Chancellor of Economic and Workforce Development
Ross Laughead	General Counsel
Dr. Thomas S. Cleary	Vice Chancellor for Planning, Performance & Information Systems
Dr. George Railey Jr.	Vice Chancellor for Academic Success
Deborah Gaitan	Interim Vice Chancellor for Student Success
Barton T. Simpson, CFRE	Executive Director of Institutional Advancement
Dr. Veronica Garcia	President, Northeast Lakeview College
Dr. Amy Bosley	President, Northwest Vista College
Dr. Robert Garza	President, Palo Alto College
Dr. Adena Loston	President, St. Philip's College
Dr. Francisco Solis	President, San Antonio College
Lisa Mazure, MSA, CPA	Associate Vice Chancellor for Finance and Fiscal Services
Patrick F. Vrba, Jr., CPA	District Controller
Frank Cortez, CIA, CISA, CISSP	District Director of Internal Audit



ALAMO COMMUNITY COLLEGE DISTRICT



## ALAMO COMMUNITY COLLEGE DISTRICT

The Strategic Plan for the Students, Employees and Community of the Alamo Colleges District includes the following Statements as well as three Strategic Objectives and an integrated planning process.

### MISSION

Empowering our diverse communities for success.

### VISION

The Alamo Colleges District will be the best in the nation in Student Success and Performance Excellence.

### VALUES

The members of the Alamo Colleges District are committed to building individual and collective character throughout the following set of shared values in order to fulfill our vision and mission.



STUDENTS FIRST



RESPECT FOR ALL



COMMUNITY-ENGAGED



CAN-DO SPIRIT



COLLABORATION



DATA-INFORMED



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Alamo Community College District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

August 31, 2024

*Christopher P. Morrell*

Executive Director/CEO



## **Financial Section**





## INDEPENDENT AUDITORS' REPORT

Board of Trustees  
Alamo Community College District  
San Antonio, Texas

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the business-type activities and the aggregate discretely presented component units of the Alamo Community College District, as of and for the years ended August 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the Alamo Community College District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component units of the Alamo Community College District, as of August 31, 2025 and 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***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 Alamo Community College District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 GAAS 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 GAAS 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 Alamo Community College District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Alamo Community College District's ability to continue as a going concern for a reasonable period of time.

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



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

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Alamo Community College District's basic financial statements. 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*, the schedule of expenditures of state awards as required by the Texas Grant Management Standards, the schedule of operating revenues, schedule of operating expenses by object, schedule of nonoperating revenues and expenses, and schedule of net position by source and availability are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the schedule of expenditures of federal and state awards, the schedule of operating revenues, schedule of operating expenses by object, schedule of nonoperating revenues and expenses, and schedule of net position by source and availability are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

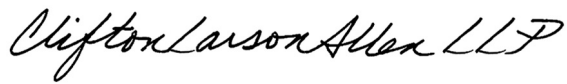
### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory, the other information – by location and statistical sections, as listed in the table of contents, but does not include the basic financial statements and our auditors' 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 26, 2025, on our consideration of the Alamo Community College District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Alamo Community College District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Alamo Community College District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

**CliftonLarsonAllen LLP**

San Antonio, Texas  
December 26, 2025



## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

Management's Discussion and Analysis (MD&A) is included to provide a narrative introduction, overview and analysis of the financial position and changes in financial position of the Alamo Community College District (Alamo Colleges District, District or ACCD) for the fiscal year ended August 31, 2025. This discussion is prepared by management and should be read in conjunction with the accompanying financial statements and notes.

The financial statements are prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP) as established by the Governmental Accounting Standards Board (GASB) and comply with reporting requirements as set by the Texas Higher Education Coordinating Board (THECB). The notes to the financial statements are considered an integral part of the financial statements and should be read in conjunction with them. Management is responsible for both the accuracy of the data and the completeness and fairness of the presentation of the financial statements and notes.

The District's financial report includes three basic financial statements: The Statements of Net Position provide a summary of assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position as of August 31, 2025; the Statements of Revenues, Expenses and Changes in Net Position provide a summary of operations for the fiscal year; and the Statements of Cash Flows provide categorized information about cash inflows and outflows for the fiscal year. Highlighted information from each basic financial statement is presented below.

#### **Financial Highlights for 2025**

- The District's net position at August 31, 2025 was \$614.5 million, reflecting a \$44.5 million increase from the prior year.
- Total revenues increased \$38.7 million to \$793.6 million.
- Total assets increased \$227.6 million and total liabilities increased \$186.2 million.
- The District's operating loss was \$610.3 million.
- Cash and cash equivalents increased \$116.2 million during the year ended August 31, 2025.
- The bond rating for the District's general obligations bonds is Aaa by Moody's Investors Service and AAA by S&P Global Ratings, the highest rating possible from both respective agencies.

#### **Financial Highlights for 2024**

- The District's net position at August 31, 2024 was \$570.0 million, reflecting a \$82.7 million increase from the prior year.
- Updated funding formula for allocating State funding to community colleges.
- Revenues increased \$58.1 million to \$759.4 million.
- Total assets increased \$4.1 million and total liabilities decreased \$77.3 million.
- The District's operating loss was \$545.8 million.
- Cash and cash equivalents decreased \$10.5 million during the year ended August 31, 2024.
- The bond rating for the District's general obligations bonds is Aaa by Moody's Investors Service and AAA by S&P Global Ratings, the highest rating possible from both respective agencies.

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

The financial statements for the District's component unit, the Alamo Colleges Foundation, Inc. (the Foundation), are discretely presented with the financial statements of the District since the economic resources received or held by the Foundation that the District is entitled to, or has the ability to otherwise access, are significant (Notes 1 and 25). The separately issued financial statements of the Foundation can be obtained from the Finance and Fiscal Services department of the Alamo Colleges District.

In fiscal year 2012, the Alamo Colleges District formed the ACCD Public Facility Corporation (the PFC) for the sole purpose of assisting the District in the financing or acquisition of public facilities. The PFC was incorporated on September 23, 2011 as a public non-profit corporation under the Public Facility Corporation Act, Chapter 303, Texas Local Government Code, as amended.

In accordance with GASB Statement No. 61, The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No: 14 and No: 34, the PFC is reported as a discrete component unit in the financial statements of the District (Notes 1 and 26). The separately issued financial statements of the PFC can be obtained from the Finance and Fiscal Services department of the Alamo Colleges District.

The emphasis of this MD&A is on the District itself. Reference should be made to the separately issued financial statements of the component units for additional information.

#### **Statements of Net Position**

The Statements of Net Position represent the District's financial position at the end of the fiscal year and include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the District. Net position is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources and serves as a general indicator of financial stability.

Current liabilities are generally those obligations expected to be settled within one year, and current assets are those assets which are available to satisfy current liabilities. Noncurrent assets include restricted cash and cash equivalents, capital assets, long-term investments and other assets not classified as current. Noncurrent liabilities include bonds and tax notes payable, net pension liability, net other postemployment benefit (OPEB) liability and other long-term commitments. Deferred outflows of resources represent a consumption of net assets applicable to a future reporting period. The District's deferred outflows of resources include deferred charges on bond refundings, deferred outflows of resources related to pensions and deferred outflows of resources related to OPEB. Deferred inflows of resources represent an acquisition of net assets applicable to a future reporting period. The District's deferred inflows of resources include deferred charges on bond refundings, deferred inflows of resources related to pensions, deferred inflows of resources related to OPEB and deferred inflows related to leases.

A Condensed Schedule of Net Position and analysis is presented on the following pages. In fiscal year 2025, total assets increased \$227.6 million, or 12.6%, due to an increase in cash and cash equivalents of \$116.2 million, an increase in net capital assets of \$176.1 million, an increase in receivables of \$6.1 million, partially offset by decreases in investments and other assets of \$70.3 million. The increase in net capital assets was attributable to increases in construction in progress, building and building improvements and other real estate improvements of \$142.5 million, \$16.7 million and \$11.2 million, respectively, due to the accelerated spending of the MTN 2023 maintenance tax notes issued in fiscal year 2023.

In fiscal year 2024, total assets increased \$4.1 million, or 0.2%, due to a decrease in cash and investments of \$16.9 million, an increase in net capital assets of \$15.7 million, and an increase in receivables and other items of \$5.4 million. Capital asset categories increased \$68.3 million as a result of the ongoing \$450 million bond construction program authorized by voters in fiscal year 2017, the FY23 issuance of \$247.6 million of maintenance tax notes, and grant funding.

Total liabilities increased by \$186.2 million or 15.1% in fiscal year 2025 with an increase in current liabilities of \$47.1 million and an increase in noncurrent liabilities of \$139.2 million. The \$47.1 million increase to current liabilities was comprised of increases to accounts payable and accrued liabilities, unearned income and the current portion of noncurrent liabilities of \$29.5 million, \$6.8 million and \$10.5 million, respectively. The \$139.2 million increase to noncurrent liabilities

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

comprised of the following: a net increase to bonds and tax notes payable including premiums of \$136.1 million; increases to net OPEB liability, arbitrage liability and compensable absences of \$16.3 million, \$1.7 million and \$1.0 million, respectively, partially offset by decreases to net pension liability, notes payable and SBITA liabilities of \$4.1 million, \$0.9 million and \$0.4 million, respectively. The net increase to bonds and tax notes payable was largely due to a \$296.3 million issuance of voter-approved general obligation bonds offset by scheduled debt service payments on previously existing bonds and tax notes. For more information, see Note 7.

For fiscal year 2024, total liabilities decreased by \$77.3 million or 5.9% with a decrease in current liabilities of \$7.5 million coupled with a decrease in noncurrent liabilities of \$69.8 million. The \$7.5 million decrease to current liabilities was primarily related to a \$11.7 million decrease to accounts payable and accrued liabilities, offset by an increase of \$4.1 million in unearned revenues mostly from tuition and fees. The \$69.8 million decrease to noncurrent liabilities resulted mainly from a decrease to bonds and tax notes payable of \$74.0 million resulting from scheduled and additional bond and note payments and refinancings, amortization of premiums of \$8.3 million, an decrease in net OPEB liability of \$9.4 million, an increase to the net pension liability of \$16.1 million, an increase in compensated absences of \$1.0 million, and an increase to arbitrage interest payable of \$4.6 million. For more information, see Note 7.

In fiscal year 2025, deferred outflows of resources decreased \$9.6 million primarily due to a decrease to deferred outflows of resources related to pensions of \$11.3 million, offset by an increase in deferred outflows of resources related to OPEB of \$2.3 million. The decrease in pension deferred outflows was due mainly to combined decreases in the net difference between projected and actual investment earnings and changes in actuarial assumptions categories of \$19.4 million, partially offset by combined increases to the other pension deferred outflow categories of \$8.1 million. The \$2.3 million increase in deferred outflows related to OPEB was generated by combined increases in the changes in actuarial assumptions and subsequent contributions categories of \$4.7 million, offset by combined decreases to the remaining deferred outflow categories related to OPEB of \$2.4 million. Deferred inflows of resources decreased \$12.7 million primarily related to decreases in both deferred inflows of resources related to OPEB and pensions of \$16.1 million and \$3.2 million, respectively, offset by an increase to deferred inflows related to bond refundings of \$6.6 million. The decrease in deferred inflows related to OPEB of \$16.1 million was related to a decrease in the changes in actuarial assumptions category of \$14.8 million, coupled with a decrease in the differences between expected and actual economic conditions category of \$1.3 million. Deferred inflows for pensions decreased \$3.2 million due to decreases across all deferred inflow categories totaling the same amount. The increase in deferred inflows for bond refundings was the result of a bond refunding transaction whereby the reacquisition price to retire the old bonds was less than the carrying amount of the old bonds, resulting in an economic gain. All of the changes to deferred inflows and deferred outflows of resources related to pensions and OPEB were due to changes and factors outside of the control of the District and are based on the District's proportionate share of plan level activity driven by actuarial changes and assumptions and market activity at the plan level.

In fiscal year 2024, deferred outflows of resources decreased \$7.1 million due to a decrease to deferred outflows of resources related to OPEB of \$10.7 million, offset by an increase in deferred outflows of resources related to pension of \$4.0 million. The decrease in OPEB deferred outflows is due mainly to a decrease from changes in actuarial assumptions resulting in a reduction of \$4.6 million. Change in proportion generated another \$6.4 million reduction to deferred outflows. The increase in deferred outflows was generated by increases in the difference between expected and actual economic experience category of \$2.5 million, changes in actuarial assumptions and proportionate share categories cancelling each other out at around \$6.5 million each, and contributions made subsequent to the measurement date increasing \$1.3 million. Deferred inflows of resources decreased \$8.4 million primarily related to decreases in both deferred inflows of resources related to pensions and OPEB. Deferred inflows for pension decreased \$3.7 million due primarily to change in actuarial assumptions and change in proportion. The decrease in deferred inflows related to OPEB of \$3.6 million were related to the changes in between expected and actual economic conditions category and changes in actuarial assumptions.

The District's net position at August 31, 2025 was \$614.5 million compared to \$570.0 million at August 31, 2024. Classifications of net position increased by a combined \$44.5 million, with the largest increase of \$68.5 million to net investment in capital assets, followed by a \$4.6 million net increase to other restricted net position categories, partially

# ALAMO COMMUNITY COLLEGE DISTRICT

## Management's Discussion and Analysis (Unaudited)

offset by a decrease of \$28.6 million to unrestricted net position. The fiscal year 2025 overall increase to net position was due primarily to tax revenues received for payment of debt that increased equity in capital assets.

The District's net position at August 31, 2024 was \$570.0 million compared to \$487.3 million at August 31, 2023. All classifications of net position increased by a combined \$82.7 million, with the largest increase of \$69.0 million to net investment in capital assets, followed by a \$8.6 million increase in restricted capital funds, and \$5.1 million increase in unrestricted net position. The fiscal year 2024 increases to net position are due to conservative spending and tax revenues received for payment of debt that increased equity in capital assets.

### Condensed Schedule of Net Position (in millions)

	Fiscal Year			Change	
	2025	2024	2023	2024 to 2025	2023 to 2024
<b>Assets</b>					
Cash and cash equivalents	\$ 539.8	\$ 423.6	\$ 434.1	\$ 116.2	\$ (10.5)
Accounts and notes receivable, net	48.9	42.7	37.4	6.1	5.3
Investments	146.3	216.5	222.9	(70.3)	(6.4)
Other	5.0	5.6	5.5	(0.6)	0.1
Capital assets	1,952.6	1,734.6	1,670.3	218.0	64.3
Accumulated depreciation and amortization	(661.2)	(619.3)	(570.7)	(41.9)	(48.6)
Total assets	2,031.2	1,803.6	1,799.5	227.6	4.1
<b>Deferred Outflows of Resources</b>					
Deferred outflows related to bond refundings	4.2	4.8	5.2	(0.6)	(0.4)
Deferred outflows related to OPEB	18.6	16.3	27.1	2.3	(10.7)
Deferred outflows related to pensions	29.1	40.4	36.4	(11.3)	4.0
Total deferred outflows of resources	51.9	61.5	68.7	(9.6)	(7.1)
<b>Liabilities</b>					
Current liabilities	213.0	165.9	173.4	47.1	(7.5)
Noncurrent liabilities	1,203.4	1,064.3	1,134.1	139.2	(69.8)
Total liabilities	1,416.4	1,230.2	1,307.5	186.2	(77.3)
<b>Deferred Inflows of Resources</b>					
Deferred inflows related to leases	3.3	3.4	3.9	(0.1)	(0.5)
Deferred inflows related to bond refundings	9.1	2.5	3.1	6.6	(0.6)
Deferred inflows related to OPEB	38.2	54.3	57.9	(16.1)	(3.6)
Deferred inflows related to pensions	1.6	4.8	8.5	(3.2)	(3.7)
Total deferred inflows of resources	52.2	65.0	73.4	(12.7)	(8.4)
<b>Net Position</b>					
Net investment in capital assets	639.9	571.4	502.4	68.5	69.0
Restricted (expendable)	73.0	68.4	59.8	4.6	8.6
Unrestricted	(98.4)	(69.8)	(74.9)	(28.6)	5.1
Total net position	\$ 614.5	\$ 570.0	\$ 487.3	\$ 44.5	\$ 82.7

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Management's Discussion and Analysis (Unaudited)

### Statements of Revenues, Expenses and Changes in Net Position

The Statements of Revenues, Expenses and Changes in Net Position present the District's results of operations for the fiscal year. Operating revenues are generated from the services provided to students and other customers of the District. Operating expenses include those costs incurred in the production of goods and services which result in operating revenues, as well as depreciation and amortization. All other activity is classified as non-operating revenues and expenses. Since a large portion of the revenue stream, including ad valorem property taxes, state appropriations and all federal financial aid grants, is classified as non-operating revenues, Texas public community colleges will generally reflect an operating loss with the increase or decrease in net position reflective of all activity. Total revenues and total expenses should be considered in assessing the change in the District's financial position. When total revenues exceed total expenses, the result is an increase in net position. When the reverse occurs, the result is a decrease in net position. Further detail is presented in the Statements of Revenues, Expenses and Changes in Net Position and notes to the financial statements.

A summarized comparison of the District's revenues, expenses and changes in net position for the years ended August 31, 2025, 2024 and 2023 is presented below in table and chart form.

### Condensed Schedule of Revenues, Expenses and Changes in Net Position

(in millions)

	Fiscal Year			Change	
	2025	2024	2023	2024 to 2025	2023 to 2024
<b>Operating revenues and expenses:</b>					
Operating revenues (detail in following sections)	\$ 106.8	\$ 102.6	\$ 92.0	\$ 4.2	\$ 10.6
Operating expenses (detail in following sections)	717.1	648.4	574.5	68.7	73.9
Operating loss	(610.3)	(545.8)	(482.5)	(64.5)	(63.3)
<b>Non-operating revenues (expenses):</b>					
State appropriations	108.2	109.4	76.6	(1.2)	32.8
Ad valorem taxes	367.0	352.9	318.0	14.1	34.9
Federal and State grants, non-operating	177.1	153.3	186.3	23.7	(32.9)
Investment income	25.8	30.8	22.0	(5.0)	8.8
Other state funding - FAST funds	5.8	5.0	-	0.8	5.0
Interest on capital related debt & maintenance tax notes	(25.9)	(28.1)	(30.1)	2.1	2.1
Other non-operating revenues (expense)	(7.0)	0.6	2.3	(7.6)	(1.7)
Total non-operating revenues, net	651.0	624.0	575.1	26.9	49.0
<b>Capital contributions:</b>					
State appropriations for capital assets	3.9	3.9	3.9	-	-
Contributions for capital assets	-	0.6	0.1	(0.6)	0.5
Total capital contributions	3.9	4.5	4.0	(0.6)	0.5
<b>Increase in net position</b>	44.5	82.7	96.6	(38.2)	(13.9)
<b>Net position - beginning of year</b>	570.0	487.3	390.7	82.7	96.6
<b>Net position - end of year</b>	\$ 614.5	\$ 570.0	\$ 487.3	\$ 44.5	\$ 82.7

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Management's Discussion and Analysis (Unaudited)

### Operating Revenues (in millions)

	2025		2024		2023		Change	
	Amount	% of Total	Amount	% of Total	Amount	% of Total	2024 to 2025	2023 to 2024
Net tuition and fees	\$ 54.1	52.7%	\$ 53.0	51.7%	\$ 44.8	48.7%	\$ 1.1	\$ 8.3
Grants and contracts	43.6	42.5%	39.9	38.9%	38.7	42.1%	3.7	1.2
Auxiliary enterprises	3.0	2.9%	3.0	2.9%	2.8	3.0%	-	0.2
Other operating revenues	6.1	5.8%	6.7	6.4%	5.7	6.2%	(0.6)	1.0
Total operating revenues	<u>\$ 106.8</u>	<u>104.1%</u>	<u>\$ 102.6</u>	<u>100.0%</u>	<u>\$ 92.0</u>	<u>100.1%</u>	<u>\$ 4.2</u>	<u>\$ 10.6</u>

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

As shown in the operating revenue table above, operating revenue for fiscal year 2025 increased by \$4.2 million. The majority of the increase to operating revenues resulted from increases to grants and contracts of \$3.7 million, or 9.3%, with the majority of the increase reflected in a \$3.3 million increase in local grants and contract revenue, primarily related to increased participation in the Ready to Work job training program partnership with the City of San Antonio. Net tuition and fees also contributed \$1.1 million to the operating revenue increase as a result of an all-time high in student enrollment for the District. However, much of the enrolment increase was in the highly-discounted area of dual-credit enrollment. Auxiliary revenue remained flat and other operating revenues reflected a \$0.6 million decrease from the prior year.

For the fiscal year 2024, operating revenues increased by \$10.6 million. The majority of the increase to operating revenues resulted from increases to net tuition and fees of \$8.3 million, or 18.5%, due to increases in student enrollment, coupled with a tuition increase, increase in operating grants and contracts of \$1.2 million, and combined increases in auxiliary enterprise revenues and other operating income of \$1.2 million. Fiscal year enrollment increased 9.9% from the prior year and In-District tuition rates were increased by 10.1%. Grants show a net increase of \$1.2 million, reflecting an increase in federal grants of \$0.8 million, a \$0.3 million increase in state funding, offset by a drop in non-governmental grants of \$1.2 million. Local funding reflects an increase of \$1.2 million from the City of San Antonio for partnerships in job training.

Fiscal year 2025 net non-operating revenues increased \$26.9 million, with increases reflected in federal and state nonoperating grants, ad valorem taxes, and state FAST funding in the amounts of \$23.7 million, \$14.1 million, \$0.8 million, respectively. The \$23.7 million net increase to federal and state nonoperating grants is comprised of an increase to Federal non-operating grant revenue of \$27.7 million primarily due to increased Pell and other Title IV financial aid awards resulting from enrollment growth, partially offset by a \$3.9 million decrease to state nonoperating grant revenue primarily due to fewer Texas Educational Opportunity Grant (TEOG) awards in fiscal year 2025. The \$14.1 million increase in ad valorem taxes was the result in property valuation increases in the District's taxing jurisdiction and the \$0.8 million increase in FAST funding from the state is a result of increased dual credit enrollment. Expenses for interest on capital related debt and maintenance tax notes decreased by \$2.1 million as the result of a reduction in debt prior to the issuance of new debt in the last month of the fiscal year. Offsets to the aforementioned increases to nonoperating revenues and expenses included a \$1.2 million decrease to state appropriations, a \$5.0 million decrease to investment income due to less favorable market conditions, and a \$7.6 million increase in other nonoperating expenses. This \$7.6 million increase was almost entirely attributable to a \$7.5 million payment to the Alamo Colleges Foundation to fund future AlamoPROMISE scholarships.

Fiscal year 2024 net non-operating revenues and expenses increased \$48.9 million, with the largest revenue increases reflected in state appropriations, ad valorem taxes, non-operating state funding, and investment income in the amounts of \$32.8 million, \$34.9 million, \$13.3 million, and \$8.8 million, respectively. Federal non-operating revenue declined \$41.2 million reflecting the substantial completion of HEERF funding to combat the pandemic. Interest expense increased \$2.1 million. Gifts and other items decreased \$1.7million. State appropriations grew \$32.8 million. The Texas state legislature

## ALAMO COMMUNITY COLLEGE DISTRICT

### Management's Discussion and Analysis (Unaudited)

implemented a significant shift in how community colleges are funded with the adoption of a new funding formula, the first change in over a decade. This new model, enacted by the passing of House Bill 8 by the 88<sup>th</sup> Texas Legislature, moves away from an enrollment-based system to one focused on student outcomes, such as credential attainment and successful transfer to four-year institutions. The primary goal of this transition is to better align funding with the state's workforce and economic needs. Under the new approach, 95% of state funding is tied to metrics reflecting student success, including the number of students who transfer to four-year colleges, earn credentials, or participate in dual enrollment programs. The formula also introduces a focus on credentials with proven value in the workforce. Colleges are incentivized with bonus funding for students who earn high-demand credentials that lead to higher wages compared to those holding only a high school diploma. Additionally, House Bill 8 established a new financial aid program that covers the cost of dual-credit courses for economically disadvantaged high school students, further expanding access to higher education.

For fiscal year 2025, capital contributions decreased \$0.6 million due to a fire truck donated in the prior fiscal year, with no matching capital contribution in fiscal year 2025. For fiscal year 2024, capital contributions increased \$0.5 million due to increased contributions for capital assets. In fiscal year 2023, capital contributions decreased \$0.3 million. This category includes state appropriations, cash contributions and donated items for capital assets. The \$0.3 million decrease is attributed to a decrease in cash contributions for capital assets.

#### Components of Net Tuition and Fees (in millions)

	2025		2024		2023	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Tuition	\$ 163.3	95.2%	\$ 150.5	95.2%	\$ 127.3	92.7%
CE and contract training	4.6	2.7%	3.7	2.3%	4.1	3.0%
Fees	3.6	2.1%	3.9	2.5%	5.9	4.3%
Total tuition and fees	<u>\$ 171.5</u>	<u>100.0%</u>	<u>\$ 158.1</u>	<u>100.0%</u>	<u>\$ 137.3</u>	<u>100.0%</u>
<b><u>Waivers and financial aid as a % of total tuition and fees:</u></b>						
	% of Total		% of Total		% of Total	
	Amount	Tuition & Fees	Amount	Tuition & Fees	Amount	Tuition & Fees
Waivers and financial aid	<u>\$ 117.4</u>	<u>68.5%</u>	<u>\$ 105.0</u>	<u>66.4%</u>	<u>\$ 92.5</u>	<u>67.4%</u>

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

The primary component of operating revenue is net tuition and fees. A table showing the components of net tuition and fees is presented above. For financial statement presentation, total tuition and fees are presented net of waivers and financial aid applicable to tuition and fees, referred to as discounts, as well as bad debt expenses. The table identifies the sources of tuition and fees and provides the total waivers and financial aid discounts applied. In fiscal year 2025, tuition represents 95.2% of total tuition and fee revenue, with continuing education and contract training accounting for 2.7% and the remaining 2.1% coming from fees. For 2024, tuition represents 95.2% of the total tuition and fee revenue, with continuing education (CE) and contract training contributing 2.3% and the remaining 2.5% consisting of student services and CE fees. The increase in tuition in 2025 is the result of the District reaching an all-time enrollment milestone, tempered by an increase in the discount rate from 66.4% in 2024 to 68.5%, for an increase in tuition discounts of \$12.4 million in 2025. The increase in tuition in 2024 reflects growth in enrollment, coupled with rate increases and the consolidation of the instructional materials fee into the tuition cost. This also correlates to the decrease in fee percentage, with fees down from the prior year from \$5.9 million to \$3.9 million. For 2023, tuition represents 92.7% of the total tuition and fee revenue, with fees related to continuing education and student services contributing 4.3% and the remaining 3.0% consisting of continuing education (CE) and contract training tuition. Tuition and fees increased 5.8%, or \$7.5 million, reflecting a 4.9% increase in enrollment and the addition of a new fee for instructional materials that generated \$2.3 million in 2023. These increases were offset by increases in waivers and discounts of 9.7%, or \$8.2 million.

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

Operating expenses are presented on the following pages for three years in both natural and functional classifications.

In fiscal year 2025, salaries and wages increased \$32.5 million or 12.1%. This increase reflects the District's commitment to ensuring that compensation for faculty, staff and administrators continues to remain competitive among nationally recognized, high-performing community colleges. The SmartTALENT compensation market adjustments are intended to support the recruiting and retention of the excellent talent required to achieve the District's moonshot of partnering to end poverty through education and training. The SmartTALENT compensation rollout included a 3.5% market adjustment for all employees and student workers; a minimum adjustment of \$2,000 per year or \$0.96 per hour for staff & student workers; a 3.5% increase to high-wage, high-demand stipends in the fields of nursing, healthcare, advanced manufacturing, and IT and cybersecurity engineering programs; as well as additional compensation adjustments for a staff education equity plan and alignment of pay for chairs, deans and vice presidents. There were also approximately \$700,000 in one-time faculty multi-year contract awards included in the package. In addition to the compensation adjustments, there were 111 more full-time equivalent employees across the District when compared to fiscal year 2024.

In fiscal year 2024, salaries and wages increased \$24.4 million or 10.0%. The increase in salary and wages was mainly due to strengthening core operations, implementing enhancements and innovations, and planning for student success in current market conditions. To successfully launch and manage these enhancements and innovations, maintaining and retaining qualified employees is crucial. One of the Board's Charges to the Chancellor is to lead an organizational push to develop a competitive employee compensation program, aiming to position Alamo Colleges among nationally recognized, high-performing community colleges. These compensation adjustments directly support the recruitment and retention of talent, which in turn helps fulfill our mission of student success. Alamo Colleges' continued commitment to faculty and staff compensation is evident in the FY24 talent strategies. The impact to employees by these changes include those receiving a 6.5% flat market adjustment, which affects 5,567 employees across the institution. Additionally, there are high wage/high demand faculty stipend adjustments, impacting 263 faculty members, as well as the completion of staff equity pay adjustments, which will benefit 841 employees in College Services, Academic Support, and other remaining job families. Full-time employees will receive a minimum market increase of \$2,000 per year, while part-time employees will receive an increase of \$0.96 per hour. The 6.5% market rate adjustment will affect every Alamo Colleges employee, including full-time, part-time, revenue-funded, and grant-funded employees. To keep pace with the market, the Board of Trustees approved increases in high-wage/high-demand stipends for faculty. The staff equity pay project, developed in collaboration with the Staff Senate, focuses on providing fair and equitable pay increases for staff that align with current economic trends. FY24 marks the third and final year of this project, supporting college services, academic support, and other job families. Additionally, the Executive Faculty Senate, in collaboration with TOSI (Talent, Organization, and Strategic Innovation), continues their efforts to achieve a 1:1 lab loading ratio, with FY24 increasing the effort from 0.75 to 0.8. Alamo Colleges ensures that all employees and student workers receive a pay increase of at least \$0.96 per hour for part-time employees or \$2,000 per year for full-time employees.

In fiscal year 2023, salaries and wages increased \$26.5 million or 12.2%. The primary factors contributing to the increase was payment and accrual of a retirement incentive program totaling \$8.0 million, a general 4.5% salary increase, increases to high wage earners, and adjunct faculty salary increases of \$6.6 million resulting from enrollment bouncing back 4.9% from pandemic levels, going from a total duplicated count of 148,631 students in 2022 to 155,884 students in 2023 for the Fall, Spring and Summer semesters, using end of term counts for regular academic tuition. In its 2023-24 budget, the District planned on hiring 178 new full time positions, plus additional adjunct faculty and summer pay for the growth in enrollment during the year.

Benefits increased \$0.9 million in fiscal year 2025. Benefit increases related to the compensation adjustments described previously were reduced by accounting entries for OPEB related to reporting requirements under GASB 75 amounting to \$2.1 million. In addition, actuarially-calculated pensions expense including the recognition of pension expense for state support was \$7.4 million less in fiscal year 2025 when compared to fiscal year 2024, as described in Note 11. Benefits increased \$17.0 million or 27.4% in fiscal year 2024, primarily due to accounting entries for pension expenses related to reporting requirements under GASB 68. Actuarially-calculated pension expense increased \$14.0 million in FY24 compared to FY23 including support provided by the State as disclosed in Note 11. In addition, the District recognized \$2.8 million more in 2024 for FICA and compensable absences related to salary increases.

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

Benefits increased \$13.4 million or 27.5% in fiscal year 2023, primarily due to accounting entries for pension and OPEB expenses related to reporting requirements under GASB 68 and GASB 75, and related benefits for salary increases detailed above. Actuarially-calculated pension expense increased \$16.5 million in FY23 compared to FY22 and actuarially-calculated OPEB expense decreased \$6.4 million in FY23 compared to FY22.

Scholarships and fellowships increased by \$28.1 million in 2025, primarily due to federal grant increases driven by increased enrollment. Federal Pell awards amounted to \$156.9 million in fiscal year 2025 compared to \$115.6 million in fiscal year 2024, for an increase of \$41.3 million as reflected on the Schedule of Expenditures of Federal Awards (SEFA) in fiscal year 2025 and 2024. This increase was offset by a decrease in Higher Education Emergency Relief Fund (HEERF) scholarship awards, as only two of the member colleges received extensions on their HEERF awards into fiscal year 2025.

Scholarships and fellowships increased by \$24.7 million in 2024, primarily due to federal grant increases and additional enrollment. For federal Pell, a total of 27,114 students were paid \$91.5 in FY23 compared to a total of 30,820 students receiving \$115.5 million in Pell in FY24. This amounts to an increase of 3,706 students receiving an additional \$24.0 million in FY24 alone. While the maximum Pell award did not change from 23-24 academic year to the 24-25 academic year, the year over year increase is due to an increase in enrollment (more eligible Pell students) and a formula change by the Department of Education from using Expected Family Contribution (EFC) to the Student Aid Index (SAI) which presumably created more students who are Pell/SEOG eligible. EFC was used to determine a student's eligibility for federal financial aid by estimating how much a family could contribute toward education costs. The EFC was based on factors like income, assets, and household size. However, it was criticized for its complexity and not always reflecting a family's true ability to pay. Starting with the 2024-2025 academic year, the Student Aid Index replaced the EFC. The SAI simplifies the calculation and aims to offer a more accurate and equitable assessment of financial need. While both the EFC and SAI serve similar purposes, the SAI is expected to provide a clearer and more consistent approach to determining financial aid eligibility. For federal SEOG, a total of 6,450 students were paid \$4.1 million in FY23. In FY 24, there were a total of 5,304 students paid \$2.7 million, for a decrease of 1,146 students and \$1.4 million in FY24. Scholarships and fellowships decreased by \$36.7 million in 2023, primarily due to the substantial conclusion of aid awarded to students under the various tranches of the HEERF grants.

Supplies and services expense consists of expenses other than for payroll and benefits and increased by \$7.6 million in fiscal year 2025. Contributing to this increase was an increase in instructional supplies related to the AlamoBOOKS+ program of \$2.7 million and an increase in contracted services of \$3.8 million. AlamoBOOKS+ is a revolutionary way to dispense academic materials to students without students having to purchase expensive textbooks. Instead, students rent the materials from Alamo at a reduced price. Contracted services includes maintenance and housekeeping, as well as contracted personnel services and contracted childcare services. Advertising expenses, utilities and travel expenses all increased by a combined \$1.2 million.

Supplies and services expense increased by \$0.1 million in fiscal year 2024 and by \$37.4 million in fiscal year 2023. This was primarily attributable to the winding down of expenses related to pandemic aid and other grants, utilities, travel, equipment and furniture, and supplies. Attributed to grant activity, the District received \$17.8 million to support operating expenses, travel, and equipment. Instructional supplies in relation to AlamoBOOKS+ increased \$9.5 million. Contracted services including maintenance and housekeeping increased \$3.6 million. Software subscriptions and maintenance increased \$1.5 million as security, data mining, and artificial intelligence began to increase in importance in the marketplace. Utilities, travel, equipment, and other expenses increased \$5.2 million.

Depreciation and amortization remained flat, decreasing by only \$0.5 million in fiscal year 2025. Depreciation and amortization expense increased \$7.9 and \$4.8 million in fiscal years 2024 and 2023, respectively, due to building and equipment additions. Total additions in 2024 amounted to \$68.3 million, while \$221.7 million was added in FY23. Implementation of GASB 96 related to subscription-based information technology arrangements added \$3.0 million in amortization costs to 2023.

# ALAMO COMMUNITY COLLEGE DISTRICT

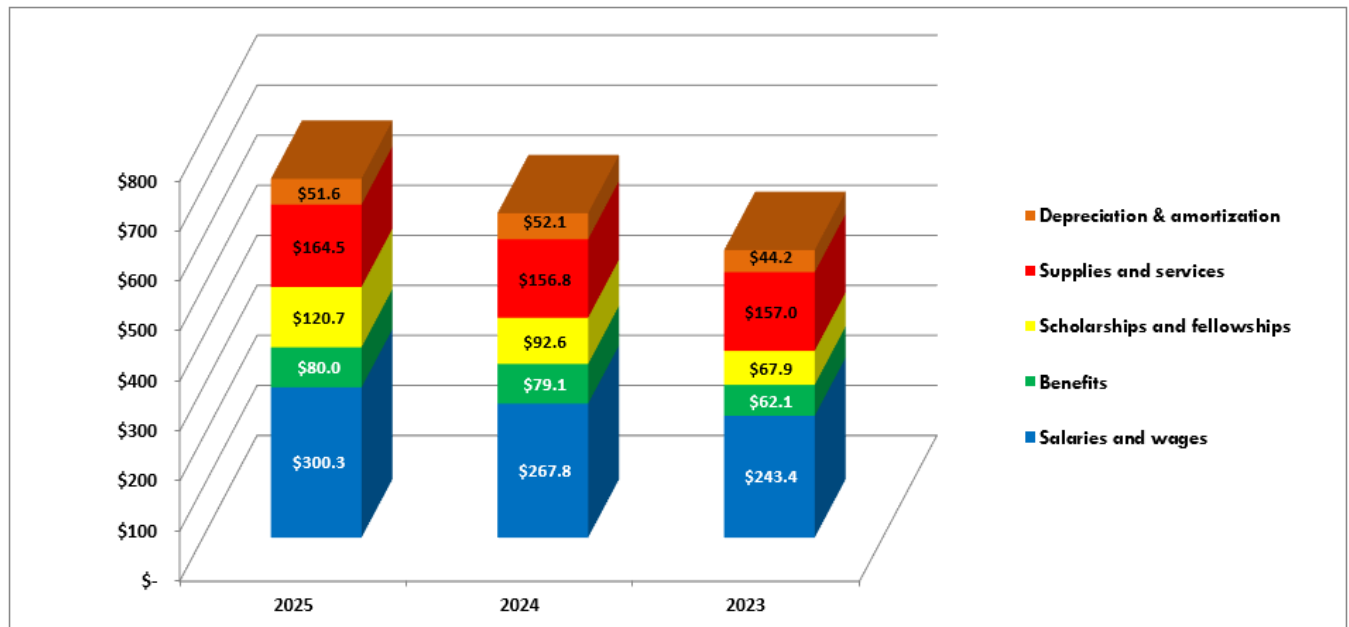
## Management's Discussion and Analysis (Unaudited)

### Operating Expenses in Natural Classification (in millions)

	Fiscal Year			Change	
	2025	2024	2023	2024 to 2025	2023 to 2024
Salaries and wages	\$ 300.3	\$ 267.8	\$ 243.4	32.5	24.4
Benefits	80.0	79.1	62.1	0.9	17.0
Scholarships and fellowships	120.7	92.6	67.9	28.1	24.7
Supplies and services	164.5	156.8	157.0	7.6	(0.2)
Depreciation & amortization	51.6	52.1	44.2	(0.5)	7.9
Total operating expenses	\$ 717.1	\$ 648.4	\$ 574.6	\$ 68.6	\$ 73.8

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

### Operating Expenses in Natural Classification (in millions)



# ALAMO COMMUNITY COLLEGE DISTRICT

## Management's Discussion and Analysis (Unaudited)

### Operating Expenses in Functional Classification (in millions)

	Fiscal Year			Change	
	2025	2024	2023	2024 to 2025	2023 to 2024
Instruction	\$ 214.8	\$ 192.7	\$ 172.5	\$ 22.1	\$ 20.2
Public service	2.5	2.1	1.8	0.3	0.4
Academic support	40.9	38.0	33.1	2.9	4.9
Student services	95.7	85.0	72.4	10.7	12.6
Institutional support	113.0	122.1	120.1	(9.2)	2.0
Operation and maintenance of plant	76.4	62.7	61.5	13.7	1.2
Depreciation and amortization	51.6	52.1	44.2	(0.5)	7.9
Scholarships and fellowships	120.7	92.6	67.9	28.1	24.7
Total educational and general expenses	715.6	647.3	573.5	68.1	73.8
Auxiliary enterprises	1.5	1.1	1.1	0.4	-
	<u>\$ 717.1</u>	<u>\$ 648.4</u>	<u>\$ 574.6</u>	<u>\$ 68.7</u>	<u>\$ 73.8</u>

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

Factors influencing operating expenses grouped by functional classification include the following:

- Instruction includes expenses for all activities that are part of the District's instructional programs, such as faculty salaries and benefits. Instructional expenses increased by \$22.1 million, or 11.5%, in fiscal year 2025 primarily related to a \$15.4 million increase in salaries and wages due to more faculty related to all-time high enrollment coupled with a 3.5% across-the-board compensation adjustments, a 3.5% increase in high-wage, high-demand stipends to faculty teaching in those fields and other compensation adjustments designed to align pay for chairs, deans and vice presidents. Fringe benefits also increased by a net \$1.0 million comprised of a \$3.9 million increase related to the salary increases but offset by a \$2.9 million reduction to fringe benefits related to pension and OPEB adjustments. Other operating instructional costs increased by \$5.5 million, inclusive of a \$2.7 million increase in instructional supplies related to the AlamoBOOKS+ program. Instructional expenses increase \$20.2 million in fiscal year 2024 due to a \$10.5 million increase in salaries and wages including \$7.6 million in additional adjunct and summer costs. In 2024, costs were budgeted for the hiring of 84 additional positions. In addition, enrollment increased 10.0% and benefits increased \$6.4 million, related to pension expense, FICA and compensable absences related to additional salary expenses. Instructional non-labor operating expenses also increased by \$3.2 million. Instructional expenses increased by \$31.1 million, or 22.0%, in fiscal year 2023 primarily related to a generally approved average salary increase of 4.5% plus related benefits, and a retirement incentive program allocated by functional category which contributed to an increase in instructional salaries of \$13.5 million. Related benefits for those increases net of increases to actuarially-calculated pension and OPEB expense contributed to fringe benefits increasing \$6.0 million. Other operating expenses increased \$11.9 million primarily due to the expansion of the AlamoBOOKS+ program.
- Public service expenses include funds expended for activities that are established primarily to provide non-instructional services that benefit individuals and groups external to the District. In fiscal year 2025, public services increased \$0.3 million due to the 3.5% general wage increase described previously. In fiscal year 2024, public services increased \$0.4 million due to a general wage increase, along with FICA, compensable absences and TRS pension expense increases. In fiscal year 2023, public service expenses increased by \$0.2 million. The 2023

## ALAMO COMMUNITY COLLEGE DISTRICT

### Management's Discussion and Analysis (Unaudited)

increase resulted from approved salary increases and related benefits and the net increase from actuarially-calculated pension and OPEB expense entries.

- Academic support includes funds expended primarily to provide support services to the District's primary missions of instruction, research, and public service. In fiscal year 2025, academic support costs increased by \$2.9 million or 7.7%. Salaries and wages, related benefits, and equipment and capital expenses increased by \$1.9 million, \$0.4 million and \$0.2 million, respectively. In fiscal year 2024, academic support costs increased by \$4.9 million or 14.9%, primarily as a result of the 6.5% general wage increase effective in fiscal year 2024, and related benefits. Salaries and wages increased \$2.6 million and benefits increased \$1.4 million. Academic support was scheduled to receive 11 new positions in 2024. Operating expenses for academic support increased \$0.9 million to support additional enrollment. Academic support costs increased by \$5.7 million in fiscal year 2023, primarily attributable to the general salary increase, and allocated costs for the retirement incentive program, resulting in a salary increase of \$2.9 million and net increase of \$1.0 million in related benefits; and a net increase in actuarially-calculated pension and OPEB expense entries. Other expenses increased \$1.5 million related to grant activity.
- The student services category includes funds expended for activities that primarily contribute to students' emotional and physical well-being and to their intellectual, cultural and social development outside the context of the formal instruction program. In fiscal year 2025, overall student services expenses increased \$10.7 million, reflective of additional expenses to support the record-high enrollment. Salaries and wages increased by \$6.3 million due to compensation adjustments and additional student support staff and hours. Related benefits increased by a net \$1.3 million after reductions for accounting entries related to pension and OPEB. Costs for the advocacy centers at the colleges rose \$1.1 million and advising costs increased by \$1.9 million, both related to the increased enrollment and the provision of wrap-around services for our students. Finally, costs related to the Ready to Work workforce program in partnership with the City of San Antonio added an additional \$1.9 million in student services costs. In fiscal year 2024, overall student services expenses increased \$12.6 million. Salaries increased by \$6.8 million or 15.3% as a result of the general wage increase and market adjustments to student success personnel. This area was also scheduled to operate with 56 new positions in 2024. Benefits increased \$3.6 million due to pension expense related to GASB 68 actuarial activity, FICA and compensable absences costs. Supplies, travel, and furniture and equipment also increased by \$0.3 million. Student services expenses increased by \$12.8 million in 2023 due to a general salary increase of 4.5%, the allocated retirement incentive program, grant funding for the Ready to Work 2025 programs and federal work study program, resulting in an overall salary increase of \$6.2 million. Related benefits, net of actuarially-calculated pension and OPEB entries, resulted in an increase to benefits in the amount of \$2.6 million. All other expenses increased \$3.9 million, spurred by additional grant activity of \$1.9 million, coupled by unrestricted increases of \$2.0 million in support of student programs.
- The institutional support category is primarily comprised of salaries and other operating expenses for central executive-level management that engage in long-range planning for the entire institution as well as other centralized support operations including accounting and fiscal affairs, procurement and safety, legal, information technology and human resources, among others. Institutional support expenses decreased \$9.2 million in fiscal year 2025, primarily related to an \$11.4 million decrease in uncapitalized equipment and project expenses funded by HEERF grant funds in 2024 but not repeated in 2025. Other non-salary related operating expenses funded by HEERF in 2024 and not repeated in 2025 accounted for an additional \$1.3 million decrease to institutional support expenses. This was offset by a \$7.4 million increase in salaries and wages driven by the 3.5% general wage increase. Institutional support expenses increased \$2.0 million in fiscal year 2024. Salaries and benefits increased \$8.0 million, offset by reductions in operating expenses (supplies, travel, equipment, other) of \$5.9 million. Institutional support was scheduled to receive 20 new positions for the fiscal year. In fiscal year 2023, institutional support costs increased \$13.8 million. The \$13.8 million increase primarily resulted from the following: \$5.4 million in increased salaries, wages and associated fringe benefits for institutional support employees partially attributable to the general salary increase of 4.5% and allocated retirement incentive

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

program; a net increase in actuarially-calculated pension and OPEB expenses, a \$6.9 million increase in operating expenses related to increases in expenditures from the winding down of HEERF funding in support of the institution.

- The category of operation and maintenance of plant includes all expenses of current funds for the operation and maintenance of physical plant, net of amounts charged to auxiliary enterprises and other independent operations. In fiscal year 2025, operation and maintenance of plant increased by \$13.7 million. The primary driver for the increase was the acceleration of spending of the Maintenance Tax Notes issued in 2023. While most of the MTN23 costs were capitalized, there was a \$5.2 million increase in uncapitalized equipment purchases and another \$7.7 million increase in other O&M operating expenses, inclusive of a \$1.2 million increase in grounds maintenance costs and a \$3.5 million increase in building maintenance costs. O&M salaries increased by \$1.1 million due to compensation adjustments. In fiscal year 2024, operation and maintenance of plant increased by \$1.2 million. Increases in salaries, benefits, and noncapitalized expenses of \$0.5 million, \$1.4 million and \$3.7 million, respectively, were offset by reductions in utilities and operating expenses of \$0.3 million and \$3.9 million, respectively. Operation and maintenance of plant expenses increased by \$13.8 million in 2023. The increase was primarily attributable to approximately \$11.3 million in increased costs for non-capitalized equipment and renovation costs funded by bonds and grants. In addition, salaries and benefits increased \$2.4 million due to the general salary increase and allocated retirement incentive expenses and the net impact of actuarially-calculated pension and OPEB expenses.
- Scholarships and fellowships include expenses for scholarships and fellowships from restricted and unrestricted funds and grants to students. In fiscal year 2025, scholarships and fellowships increased by \$28.1 million primarily due to federal grant increases driven by increased enrollment. Federal Pell awards increased by \$41.3 million over fiscal year 2024, partially offset by a decrease in HEERF scholarship awards, as only two member colleges received extensions of their HEERF awards into fiscal year 2025. In fiscal year 2024, scholarships and fellowships increased by \$24.7 million almost exclusively related to additional aid awarded to students under Title IV and state funding. In fiscal year 2023, scholarships and fellowships decreased by \$36.7 million attributed to phasing down of aid awarded to students under the various tranches of the HEERF grants.

#### **Statements of Cash Flows**

The Statements of Cash Flows provide information about the resources of cash and the uses of cash in the operations and activities of the District. The Statements of Cash Flows help users determine the entity's ability to meet its obligations as they come due and the impact of external financing. The primary use of cash in operations is for payment of salaries, wages, and benefits, followed by payments to suppliers for goods and services, then payments for scholarships and fellowships. Sources of cash from operations arise primarily from student tuition and fees as well as operating grant and contract revenues. Sources of cash from non-capital financing activities are primarily from ad valorem taxes, non-operating federal and state revenue and state appropriations.

The Statements of Cash Flows reported an overall increase in cash and cash equivalents of \$116.2 million for fiscal year 2025. Net cash flows used by operating activities increased from the prior year, totaling \$531.8 million in 2025 compared to \$472.6 million in 2024. This was primarily due to higher payments for salaries, scholarships, and federal loans to students. Non-capital financing activities, included within operating activities, provided cash inflows of \$545.2 million, driven by increased ad valorem tax receipts and nonoperating federal and state revenues. Capital and related financing activities resulted in a net inflow of \$5.2 million. Increases in this category included proceeds from the issuance of capital debt of \$316.7 million, ad valorem taxes for debt service of \$101.6 million and state appropriations for capital assets of \$3.9 million. Decreases in this category were for capital related assets and construction of capital assets totaling \$208.9 million, payments of principal and interest on debt of \$198.3 million, and net outlays for real estate of \$7.6 million. Lastly, investing activities produced a net inflow of \$97.6 resulting from proceeds from sales and maturities of investments of \$256.3 million, interest on investments of \$27.3 million, partially offset by purchases of investments of \$186.1 million. In fiscal year 2024, overall cash and cash equivalents decreased \$10.5 million, while fiscal year 2023 had an overall increase in cash and cash equivalents of \$327.1 million. Cash flows from operating activities increased from the prior year, totaling \$472.6 million in 2024. This was primarily due to higher payments for salaries, supplies, and



# ALAMO COMMUNITY COLLEGE DISTRICT

## Management's Discussion and Analysis (Unaudited)

scholarships, despite higher receipts from students and customers. Non-capital financing activities, included within operating activities, provided cash inflows of \$503.1 million, driven by increased state appropriations and ad valorem tax receipts. Capital and related financing activities resulted in a net outflow of \$83.0 million, mainly due to no new debt issuances and \$111.2 million in debt service payments, and \$76.9 in capital asset purchases, supported by \$97.9 million in tax revenues for debt service. Lastly, investing activities produced a net inflow of \$42.0 million, a decrease from 2023, primarily due to higher investment purchases. Overall, while cash flows from operations and capital activities showed a slight decline, the institution remains in a strong financial position, supported by stable and recurring revenue sources. The \$327.1 million increase to cash and cash equivalents in fiscal year 2023 was primarily related to proceeds from issuance of debt for construction spending.

### Capital Assets

Changes in net capital assets are the result of completed and in process construction projects, acquisitions, improvements, deletions, and changes in accumulated depreciation and amortization. The District had \$1.3 billion invested in capital assets net of accumulated depreciation and amortization at August 31, 2025 and \$1.1 billion in 2024 and 2023. Depreciation and amortization expense totaled \$51.6 million, \$52.1 million and \$44.2 million in fiscal year 2025, 2024 and 2023, respectively (Note 6). A summary of net capital assets is presented below:

### Net Capital Assets at Fiscal Year End (in millions)

	Fiscal Year			Change	
	2025	2024	2023	2024 to 2025	2023 to 2024
Land	\$ 72.7	\$ 67.7	\$ 55.6	\$ 5.0	\$ 12.1
Construction in progress and works of art	204.8	62.3	35.7	142.5	26.6
Buildings and building improvements	932.4	915.6	933.8	16.8	(18.2)
Other real estate improvements	52.4	41.2	46.2	11.2	(5.0)
Furniture, machinery and equipment	22.3	21.2	22.3	1.1	(1.1)
Software	0.5	0.2	0.1	0.3	0.1
Subscription-based IT arrangements	5.6	6.4	5.3	(0.8)	1.1
Library materials	0.7	0.7	0.5	-	0.2
Total capital assets, net of accumulated depreciation & amortization	<u>\$ 1,291.3</u>	<u>\$ 1,115.3</u>	<u>\$ 1,099.5</u>	<u>\$ 176.1</u>	<u>\$ 15.8</u>
Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.					

# ALAMO COMMUNITY COLLEGE DISTRICT

## Management's Discussion and Analysis (Unaudited)

### Depreciable Capital Assets and Accumulated Depreciation & Amortization Percentages (in millions)

	Fiscal Year 2025			Fiscal Year 2024		
	Capitalized Amount	Accumulated Depreciation & Amortization	% Depreciated	Capitalized Amount	Accumulated Depreciation & Amortization	% Depreciated
Other real estate improvements	\$ 157.6	\$ 105.3	66.8%	\$ 142.2	\$ 101.0	71.0%
Buildings and bldg improvements	1,412.0	479.6	34.0%	1,359.6	444.0	32.7%
Furniture, machinery and equipment	72.6	50.4	69.4%	70.5	49.3	69.9%
Software	3.7	3.2	86.5%	3.4	3.2	94.1%
Subscription-based IT arrangements	13.8	8.2	59.4%	13.2	6.8	51.5%
Library materials	15.3	14.6	95.4%	15.6	15.0	96.2%
Total	<u>\$ 1,675.0</u>	<u>\$ 661.3</u>	<u>39.5%</u>	<u>\$ 1,604.5</u>	<u>\$ 619.3</u>	<u>38.6%</u>

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

The District added approximately \$174.3 million to construction in progress balances in fiscal year 2025 for continuing projects that have not been completed, primarily funded by MTN23 tax notes. In addition to the costs added to construction in progress, major capital additions and renovations completed during fiscal years 2025 and 2024 include the following:

Fiscal Year 2025	Amount (in millions)
St. Philip's College Campus Center	\$ 7.6
St. Philip's College Learning & Development Center	4.4
St. Philip's College Applied Science Building	11.8
St. Philip's College Watson Fine Arts Center	2.8
Palo Alto College Grounds (General Maintenance)	2.5
Palo Alto College Student Center	2.4
Northwest Vista College Huisache Hall	2.3
Northwest Vista College Manzanillo Hall	4.1
Northwest Vista College Mountain Laurel Hall	3.9
Northwest Vista College Texas Persimmon	2.1
Northeast Lakeview Sundance Property Purchase	15.5
Fiscal Year 2024	Amount (in millions)
SAC Women's Empowerment Center	\$ 9.3
NVC Veterans Center	7.7
Property Purchase (Location - Northern Bexar County, Texas)	8.0
Property Purchase from SAISD (EETC Location)	4.0

The District does not record the cost of capital assets as an expense at the time of acquisition or completion of the asset, but rather shows the expense systematically over the expected life of the asset as depreciation expense. The amount shown in the accounting records for the value of the asset will decrease each year until the asset is fully depreciated or removed from service. As a result, the amount of capital assets shown in the Statements of Net Position may decrease

## ALAMO COMMUNITY COLLEGE DISTRICT

### Management's Discussion and Analysis (Unaudited)

from one year to another, even though new assets have been acquired during the year. Capital assets subject to depreciation include improvements to land (such as parking lots and signage), buildings, library books, furniture, machinery, equipment, and software. Land, construction in progress and works of art are not depreciated.

The District has entered into several contracts for construction and various other renovation and projects financed by bond proceeds. At August 31, 2025 and 2024, the District was committed for approximately \$184.8 million and \$179.0 million, respectively. For additional information concerning the District's capital assets and commitments, see Note 6 and Note 23, respectively, to the financial statements.

#### Debt

At August 31, 2025, the Alamo Colleges District had outstanding bond and maintenance tax note debt totaling \$888.1 million, compared to \$755.8 million at August 31, 2024, excluding premiums. Outstanding debt increased \$132.3 million in fiscal year 2025 and decreased \$73.3 million in fiscal year 2024. The following table summarizes these amounts by type of debt instrument. See also Notes 7, 8 and 9 to the basic financial statements for additional information.

#### Bonds and Tax Notes Payable (in millions)

	Fiscal Year			Change	
	2025	2024	2023	2024 to 2025	2023 to 2024
General obligation bonds	\$ 662.7	\$ 495.3	\$ 532.3	\$ 167.4	\$ (37.0)
Revenue bonds	43.9	48.3	55.4	(4.4)	(7.1)
Tax notes	181.5	212.2	241.4	(30.7)	(29.2)
Total outstanding debt	<u>\$ 888.1</u>	<u>\$ 755.8</u>	<u>\$ 829.1</u>	<u>\$ 132.3</u>	<u>\$ (73.3)</u>

Due to rounding, certain totals in this schedule may not add exactly to their constituent amounts.

The increase in debt in 2025 is due to the issuance of general obligation bonds with proceeds of \$296.3 million, offset by regular and scheduled debt principal payments and additional debt reduction transactions totaling \$164.0 million.

The decrease in debt in 2024 is reflective of no new debt issuances, regular and scheduled debt principal payments and additional debt reduction transactions totaling \$73.3 million. The increase in 2023 is related mainly to the issuance of the third and final tranche of general obligation bonds in the amount of \$49.8 million under the voter-approved capital improvements program, and the issuance of new maintenance tax notes in the amount of \$247.6 million, offset by regularly scheduled payments.

The general obligation debt and maintenance tax notes of the Alamo Colleges District are payable from the proceeds of a continuing, direct ad valorem tax levied against all taxable property within the taxing district. Revenue bonds are special obligations of the District that are payable solely from and will be equally and ratably secured by an irrevocable first lien on pledged revenues. The pledged revenue is all revenue from tuition pursuant to applicable Texas law. The District received bond ratings for its general obligation bonds of Aaa and AAA from Moody's Investors Service and S&P Global Ratings, respectively. These are the highest ratings available from these rating agencies and the Alamo Colleges District is one of only 3 community college systems in Texas and one of only 10 community colleges in the United States to receive the highest rating from both agencies. In addition, S&P rates the long-term rating on the District's existing revenue

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

bonds from AA to AAA. More detailed information about the District's noncurrent liabilities is presented in Notes 7, 8 and 9 to the basic financial statements.

#### **Factors Having Probable Future Financial Significance**

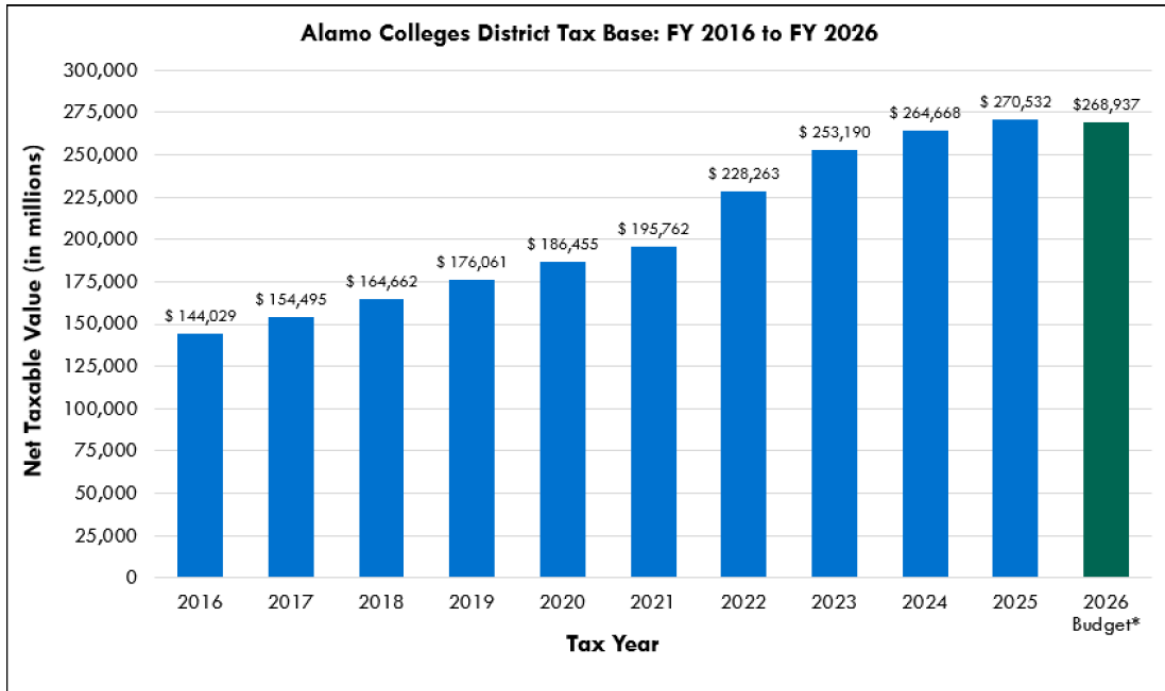
In May 2025, Bexar County voters made history by approving the District's \$987 million general obligation bond, which was the largest in the District's history. In August 2025, the District issued the first tranche of the bonds in the amount of \$296.3 million. The bond funds will be used to fund new academic and workforce facilities, ensuring the District is ready to meet the needs of our rapidly growing region and anticipated enrollment growth. With projected enrollment of 100,000 by 2029, the bonds will help address the projected growth and increase access to education and training. As the region's number one provider of workforce education, the bonds will be used to align our programming to our region's key sectors with expansions and new locations including schools and centers focused on key sectors such as Engineering, IT/Cybersecurity/Emerging Technologies, Automotive Technology, Healthcare, Applied Technology & Construction Trades, and Transportation.

The economic landscape of the Alamo Colleges District is significantly shaped by the broader economic conditions of the State of Texas, Bexar County, surrounding counties, and the City of San Antonio. As the seventh-largest city in the United States and the second-largest in Texas, San Antonio plays a pivotal role in regional economic dynamics. As of August 2025, the national unemployment rate is 4.2%, with Texas slightly lower at 4.1% and the San Antonio unemployment rate standing at 4.1%. According to an October 2025 report from the Federal Reserve Bank of Dallas, San Antonio payrolls, wages and sales tax revenue all demonstrated positive annualized increases as of August 2025, at 4.1%, 6.6% and 3.4%, respectively, indicating a stable economic outlook in the District's service area.

The San Antonio metropolitan area, including Bexar County, is an attractive hub for business expansion, driven by several key advantages: affordability, abundant power resources, and a continuously evolving education system. The region boasts a robust and diverse economy that spans multiple industries, including bioscience, healthcare, aerospace, aviation, military, tourism, financial services, manufacturing, and information technology, with a particular emphasis on cybersecurity. The area is characterized by a strong history of collaboration among government entities, nonprofit organizations, industry stakeholders, and educational institutions. This partnership-focused approach underscores the region's commitment to creating a thriving environment for businesses and consumers alike. The accompanying chart illustrates the strength of the property tax base, which contributes significantly to the District's revenues.

## ALAMO COMMUNITY COLLEGE DISTRICT

### Management's Discussion and Analysis (Unaudited)



\*Due to difference in time of reporting, the certified tax year is one year behind the reported fiscal year.

This financial report is designed to provide the District's citizens, taxpayers, students, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Finance and Fiscal Services Department at 2222 N. Alamo Street, San Antonio, Texas 78215 or visit our Financial Transparency website at: <https://www.alamo.edu/about-us/compliance/financial-information/>.

**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 1**

**Statements of Net Position  
August 31, 2025 and 2024**

	2025	2024
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 96,500,626	\$ 63,628,904
Restricted cash and cash equivalents	60,415,446	27,333,217
Investments	39,897,077	59,454,761
Investments - restricted	-	7,986,679
Accounts receivable and notes receivable, net of allowance	48,860,128	42,734,698
Other assets	404,576	850,505
Total current assets	<u>246,077,853</u>	<u>201,988,764</u>
Noncurrent assets:		
Restricted cash and cash equivalents	382,895,127	332,610,641
Investments	106,364,213	139,203,482
Investments - restricted	-	9,878,125
Other assets	1,101,962	1,202,021
Leases receivable	3,470,220	3,497,836
Capital assets (net)	1,291,327,381	1,115,259,466
Total noncurrent assets	<u>1,785,158,903</u>	<u>1,601,651,571</u>
<b>TOTAL ASSETS</b>	<u>2,031,236,756</u>	<u>1,803,640,335</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows related to bond refundings	4,200,446	4,819,145
Deferred outflows related to OPEB	18,639,389	16,328,144
Deferred outflows related to pensions	29,078,364	40,367,151
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>51,918,199</u>	<u>61,514,440</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable and accrued liabilities	76,305,553	46,805,679
Funds held for others	1,373,974	1,175,230
Unearned income	50,641,622	43,804,731
Current portion of noncurrent liabilities	84,638,249	74,125,641
Total current liabilities	<u>212,959,398</u>	<u>165,911,281</u>
Noncurrent liabilities	<u>1,203,429,787</u>	<u>1,064,267,604</u>
<b>TOTAL LIABILITIES</b>	<u>1,416,389,185</u>	<u>1,230,178,885</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows related to leases	3,334,648	3,408,933
Deferred inflows related to bond refundings	9,119,504	2,529,038
Deferred inflows related to OPEB	38,191,823	54,263,577
Deferred inflows related to pensions	1,593,325	4,776,933
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>52,239,300</u>	<u>64,978,481</u>
<b>NET POSITION</b>		
Net investment in capital assets	639,942,487	571,441,722
Restricted for:		
Expendable		
Student aid	5,269,234	7,774,911
Instructional programs	5,198,393	2,319,247
Capital projects	46,429,242	45,558,209
Debt service	16,084,654	12,699,791
Unrestricted	<u>(98,397,540)</u>	<u>(69,796,471)</u>
<b>TOTAL NET POSITION</b>	<u>\$ 614,526,470</u>	<u>\$ 569,997,409</u>

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

**ALAMO COMMUNITY COLLEGE DISTRICT**  
**EXHIBIT 1A**

**Statements of Financial Position of Alamo Colleges Foundation, Inc.**  
**(A Component Unit of Alamo Community College District)**  
**December 31, 2024 and 2023**

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 3,117,125	\$ 1,946,221
Contributions receivable, net of allowance and discounts	2,223,846	1,741,844
Investments:		
Fixed income securities	15,045,119	15,081,513
Mutual funds/exchange-traded funds	60,101,804	52,780,727
Marketable securities	<u>8,679,636</u>	<u>7,555,342</u>
<b>TOTAL ASSETS</b>	<u><u>89,167,530</u></u>	<u><u>79,105,647</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable and accrued liabilities	\$ 10,700	\$ 900
Unearned income	40,203	-
Due to affiliates	<u>1,917,594</u>	<u>155,858</u>
<b>TOTAL LIABILITIES</b>	<u>1,968,497</u>	<u>156,758</u>
Net Assets:		
Without donor restrictions	415,806	421,867
With donor restrictions	<u>86,783,227</u>	<u>78,527,022</u>
<b>TOTAL NET ASSETS</b>	<u>87,199,033</u>	<u>78,948,889</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 89,167,530</u></u>	<u><u>\$ 79,105,647</u></u>

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

**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 1B**

**Statements of Net Position of ACCD Public Facility Corporation  
(A Component Unit of Alamo Community College District)  
August 31, 2025 and 2024**

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
Current assets:		
Cash	\$ 63,147	\$ 42,184
Lease receivable	1,188	-
Accounts receivable, net	<u>7,396</u>	<u>-</u>
Total current assets	71,731	42,184
Noncurrent assets:		
Lease receivable	469,655	-
Capital assets not being depreciated	5,099,847	5,099,847
Capital assets being depreciated, net	<u>21,937,948</u>	<u>22,997,147</u>
Total noncurrent assets	<u>27,507,450</u>	<u>28,096,994</u>
<b>TOTAL ASSETS</b>	<u>27,579,181</u>	<u>28,139,178</u>
<b>LIABILITIES</b>		
Noncurrent liabilities:		
Note payable	<u>1,362,860</u>	<u>1,362,860</u>
Total noncurrent liabilities	<u>1,362,860</u>	<u>1,362,860</u>
<b>TOTAL LIABILITIES</b>	<u>1,362,860</u>	<u>1,362,860</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows related to leases	<u>450,256</u>	<u>-</u>
Total deferred inflows of resources	450,256	-
<b>NET POSITION</b>		
Net investment in capital assets	25,694,334	26,734,134
Unrestricted	<u>71,731</u>	<u>42,184</u>
<b>TOTAL NET POSITION</b>	<u>\$ 25,766,065</u>	<u>\$ 26,776,318</u>

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



**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 2**

**Statements of Revenues, Expenses and Changes in Net Position  
For Years Ended August 31, 2025 and 2024**

	2025	2024
<b>OPERATING REVENUES:</b>		
Tuition and fees (net of discounts of \$117,420,927 and \$104,973,812, respectively)	\$ 54,095,184	\$ 53,042,745
Federal grants and contracts	22,613,482	22,789,964
State grants and contracts	2,194,090	1,706,198
Local grants and contracts	16,562,933	13,229,734
Non-governmental grants and contracts	2,272,116	2,196,015
Auxiliary enterprises	2,954,816	2,963,396
Other operating revenues	6,108,619	6,668,533
Total operating revenues (Schedule A)	106,801,240	102,596,585
<b>OPERATING EXPENSES:</b>		
Instruction	214,809,975	192,686,519
Public service	2,456,305	2,148,352
Academic support	40,932,602	37,991,019
Student services	95,696,048	85,023,717
Institutional support	112,961,666	122,128,616
Operation and maintenance of plant	76,393,224	62,727,914
Scholarships and fellowships	120,691,791	92,604,943
Auxiliary enterprises	1,526,323	1,004,729
Depreciation and amortization	51,610,690	52,125,744
Total operating expenses (Schedule B)	717,078,624	648,441,553
Operating loss	(610,277,384)	(545,844,968)
<b>NON-OPERATING REVENUES/(EXPENSES):</b>		
State appropriations	108,215,641	109,417,933
Ad valorem taxes		
Taxes for maintenance and operations	265,456,673	254,814,109
Taxes for maintenance notes	40,456,156	40,462,146
Taxes for general obligation bonds	61,078,913	57,620,011
Federal grants, non-operating	167,632,819	139,968,174
State grants, non-operating	9,423,350	13,362,148
Gifts	2,968,081	879,298
Investment income	25,810,242	30,812,713
Other state funding - FAST funds	5,796,030	5,023,205
Interest on capital related debt	(7,700,629)	(16,804,778)
Interest on maintenance tax notes	(18,249,304)	(11,252,146)
Other non-operating expenses	(9,937,007)	(259,747)
Net non-operating revenues (Schedule C)	650,950,965	624,043,066
Income before capital contributions	40,673,581	78,198,098
<b>CAPITAL CONTRIBUTIONS:</b>		
State appropriations for capital assets	3,855,480	3,855,480
Contributions for capital assets	-	600,000
Total capital contributions	3,855,480	4,455,480
Increase in net position	44,529,061	82,653,578
<b>NET POSITION:</b>		
Net position - beginning of year	569,997,409	487,343,831
Net position - end of year (Schedule D)	\$ 614,526,470	\$ 569,997,409

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

**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 2A**

**Statements of Activities of Alamo Colleges Foundation, Inc.  
(A Component Unit of Alamo Community College District)  
For Years Ended December 31, 2024 and 2023**

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Net assets at January 1, 2023	\$ 332,357	\$ 67,597,705	\$ 67,930,062
Support and revenue:			
Contributions	201,412	6,971,001	7,172,413
In-kind revenue	1,633,701	-	1,633,701
Interest and dividend income	7,076	1,528,330	1,535,406
Gain on investments	-	7,859,258	7,859,258
Net assets released from restrictions	5,504,817	(5,504,817)	-
Total revenue	7,347,006	10,853,772	18,200,778
Expenses:			
Program support and scholarships	5,860,471	-	5,860,471
General and administrative	778,607	-	778,607
Fundraising	542,873	-	542,873
Total expenses	7,181,951	-	7,181,951
Increase in net assets	165,055	10,853,772	11,018,827
Designated transfers	(75,545)	75,545	-
Net assets at December 31, 2023	421,867	78,527,022	78,948,889
Support and revenue:			
Contributions	619,220	8,377,287	8,996,507
In-kind revenue	1,862,486	-	1,862,486
Interest and dividend income	6,933	1,806,601	1,813,534
Gain on investments	-	6,393,791	6,393,791
Net assets released from restrictions	8,877,974	(8,877,974)	-
Total revenue	11,366,613	7,699,705	19,066,318
Expenses:			
Program support and scholarships	9,346,139	-	9,346,139
General and administrative	847,693	-	847,693
Fundraising	622,342	-	622,342
Total expenses	10,816,174	-	10,816,174
Increase in net assets	550,439	7,699,705	8,250,144
Designated transfers	(556,500)	556,500	-
Net assets at December 31, 2024	\$ 415,806	\$ 86,783,227	\$ 87,199,033

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

**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 2B**

**Statements of Revenues, Expenses and Changes in Net Position of ACCD Public Facility Corporation  
(A Component Unit of Alamo Community College District)  
For Years Ended August 31, 2025 and 2024**

	2025	2024
<b>OPERATING REVENUES:</b>		
Gross lease revenue	\$ 27,396	\$ 20,000
Less: Deferred revenue adjustment	(53,525)	-
Net lease revenue recognized	(26,129)	20,000
Total operating revenues	(26,129)	20,000
<b>OPERATING EXPENSES:</b>		
Bank charges	431	396
Depreciation	1,069,798	1,316,971
Total operating expenses	1,070,229	1,317,367
Operating loss	(1,096,358)	(1,297,367)
<b>NON-OPERATING EXPENSES/(REVENUES):</b>		
Interest revenue	75,506	962
Total non-operating revenues	75,506	962
Loss before contributions	(1,020,852)	(1,296,405)
Capital contributions	10,599	-
Change in net position	(1,010,253)	(1,296,405)
<b>NET POSITION:</b>		
Net position - beginning of year	26,776,318	28,072,723
Net position - end of year	<u>\$ 25,766,065</u>	<u>\$ 26,776,318</u>

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

**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 3**

**Statements of Cash Flows  
For Years Ended August 31, 2025 and 2024**

	<u>2025</u>	<u>2024</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from students and other customers	\$ 58,093,938	\$ 57,862,888
Receipts from grants and contracts	38,139,536	38,178,301
Other receipts	6,025,963	6,464,245
Payments to or on behalf of employees	(362,870,736)	(331,778,158)
Payments to suppliers for goods and services	(150,302,832)	(150,494,087)
Payments for scholarships and fellowships	(120,691,791)	(92,604,943)
Payment for Federal loans issued to students	(22,157,659)	(17,165,527)
Receipts for Federal loans to students	22,000,394	16,909,344
Net cash used by operating activities	<u>(531,763,187)</u>	<u>(472,627,937)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Receipts from state appropriations (non-capital projects)	88,322,241	90,109,280
Receipts from ad valorem taxes	265,598,554	254,352,413
Receipts from non-operating federal and state revenue	182,357,165	152,738,774
Receipts from gifts and grants (other than capital)	8,764,111	5,784,973
Receipts from student organizations and other agency transactions	198,744	81,005
Net cash provided by non-capital financing activities	<u>545,240,815</u>	<u>503,066,445</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Proceeds on issuance of capital debt	316,727,197	2,686,759
Bond issuance costs	(2,228,222)	-
Receipts from ad valorem taxes for debt service	101,589,775	97,904,927
Receipts from state appropriations for capital projects	3,855,480	3,855,480
Receipts from sales of real estate	(7,626,059)	179,998
Receipts from capital grant contracts, grants and gifts	-	600,000
Payments for capital assets acquisition and construction of capital assets	(208,808,977)	(76,944,578)
Payments on capital debt - principal	(164,921,057)	(74,536,856)
Payments on capital debt - interest	(33,402,512)	(36,712,513)
Net cash (used)/provided by capital and related financing activities	<u>5,185,625</u>	<u>(82,966,783)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales and maturities of investments	256,314,898	239,926,474
Interest on investments	27,313,427	35,668,113
Purchase of investments	(186,053,141)	(233,555,659)
Net cash provided by investing activities	<u>97,575,184</u>	<u>42,038,928</u>
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	<u>116,238,437</u>	<u>(10,489,347)</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>423,572,762</u>	<u>434,062,109</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u><u>\$ 539,811,199</u></u>	<u><u>\$ 423,572,762</u></u>

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

**ALAMO COMMUNITY COLLEGE DISTRICT  
EXHIBIT 3**

**Statements of Cash Flows  
For Years Ended August 31, 2025 and 2024  
(continued)**

	<u>2025</u>	<u>2024</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH</b>		
<b>USED BY OPERATING ACTIVITIES:</b>		
Operating loss	\$ (610,277,384)	\$ (545,844,968)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation and amortization expense	51,610,690	52,125,744
Allowance for doubtful accounts	3,073,988	3,376,788
Non-cash state appropriations - on-behalf payments	19,893,400	19,308,653
Pension expense	4,022,913	8,346,739
OPEB expense	(2,023,889)	(2,285,665)
Changes in assets and liabilities:		
Receivables (net)	(14,482,510)	(7,257,790)
Other assets	545,988	(446,728)
Accounts payable	7,752,562	(4,569,144)
Unearned income	6,783,739	4,005,123
Net pension liability	(4,082,266)	16,053,887
Net OPEB liability	16,348,914	(9,382,050)
Compensable absences	997,052	984,352
Workers' compensation accrual	(37,761)	-
Utility escrow	462,506	91,344
Deferred inflows related to leases	(74,285)	(462,385)
Deferred outflows related to pensions	7,265,874	(12,356,108)
Deferred inflows related to pensions	(3,183,608)	(3,697,779)
Deferred outflows related to OPEB	(287,356)	13,027,178
Deferred inflows related to OPEB	(16,071,754)	(3,645,128)
Net cash used by operating activities	<u>\$ (531,763,187)</u>	<u>\$ (472,627,937)</u>
<b>SCHEDULE OF NON-CASH INVESTING AND FINANCING TRANSACTIONS:</b>		
State on-behalf payments	<u>\$ 19,893,400</u>	<u>\$ 19,308,653</u>
Increase in fair value of investments	<u>\$ 925,892</u>	<u>\$ 2,793,056</u>
Gifts of depreciable and non-depreciable assets	<u>\$ -</u>	<u>\$ 117,530</u>
Amortization of premium on bonds	<u>\$ 7,070,673</u>	<u>\$ 8,252,721</u>
Capital assets acquired through payables	<u>\$ 54,361,299</u>	<u>\$ 21,026,066</u>
SBITA assets acquired	<u>\$ 2,240,371</u>	<u>\$ 4,050,231</u>
SBITA liabilities incurred	<u>\$ 2,240,371</u>	<u>\$ 2,686,759</u>

See Independent Auditor's Report and accompanying notes to Schedule of Expenditures of State Awards.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 1. REPORTING ENTITY

The Alamo Community College District (Alamo Colleges District or District) was established in 1945 in accordance with the laws of the State of Texas. It serves the educational needs of Bexar County and surrounding communities through its colleges and educational centers. The District operates five colleges including San Antonio College, St. Philip's College, Palo Alto College, Northwest Vista College and Northeast Lakeview College.

The District is considered to be a special-purpose, primary government. While the District receives funding from local, state and federal sources and must comply with the spending, reporting and record keeping requirements of these entities, it is not a component unit of any other government entity.

#### Alamo Colleges Foundation, Inc. – Discrete Component Unit

The Alamo Colleges Foundation, Inc. (the Foundation) is a separate non-profit organization, and its sole purpose is to provide benefits such as scholarships and grants to the students, faculty and staff of the District. The Foundation is a legally separate entity which utilizes District financial resources for its operation. The District does not appoint any of the Foundation's board members. Under Governmental Accounting Standards Board Statement No. 39, *Determining Whether Certain Organizations 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 governmental unit when such resources are significant to the governmental unit. Accordingly, the Foundation's financial statements are included in the District's annual report as a discrete component unit (see table of contents). The Foundation reports under Financial Accounting Standards Board (FASB) Standards. As such, revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. Stand-alone financial statements of the Foundation can be obtained by contacting the Finance and Fiscal Services department of the Alamo Community College District at 2222 N. Alamo Street, San Antonio, Texas 78215.

#### ACCD Public Facility Corporation (PFC) – Discrete Component Unit

The PFC was incorporated on September 23, 2011 as a public non-profit corporation formed under the Public Facility Corporation Act, Chapter 303, Texas Local Government Code, as amended. It is also a public corporation within the meaning of the United States (U.S.) Treasury Department rulings of the Internal Revenue Service per sections 103 and 141 of the IRS Code of 1986, as amended.

The PFC is governed by a three-member Board of Directors that also serve on the Board of Trustees of the District. The PFC was formed exclusively for the purpose of assisting the District in financing, refinancing, or providing public facilities. The PFC may finance the acquisition of District obligations, provide for the acquisition, construction, rehabilitation, renovation, repair, equipping, furnishing and placement in service of public facilities, issue bonds as permitted by the Act and perform other such activities on behalf of the District as provided in its Certificate of Formation. The PFC does not have authority to levy taxes.

In accordance with requirements of GASB Statement No. 61, *The Financial Reporting Entity Omnibus – an amendment of GASB Statements No. 14 and No. 34*, the PFC is a component unit of the District because the District appoints the voting majority of the PFC's board and can also remove appointed members of the PFC's board at will. While the District appoints the entire governing body of the PFC, this board is not considered substantively the same as the Board of Trustees of the District because it consists of less than a majority of the District's Board. Accordingly, the PFC's financial statements are included in the District's financial statements as a discrete component unit (see table of contents). Stand-alone financial statements of the PFC can be obtained by contacting the Finance and Fiscal Services department of the Alamo Colleges District at 2222 N. Alamo Street, San Antonio, Texas 78215.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Reporting Guidelines

The significant accounting policies followed 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* for fiscal year 2024. For financial reporting purposes, the District is considered a special-purpose, primary government engaged in business-type activities.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Basis of Accounting

The financial statements are prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP) as established by the Governmental Accounting Standards Board (GASB) and comply with reporting requirements as set by the Texas Higher Education Coordinating Board (THECB). The financial statements of the District have been prepared on the accrual basis, whereby all revenues are recorded when earned, and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

#### Budgetary Data

Each community college district in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenses for the fiscal year beginning September 1. The District's Board of Trustees adopts the annual budget, which is prepared on the accrual basis of accounting for operating funds and available resources for construction and renewal funds. Copies of the approved budget and subsequent amendments must be filed with the THECB, Legislative Budget Board, Legislative Reference Library, and the Governor's Office of Budget and Planning by December 1.

#### Cash and Cash Equivalents

The District's cash and cash equivalents consist of operating cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. Public funds investment pools (TexPool) are considered to be cash and cash equivalents.

#### Restricted Cash and Cash Equivalents

Restricted cash and cash equivalents that can be used to pay current liabilities (in keeping with restrictions) are classified as current assets.

Cash and cash equivalents that are externally restricted (except as discussed in the preceding paragraph) as to their use are classified as noncurrent assets in the Statements of Net Position. This category includes unexpended cash balances restricted by donors or other outside agencies for specific purposes, gifts whose donors have placed limitations on their use, grants from private or governmental sources, bond proceeds and other sponsored funds.

#### Accounts and Notes Receivable

Accounts receivable are recorded at the invoiced amounts. Notes receivable represent short-term student loans. The allowance for doubtful accounts is management's best estimate of the amount of probable credit losses and is determined based on historical collectability. Account balances are written off against the allowance when it is probable the receivable will not be recovered.

#### Other Current Assets

Included in this category are prepaid expenses and inventories.

#### Investments

Investments are reported at fair value. Short-term investments have an original maturity greater than three months but less than one year at the time of purchase. Long-term investments include investments with original maturities greater than one year at the time of purchase. The District intends to hold these investments until maturity. The District classifies its investments within a fair value hierarchy based on the relative inputs used to value the investments, in accordance with the provisions of GASB Statement 72, *Fair Value Measurement and Application* (GASB72). For more detailed information, see Note 4.

#### Leases Receivable

The District is a lessor for noncancelable leases of property. The District recognizes a lease receivable and a deferred inflow of resources in the Statements of Net Position.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

- The District uses the Treasury rate with the maturity that most closely matches the length of the lease term, as of the date of the beginning of the lease term, obtained from the treasury.gov website, as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee, variable payments from the lessee that are fixed in substance or that depend on an index or a rate, residual value guarantee payments from the lessee that are fixed in substance, and any lease incentives that are payable to the lessee.

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

#### Capital Assets

Assets meeting the applicable capitalization threshold with useful lives extending beyond one year are recorded at cost on the date of acquisition. Donated capital assets are stated at acquisition value in accordance with GASB 72, defined as the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date. Improvements which significantly add value or extend the useful life of a structure are capitalized. The costs of normal maintenance and repairs are charged to operating expenses in the year the expense is incurred. The straight-line method is used for depreciating assets over their useful lives. Depreciation begins in the following year after capitalization except for equipment, which is prorated in the first year the asset is placed in service.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following table lists the capitalization thresholds and useful lives for each asset category:

Class of Asset	Capitalization Threshold	Useful Life (Years)	Salvage Value
Non-depreciable assets:			
Land	\$ 10,000	Not depreciated	-
Works of art/historical treasures	10,000	Not depreciated	-
Buildings:			
Buildings	100,000	40	10%
Portable buildings	10,000	10	10%
Other real estate improvements:			
Building improvements	100,000	20	-
Infrastructure	100,000	20	10%
Land improvements (except tennis courts)	100,000	20	-
Leasehold improvements	10,000	Shorter of lease or useful life	-
Tennis courts	10,000	7	-
Furniture, machinery and equipment:			
Furniture, machinery and equipment	10,000	5-10	-
Technology systems	50,000	5	-
Software	10,000	5	-
Library materials	All	15	-
Subscription-based information technology arrangements	100,000	Shorter of contract or useful life	-

#### Deferred Outflows of Resources

The Statements of Net Position include a separate section for deferred outflows of resources, which represent a consumption of net assets that applies to future periods and thus, will not be recognized as an outflow of resources (expensed) until then. The District records deferred outflows of resources for deferred charges on the refunding of debt calculated as the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding debt. In addition, the District records deferred outflows of resources for its proportionate share of collective deferred outflows of resources of the Teacher Retirement System of Texas (TRS) pension plan and for its proportionate share of collective deferred outflows of resources of the Employees Retirement System (ERS) other postemployment benefit (OPEB) plan. In addition, deferred outflows of resources are recorded for employer contributions made to the TRS and ERS plans subsequent to the measurement date of the respective net pension or net OPEB liabilities. For additional information, see Note 11 and Note 19.

#### Pensions

The fiduciary net position of the defined benefit pension plan administered by the Teacher Retirement System of Texas (TRS) has been determined on the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred 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 the benefit terms. Investments are reported at fair value.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Other Post Employment Benefits (OPEB)

The fiduciary net position of the Employees Retirement System of Texas (ERS) State Retiree Health Plan (SRHP), also referred to as the Texas Employees Group Benefits Program (GBP), has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes, for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits; OPEB expense, and information about assets, liabilities and additions to/deductions from the GBP's fiduciary net position. Benefit payments are recognized when due and are payable in accordance with the benefit terms.

#### Compensable Absences

The District accrues a liability for compensated absences that meet all of the following criteria: a) the leave is attributable to services already rendered; b) the leave accumulates; and c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Vacation leave is paid out upon termination. For financial accounting and reporting purposes, sick leave taken first comes out of hours earned in the current reporting period. See Note 7 and Note 13 for additional information.

#### Self-Insurance

The District is self-insured for a portion of workers' compensation losses. A liability has been recorded for the estimated amount of eventual loss which will be incurred on claims arising prior to the end of the fiscal year, including incurred but not reported claims. See Note 17 for additional information.

#### Deferred Inflows of Resources

The Statements of Net Position include a separate section for deferred inflows of resources, which represent an acquisition of net assets that applies to future periods and thus, will not be recognized as an inflow of resources (revenue) until then. The District records deferred inflows of resources for deferred charges on refunding of debt calculated as the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding debt. In addition, the District records deferred inflows of resources for its proportionate share of collective deferred inflows of resources of the Teacher Retirement System of Texas (TRS) pension plan and for its proportionate share of collective deferred inflows of resources of the Employees Retirement System (ERS) other postemployment benefit (OPEB) plan. The District also records deferred inflows of resources related to leases. For additional information, see Note 11 and Note 19.

#### Net Position

##### *Net Investment in Capital Assets*

This category represents the District's total investment in capital assets net of related outstanding debt used to acquire or construct those assets and accumulated depreciation and amortization related to those capital assets. Deferred inflows of resources and deferred outflows of resources attributable to those assets or related debt are also included in this component.

##### *Restricted Net Position, Expendable*

Legal or contractual obligations require this portion to be spent in accordance with external restrictions.

##### *Unrestricted Net Position*

These are resources that are not subject to any external restrictions and may be used at the discretion of the governing board for any lawful purpose of the District.

#### Operating and Non-operating Revenues

The District distinguishes operating and non-operating revenues. The District reports as a Business-Type Activity (BTA) and as a single proprietary fund. Operating revenues generally result from providing services in connection with the District's principal ongoing operations. The principal operating revenues are student tuition and fees net of scholarship discounts and allowances; federal, state, local and private operating grants and contracts; auxiliary enterprises and other revenues of a similar nature. The major non-operating revenues are state appropriations, ad valorem taxes, federal financial aid through Title IV Higher Education Act grants, and investment income and gifts.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Revenue Recognition and Unearned Income

Tuition and fee revenues are recorded when earned. Unrestricted tuition and fees and other revenues related to the upcoming fall semester that are received prior to year-end are recorded as unearned revenues. Revenue from grants, contracts and state appropriations and other state aid is recognized when all eligibility requirements, if any, have been met and qualifying expenditures, if required, have been incurred. Unrestricted unearned charges have been netted against unearned income. Restricted charges where all obligations have been fulfilled are treated as expenses in the period incurred.

#### Tuition Discounting

##### *Texas Public Education Grants*

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

##### *Title IV Higher Education Act (HEA) Program Funds*

Certain Title IV HEA Program funds are received by the District to pass through to students. These funds are received by the District and recorded as revenue. When a student uses the award for tuition and fees, the amount is recorded as a tuition discount. The portion of the award disbursed directly to students is reported as a scholarship expense.

##### *Other Tuition Discounts*

The District awards tuition and fee scholarships from institutional funds to students who qualify. When these funds are used for tuition and fees, the awards are recorded as a tuition discount. The portion of the award disbursed directly to students is reported as a scholarship expense.

#### Operating and Non-operating Expenses

Operating expenses include the cost of providing instruction, student services and support, administrative expenses, and depreciation and amortization on capital assets. Expenses related to non-operating federal revenues are reported as operating expenses, either as tuition discounts (if applied to tuition) or as scholarship expenses. The auxiliary operations for campus bookstores and food service are not performed by the District. The major non-operating expense is interest on capital-related debt.

#### Restricted Resources

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

#### Estimates

The preparation of the financial statements in conformity with U. S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

### 3. AUTHORIZED INVESTMENTS

The Board of Trustees of the District has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act (Sec. 2256, Texas Government Code, the "Act") as amended. This policy is reviewed and approved by the Board of Trustees annually. Investment of funds is required to be in compliance with the Act. Authorized investments include (1) obligations of the U.S. government 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, (5) commercial paper rated at least A-1 or P-1, and (6) other instruments and obligations authorized by statute.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 4. CASH, CASH EQUIVALENTS AND INVESTMENTS

The carrying amount of the District's bank deposits at August 31, 2025 and 2024 was \$7,520,300 and \$12,081,684, respectively. Total bank balances at August 31, 2025 and 2024 equaled \$11,391,321 and \$13,486,381, respectively. The FDIC insures all bank deposits up to \$250,000. Deposits in excess of \$250,000 are collateralized at a level of at least 100% in U.S. Treasuries and Government Securities and high-grade municipal bonds, per the Tri-Party Collateral Management Agreement with the District's depository bank, Bank of America N.A. All collateral is held by BNY Mellon.

Cash and cash equivalents as reported on Exhibit 1, Statements of Net Position, consisted of the following at August 31, 2025 and 2024:

	2025	2024
Bank deposits: Demand deposits	\$ 551,236	\$ 2,770,968
Public finance interest checking	6,969,064	9,310,716
Total bank deposits	7,520,300	12,081,684
Automated investment account	28,749,551	2,374,346
Local Government Investment Pool (TexPool) deposits	399,621,752	172,272,938
Petty cash on hand	37,520	36,767
Treasury demand deposit SLGS	103,882,076	236,807,027
Total cash and cash equivalents	\$ 539,811,199	\$ 423,572,762

The Texas Local Government Investment Pool (TexPool) is a public funds investment pool created pursuant to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Texas Government Code, Chapter 2256 ("PFIA"). The State Comptroller of Public Accounts (the "Comptroller") is the sole officer, director and shareholder of the Texas Treasury Safekeeping Trust Company (the "Trust Company"), which is authorized to operate the TexPool portfolios. Pursuant to the TexPool Participation Agreement, administrative and investment services to the TexPool portfolios are provided by Federated Investors, Inc. ("Federated"), under an agreement with the Comptroller, acting on behalf of the Trust Company. The Comptroller exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management and accountability for fiscal matters. The TexPool Advisory Board, composed both of participants in TexPool and of other persons who do not have a business relationship with TexPool, advises on the Investment Policies and approves any fee increases.

TexPool is managed according to requirements of the Public Funds Investment Act and TexPool's Investment Policy. Investments are stated at amortized cost, which in most cases approximates the fair value of securities. TexPool seeks to maintain a stable \$1.00 price per unit; however, this is not guaranteed or insured by the State of Texas. Governmental Accounting Standards Board (GASB) Statement No. 79, *Certain External Investment Pools and Pool Participants*, delinks money market local government investment pools to SEC Rule 2a-7 and enables such pools to continue to utilize amortized cost for valuation and financial reporting so that the \$1.00 per unit value they pursue will not need to change to a fluctuating price.

The District utilizes the Pool option which invests conservatively in U.S. government securities, repurchase agreements, and AAA-rated money market mutual funds.

The District utilizes an Automated Investment Account ("Sweep") through its depository bank, Bank of America, N.A. Bank of America holds omnibus positions in selected PFIA-compliant BlackRock Liquidity Funds on behalf of clients who invest through the Sweep. The shares are held at BNY Mellon. The District utilizes the Treasury Trust Fund (T-Fund) institutional share class, which invests exclusively in U.S. Treasury securities and repurchase agreements secured by Treasuries.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 4. CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

The fair value of investments as of August 31, 2025 and 2024 is disclosed in the following section. Market values are provided by Hilltop Securities Asset Management, LLC. (HSAM). HSAM's source for pricing government securities (Treasuries and agencies) and most commercial paper is Securities Data Services (SVC), a subsidiary of SS&C Technologies, Inc. and an information aggregator. SVC uses a number of sources for their pricing data, with most government securities and commercial paper pricing provided by Interactive Data Corp (IDC), an independent third-party pricing service, which is the largest source provider of fixed income pricing. IDC utilizes evaluated pricing models that vary by asset class and incorporate available trade, bid and other market information. Because many fixed income securities do not trade on a daily basis, IDC's evaluated pricing applications apply available information as applicable through processes such as benchmark curves, benchmarking of like securities, sector groupings, and matrix pricing to prepare evaluations. SVC and/or IDC provide some, but not all, of the commercial paper (CP) pricing, while HSAM estimates other CP prices based on comparable market offers of similar issuers with comparable credit ratings and maturity dates. All pricing and market values are based on Level 2 inputs. These sources are deemed reliable.

Investments as reported on Exhibit 1, Statements of Net Position, consisted of the following types of securities at fair value on August 31, 2025 and 2024:

Type of Security	Fair Value at August 31,	
	2025	2024
U.S. government securities:		
FHLB coupon notes	\$ 29,564,255	\$ 69,051,950
FHLMC coupon notes	10,093,200	-
FFCB coupon notes	-	25,002,605
U.S. Treasuries	96,615,935	111,568,944
Municipal bonds	-	1,186,368
Commercial paper	9,987,900	9,713,180
Total	<u>\$ 146,261,290</u>	<u>\$ 216,523,047</u>

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 4. CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Reconciliation of Deposits and Investments between Note 4 and Exhibit 1, Statements of Net Position on August 31, 2025 and 2024 is as follows:

	Fair Value at August 31,	
	2025	2024
Total cash and cash equivalents	\$ 539,811,199	\$ 423,572,762
Total investments	146,261,290	216,523,047
Total	<u>\$ 686,072,489</u>	<u>\$ 640,095,809</u>
Per Exhibit 1:		
Cash and cash equivalents	\$ 96,500,626	\$ 63,628,904
Restricted cash and cash equivalents - current	60,415,446	27,333,217
Investments - current	39,897,077	59,454,761
Investments - current restricted	-	7,986,679
Restricted cash and cash equivalents - noncurrent	382,895,127	332,610,641
Long-term investments	106,364,213	139,203,482
Long-term investments - restricted	-	9,878,125
Total	<u>\$ 686,072,489</u>	<u>\$ 640,095,809</u>

#### Fair Value Measurements

Governmental Accounting Standards Board Statement No. 72, *Fair Value Measurement and Application* (GASB 72), establishes a framework for measuring fair value. This framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under GASB 72 are described hereafter:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that a government can access at the measurement date.

Level 2 Inputs are inputs, other than quoted prices included within Level 1, which are observable for an asset or liability, either directly or indirectly. Level 2 valuation methodologies include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 4. CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The categorization of an investment within the hierarchy is based upon the relative observability of the inputs to its fair value measurement and does not necessarily correspond to District management's perceived risk of that investment.

The District had the following recurring fair value measurements for investment assets at August 31, 2025:

Type of Security	Level 1	Level 2	Level 3	Total
U.S. Government Agency Securities	\$ -	\$ 39,657,455	\$ -	\$ 39,657,455
U.S. Treasuries	-	96,615,935	-	96,615,935
Commercial paper	-	9,987,900	-	9,987,900
Total	\$ -	\$ 146,261,290	\$ -	\$ 146,261,290

The District had the following recurring fair value measurements for investment assets at August 31, 2024:

Type of Security	Level 1	Level 2	Level 3	Total
U.S. Government Agency Securities	\$ -	\$ 94,054,555	\$ -	\$ 94,054,555
U.S. Treasuries	-	111,568,944	-	111,568,944
Municipal bonds	-	1,186,368	-	1,186,368
Commercial paper	-	9,713,180	-	9,713,180
Total	\$ -	\$ 216,523,047	\$ -	\$ 216,523,047

U.S. Government Agency securities classified in Level 2 of the fair value hierarchy are valued using a multi-dimensional relational model that consider inputs such as benchmark yields, reported trades and broker/dealer quotes. U.S. Treasuries are classified within Level 2 and are valued using electronic fixed income platform and broker feeds. Municipal bonds are valued using a multi-dimensional relational model (or series of matrices) that utilizes inputs including Municipal Securities Rulemaking Board (MSRB) reported trades and material event notices and as such are included in Level 2 of the fair value hierarchy. Commercial paper is categorized in Level 2 and is valued using a matrix pricing technique utilizing benchmark yields and ratings updates.

**Interest Rate Risk** – Interest rate risk is the risk of changes in the market rate of interest that could adversely affect the value of an investment. In addition to statutory limitations on the types of investments, the District's investment policy mitigates interest rate risk through the use of maturity limits set to meet the needs of various fund types. The District actively manages the time to maturity in reacting to changes in the yield curve, economic forecasts and liquidity needs of the participating funds. The District further limits interest rate risk by laddering maturities when possible.

The District has selected the weighted average maturity (WAM) as the primary method for reporting interest rate risk. The WAM method expresses investment time horizons, the time when investments become due and payable, in terms of years, weighted to reflect the dollar size of individual investments within an investment type. The overall portfolio weighted average maturity is derived by dollar-weighting the WAM for all investments. The WAM is calculated using days to maturity from the original purchase date.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 4. CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

The District had the following cash equivalents and investments at August 31, 2025 and 2024, excluding bank deposits and petty cash:

Type	2025			2024		
	Fair Value	% of Total	WAM* (Years)	Fair Value	% of Total	WAM* (Years)
FHLB	\$ 29,564,255	4.4%	3.103	\$ 69,051,950	11.0% ^	2.713
FFCB	10,093,200	1.5%	3.354	25,002,605	4.0% ^	1.689
U.S. Treasuries	96,615,935	14.2% ^	1.597	111,568,944	17.8% ^	1.134
Treasury demand deposit SLGS	103,882,076	15.3% ^	0.003	236,807,027	37.7%	0.003
Municipal bonds	-	-	-	1,186,368	0.2% ^	3.767
Commercial paper	9,987,900	1.5%	0.666	9,713,180	1.5% ^	0.737
TexPool	399,621,752	58.9% ^	0.003	172,272,938	27.4% ^	0.003
U.S Government Money Market Funds	28,286,865	4.2%	0.000	2,320,077	0.4%	0.003
Total	<u>\$ 678,051,983</u>	<u>100%</u>		<u>\$ 627,923,089</u>	<u>100%</u>	

Portfolio weighted average maturity at August 31 0.425 0.587

\* WAM = Weighted Average Maturity, using time from purchase to scheduled maturity

^ = Investment type balance greater than 5% of total investments for respective year

**Credit Risk** – In accordance with state law and the District's investment policy, investments in the investment pools are limited to AAA or AAAM by at least one nationally recognized rating agency. At August 31, 2025 and 2024, TexPool was rated AAAM. All other credit standards are governed by the District's investment policy, which is in compliance with or exceeds state statutes for credit standards. These state standards include: commercial paper rated no less than A-1 or P-1 by at least two nationally recognized credit rating agencies or one nationally recognized credit rating agency and is fully secured by an irrevocable letter of credit issued by a bank; obligations of states, agencies, counties, cities and other political subdivisions rated no less than A or its equivalent by a nationally recognized investment rating firm.

**Concentration of Credit Risk** – The concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District does not limit the amount it may invest in any one issuer, but does enforce restrictions on the types and credit ratings of investments permitted as described in the previous paragraph, and the high investment grades permitted help mitigate any concentration risk.

At August 31, 2025, the District's largest concentration in cash, cash equivalents and investments was in TexPool at 58.9%, up from 27.4% at August 31, 2024. The second largest concentration was in federal agencies at 5.9%, down from 15.0% in fiscal year 2024. The concentration in U.S. Treasuries decreased from 17.8% in fiscal year 2024 to 14.2% in fiscal year 2025.

The District does not have any investments in foreign currency.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 4. CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Below is a list of the individual investments held and their respective credit ratings at August 31, 2025 and 2024:

Issuer	Credit rating at 8/31/2025	Credit rating at 8/31/2024
BlackRock Treasury Trust Fund	AAAm	AAAm
City of San Antonio, TX	AAA/Aaa/AA+	AAA/Aaa/AA+
FFCB	AA+/Aa1/AA+	AA+/Aaa/AA+
FHLB	AA+/Aa1/AA+	AA+/Aaa
Royal Bank of Canada	F1+/P-1/A-1+	F1+/P-1/A-1+
TexPool	AAAm	AAAm
Toyota Motor Credit Corp	*	A-1/F1
US Treasury Note	AA+/Aa1/AA+	AA+/Aa1/AA+

\*Investment not held as of August 31 of the respective year.

Safekeeping - The District's internally managed investments are held in safekeeping at its custodian bank, Bank of America, N.A., as required by Board policy and state statute.

### 5. LEASES RECEIVABLE

The District, as lessor, entered into a lease agreement with 1415 North Main, LLC to lease a portion of Parking Garage #2 located at San Antonio College. The lease term is September 24, 2021 through December 31, 2096. In exchange for access to 381 parking spaces the District will receive \$76,200 annually through December 31, 2085, and then receive \$91,440 annually through the remainder of the term of the lease. Accordingly, the District recorded a lease receivable asset in the amount of \$2,933,861 at inception. The District began receiving lease payments in January 2024.

The District, as lessor, entered into a lease agreement with San Antonio MTA, L.P. d/b/a Verizon Wireless to lease 336 square feet of rooftop space at Northwest Vista College for the installation of communications equipment. The lease term began January 1, 2016 for a five-year term. The lease is automatically renewed for four additional five-year terms unless lessee terminates by written notice. In exchange for the space the District will receive \$13,200 annually, subject to a 3% per annum increase on the anniversary of the commencement date. Accordingly, the District recorded a lease receivable asset in the amount of \$356,141 at inception. In FY25, lease revenue and interest revenue for this lease was \$17,895 and \$4,357, respectively. In FY24, lease revenue and interest revenue for this lease was \$17,895 and \$4,546, respectively.

The District, as lessor, entered into a lease agreement with New Cingular Wireless PCS, LLC to lease 2,500 square feet of rooftop space at Northeast Lakeview College for the installation of communications equipment. The lease term began August 28, 2013 for a five-year term. The lease is automatically renewed for four additional five-year terms unless lessee terminates by written notice, making it possible for this lease to extend through August 27, 2038. In exchange for the space the District will receive \$12,000 annually, subject to a 3% per annum increase on the anniversary of the commencement date. Accordingly, the District recorded a lease receivable asset in the amount of \$307,897 at inception. In FY25, lease revenue and interest revenue for this lease was \$17,462 and \$3,028, respectively. In FY24, lease revenue and interest revenue for this lease was \$17,462 and \$3,196, respectively.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 5. LEASES RECEIVABLE (continued)

Leases receivable at August 31, 2025 and 2024 were as follows:

	Interest Rate(s)	Receivable At Commencement	Lease Term In Years	Balance 8/31/2025	Balance 8/31/2024
<u>Business-type Activities</u>					
Parking garage spaces at San Antonio College with 1415 N. Main	1.92%	\$ 2,933,861	75.3	\$ 3,010,713	\$ 3,029,213
Cell phone tower space at Northwest Vista College with Verizon	1.43%	356,141	45.3	298,752	311,451
Cell phone tower space at Northeast Lakeview College with AT&T	1.20%	307,897	18.0	246,043	259,626
Total leases receivable				<u>\$ 3,555,508</u>	<u>\$ 3,600,290</u>

### 6. CAPITAL ASSETS

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

	Balance 9/1/2024	Increases	Decreases	Balance 8/31/2025
<u>Not Depreciated:</u>				
Land	\$ 67,692,257	\$ 5,028,866	\$ -	\$ 72,721,123
Works of art	933,305	92,166	8,895	1,016,576
Construction in progress	61,377,313	174,300,576	31,848,578	203,829,311
Subtotal	<u>130,002,875</u>	<u>179,421,608</u>	<u>31,857,473</u>	<u>277,567,010</u>
<u>Subject to Depreciation or Amortization:</u>				
Buildings and building improvements	1,359,613,356	54,723,238	2,382,562	1,411,954,032
Other real estate improvements	142,231,393	15,417,170	-	157,648,563
Total buildings and other real estate improvements	<u>1,501,844,749</u>	<u>70,140,408</u>	<u>2,382,562</u>	<u>1,569,602,595</u>
Software	3,365,378	344,927	-	3,710,305
Furniture, machinery and equipment	70,525,965	7,357,434	5,277,518	72,605,881
Library materials	15,647,145	105,160	458,647	15,293,658
Subscription-based IT arrangements (SBITAs)	13,193,145	2,240,371	1,661,121	13,772,395
Total buildings and other capital assets	<u>1,604,576,382</u>	<u>80,188,300</u>	<u>9,779,848</u>	<u>1,674,984,834</u>
<u>Accumulated Depreciation or Amortization:</u>				
Buildings and building improvements	443,979,200	36,339,252	724,008	479,594,444
Other real estate improvements	101,047,453	4,202,767	-	105,250,220
Total buildings and other real estate improvements	<u>545,026,653</u>	<u>40,542,019</u>	<u>724,008</u>	<u>584,844,664</u>
Software	3,192,141	30,216	-	3,222,357
Furniture, machinery and equipment	49,330,021	8,021,027	6,995,542	50,355,506
Library materials	14,971,635	68,303	429,831	14,610,107
Subscription-based IT arrangements (SBITAs)	6,799,341	2,949,125	1,556,637	8,191,829
Total accumulated depreciation and amortization	<u>619,319,791</u>	<u>51,610,690</u>	<u>9,706,018</u>	<u>661,224,463</u>
Net capital assets	<u>\$ 1,115,259,466</u>	<u>\$ 207,999,218</u>	<u>\$ 31,931,303</u>	<u>\$ 1,291,327,381</u>

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 6. CAPITAL ASSETS (continued)

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

	Balance 9/1/2023	Increases	Decreases	Balance 8/31/2024
<u>Not Depreciated:</u>				
Land	\$ 55,642,957	\$ 12,049,300	\$ -	\$ 67,692,257
Works of art	900,855	32,450	-	933,305
Construction in progress	35,662,989	30,181,573	4,467,249	61,377,313
Subtotal	92,206,801	42,263,322	4,467,249	130,002,874
<u>Subject to Depreciation or Amortization:</u>				
Buildings and building improvements	1,341,412,579	18,200,777	-	1,359,613,356
Other real estate improvements	142,231,393	-	-	142,231,393
Total buildings and other real estate improvements	1,483,643,972	18,200,777	-	1,501,844,749
Software	3,327,104	38,274		3,365,378
Furniture, machinery and equipment	64,072,582	7,969,566	1,516,183	70,525,965
Library materials	15,656,219	239,379	248,453	15,647,145
Subscription-based IT arrangements (SBITAs)	11,362,755	4,050,231	2,219,841	13,193,145
Total buildings and other capital assets	1,578,062,632	30,498,227	3,984,477	1,604,576,383
<u>Accumulated Depreciation or Amortization:</u>				
Buildings and building improvements	407,593,887	36,385,313	-	443,979,200
Other real estate improvements	96,013,402	5,034,051	-	101,047,453
Total buildings and other real estate improvements	503,607,289	41,419,363	-	545,026,652
Software	3,184,866	7,275		3,192,141
Furniture, machinery and equipment	42,631,694	7,774,765	1,076,438	49,330,021
Library materials	15,123,673	96,415	248,453	14,971,635
Subscription-based IT arrangements (SBITAs)	6,191,256	2,827,926	2,219,841	6,799,341
Total accumulated depreciation and amortization	570,738,778	52,125,744	3,544,732	619,319,790
Net capital assets	\$1,099,530,655	\$ 20,635,805	\$ 4,906,994	\$ 1,115,259,466

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 7. NONCURRENT LIABILITIES

At August 31, 2025, noncurrent liabilities are \$1,203,430,249 with activity for the fiscal year as follows:

	Balance 9/1/24	Additions	Reductions	Balance 8/31/25	Current Portion
Bonds and tax notes payable					
General obligation bonds	\$ 495,270,000	\$ 296,275,000	\$ 128,855,000	\$ 662,690,000	\$ 33,085,000
Revenue bonds	48,345,000	-	4,415,000	43,930,000	3,225,000
Maintenance tax notes	212,190,000	-	30,705,000	181,485,000	32,280,000
Premium on bonds payable	92,484,290	18,211,826	14,399,831	96,296,285	7,768,000
Subtotal	848,289,290	314,486,826	178,374,831	984,401,285	76,358,000
Notes payable	1,073,076	-	946,057	127,019	-
Subscription-based IT arrangements	5,319,045	2,240,371	2,632,126	4,927,290	2,276,195
Compensable absences	9,165,068	8,811,420	7,814,368	10,162,120	957,866
Unearned income	637,824	-	53,152	584,672	53,152
Arbitrage liability	9,058,015	1,690,060	-	10,748,075	-
Net pension liability	105,319,038	-	4,082,266	101,236,772	-
Net OPEB liability	159,531,889	31,346,564	14,997,650	175,880,803	4,992,574
Total	\$ 1,138,393,245	\$ 358,575,241	\$ 208,900,450	\$ 1,288,068,036	\$ 84,637,787

At August 31, 2024, noncurrent liabilities are \$1,064,267,604 with activity for the fiscal year as follows:

	Balance 9/1/23	Additions	Reductions	Balance 8/31/24	Current Portion
Bonds and tax notes payable					
General obligation bonds	\$ 532,315,000	\$ -	\$ 37,045,000	\$ 495,270,000	\$ 22,800,000
Revenue bonds	55,400,000	-	7,055,000	48,345,000	4,245,000
Maintenance tax notes	241,400,000	-	29,210,000	212,190,000	30,705,000
Premium on bonds payable	100,737,011	-	8,252,721	92,484,290	7,690,703
Subtotal	929,852,011	-	81,562,721	848,289,290	65,440,703
Notes payable	2,299,932	-	1,226,856	1,073,076	946,846
Subscription-based IT arrangements	4,384,990	2,686,759	1,752,704	5,319,045	2,295,295
Compensable absences	8,180,716	7,866,362	6,882,010	9,165,068	927,315
Unearned income	690,976	-	53,152	637,824	53,152
Arbitrage liability	4,503,952.00	4,554,063	-	9,058,015	-
Net pension liability	89,265,151	16,053,887	-	105,319,038	-
Net OPEB liability	168,913,939	21,721,909	31,103,959	159,531,889	4,462,330
Total	\$ 1,208,091,667	\$ 52,882,980	\$ 122,581,402	\$ 1,138,393,245	\$ 74,125,641

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 7. NONCURRENT LIABILITIES (continued)

The District has subscription-based IT arrangements (SBITAs) for various software licenses and subscriptions, as shown in the table above. The SBITAs were recorded at the present value of the future payments as of the inception using incremental borrowing rates ranging between 0.57% - 3.99%.

The cost and accumulated amortization of the assets for the SBITAs totaled approximately \$13,772,396 and \$8,191,829, respectively as of August 31, 2025 as reported in Note 6. The cost and accumulated amortization of the assets for the SBITAs totaled approximately \$13,193,145 and \$6,799,341, respectively as of August 31, 2024 as reported in Note 6.

The table below summarizes the required principal and interest payments against the SBITA liabilities recorded as of August 31, 2025:

Years Ending August 31,	Payment	Principal	Interest
2026	\$ 2,394,796	\$ 2,276,195	\$ 118,602
2027	1,812,137	1,747,576	64,561
2028	869,201	848,287	20,914
2029	56,757	55,232	1,525
Total	<u>\$ 5,132,891</u>	<u>\$ 4,927,290</u>	<u>\$ 205,602</u>

### 8. DEBT OBLIGATIONS

Debt service requirements at August 31, 2025 were as follows (table amounts in 000s):

For the Year Ending August 31,	General Obligation Bonds		Revenue Bonds*		Maintenance Tax Notes		TOTAL BONDS	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 33,085	\$ 29,651	\$ 3,225	\$ 1,904	\$ 32,280	\$ 8,241	\$ 68,590	\$ 39,796
2027	25,460	28,533	2,110	1,784	33,935	6,585	61,505	36,902
2028	23,260	27,260	2,190	1,703	35,670	4,845	61,120	33,808
2029	16,220	26,097	2,275	1,618	37,500	3,016	55,995	30,730
2030	12,470	25,286	2,360	1,527	39,425	1,093	54,255	27,906
2031-2035	158,745	110,125	9,865	6,358	2,675	54	171,285	116,537
2036-2040	161,355	69,932	8,765	4,170			170,120	74,102
2041-2045	140,520	37,234	8,905	2,204			149,425	39,437
2046-2050	91,575	12,232	4,235	214			95,810	12,446
TOTAL	\$ 662,690	\$ 366,348	\$ 43,930	\$ 21,483	\$ 181,485	\$ 23,833	\$ 888,105	\$ 411,663

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 8. DEBT OBLIGATIONS (continued)

Debt service requirements at August 31, 2024 were as follows (table amounts in 000s):

For the Year Ending August 31,	General Obligation Bonds		Revenue Bonds*		Maintenance Tax Notes		TOTAL BONDS	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 22,800	\$ 21,154	\$ 4,245	\$ 2,092	\$ 30,705	\$ 9,815	\$ 57,750	\$ 33,061
2026	23,945	20,010	3,395	1,910	32,280	8,241	59,620	30,161
2027	25,140	18,810	2,110	1,784	33,935	6,585	61,185	27,179
2028	26,395	17,549	2,190	1,703	35,670	4,845	64,255	24,097
2029	26,685	16,225	2,275	1,618	37,500	3,016	66,460	20,859
2030-2034	122,630	65,229	10,185	6,786	42,100	1,146	174,915	73,162
2035-2039	127,530	34,933	9,265	4,587	-	-	136,795	39,520
2040-2044	88,635	12,729	8,485	2,625	-	-	97,120	15,354
2045-2047	31,510	1,664	6,195	475	-	-	37,705	2,139
TOTAL	\$ 495,270	\$ 208,303	\$ 48,345	\$ 23,581	\$ 212,190	\$ 33,648	\$ 755,805	\$ 265,531

\*The interest rate as of August 31, 2024 (1.7%) was used to compute future interest costs for the variable rate revenue bonds included in the table above.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 9. BONDS AND TAX NOTES PAYABLE

Bonds and tax notes payable for the years ended August 31, 2025 and 2024 were as follows:

Series	Instrument Type and Purpose	Amount Issued and Authorized	Current Interest Rates	Balance August 31, 2025	Balance August 31, 2024
<b>General Obligation Bonds (Repayment source - Ad valorem taxes)</b>					
2007	Construct, renovate, acquire and equip new and existing facilities. Dated March 15, 2007.	\$ 271,085,000	4.5%	\$ -	\$ 15,760,000
2012	Refund certain of the District's outstanding Limited Tax Bonds Series 2007 and 2007A. Dated June 15, 2012.	74,110,000	3.5% - 5.0%	-	50,285,000
2016	Refund the District's outstanding Limited Tax Bonds Series 2006 and 2006A. Dated May 15, 2016.	72,065,000	3.5% - 5.0%	-	42,715,000
2017	Refund the District's outstanding Limited Tax Bonds Series 2007 and 2007A and construct, renovate, acquire and equip new and existing facilities. Dated September 15, 2017.	258,940,000	4.0% - 5.0%	139,005,000	153,250,000
2021	Construct, renovate, acquire and equip new and existing facilities. Dated May 15, 2021.	195,980,000	2.375% - 5.0%	179,875,000	184,540,000
2022	Construct, renovate, acquire and equip new and existing facilities. Dated November 1, 2022	49,845,000	4.5% - 5.0%	47,535,000	48,720,000
2025	Refund the District's outstanding Limited Tax Bonds Series 2007, 2012, and 2016 and construct, renovate, acquire and equip new and existing facilities. Dated August 14, 2025.	296,275,000	4.75% - 5.0%	296,275,000	-
Subtotal - General Obligation Bonds				\$ 662,690,000	\$ 495,270,000
<b>Maintenance Tax Notes (Repayment source - Ad valorem taxes)</b>					
2021	Refund the District's outstanding Maintenance Tax Notes, Series 2011. Dated April 1, 2021.	\$ 21,660,000	4.0% - 5.0%	\$ 14,265,000	\$ 16,255,000
2022	Renovate and repair existing District facilities. Dated August 1, 2022.	247,570,000	5.0%	167,220,000	195,935,000
Subtotal - Maintenance Tax Notes				\$ 181,485,000	\$ 212,190,000
<b>Revenue Financing System (Repayment source - Pledged revenue*)</b>					
2012A	Refund certain of the District's outstanding Combined Fee Revenue bonds and to construct a parking facility. Dated March 1, 2012.	\$ 55,800,000	3.0% - 5.25%	\$ 14,055,000	\$ 17,220,000
2017	Acquire, purchase, construct, equipping of any property or buildings of any nature of the District. Dated January 15, 2017.	34,880,000	3.0% - 5.0%	29,875,000	30,615,000
2017	(Variable Rate) Acquire, purchase, construct, equipping of any property or buildings of any nature of the District. Dated January 15, 2017. Remarketed November 1, 2019 and converted to Term Rate Period.	15,690,000	1.7%	-	510,000
Subtotal - Revenue Financing System Bonds				\$ 43,930,000	\$ 48,345,000
<b>Total Bonds</b>				<b>\$ 888,105,000</b>	<b>\$ 755,805,000</b>

\*Pledged revenue is all revenue to the extent it may be pledged as security for debt obligations pursuant to applicable Texas law.

Bonds payable are due in annual installments varying from \$911,781 to \$37,793,375 with coupon rates from 1.7% to 5.25%, with the final installment due in fiscal year 2050.

In August of 2025, the District issued \$296,275,000 Limited Tax & Refunding Bonds, Series 2025 to construct, renovate, acquire, and equip new and existing facilities in the District and refund certain maturities of the District's outstanding indebtedness. The bonds were issued with a premium net of costs of \$15,983,604, with a resultant deposit to the construction fund of \$223,000,000.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 9. BONDS AND TAX NOTES PAYABLE (continued)

The Tax Reform Act of 1986 enacted Section 148(f) of the Internal Revenue Code relating to arbitrage rebate requirements. This section generally provides that in order for interest on any issue of obligations to be excluded from gross income (i.e. tax-exempt) the issuer must rebate to the United States the sum of (1) the excess of the amount earned on all "nonpurpose investments" acquired with "gross proceeds" of the issue over the amount which would have been earned if such investments had been invested at a yield equal to the yield on the issue, and (2) the earnings on such excess earnings.

The U.S. Department of Treasury regulations and the District's bond covenants require the District to calculate annually, on the anniversary date of each bond issue subject to rebate, the arbitrage rebate amount. A rebate computation and payment to the Federal Government, if applicable, is required to be made at least every five years or each "Rebate Installment Computation Date" and upon final redemption or maturity of the bonds. The amount reserved for arbitrage rebate is reflected as part of noncurrent liabilities in the amount of \$10,748,075 and \$9,095,015 as of August 31, 2025, and 2024 respectively.

### 10. DEFEASED BONDS OUTSTANDING

As of August 31, 2025 and 2024, the District had the following defeased bonds outstanding:

Bond Issue	Year Refunded	Par Value Outstanding	
		2025	2024
Limited Tax Bonds, Series 2007	2025	\$ 15,760,000	\$ -
Limited Tax Bonds, Series 2012	2025	50,285,000	-
Limited Tax Bonds, Series 2016	2025	40,010,000	-
		<u>\$ 106,055,000</u>	<u>\$ -</u>

### 11. EMPLOYEES' RETIREMENT PLANS

The State of Texas has joint contributory retirement plans for almost all of its employees. The District requires all full-time employees to participate in either the Teacher Retirement System of Texas (TRS) or in the Optional Retirement Plan (ORP). Faculty, administrators, counselors and librarians may enroll in either the TRS or the ORP. Secretarial, clerical and professional employees are limited to participation in the TRS. Employees who are eligible to participate in the ORP have ninety days from the date of their employment to select the optional retirement program. Employees who previously had the opportunity to participate in the ORP but declined must remain with the TRS for the duration of their employment in the Texas education system.

#### Teacher Retirement System of Texas – Defined Benefit Plan

*Plan Description:* The District participates in a cost-sharing multiple-employer defined benefit pension plan that has a special funding situation. The plan is administered by the 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 plan's Board of Trustees does not have the authority to establish or amend benefit terms. All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

*Pension Plan Fiduciary Net Position:* Detailed information about the TRS's fiduciary net position is available in a separately-issued Annual Comprehensive Financial Report that includes financial statements and required supplementary information.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

The report may be obtained by writing to TRS at attention Finance Division, PO Box 149676, Austin, TX, 78714-0185; by calling 1 (800) 223-8778; or online at <https://www.trs.texas.gov/learning-resources/publications>.

*Benefits Provided:* TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using a 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity. For members who are grandfathered, the three highest annual salaries are used.

The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years.

Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered under a previous rule. There are no automatic post-employment benefit changes, including automatic cost of living adjustments (COLAs). Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the plan description paragraph above. Accordingly, the 2023 Texas Legislature passed Senate Bill (SB) 10 and House Joint Resolution (HJR) 2 to provide eligible retirees with a one-time stipend and an ad hoc COLA.

*One-Time Stipends:* Stipends, regardless of annuity amount, were paid in September 2023 to annuitants who met the qualifying age requirement on or before August 31, 2023:

- A one-time \$7,500 stipend to eligible annuitants who are 75 years of age and older
- A one-time \$2,400 stipend to eligible annuitants age 70 to 74

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

- 2% COLA for eligible retirees who retired between September 1, 2013 through August 31, 2020
- 4% COLA for eligible retirees who retired between September 1, 2001 through August 31, 2013
- 2% COLA for eligible retirees who retired on or before August 31, 2021

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

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

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. 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 86<sup>th</sup> Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 thru 2025. Contribution rates can be found in the TRS 2024 ACFR, Note 11, on page 87.

	<u>Contribution Rates</u>	
	<u>2024</u>	<u>2025</u>
Member	8.25%	8.25%
District/Non-employer contributing entity (State)	8.25%	8.25%
District contributions (audited)	\$ 9,339,653	
State of Texas on-behalf contributions (unaudited)	\$ 7,537,577	

The District's contributions to the TRS pension plan in 2025 were \$10,758,852 as reported in the Schedule of District Contributions for Pensions in the Required Supplementary Information section of these financial statements. Estimated State of Texas on-behalf contributions for 2025 were \$8,936,398.

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 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 TRS, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

*Actuarial Assumptions:* The total pension liability in the August 31, 2023 (rolled forward to August 31, 2024) actuarial valuation was determined using the following actuarial assumptions:

Valuation date	August 31, 2023 rolled forward to August 31, 2024
Actuarial cost method	Individual entry age normal
Asset valuation method	Fair value
Single discount rate	7.00%
Long-term expected investment rate of return	7.00%
Municipal bond rate as of August 2024*	3.87%
Last year ending August 31 in projection period (100 years)	2123
Inflation	2.30%
Salary increases including inflation	2.95% to 8.95%
Ad hoc post-employment benefit changes	None

\*Rate source is the Bond Buyers 20 Index which represents the estimated yield of a portfolio of 20 general obligation bonds maturing in 20 years based on a survey of municipal bond traders.

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2023. For a full description of these assumptions, see the TRS actuarial valuation report dated November 21, 2023. The TRS Board of Trustees have the sole authority to determine the actuarial assumptions used for the plan.

*Changes in Assumptions and Benefits Since the Prior Actuarial Valuation:* The actuarial assumptions and methods are the same as used in the determination of the prior year's net pension liability. The 2023 Texas Legislature passed Senate Bill (SB10), which provided a stipend payment to certain retirees and variable ad-hoc cost-of-living adjustments (COLA) to certain retirees in early fiscal year 224. Due to its timing, the legislation and payments were not reflected in the August 31, 2023 actuarial valuation. Under the roll forward method, an adjustment was made to reflect the legislation in the rolled forward liabilities for the current measurement year of August 31, 2024. SB 10 and House Joint Resolution 2 of the 88<sup>th</sup> Regular Legislative Session appropriated payments of \$1.645 billion for one-time stipends and \$3.355 billion for COLAs. This appropriation is treated as a supplemental contribution and included in other additions. Since the legislature appropriated funds for this one-time stipend and COLA, there was no impact on the net pension liability of TRS.

*Discount Rate:* The single discount rate used to measure the total pension liability was 7.00%. The single discount rate was based on the expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine the single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 9.54% of payroll 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 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%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2024 are summarized below:

Asset Class	Target Allocation <sup>2</sup>	Long-Term Expected Geometric Real Rate of Return <sup>3</sup>	Expected Contribution to Long-Term Portfolio Returns
Global equity			
U.S.	18.0%	4.4%	1.0%
Non-U.S. developed	13.0%	4.2%	0.8%
Emerging markets	9.0%	5.2%	0.7%
Private equity <sup>1</sup>	14.0%	6.7%	1.2%
Stable value			
Government bonds	16.0%	1.9%	0.4%
Stable value hedge funds	5.0%	3.0%	0.2%
Absolute return <sup>1</sup>	0.0%	4.0%	0.0%
Real return			
Real estate	15.0%	6.6%	1.2%
Energy, natural resources and infrastructure	6.0%	5.6%	0.4%
Commodities	0.0%	2.5%	0.0%
Risk parity			
Risk parity	8.0%	4.0%	0.4%
Asset allocation leverage			
Cash	2.0%	1.0%	0.0%
Asset allocation leverage	-6.0%	1.3%	-0.1%
Inflation expectation			2.4%
Volatility drag <sup>4</sup>			-0.7%
Expected return	100.0%		7.9%

<sup>1</sup> Absolute return includes credit sensitive investments

<sup>2</sup> Target allocations are based on the FY2024 policy model.

<sup>3</sup> Capital market assumptions come from 2024 SAA Study CMA Survey (as of 12/31/2023)

<sup>4</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns.

Source: Teacher Retirement System of Texas 2024 Annual Comprehensive Financial Report

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2023 are summarized below:

Asset Class	Target Allocation <sup>2</sup>	Long-Term Expected Geometric Real Rate of Return <sup>3</sup>	Expected Contribution to Long-Term Portfolio Returns
Global equity			
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%
Stable value			
Government bonds	16.0%	2.5%	0.5%
Absolute return <sup>1</sup>	0.0%	3.6%	0.0%
Stable value hedge funds	5.0%	4.1%	0.2%
Real return			
Real estate	15.0%	4.9%	1.1%
Energy, natural resources and infrastructure	6.0%	4.8%	0.4%
Commodities	0.0%	4.5%	0.0%
Risk parity			
Risk parity	8.0%	4.5%	0.4%
Asset allocation leverage			
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%
Expected return	100.0%		8.0%

<sup>1</sup> Absolute return includes credit sensitive investments

<sup>2</sup> Target allocations are based on the FY2023 policy model.

<sup>3</sup> Capital market assumptions come from Aon Hewitt (as of 6/30/2023).

<sup>4</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns.

Source: Teacher Retirement System of Texas 2023 Annual Comprehensive Financial Report

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

*Discount Rate Sensitivity Analysis:* The following table shows the impact on the District's proportionate share of the collective net pension liability if the discount rate used was 1 percent less than or 1 percent greater than the discount rate that was used (7.00%) in measuring the net pension liability reported at August 31, 2025.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
District's proportionate share of the net pension liability	\$ 161,700,777	\$ 101,236,772	\$ 51,138,045

The following table shows the impact on the District's proportionate share of the collective net pension liability if the discount rate used was 1 percent less than or 1 percent greater than the discount rate that was used (7.00%) in measuring the net pension liability reported at August 31, 2024.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
District's proportionate share of the net pension liability	\$ 157,457,795	\$ 105,319,038	\$ 61,965,634

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:* The District reported a liability of \$101,236,722 and \$105,319,038 for its proportionate share of the TRS's net pension liability at August 31, 2025 and 2024, respectively. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District at August 31, 2025 and 2024 were as follows:

	FY25	FY24
District's proportionate share of the collective net pension liability	\$ 101,236,772	\$ 105,319,038
State's proportionate share that is associated with District	81,703,242	86,067,918
Total	\$ 182,940,014	\$ 191,386,956

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

At the measurement date of August 31, 2024, the District's proportion of the collective net pension liability was 0.1657332210%, which was an increase of 0.0124088648% from its proportion measured as of August 31, 2023. At the measurement date of August 31, 2023, the District's proportion of the collective net pension liability was 0.1533243562%, which was an increase of 0.0029638746% from its proportion measured as of August 31, 2022.

For the year ended August 31, 2025, the District recognized pension expense of \$4,130,048 and additional on-behalf revenue and expense of \$9,764,903 for support provided by the State. For the year ended August 31, 2024, the District recognized pension expense of \$8,338,698 and additional on-behalf revenue and expense of \$12,995,511 for support provided by the State.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

At August 31, 2025, the District's proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources were:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 5,580,033	\$ 790,407
Changes in actuarial assumptions	5,227,071	700,772
Net difference between projected and actual investment earnings	615,382	
Changes in proportion and difference between the District's contributions and the proportionate share of contributions	6,897,026	102,146
Contributions paid to TRS subsequent to the measurement date	10,758,852	-
Total	<u>\$ 29,078,364</u>	<u>\$ 1,593,325</u>

At August 31, 2024, the District's proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources were:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 3,752,553	\$ 1,275,298
Changes in actuarial assumptions	9,961,118	2,437,713
Net difference between projected and actual investment earnings	15,326,477	
Changes in proportion and difference between the District's contributions and the proportionate share of contributions	2,094,485	1,063,922
Contributions paid to TRS subsequent to the measurement date	9,232,518	-
Total	<u>\$ 40,367,151</u>	<u>\$ 4,776,933</u>

The \$10,758,852 amount reported at August 31, 2025 as deferred outflows of resources related to pensions resulting from District contributions to the pension plan made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending August 31, 2026.

The net amounts of the District's balances of deferred outflows of resources and deferred inflows of resources related to pensions, other than deferred outflows of resources for contributions made subsequent to the measurement date of the net pension liability, will be recognized in pension expense as follows:

Year ending August 31,	Pension Expense Amount
2026	\$ 1,966,972
2027	12,408,722
2028	2,560,466
2029	(1,290,808)
2030	1,080,835
Thereafter	-

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 11. EMPLOYEES' RETIREMENT PLANS (continued)

#### Optional Retirement Plan (ORP) – Defined Contribution Plan

*Plan Description:* The State has also established an optional retirement program for institutions of higher education. Participation in the ORP is in lieu of participation in the TRS. The optional retirement program is a defined contribution plan that 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 State Legislature. Since individual annuity contracts are purchased, the State has no additional or unfunded liability for this program. Senate Bill 1812, effective September 1, 2013, limits the amount of the State's contribution to 50% of eligible employees in the reporting district.

Total payroll for the District and for employees under each retirement plan, retirement expense for the State and the District, and contribution rates mandated by the State for the years ended August 31, 2025, 2024 and 2023 are as follows:

	2025	2024	2023
Payroll - all District employees	\$ 300,303,913	\$ 267,803,106	\$ 243,427,345
Payroll - TRS participants	239,120,244	207,481,380	181,562,648
Payroll - ORP participants	28,528,785	28,148,527	29,007,092
Total required annual contributions:			
State on-behalf contributions	\$ 8,466,773	\$ 7,358,859	\$ 6,651,605
District contributions	11,931,727	10,826,745	9,580,381
District/State contribution percentages - TRS	8.25%	8.25%	8.00%
Participant contribution percentages - TRS	8.25%	8.25%	8.00%
District/State contribution percentages - ORP	8.25%	8.25%	8.00%
Participant contribution percentages - ORP	6.65%	6.65%	6.65%

In certain instances, the District is required to make all or a portion of the State's contribution.

### 12. DEFERRED COMPENSATION PROGRAM

District employees may elect to defer a portion of their earnings for income tax and investment purposes pursuant to authority granted in the Texas Government Code 609.001.

A total of approximately \$1,921,000 was contributed by 303 District employees under the Internal Revenue Code Section 403(b) Tax Sheltered Annuity program including designated Roth accounts and 235 participants contributed a total of approximately \$1,202,000 to a Section 457 Deferred Compensation Plan in the fiscal year ended August 31, 2025.

A total of approximately \$2,716,000 was contributed by 332 District employees under the Internal Revenue Code Section 403(b) Tax Sheltered Annuity program including designated Roth accounts and 248 participants contributed a total of approximately \$1,681,000 to a Section 457 Deferred Compensation Plan in the fiscal year ended August 31, 2024.

The District does not contribute to the Section 403(b) or Section 457 plan. The deferred compensation plans are not included in the basic financial statements because the program assets are assets of the plan participants and not of the District.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 13. COMPENSABLE ABSENCES

The District's full-time employees earn 8 hours of sick leave per month. Administrators earn 14 hours of annual leave per month and other full-time employees earn from 6.66 to 12 hours of annual leave per month depending on their length of employment with the District. Sick leave balances may accumulate with no maximum and are forfeited at the time of separation. Employees who successfully complete the ninety-day initial employment period and terminate their employment are entitled to payment for accumulated annual leave up to the maximum allowed. The District's policy is that an employee may carry accrued annual leave forward from one fiscal year to another with a maximum of 288 hours for employees with 16 years or more of service and 336 hours for administrators.

On an annual basis, the District allows regular, full-time employees who earn vacation hours to elect to be paid for any accrued and unused hours from the employee's available vacation balance in 8-hour increments up to 80 hours if they meet all conditions. For the year ending August 31, 2025, a total of 707 employees redeemed approximately 44,000 hours, valued at around \$1,800,000. In comparison, for the year ended August 31, 2024, 640 employees redeemed approximately 41,000 hours, totaling about \$1,700,000.

The District recognizes the accrued liability for annual leave as a liability in the Statements of Net Position (see also Note 7). The current portion of the annual leave liability is that which is projected to be paid during the next fiscal year and is based on a five-year average. The total accrued at August 31, 2025 and 2024 for annual leave was approximately \$10,200,000, and \$9,200,000, respectively.

### 14. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES

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

	2025	2024
Tuition and fees receivable	\$ 20,782,780	\$ 16,938,549
Taxes receivable	15,489,043	13,796,219
Contracts and grants receivable	29,850,872	28,879,918
Interest receivable	1,328,205	1,141,330
Other receivables	8,367,705	6,078,291
Subtotal	<u>75,818,605</u>	<u>66,834,307</u>
Less allowance for doubtful accounts:		
Tuition and fees receivable	13,796,725	12,790,633
Taxes receivable	13,008,258	11,118,847
Other receivables	<u>153,493</u>	<u>190,129</u>
Net accounts receivable and notes receivable	<u>\$ 48,860,128</u>	<u>\$ 42,734,698</u>

Other receivables include amounts due from external entities, employees and students, including returned checks receivable, travel advances and other miscellaneous receivables.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 14. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES (continued)

Accounts payable and accrued liabilities at August 31, 2025 and 2024 were as follows:

	2025	2024
Accounts payable to vendors	\$ 53,155,296	\$ 21,235,397
Accrued liabilities:		
Salaries and benefits	9,730,507	13,620,274
Construction retainage	9,601,909	8,294,998
Bond interest	1,792,680	2,054,594
Workers' compensation claims	826,129	863,890
Other	1,199,031	736,526
Total accounts payable and accrued liabilities	<u>\$ 76,305,553</u>	<u>\$ 46,805,679</u>

### 15. FUNDS HELD FOR OTHERS

The District holds unapplied Federal Direct Loan Program funds, funds for certain students and funds for student and staff organizations. These amounts are reflected in the Statements of Net Position as funds held for others in the amount of \$1,373,974 and \$1,175,230 as of August 31, 2025 and 2024, respectively.

### 16. CONTRACT AND GRANT AWARDS

Contract and grant revenue for which funds have been expended is included in the Statements of Revenues, Expenses and Changes in Net Position. Contract and grant awards for which funds have been expended but not yet collected are included in Accounts Receivable in Exhibit 1, Statements of Net Position. Contract and grant awards for which funds have been received but not yet expended are included in unearned income in the Statements of Net Position. Contract and grant awards that are not yet funded and for which the District has not yet performed services are not included in the financial statements. Contract and grant award funds already committed, e.g., multi-year awards, or funds awarded during fiscal years ended August 31, 2025 and 2024 for which no expenses have been incurred, totaled approximately \$176,800,000 and \$170,500,000, respectively.

### 17. SELF-INSURED AND RISK MANAGEMENT PLANS

The District 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. The District fully insures its buildings, structures, contents and equipment with the purchase of commercial insurance.

The District's Workers' Compensation Self-Insurance Fund (the Fund) is administered by a third party. Through the Fund, the District self-insures workers' compensation claims up to \$450,000 per occurrence. Individual losses of over \$450,000 are covered by a specific excess insurance policy up to the maximum statutory benefit per occurrence. Additionally, \$3,284,516 of unrestricted net position has been designated by the District to cover losses in excess of those covered by insurance and the Fund. The Fund pays the premium for the specific excess insurance policy and assumes all workers' compensation claims and expenses not covered by the policy. The District transfers the workers' compensation standard premium calculated for the District into the Fund.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 17. SELF-INSURED AND RISK MANAGEMENT PLANS (continued)

Claims and administrative expenses are paid from the Fund, and the balance is reserved toward future claims. The accrued liability in the Fund presented below represents a provision for unpaid expected claims of approximately \$826,000 and \$864,000 at August 31, 2025 and 2024, respectively, and is recorded in accounts payable and accrued liabilities in the accompanying Statements of Net Position. These liabilities are generally based on an actuarial valuation and the present value of unpaid expected claims. The discount rate used to calculate the present value of liabilities was 3.84% for both August 31, 2025 and 2024.

Fiscal Year	Beginning of Year Liability	Additions	Deductions	End of Year Liability
2025	\$ 863,890	\$ 256,194	\$ (293,955)	\$ 826,129
2024	\$ 863,890	\$ 313,007	\$ (313,007)	\$ 863,890

### 18. HEALTH CARE AND LIFE INSURANCE BENEFITS

The State of Texas pays certain health care and life insurance benefits for active employees. These benefits 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 eligible full-time employee or retiree was between approximately \$625 and \$1,223 per month for the year ended August 31, 2025 and between approximately \$625 and \$1,223 per month for the year ended August 31, 2024.

The table below depicts the cost of providing health care benefits to the District's retired and active employees, and the amount appropriated to the District from the State of Texas. Payments of these benefits by the State were recognized as restricted state appropriations with an equal amount recognized as restricted benefit expenses. These payments do not flow through the District's cash accounts.

Cost of Providing Health Care Insurance	2025	2024
Number of Retirees	1,492	1,447
Cost of Health Benefits for Retirees	\$ 10,729,132	\$ 10,763,887
Number of Active Full-time Employees	2,949	2,750
Cost of Health Benefits for Active Full-time Employees	\$ 25,113,663	\$ 22,753,525
State Appropriation for Health Insurance	\$ 15,209,243	\$ 15,209,243
District's Expense for Health Insurance	\$ 20,633,552	\$ 18,308,169

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN

*Plan Description:* The District participates in a cost-sharing, multiple employer, defined benefit other postemployment benefit (OPEB) plan with a special funding situation. The Texas Employees Group Benefits Program (GBP), also referred to as the State Retiree Health Plan (SRHP), is administered by the Employees Retirement System of Texas (ERS or System). 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 District 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.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

*OPEB Plan Fiduciary Net Position:* Detailed information about the GBP's fiduciary net position is available in the separately issued ERS Annual Comprehensive Financial Report that includes financial statements, notes to the financial statements and required supplementary information. That report may be obtained on the Internet at <https://ers.texas.gov/about-ers/reports-and-studies/reports-on-overall-ers-operations-and-financial-ma/2024-acfr>; or by writing to ERS at: 200 East 18th Street, Austin, TX 78701; or by calling (877) 275-4377. The fiduciary net position of the plan has been determined using the same basis used by the OPEB plan.

*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. An eligible retiree who has retired from full-time employment does not contribute toward the cost of coverage for himself/herself, but he/she pays a portion of the cost if he/she covers an eligible spouse or dependent child. The GBP also provides 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, (iii) the funding policy established by the Texas Legislature in connection with benefits provided through the GBP. The Trustees revise benefits when necessary to match expected benefit and administrative costs with the revenue expected to be generated by the appropriated funds. There are no long-term contracts for contributions to the plan.

The following table summarizes the maximum monthly employer contribution toward eligible retirees' health and basic life premium, which is based on a blended rate, for the measurement years ended August 31, 2024, and 2023. 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  
For the Measurement Years Ended August 31, 2024 and 2023

	2024	2023
Retiree only	\$ 624.82	\$ 624.82
Retiree & spouse	1,340.82	1,340.82
Retiree & children	1,104.22	1,104.22
Retiree & family	1,820.22	1,820.22

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

Premium contributions to the GBP plan for the year ended August 31, 2025 by source are summarized in the following table.

Premium Contributions by Source  
Group Benefits Program Plan  
For the Year Ended August 31, 2024

FY2025 Member (Employee) Contributions	\$	6,663,183
FY2025 District Contributions		5,678,190
FY2024 State of Texas (NECE) Contributions*		15,209,243

\*NECE contributions include both active members and retirees.

Premium contributions to the GBP plan for the year ended August 31, 2024 by source are summarized in the following table.

Premium Contributions by Source  
Group Benefits Program Plan  
For the Year Ended August 31, 2023

FY2024 Member (Employee) Contributions	\$	6,158,495
FY2024 District Contributions		5,718,243
FY2023 State of Texas (NECE) Contributions*		14,482,056

\*NECE contributions include both active members and retirees.

*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 the plan be invested in cash and equivalent securities.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

*Actuarial Assumptions:* For the year ended August 31, 2025, the total OPEB liability was determined by an actuarial valuation as of August 31, 2024 using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	August 31, 2024
Actuarial cost method	Entry age
Last experience study	7-year period ending August 31, 2021
Discount rate	3.87%
Projected annual salary increase (includes inflation)	2.30% to 8.95%
Annual healthcare trend rate	5.60% for FY26; 5.60% for FY27; 5.25% for FY28; 5.00% for FY29; 4.75% for FY30, 4.50% for FY31 decreasing 10 basis points per year to an ultimate rate of 4.30% for FY33 and later years
Inflation assumption rate	2.30%
Ad hoc postemployment benefit changes	None
Mortality assumptions: Service retirees, survivors and other inactive members	Tables based on TRS experience with Ultimate MP-2021 Projection Scale from the year 2021
Disability retirees	Tables based on TRS experience with Ultimate MP-2021 Projection Scale from the year 2021 using a 3-year set forward and minimum mortality rates of 4 per 100 male members and 2 per 100 female members
Active members	Sex Distinct Pub-2010 Amount-Weighted Below-Median Income Teacher Mortality with a 2-year set forward for males with Ultimate MP-2021 Projection Scale from the year 2010

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

For the year ended August 31, 2024, 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	7-year period from September 1, 2010 to August 31, 2017
Discount rate	3.81%
Projected annual salary increase (includes inflation)	2.30% to 8.95%
Annual healthcare trend rate	5.60% for FY25; 5.30% for FY26; 5.00% for FY27; 4.75% for FY28; 4.60% for FY29, decreasing 10 basis points per year to an ultimate rate of 4.30% for FY32 and later years
Inflation assumption rate	2.30%
Ad hoc postemployment benefit changes	None
Mortality assumptions:	
Service retirees, survivors and other inactive members	Tables based on TRS experience with Ultimate MP-2021 Projection Scale from the year 2021
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 4 per 100 male members and 2 per 100 female members
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 this valuation were based on the results of actuarial experience studies performed by the ERS retirement plan actuary as of August 31, 2023 and the TRS retirement plan actuary as of August 31, 2021.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

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

- Percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- Proportion of future retirees assumed to be married and electing coverage for their spouse.
- Proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement.
- Demographic assumptions, including the mortality projection scale for all State Agency members; base mortality for Judges; assumed rates of retirement for certain members who are Regular Class, Elected Class or Certified Peace officers/Custodial Officers; assumed rates of termination for certain members who are Regular Class, Judges or Certified Peace Officers/Custodial Officers; and assumed rates of disability for all State Agency members.
- 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 short-term expectations.
- The Patient-Centered Outcomes Research Institute fee payable under the Affordable Care Act and the rate of future increases in the fee have been updated to reflect the most recent available information.

*Discount Rate:* Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the total OPEB liability is the municipal bonds rate. The discount rate used to determine the total OPEB liability as of the beginning of the measurement year was 3.81%. The discount rate used to measure the total OPEB liability as of the end of the measurement year was 3.87%, which amounted to an increase of 0.06%.

The discount rate was changed from 3.81% to 3.87% as a result of requirements by GASB No. 75 to utilize the yield or index rate for 20-year, tax-exempt general obligation bonds rated AA/Aa (or equivalent) or higher in effect on the measurement date. The source of the municipal bond rate was the Bond Buyer Index of general obligation bonds with 20 years to maturity and mixed credit quality that is roughly equivalent to Moody's Investors Service's Aa2 rating and S&P Global Ratings Corp's AA rating. Projected cash flows into the plan are equal to projected benefit payments out of the plan. Because the plan operates on a pay-as-you-go (PAYGO) basis and is not intended to accumulate assets, there is no long-term expected rate of return on plan assets and therefore the years of projected benefit payments to which the long-term expected rate of return is applicable is zero years.

*Discount Rate Sensitivity Analysis:* The following schedule shows the impact on the District's proportionate share of the collective net OPEB Liability if the discount rate used was 1 percent less than or 1 percent greater than the discount rate that was used (3.87%) in measuring the net OPEB liability reported at August 31, 2025.

	1% Decrease (2.87%)	Single Discount Rate (3.87%)	1% Increase (4.87%)
District's proportionate share of the net OPEB liability	\$ 204,638,328	\$ 175,880,803	\$ 152,802,568



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

The following schedule shows the impact on the District's proportionate share of the collective net OPEB Liability if the discount rate used was 1 percent less than or 1 percent greater than the discount rate that was used (3.81%) in measuring the net OPEB liability reported at August 31, 2024.

	1% Decrease (2.81%)	Single Discount Rate (3.81%)	1% Increase (4.81%)
District's proportionate share of the net OPEB liability	\$ 185,113,837	\$ 159,531,889	\$ 138,955,671

*Healthcare Trend Rate Sensitivity Analysis:* For fiscal year 2025, the initial healthcare trend rate is 5.60% and the ultimate rate is 4.30%. The following schedule shows the impact on the District'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 (5.60% decreasing to 4.30%) in measuring the net OPEB liability reported at August 31, 2025.

	1% decrease in Healthcare Cost Trend Rates (4.60% decreasing to 3.30%)	Current Healthcare Cost Trend Rates (5.60% decreasing to 4.30%)	1% increase in Healthcare Cost Trend Rates (6.60% decreasing to 5.30%)
District's proportionate share of the net OPEB liability	\$ 150,914,574	\$ 175,880,803	\$ 207,706,016

For fiscal year 2024, the initial healthcare trend rate is 5.60% and the ultimate rate is 4.30%. The following schedule shows the impact on the District'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 (5.60% decreasing to 4.30%) in measuring the net OPEB liability reported at August 31, 2024.

	1% decrease in Healthcare Cost Trend Rates (4.60% decreasing to 3.30%)	Current Healthcare Cost Trend Rates (5.60% decreasing to 4.30%)	1% increase in Healthcare Cost Trend Rates (6.60% decreasing to 5.30%)
District's proportionate share of the net OPEB liability	\$ 137,219,598	\$ 159,531,889	\$ 187,868,612

*Changes of Benefit Terms Since Prior Measurement Date:* Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2025, are provided for in the FY2025 Assumed Per Capita Health Benefit Costs.

*OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:* The District reported a liability of \$175,880,803 and \$159,531,889 for its proportionate share of the ERS's net OPEB liability at August 31, 2025 and 2024, respectively. This liability reflects a reduction for State support provided to the District for OPEB. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District at August 31, 2025 and 2024 were as follows:

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

	FY25	FY24
District's proportionate share of the collective net OPEB liability	\$ 175,880,803	\$ 159,531,889
State's proportionate share that is associated with District	146,155,220	129,745,947
Total	<u>\$ 322,036,023</u>	<u>\$ 289,277,836</u>

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

At the measurement date of August 31, 2024, the District's proportion of the collective net OPEB liability was 0.600161289%, which was an increase of 0.00305559% from its proportion measured as of August 31, 2023.

For the year ended August 31, 2025, the District recognized negative OPEB expense of \$2,034,307 and an additional on-behalf offset to OPEB expense and revenue of \$30,117 for support provided by the State. For the year ended August 31, 2024, the District recognized negative OPEB expense of \$2,285,665 and an additional on-behalf offset to OPEB expense and revenue of \$3,850,457 for support provided by the State.

At August 31, 2025, the District reported its proportionate share of the ERS plan's collective deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 2,901,828
Changes in actuarial assumptions	9,629,391	35,036,789
Net difference between projected and actual investment earnings	-	6,723
Changes in proportion and difference between the District's contributions and the proportionate share of contributions	4,800,697	246,483
Contributions paid to ERS subsequent to the measurement date*	4,209,301	-
	<u>\$ 18,639,389</u>	<u>\$ 38,191,823</u>

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 4,219,704
Changes in actuarial assumptions	5,321,811	49,823,934
Net difference between projected and actual investment earnings	12,888	-
Changes in proportion and difference between the District's contributions and the proportionate share of contributions	7,206,611	219,939
Contributions paid to ERS subsequent to the measurement date*	3,786,834	-
	<u>\$ 16,328,144</u>	<u>\$ 54,263,577</u>

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 19. OTHER POSTEMPLOYMENT BENEFIT PLAN (continued)

The \$4,209,301 amount reported at August 31, 2025 as deferred outflows of resources related to OPEB resulting from District contributions to the OPEB plan made subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending August 31, 2025.

The net amounts of the District's balances of deferred outflows of resources and deferred inflows of resources related to OPEB, other than deferred outflows of resources related to contributions made subsequent to the measurement date of the net OPEB liability, will be recognized in OPEB expense as follows:

Year ending August 31,	OPEB Expense Amount
2026	\$ (9,444,725)
2027	(8,799,133)
2028	(6,385,109)
2029	59,322
2030	807,912
Thereafter	-

### 20. AD VALOREM TAX

The District's ad valorem property tax is levied each October 1 on the assessed value as of the prior January 1 for all real and business property located in Bexar County. General information follows for the years ended August 31, 2025 and 2024.

	2025 <sup>(1)</sup>	2024 <sup>(2)</sup>
Assessed valuation of the District	\$ 301,849,363,405	\$ 285,617,496,468
Less : Exemptions	(41,630,982,310)	(37,734,191,131)
Tax increment financings	(420,187,863)	(390,714,748)
Net assessed valuation of the District	<u>\$ 259,798,193,232</u>	<u>\$ 247,492,590,589</u>

(1) Based on most recent Supplement to the Certified Total (ARB Approved 2024 supplement 281)

(2) Based on most recent Supplement to the Certified Total (ARB Approved 2023 supplement 266)

The authorized and assessed property tax rates for the years ended August 31, 2025 and 2024 are as follows:

	2025			2024		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Tax rate per \$100 valuation (authorized)	\$ -	\$ -	\$ 0.25000000	\$ -	\$ -	\$ 0.25000000
Tax rate per \$100 valuation (assessed)	\$ 0.10776000	\$ 0.04139000	\$ 0.14915000	\$ 0.10776000	\$ 0.04139000	\$ 0.14915000

Taxes levied for the years ended August 31, 2025 and 2024 were \$365,601,295 and \$344,263,311, respectively. State law automatically places a tax lien on all taxable property on January 1 of each year to secure payment. Taxes are due on October 1 of each year and are delinquent if not paid before February 1 of the year following the year in which imposed and are subject to penalties and interest.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### 20. AD VALOREM TAX (continued)

The tax collection detail at August 31, 2025 and 2024 is as follows:

	2025			2024		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Current taxes	\$ 262,017,234	\$ 100,173,594	\$ 362,190,828	\$ 251,234,347	\$ 96,498,180	\$ 347,732,527
Tax increment financings payment	(96,478)	-	(96,478)	(537,254)	-	(537,254)
Delinquent taxes collected	1,006,368	388,572	1,394,940	1,247,457	481,198	1,728,655
Penalties and interest	2,671,430	1,027,609	3,699,039	2,407,864	925,548	3,333,412
Total	\$ 265,598,554	\$ 101,589,775	\$ 367,188,329	\$ 254,352,414	\$ 97,904,926	\$ 352,257,340

Tax collections for the years ended August 31, 2025 and 2024 were 99.0% and 98.3%, respectively, of the current year's original unadjusted tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted for the use of maintenance and operations and/or general obligation debt service.

### 21. INCOME TAXES

The District 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 District had no unrelated business income tax liability for the years ended August 31, 2025 or 2024.

### 22. OTHER OPERATING REVENUES

Other operating revenues include rental income, paper recycling revenue, dual credit cost-share revenue, revenue from various fundraising activities and other revenues not applicable to any other revenue category.

### 23. COMMITMENTS AND CONTINGENCIES

As of August 31, 2025 and 2024, various lawsuits and claims involving the District were pending. While the ultimate liability with respect to litigation and other claims asserted against the District cannot be reasonably estimated at this time, this liability, to the extent not provided for by insurance or otherwise, is not likely to have a material effect on the District.

The District has entered into contracts for construction, various renovation projects and for operations. At August 31, 2025 and 2024, the District was committed for approximately \$184,825,496 and \$178,998,894, respectively.

Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. The District's management believes disallowances, if any, will not have a significant financial impact on the District's financial position.

### 24. SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date the financial statements were available to be issued and no changes were necessary to be made to the financial statements as a result of this evaluation.

### 25. ALAMO COLLEGES FOUNDATION, INC. – DISCRETE COMPONENT UNIT

The following footnotes (25A – 25P) are from the audited financial statements of the Alamo Colleges Foundation, Inc. (Foundation) for the years ended December 31, 2024 and 2023.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### A – ORGANIZATION

The Alamo Colleges Foundation, Inc. (the “Foundation”) was organized in the State of Texas in 1985 to function as a nonprofit foundation. The purposes for which the Foundation was organized are (1) to maintain, develop, increase and extend the facilities and services of the Alamo Colleges District (the “District”); (2) to provide broad educational opportunities to the District’s students, staff, faculty and the residents of the geographical area that the District serves; (3) to solicit and receive by gift, grant, devise, or otherwise, property, both real and personal, and to manage and administer the same; and (4) to make contributions, grants, gifts and transfers of property to or for the benefit of the District, or to the benefit of tax-exempt organizations identified and associated with the District.

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 39, *Determining Whether Certain Organizations Are Component Units – an Amendment of GASB Statement No. 14*, the Foundation is considered to be a component unit of the Alamo Colleges District because of the nature and significance of its relationship with the District. The economic resources received or held by the Foundation are almost entirely for the direct benefit of the District; the District is entitled to, or can otherwise access, a majority of these resources; and the resources received or held by the Foundation are significant to the District.

### B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared on the accrual basis of accounting in accordance with U.S. Generally Accepted Accounting Principles (U.S. GAAP) under Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 958, *Presentation of Financial Statements of Not-for-Profit Organizations*. Under FASB Accounting Standards Update (ASU) 2016-14, the Foundation’s net assets, support and revenues and gains and losses are classified based on the existence or absence of donor-imposed restrictions.

Accordingly, net assets of the Foundation are classified and reported as follows:

- **Net assets without donor restrictions** – These are net assets that are not subject to donor-imposed restrictions and may be used for any operating purpose of the Foundation. The Foundation’s board may designate net assets without restrictions for specific purposes from time to time.
- **Net assets with donor restrictions** – These are net assets that are subject to donor-imposed stipulations that require the passage of time and/or the occurrence of a specific event, for them to be used. When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Still, other net assets are required to be maintained in perpetuity, with only the income used for operating activities, due to donor-imposed restrictions.

In addition, the Foundation is required by FASB ASC Topic 958-205 to present a statement of cash flows in its separately issued financial statements.

#### Cash and cash equivalents

The Foundation considers all highly liquid financial instruments purchased with an original maturity of three months or less to be cash equivalents. The Foundation maintains cash and cash equivalents at financial institutions, which at times may not be federally insured or may exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risks on such accounts.

#### Investments

Investments in marketable securities and mutual funds with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Realized and unrealized gains and losses are reported in the statements of activities as changes in net assets without donor restrictions, unless restricted by donor or law. Donated marketable securities are recorded as contributions at their estimated fair value at the date of the donation. Investment returns are presented net of investment fees.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

The investments of the Foundation are managed under agreement with Morgan Stanley Smith Barney LLC in a manner consistent with the investment goals and policies established by the Board of Directors of the Foundation.

Under the laws of the State of Texas, the Board of Directors may appropriate for expenditure, for the uses and purposes for which the endowment was established, a prudent rate of spending considering the duration and preservation of the endowment. The Board of Directors determines the amount of such appropriation annually. The aggregate accumulated unallocated gains and losses on donor-restricted endowment net assets balances are included in net assets with donor restrictions in the financial statements.

### Contributions receivable

Contributions received are recorded as with donor restrictions and without donor restrictions depending on the existence and/or nature of any donor restrictions. Contributions receivable are amounts recorded for unconditional or conditional promises to give by third parties. Unconditional promises to give are recorded at net realizable value if expected to be collected in one year. Amounts that are expected to be collected in future years are discounted to estimate the present value of future cash flows, if material. Conditional promises to give are recorded as refundable advances when received, and are recognized as revenues when the conditions have been met.

If contributions receivable become doubtful of collection, allowances are made to the extent the amounts are determined to be doubtful and are charged to expense. If doubtful amounts are subsequently determined to be uncollectible, they are written off against allowances in the period determined. Contributions are recorded when received in cash as with donor restriction and without donor restriction support, depending on the existence and/or nature of donor restrictions. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restriction are reclassified to net assets without donor restriction reported in the statements of activities as net assets released from restrictions. Contributions of assets other than cash are recorded at their estimated fair value. The Foundation considers contributions receivable to be fully collectible.

### Fixed assets

The Foundation operates from facilities provided by the District and does not own any buildings, equipment or other capital assets. See Note I for an estimated amount of in-kind contributions provided by the District that includes an estimate of donated rent. Donated rents are reported in the financial statements as in-kind revenue under net assets without donor restrictions.

### Presentation of expenses

The cost of providing the various programs and activities of the Foundation has been summarized on a functional basis in the accompanying statements of activities.

- Program Support and Scholarships - consists of scholarships and program support payments made to the District for tuition and books on behalf of specified students, staff and faculty of the District and the residents of the geographical area that the District serves; and to maintain, develop, increase and extend the facilities and services of the District.
- General and Administrative - consists of general supporting services that are necessary for the Foundation's daily operations and coordination of program activities and includes salaries and benefits related to administrative personnel.
- Fundraising - activities are directed at soliciting and receiving funds, gifts, grants and property to enable the Foundation to fulfill its purpose. It also includes salaries and benefits paid to fundraising personnel.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Income taxes

The Foundation is exempt from federal income tax under Section 501(a) of the Internal Revenue Code of 1986, as amended, as an organization described in Section 501(c)(3) of the Code. However, income generated from activities unrelated to the Foundation's exempt purpose is subject to tax under Section 511 of the Code. The Foundation did not conduct any unrelated business activities in the current fiscal year. Therefore, the Foundation made no provision for federal income taxes in the accompanying financial statements. Accordingly, contributions to the Foundation are tax deductible within the limitations prescribed by the Code. The Foundation has also been classified as a publicly supported organization which is not a private foundation under Section 509(a) Code. The Foundation believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

#### Donated materials, services and facilities

The salaries of certain Foundation employees were donated by the Alamo Colleges District. The District also provides office space and equipment at no cost to the Foundation. The value of these contributed services is provided in Note I and is reported in the financial statements as in-kind revenue under net assets without donor restriction.

#### Revenue recognition

The Foundation records contributions at fair value when an unconditional commitment is received from the donor. Contributions that are restricted by the donor and are to be used in future periods are reported as an increase in net assets with donor restrictions in the reporting period in which the contribution is recognized. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions that are restricted in perpetuity by the donor are recorded as net assets with donor restrictions. In accordance with donor restrictions, income earned from net assets with donor restrictions are recorded as net assets with donor restrictions until such income is released from restrictions.

#### Concentrations

The Foundation maintains a portion of its cash balance in accounts which, at times, may exceed Federal Deposit Insurance Corporation (FDIC) limits. One account held by the Foundation was over the FDIC limit in the amount of \$1,586,475 and \$519,707, at December 31, 2024 and 2023, respectively.

At December 31, 2024, five donors made up 73% of contribution receivables. At December 31, 2023, seven donors made up 85% of contribution receivables.

#### Use of estimates

Management uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets, liabilities, revenues and expenses. Actual results could differ from those estimates. Estimates that have the most impact on financial position and results of operations primarily relate to the collectability and present value of contributions receivable, the fair value of investments and the allocation of expenses among functional areas.

#### Change in Accounting Principle

On January 1, 2023, the Foundation adopted ASU 2016-13 *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, which replaces the incurred loss methodology with an expected loss methodology referred to as the current expected credit loss (CECL) methodology. The measurement of expected credit losses under (CECL) is applicable to financial assets measured at amortized cost, including trade account receivables. The adoption of this standard did not have material impact on the Foundation's financial statements but did change how the allowance for credit loss is determined.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### C – LIQUIDITY

The Foundation maintains a liquid cash balance in checking accounts in an amount necessary to meet anticipated expenditures for at least the next 30 days. Cash in excess of this amount is invested in short-term investments. The Foundation reconciles the balance of financial assets subject to donor restrictions monthly. Investments are identified and monitored separately as part of the Foundation's monthly financial reporting procedures.

The Foundation's financial assets available within one year of the statement of financial position date for general expenditures as of December 31, 2024 and December 31, 2023 are as follows:

	2024	2023
Financial assets, at year end	\$ 89,167,530	\$ 79,105,647
Less those unavailable for general expenditure within one year due to:		
Endowments invested in perpetuity	(27,734,468)	(24,966,744)
Restricted by donor with time or purpose restrictions	(59,048,759)	(53,560,278)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,384,303</u>	<u>\$ 578,625</u>

Included in restricted fund amounts are amounts that can be spent for scholarships and program support in FY25. In addition, the Foundation also receives in-kind contributions from the Alamo Colleges District for personnel costs and donated office space, as described in Note I, which helps to offset costs for general expenditures.

### D – CONTRIBUTIONS RECEIVABLE

The Foundation reports pledges receivable expected to be collected within one year at net realizable value. Pledges expected to be collected in future years are initially reported at fair value determined using the discounted present value of future contributions. The Foundation provides an allowance for doubtful collections, which is based upon a review of outstanding pledge receivables, historical collection information and existing economic conditions. Pledge receivables are considered past due if they are not received by their payment instrument due date. Delinquent pledges are written off based on individual credit evaluation and specific circumstances of the donor.

Total contributions receivable at December 31, 2024 and 2023 were as follows:

	2024	2023
Promises to give expected to be collected in:		
Less than one year	\$ 2,074,476	\$ 1,450,917
One to five years	<u>200,000</u>	<u>345,000</u>
	2,274,476	1,795,917
Less discount on promises to give	(14,880)	(17,260)
Less allowance for uncollectible accounts	<u>(35,750)</u>	<u>(36,813)</u>
Net contributions receivable	<u>\$ 2,223,846</u>	<u>\$ 1,741,844</u>

The discount rates used in discounting contributions receivable ranged between 4.16% and 4.27% as of December 31, 2024. The discount rates used in discounting contributions receivable ranged between 3.93% and 4.79% as of December 31, 2023.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### D – CONTRIBUTIONS RECEIVABLE (continued)

The increases in contributions receivable and non-endowed net assets relate primarily to fundraising for the AlamoPROMISE program which makes college more accessible to graduating seniors by providing the support necessary to earn a certificate or associate's degree at one of the five Alamo Colleges: Northeast Lakeview College, Northwest Vista College, Palo Alto College, San Antonio College, and St. Philip's College.

### E – INVESTMENTS

The composition of the Foundation's investments as of December 31, 2024 and 2023 is as follows:

Type of Security	2024	2023
	Fair Value	Fair Value
Fixed income securities	\$ 15,045,119	\$ 15,081,513
Mutual funds/exchange-traded funds	60,101,804	52,780,727
Marketable securities	8,679,636	7,555,342
Total	<u>\$ 83,826,559</u>	<u>\$ 75,417,582</u>

Net investment income for the years ended December 31, 2024 and 2023 is comprised of the following:

	2024	2023
Interest and dividend income	\$ 1,813,534	\$ 1,535,406
Net gain on investments	6,393,791	7,859,258
Total	<u>\$ 8,207,325</u>	<u>\$ 9,394,664</u>

The Foundation elects to net investment expenses with earnings from investments. Total investment expenses in 2024 and 2023 were \$257,154 and \$229,961, respectively.

The Foundation invests in various investment instruments which are exposed to various risks such as interest rate, market and credit risks. In FY22, investments experienced a significant decline due to challenging market conditions. However, the market began to recover in FY23 and continued to improve through FY24, resulting in investment gains in both fiscal years.

### F – FUNCTIONAL EXPENSES

The costs of providing the various programs and activities of the Foundation have been summarized on a functional basis in the accompanying statements of activities. Expenses are charged directly to program support or general and administrative based on time spent on the various activities with the exception of salaries and benefits, professional services, and other. This expense is split between program support and general and administrative based on an allocation of the number of hours spent on each function.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### F – FUNCTIONAL EXPENSES (continued)

Functional expenses categorized by program support and scholarships, general and administrative and fundraising costs for the year ended December 31, 2024 are as follows:

	Program Support and Scholarships	General and Administrative	Fundraising	Total
<b>Year ended December 31, 2024:</b>				
Scholarships and educational support	\$ 8,952,757	\$ -	\$ 931	\$ 8,953,688
Salaries and benefits	325,056	720,474	513,478	1,559,008
Rent	10,097	16,693	15,949	42,739
Professional services	-	14,250	-	14,250
Software	19,425	32,116	30,685	82,226
Professional development, fees and subscriptions	16,492	27,268	26,052	69,812
Other	22,312	36,892	35,247	94,451
Total	<u>\$ 9,346,139</u>	<u>\$ 847,693</u>	<u>\$ 622,342</u>	<u>\$ 10,816,174</u>

Functional expenses categorized by program support and scholarships, general and administrative and fundraising costs for the year ended December 31, 2023 are as follows:

	Program Support and Scholarships	General and Administrative	Fundraising	Total
<b>Year ended December 31, 2023:</b>				
Scholarships and educational support	\$ 5,550,276	\$ -	\$ -	\$ 5,550,276
Salaries and benefits	256,424	659,188	448,769	1,364,381
Rent	8,994	18,005	15,740	42,739
Professional services	-	13,800	-	13,800
Software	16,652	33,335	29,142	79,129
Professional development, fees and subscriptions	2,994	5,993	5,240	14,227
Other	25,131	48,286	43,982	117,399
Total	<u>\$ 5,860,471</u>	<u>\$ 778,607</u>	<u>\$ 542,873</u>	<u>\$ 7,181,951</u>

### G – NET ASSETS

The Foundation's endowment consists of 222 individual funds established for a variety of purposes, including both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. Net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted the Texas Uniform Prudent Management Institutional Funds Act of 2007 (the Act) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary.

As a result of this interpretation, the Foundation classifies as net assets with donor restrictions (a) the original value of gifts donated, (b) the original value of subsequent gifts, and (c) accumulations made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### G – NET ASSETS (continued)

The donor-restricted endowment fund is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by the Act.

In accordance with the Act, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. General economic conditions
2. The possible effects of inflation and deflation
3. The expected tax consequences, if any, of investment decisions or strategies
4. The role that each investment or course of action plays within the overall investment portfolio of the Foundation
5. The expected total return from income and the appreciation of investments
6. Other resources of the Foundation
7. The needs of the Foundation and the fund to make distributions and to preserve capital
8. An asset's special relationship or special value, if any, to the charitable purposes of the Foundation

Realized and unrealized investment gains/losses are recorded as net assets with donor restrictions.

Net assets and classifications of related unappropriated income at December 31, 2024 and 2023 are as follows:

	Net assets without Donor Restrictions	Non-endowed Funds	Accumulated Gains	Endowed Funds	Total
As of December 31, 2024					
Endowment funds	<u>\$ 415,806</u>	<u>\$ 45,309,715</u>	<u>\$ 13,739,044</u>	<u>\$ 27,734,468</u>	<u>\$ 87,199,033</u>
As of December 31, 2023					
Endowment funds	<u>\$ 421,867</u>	<u>\$ 43,432,716</u>	<u>\$ 10,127,562</u>	<u>\$ 24,966,744</u>	<u>\$ 78,948,889</u>

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### G – NET ASSETS (continued)

The changes in net assets and related income classification for the year ended December 31, 2024 are as follows:

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions			Total
		Non-endowed Funds	Accumulated Gains	Endowed Funds	
Beginning of year	\$ 421,867	\$ 43,432,716	\$ 10,127,562	\$ 24,966,744	\$ 78,948,889
Contributions	619,220	7,063,245	71,232	1,242,810	8,996,507
In-kind revenue	1,862,486	-	-	-	1,862,486
Investment return:					
Interest and dividends	6,933	690,034	1,116,567	-	1,813,534
Gain on investments	-	2,759,436	3,634,355	-	6,393,791
Net assets released from restrictions	8,877,974	(7,986,021)	(891,953)	-	-
Total revenues	11,366,613	2,526,694	3,930,201	1,242,810	19,066,318
Expenses and appropriation of endowment assets for expenditure	(10,816,174)	-	-	-	(10,816,174)
Deductions:					
Designated transfers	(556,500)	(649,695)	(318,719)	1,524,914	-
Increase in net assets	(6,061)	1,876,999	3,611,482	2,767,724	8,250,144
End of year	\$ 415,806	\$ 45,309,715	\$ 13,739,044	\$ 27,734,468	\$ 87,199,033

The changes in net assets and related income classification for the year ended December 31, 2023 are as follows:

	Net assets without Donor Restrictions	Net Assets with Donor Restrictions			Total
		Non-endowed Funds	Accumulated Gains	Endowed Funds	
Beginning of year	\$ 332,357	\$ 39,043,947	\$ 5,713,973	\$ 22,839,785	\$ 67,930,062
Contributions	201,412	5,720,510	44,530	1,205,961	7,172,413
In-kind revenue	1,633,701	-	-	-	1,633,701
Investment return:					
Interest and dividends	7,076	601,238	927,092	-	1,535,406
Gain on investments	-	3,588,817	4,270,441	-	7,859,258
Net assets released from restrictions	5,504,817	(4,681,760)	(823,057)	-	-
Total revenues	7,347,006	5,228,805	4,419,006	1,205,961	18,200,778
Expenses and appropriation of endowment assets for expenditure	(7,181,951)	-	-	-	(7,181,951)
Deductions:					
Designated transfers	(75,545)	(840,036)	(5,417)	920,998	-
(Decrease) increase in net assets	89,510	4,388,769	4,413,589	2,126,959	11,018,827
End of year	\$ 421,867	\$ 43,432,716	\$ 10,127,562	\$ 24,966,744	\$ 78,948,889

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or the Act requires the Foundation to retain as a fund of perpetual duration, referred to as underwater endowments. As of December 31, 2024 and 2023, the Foundation did not have any such deficiencies.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### G – NET ASSETS (continued)

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the organization must hold in perpetuity or for a donor-specified period as well as board-designated funds.

The Board of Directors, through its Investments Committee, has adopted a specific investments objective for the Foundation. The investments objective is to invest all endowment and other available funds to optimize the return on investment to the extent possible, balanced with the appropriate level of risk.

Under the laws of the State of Texas, the Board of Directors may appropriate for expenditure, for the uses and purposes for which the endowment was established, a prudent rate of spending considering the duration and preservation of the endowment. The Board of Directors determines the amount of such appropriation annually. The rate for 2024 and 2023 was 4.4% and 4.4%, respectively. The rate for 2025 has been set at 4.6%.

### H – NON-ENDOWED NET ASSETS

Net assets with donor restrictions (non-endowed funds) consist of amounts for the following programs at December 31:

	2024	2023
Academic Support	\$ 36,732,692	\$ 37,665,932
Scholarships	8,577,023	5,766,784
Net assets with donor restrictions (non-endowed funds)	<u>\$ 45,309,715</u>	<u>\$ 43,432,716</u>

Net assets with donor restrictions (non-endowed funds) released from restriction related to the following programs for the years ended December 31:

	2024	2023
Academic Support	\$ 3,747,170	\$ 2,654,348
Scholarships	4,238,851	2,027,412
Net assets with donor restrictions (non-endowed funds) released from restriction	<u>\$ 7,986,021</u>	<u>\$ 4,681,760</u>

### I – CONTRIBUTED NONFINANCIAL ASSETS

The Foundation received the following significant in-kind contributions of time and other nonfinancial assets related program operations, general and administrative activities and fundraising activities and campaigns. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation. The Foundation recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value at the time of the contributions. The services recognized were determined using the actual salaries for the fiscal year, then estimating the percentage of time spent on Foundation activities. The resulting amounts were further subdivided into program support, general and administrative and fundraising activities per Foundation management staff.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### I – CONTRIBUTED NONFINANCIAL ASSETS (continued)

For the years ended December 31, contributed nonfinancial assets recognized within the statement of activities included:

Contributed Nonfinancial Assets	2024	2023
Salaries and benefits	\$ 1,559,008	\$ 1,364,381
Rent	42,739	42,739
Advertising and promotions	10,542	23,993
Professional Services	14,250	13,800
Software	82,226	79,129
Professional Development, fees and subscriptions	69,812	14,227
Other	83,909	95,432
Total	<u>\$ 1,862,486</u>	<u>\$ 1,633,701</u>

All of the Foundation employee costs and benefits are provided by Alamo Colleges District. During fiscal year 2024, the Foundation received donated services for management, fundraising activities and campaigns, day to day operations including cashing and accounting for donations, donor relations, managing donor activity, donor tax information, managing and distributing scholarships and program support, accounting, and other operational services.

Non-salary contributions include office rent, travel, advertising, supplies, software maintenance, professional development, and funding external auditing and tax preparation services.

Donated space is valued at the fair value of similar properties available in commercial real estate listings. Donated rent was computed at \$42,739 and was allocated to the functional categories.

All recognized donated services and assets were utilized by the Foundation's programs and supporting services. There were no donor-imposed restrictions associated with the donated services and nonfinancial assets.

In-kind gifts of assets and services accepted by the Foundation, but for which Alamo Colleges District receives all operational benefits, are recorded by Alamo Colleges District. In fiscal year 2024 and 2023, the approximate amount of those donations were \$34,821 and \$194,901, respectively.

### J – FAIR VALUE OF FINANCIAL INSTRUMENTS

FASB ASC Topic 820-10, *Fair Value Measurements and Disclosures*, provides a framework for measuring fair value. FASB ASC Topic 820-10 also establishes a fair value hierarchy that distinguishes between inputs based on market data from independent sources (observable inputs) and a reporting entity's internal assumptions based upon the best information available when external market data is limited or unavailable (unobservable inputs).

The fair value hierarchy in FASB ASC Topic 820 prioritizes fair value measurements into three levels based on the nature of the inputs. The three levels of the fair value hierarchy under FASB ASC Topic 820-10 are as follows:

Level 1 – Investments in this category are valued based on quoted prices in active markets for identical assets that are accessible at the measurement date. An active market is a market in which transactions for the asset occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### J – FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Level 2 - Investments in this category are valued based on inputs, in the absence of actively quoted market prices, which are observable for the asset, either directly or indirectly. Level 2 inputs include: (a) quoted prices for similar assets in active markets, (b) quoted prices for identical or similar assets in markets that are not active, (c) inputs other than quoted prices that are observable for the asset such as interest rates and yield curves observable at commonly quoted intervals, and (d) inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Investments in this category are valued based on unobservable inputs for the asset. Unobservable inputs are used to the extent observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset at the measurement date.

The fair value hierarchy of investments at December 31, 2024 is as follows:

	2024			
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 15,045,119	\$ -	\$ 15,045,119
Mutual funds / exchange-traded funds	60,101,804	-	-	60,101,804
Marketable securities	8,679,636	-	-	8,679,636
Total	<u>\$ 68,781,440</u>	<u>\$ 15,045,119</u>	<u>\$ -</u>	<u>\$ 83,826,559</u>

The fair value hierarchy of investments at December 31, 2023 is as follows:

	2023			
	Level 1	Level 2	Level 3	Total
Fixed income securities	\$ -	\$ 15,081,513	\$ -	\$ 15,081,513
Mutual funds / exchange-traded funds	52,780,727	-	-	52,780,727
Marketable securities	7,555,342	-	-	7,555,342
Total	<u>\$ 60,336,069</u>	<u>\$ 15,081,513</u>	<u>\$ -</u>	<u>\$ 75,417,582</u>

### K – SUPPORT AGREEMENT AND RELATED PARTY TRANSACTIONS

By agreement, the Alamo Colleges District provides administrative support for Foundation activities at a level determined to be appropriate, but only to the extent of availability of funds within the District's budget. Administrative support provided includes office space and an Executive Director and staff for the Foundation. The total support provided by the District to the Foundation in the fiscal years ended December 31, 2024 and 2023 was valued at approximately \$1,862,486 and \$1,633,701, respectively, and is included in the financial statements as net assets without restrictions in-kind revenue.

From time to time the Foundation remits scholarship funds to the District to cover tuition, books, and other student fees for specified students. During the years ended December 31, 2024 and 2023, the Foundation remitted a total of \$2,681,472 and \$2,123,209 to the District to fund approximately 3,339 and 3,464 scholarships, respectively.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### K – SUPPORT AGREEMENT AND RELATED PARTY TRANSACTIONS (continued)

In addition, for the years ended December 31, 2024 and 2023, the Foundation remitted \$2,976,187 and \$1,867,346 respectively, to the District for program related costs.

### L – FUTURE COMMITMENTS

At December 31, 2024, there are no outstanding donor match commitments for the Alamo Colleges Foundation.

### M – COMMITMENTS

The Parent-Child Scholarship Program provides multi-generational scholarships. Parents who are eligible under this program and complete all requirements qualify their first-born child. The Foundation has not determined what amount, if any, will eventually be payable under this program.

### N – RESTRICTED TITLE III AND TITLE V FUNDS

In compliance with federal grant restrictions, Title III and Title V grant funds are deposited into segregated bank accounts and/or other investment accounts.

### O – NET ASSETS WITHOUT RESTRICTIONS

Net assets without restrictions are comprised of net assets that are not subject to donor-imposed stipulations. The balances comprising net assets without restrictions as of December 31, 2024 and 2023 were as follows:

	<u>2024</u>	<u>2023</u>
Net assets without donor restrictions / undesignated	<u>\$ 415,806</u>	<u>\$ 421,867</u>

### P – SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 22, 2025, the date the financial statements were available to be issued and no changes were necessary to be made to the financial statements as a result of this evaluation.

### 26. ACCD PUBLIC FACILITY CORPORATION – DISCRETE COMPONENT UNIT

The following footnotes (26A – 26F) are from the audited financial statements of ACCD Public Facility Corporation (PFC) for the years ended August 31, 2025 and 2024.

### A – REPORTING ENTITY

The ACCD Public Facility Corporation (PFC) is a public non-profit corporation formed under the Public Facility Corporation Act, Chapter 303, Texas Local Government Code, as amended; it is also a public corporation within the meaning of the U.S. Treasury Department rulings of the Internal Revenue Service per sections 103 and 141 of the IRS Code of 1986, as amended. The PFC was incorporated on September 23, 2011 exclusively for the purpose of assisting the Alamo Community College District (the “District” or “Alamo Colleges District”) in financing, refinancing, or providing public facilities and is a component unit of the District.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### A – REPORTING ENTITY (continued)

The PFC is governed by a three-member Board consisting of the Chairperson, Vice-Chairperson and Secretary of the District Board of Trustees. The PFC may finance the acquisition of District obligations; provide for the acquisition, construction, rehabilitation, renovation, repair, equipping, furnishing and placement in service of public facilities of the District; issue bonds as permitted by the Act; and perform other such activities on behalf of the District as provided in the Certificate of Formation. The PFC does not have authority to levy taxes.

The financial reporting of the PFC is defined by the Governmental Accounting Standards Board (GASB) to consist of the (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

### B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of Accounting

The financial statements of the PFC are prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP) established by GASB. These financial statements have been prepared on the accrual basis of accounting, whereby all revenues are recorded when earned, and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

#### Cash

Cash consists solely of demand deposits held at a bank fully insured by the Federal Deposit Insurance Corporation (FDIC). At August 31, 2025 and 2024, the PFC had \$0 in excess of the FDIC insurance limit.

#### Lease Receivable

The PFC is a lessor for a non-cancelable lease of property with an unrelated third party. The PFC recognized a lease receivable and a deferred inflow of resources in the Statement of Net Position. The lease provides for annual base payments with provisions for adjustments based on the Consumer Price Index (CPI).

At the commencement of the lease, the PFC initially measured the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources was initially measured as the initial amount of the lease receivable. Subsequently, the deferred inflows of resources is recognized as revenue over the life of the lease term on a straight-line basis.

Key estimates and judgements related to the lease include the determination of the discount rate used to discount the expected lease receipts to present value and determination of the noncancelable lease term.

The PFC used the interest rate on the previous ground lease assumed by the current tenant as the discount rate for the existing lease. The lease term includes the non-cancelable period of the lease. Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee and variable payments from the lessee that are dependent on changes to the Consumer Price Index, measured annually.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Capital Assets

Assets meeting the applicable capitalization threshold with useful lives extending beyond one year are recorded at cost on the date of acquisition, except for assets transferred within the same financial reporting entity which have been recorded at the carrying value of the transferor. Improvements which significantly add value or extend the useful life of a structure are capitalized if they meet the applicable capitalization threshold. Capital assets consist of land purchased from an unrelated party and from the PFC's primary government, the District; and land improvements, building and building improvements, furniture, fixtures and equipment, and construction in progress.

The following table lists the capitalization thresholds and useful lives for each asset category:

Class of Asset	Capitalization Threshold	Useful Life (Years)
Non-depreciable assets:		
Land	\$ 5,000	Not depreciated
Buildings	100,000	40
Other real estate improvements:		
Building improvements	100,000	10-20
Land improvements	100,000	7
Furniture, fixtures & equipment:	5,000	5

#### Deferred Inflows of Resources

The Statement of Net Position includes a separate section for deferred inflows of resources, which represent an acquisition of net assets that applies to future periods and thus, will not be recognized as an inflow of resources (revenue) until then. The PFC has recorded a deferred inflow of resources related to leases. For additional information, see Note C.

#### Net Position

Net position is the residual of assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources. The PFC maintains the following classifications of net position:

- Net Investment in Capital Assets – This category of net position represents capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction, repair, or improvement of those assets.
- Restricted – This category of net position represents any net positions subject to the externally imposed conditions. The PFC has no externally restricted net position.
- Unrestricted – This category of net position represents any net position not recorded as Net Investment in Capital Assets or Restricted.

#### Operating and Non-operating Revenues

Operating revenues generally result from providing services in connection with the PFC's principal ongoing operations. The principal operating revenues are from lease payments. Non-operating revenues include interest income earned on cash deposits.

#### Capital Contributions

For the year ended August 31, 2025, there were no capital contributions recorded. For the year ended August 31, 2024, there were no capital contributions recorded.

#### Revenue Recognition and Unearned Revenues

Revenue is recorded when earned.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Operating and Non-operating Expenses

The PFC distinguishes operating expenses from non-operating expenses. For the years ended August 31, 2025 and 2024, operating expenses consist of bank charges related to the operating cash account and depreciation on capital assets.

#### Use of Estimates

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

### C – LEASE RECEIVABLE

The PFC, as lessor, entered into a lease agreement with 1415 N. Main, formerly known as JWCM Credit Opportunities Fund I, L.P. The lease term is September 24, 2021 through December 31, 2096. In exchange for 13,100 square feet of retail space, club house, laundry, garage, and other related Landlord-owned facilities, the PFC will receive monthly administrative rent payments through December 31, 2096. The initial annual payment amount was \$20,000. For every year following the initial year, the administrative rent shall be due, calculated as the aggregate of the administrative rent paid for the immediately preceding year, multiplied by the CPI adjuster. Accordingly, the PFC is recording a lease receivable in the amount of \$475,065 at inception, computed as the present value of future lease payments, discounted at an interest rate of 4.0%. The PFC began receiving lease payments in October 2021.

Lease receivable through August 31, 2025 were as follows:

	Interest Rate(s)	Receivable At Commencement	Lease Term In Years	Balance 8/31/2025	Balance 8/31/2024
<u>Business-type Activities</u>					
Building spaces at Tobin Lofts on 1415 N. Main	4.00%	\$ 475,065	75	\$ 470,843	\$ -
Total leases receivable				<u>\$ 470,843</u>	<u>\$ -</u>

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### D – CAPITAL ASSETS

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

	Balance 9/1/2024	Increases	Decreases	Balance 8/31/2025
<u>Not Depreciated:</u>				
Land	\$ 5,099,847	\$ -	\$ -	\$ 5,099,847
Subtotal	5,099,847	-	-	5,099,847
<u>Subject to Depreciation:</u>				
Land improvements	2,480,904	-	-	2,480,904
Building	25,639,287	-	-	25,639,287
Building improvements	4,496,639	-	-	4,496,639
Furniture, fixtures & equipment	1,801,809	12,719	-	1,814,528
Total subject to depreciation	34,418,639	12,719	-	34,431,358
Total capital assets	39,518,486	12,719	-	39,531,205
<u>Accumulated Depreciation:</u>				
Land improvements	2,480,903	-	-	2,480,903
Building	6,407,162	640,982	-	7,048,144
Building improvements	752,348	416,198	-	1,168,546
Furniture, fixtures & equipment	1,781,079	14,738	-	1,795,817
Total accumulated depreciation	11,421,492	1,071,918	-	12,493,410
Net capital assets	\$ 28,096,994	\$ (1,059,198)	\$ -	\$ 27,037,796

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### D – CAPITAL ASSETS (continued)

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

	Balance 9/1/2023	Increases	Decreases	Balance 8/31/2024
<u>Not Depreciated:</u>				
Land	\$ 5,099,847	\$ -	\$ -	\$ 5,099,847
Construction in progress	-	-	-	-
Subtotal	5,099,847	-	-	5,099,847
<u>Subject to Depreciation:</u>				
Land improvements	2,480,904	-	-	2,480,904
Building	25,639,287	-	-	25,639,287
Building improvements	4,496,639	-	-	4,496,639
Furniture, fixtures & equipment	1,801,809	-	-	1,801,809
Total subject to depreciation	34,418,639	-	-	34,418,639
Total capital assets	39,518,486	-	-	39,518,486
<u>Accumulated Depreciation:</u>				
Land improvements	2,232,813	248,090	-	2,480,903
Building	5,766,180	640,982	-	6,407,162
Building improvements	336,150	416,198	-	752,348
Furniture, fixtures & equipment	1,769,378	11,701	-	1,781,079
Total accumulated depreciation	10,104,521	1,316,971	-	11,421,492
Net capital assets	\$ 29,413,965	\$ (1,316,971)	\$ -	\$ 28,096,994

### E – NONCURRENT LIABILITIES

Noncurrent liabilities consist of a note payable and related interest to the District for the purchase of land.

- The PFC has no unused line of credit related to this direct borrowing.
- The PFC has no assets pledged as collateral for the debt.
- Events of default with finance-related consequences:
  - The note contains a provision that in the event of default the holder has the option to make the note immediately due and payable.
- Subjective acceleration clause:
  - The note contains a provision which accelerates the maturity of the note under the existence of any authorizing condition.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Notes to Financial Statements

### E – NONCURRENT LIABILITIES (continued)

There are no required annual payments on the note payable, and the interest rate to maturity is zero percent.

As of August 31, 2025, noncurrent liabilities are \$1,362,860 with activity for the fiscal year as follows:

	Note Payable			
	Balance 9/1/24	Additions	Reductions	Balance 8/31/25
Note payable to Alamo Community College District	\$ 1,362,860	\$ -	\$ -	\$ 1,362,860
Total note payable	\$ 1,362,860	\$ -	\$ -	\$ 1,362,860

As of August 31, 2024, noncurrent liabilities are \$1,362,860 with activity for the fiscal year as follows:

	Note Payable			
	Balance 9/1/23	Additions	Reductions	Balance 8/31/24
Note payable to Alamo Community College District	\$ 1,362,860	\$ -	\$ -	\$ 1,362,860
Total note payable	\$ 1,362,860	\$ -	\$ -	\$ 1,362,860

### F – INCOME TAXES

Income earned by the PFC can be excluded from gross income for federal tax purposes under Internal Revenue Code Section 115, *Income of States, Municipalities, Etc.*, because its income is from the performance of an essential governmental function and it accrues to a political subdivision.



## **Required Supplementary Information**





# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule of District's Proportionate Share of Net Pension Liability Last Ten Fiscal Years

Fiscal year ended August 31*,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportionate share of collective net pension liability (%)	0.1657332210%	0.1533243562%	0.1503604816%	0.1491190618%	0.1466583601%	0.1465692386%	0.1513076223%	0.1709877316%	0.1591812086%	0.162917000%
District's proportionate share of collective net pension liability (\$)	\$ 101,236,722	\$ 105,319,038	\$ 89,265,151	\$ 37,975,348	\$ 78,547,226	\$ 76,191,272	\$ 83,283,387	\$ 54,672,665	\$ 60,152,212	\$ 57,588,991
State's proportionate share of net pension liability associated with District	81,703,242	86,067,918	72,592,477	32,006,223	66,451,167	62,672,785	67,075,692	31,367,944	34,396,610	31,874,468
Total	182,939,964	191,386,956	161,857,628	69,981,571	144,998,393	138,864,057	150,359,079	86,040,609	94,548,822	89,463,459
District's covered payroll	\$ 207,481,380	\$ 181,562,648	\$ 165,846,480	\$ 156,470,787	\$ 149,218,481	\$ 139,439,475	\$ 135,309,910	\$ 128,722,459	\$ 116,013,872	\$ 109,267,415
District's proportionate share of collective net pension liability as a percentage of covered payroll	48.79%	58.01%	53.82%	24.27%	52.64%	54.64%	61.55%	42.47%	51.85%	52.70%
TRS fiduciary net position as percentage of the total pension liability	77.51%	73.15%	75.62%	88.79%	75.54%	75.24%	73.74%	82.17%	78.00%	78.43%

\*The amounts presented above are as of the measurement date of the collective net pension liability for the respective fiscal year.

# **ALAMO COMMUNITY COLLEGE DISTRICT**

## **Schedule of District Contributions for Pensions Last Ten Fiscal Years**

<b>Fiscal year ended August 31*,</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Legally required contributions	\$ 10,758,852	\$ 9,232,518	\$ 7,889,279	\$ 7,015,286	\$ 6,363,260	\$ 6,051,648	\$ 5,128,423	\$ 5,091,852	\$ 5,603,980	\$ 5,057,590
Actual contributions	10,758,852	9,232,518	7,889,279	7,015,286	6,363,260	6,051,648	5,128,423	5,091,852	5,603,980	5,057,590
Contributions deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered payroll	\$ 239,120,244	\$ 207,481,380	\$ 181,562,648	\$ 165,846,480	\$ 156,470,787	\$ 149,218,481	\$ 139,439,475	\$ 135,309,910	\$ 128,722,459	\$ 116,013,872
Contributions as a percentage of covered payroll	4.50%	4.45%	4.35%	4.23%	4.07%	4.06%	3.68%	3.76%	4.35%	4.36%

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

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Notes to Required Supplementary Information Net Pension Liability For Year Ended August 31, 2025**

#### **Changes since Prior Actuarial Valuation**

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the previous actuarial valuation as of August 31, 2023. For a full description of these assumptions, see the actuarial valuation report dated November 22, 2023 at the following link: <https://www.trs.texas.gov/TRS%20Documents/2023-actuarial-valuation-pension-fund.pdf>.

#### **Factors that Significantly Affect Trends in Pension RSI Schedules**

2025: Changes of assumptions: There were no changes in assumptions since the prior measurement date.

2024: Changes of assumptions: There were no changes in assumptions since the prior measurement date.

2023: Changes of assumptions: The discount rate was changed from 7.25% to 7.00%.

2022: Changes of assumptions: The public education employer contribution rate changed from 1.5% in measurement year 2020 to 1.6% in measurement year 2021.

2021: Changes of assumptions: The state and employer contribution rate changed from 6.8% to 7.5%. The 1.5% public education employer contribution applied to just employers whose employees were not covered by OASDI in measurement year 2019 and it changed in measurement year 2020 to apply to all public schools, charter schools and regional education centers irrespective of participation in OASDI.

2020: None.

2019: Changes of assumptions: The discount rate changed from 8.0% as of the August 31, 2017 measurement date to a blended rate of 6.907% as of the August 31, 2018 measurement date. The long-term assumed rate of return changed from 8.0% as of the August 31, 2017 measurement date to 7.25% as of the August 31, 2018 measurement date. Demographic and economic assumptions were updated based on the experience study performed for TRS for the period ended August 31, 2017. The total pension liability as of August 31, 2018 was developed using a roll-forward method from the August 31, 2017 valuation.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule of District's Proportionate Share of Net OPEB Liability Last 8 Fiscal Years\*\*

Fiscal year ended August 31*,	2025	2024	2023	2022	2021	2020	2019	2018
District's proportionate share of collective net OPEB liability (%)	0.60016128%	0.59295167%	0.59295167%	0.57490306%	0.55109854%	0.54897548%	0.54929788%	0.46476038%
District's proportionate share of collective net OPEB liability (\$)	\$ 175,880,803	\$ 159,531,889	\$ 168,913,939	\$ 206,249,390	\$ 182,108,484	\$ 189,740,609	\$ 162,799,490	\$ 158,357,860
State's proportionate share of net OPEB liability associated with District	146,155,220	129,745,947	139,914,890	171,379,645	157,821,125	163,945,598	138,602,473	138,445,196
Total	322,036,023	289,277,836	308,828,829	377,629,035	339,929,609	353,686,207	301,401,963	296,803,056
District's covered employee payroll	\$ 218,102,991	\$ 200,795,566	\$ 185,032,712	\$ 172,319,143	\$ 167,098,184	\$ 156,063,712	\$ 154,055,166	\$ 150,672,061
District's proportionate share of collective net OPEB liability as a percentage of covered employee payroll	80.64%	79.45%	91.29%	119.69%	108.98%	121.58%	105.68%	105.10%
ERS fiduciary net position as percentage of the total OPEB liability	0.47%	0.63%	0.57%	0.38%	0.32%	0.17%	2.04%	2.04%

\*The amounts presented above are as of the measurement date of the collective net OPEB liability for the respective fiscal year.

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

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule of District Contributions for OPEB Last 8 Fiscal Years\*\*

Fiscal year ended August 31*,	2025	2024	2023	2022	2021	2020	2019	2018
Legally required contributions	\$ 5,678,190	\$ 5,718,243	\$ 5,271,176	\$ 5,124,159	\$ 4,847,826	\$ 4,771,778	\$ 4,629,201	\$ 4,465,565
Actual contributions***	5,678,190	5,718,243	5,271,176	5,124,159	4,847,826	4,771,778	4,629,201	4,465,565
Contributions deficiency (excess)	-	-	-	-	-	-	-	-
District's covered employee payroll	\$ 246,759,389	\$ 218,102,991	\$ 200,795,566	\$ 185,032,712	\$ 172,319,143	\$ 167,098,184	\$ 156,063,712	\$ 154,055,166
Contributions as a percentage of covered employee payroll	2.30%	2.62%	2.63%	2.77%	2.81%	2.86%	2.97%	2.90%

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

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

\*\*\*Due to a change in accounting principle implemented by ERS in FY19, District employer contributions transferred into the SRHP plan for postemployment benefits were \$4,209,301, as reported in Footnote 19.

## **ALAMO COMMUNITY COLLEGE DISTRICT**

### **Notes to Required Supplementary Information Net OPEB Liability For the Year Ended August 31, 2025**

#### **Changes since Prior Actuarial Valuation**

The following changes to actuarial assumptions and other inputs affected the measurement of the amounts reported in the RSI schedules related to OPEB:

- The discount rate was changed from 3.81% as of August 31, 2023 to 3.87% as of August 31, 2024 as a result of requirements by GASB No. 75 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.
- Percentage of current retirees and retiree spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and retiree spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- Proportion of future retirees assumed to be married and electing coverage for their spouse.
- Proportion of future retirees assumed to elect health coverage at retirement and proportion of future retirees expected to receive the Opt-Out Credit at retirement.
- Demographic assumptions, including the mortality projection scale for all State Agency members; base mortality for Judges; assumed rates of retirement for certain members who are Regular Class, Elected Class or Certified Peace Officers/Custodial Officers (CPO/CO); assumed rates of termination for certain members who are Regular Class, Judges or Certified Peace Officers/Custodial Officers (CPO/CO); and assumed rates of disability for all State Agency members.
- The expenses directly related to the payment of GBP health benefits for (a) HealthSelect medical services and (b) prescription drug benefits under HealthSelect and HealthSelect Medicare Advantage have been updated since the previous valuation to reflect recent new administrative services contracts.
- Assumed Per Capita Health Benefit Costs and Health Benefit Cost and Retiree Contribution trends have been updated since the previous valuation to reflect recent health plan experience and its effects on short-term expectations.
- The Patient-Centered Outcomes Research Institute (PCORI) fee payable under the Affordable Health Care Act (ACA) and the rate of future increases in the fee have been updated to reflect recent the most recent information available.

#### **Changes to Benefit Terms**

Minor benefit revisions have been adopted since the prior valuation. These changes, which are not expected to have a significant impact on plan costs for FY2025, are provided for in the FY2025 Assumed Per Capita Health Benefit Costs.

## **Supplementary Information**





# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule A Schedule of Operating Revenues For the Year Ended August 31, 2025 With Memorandum Totals for the Year Ended August 31, 2024

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	FY25 Total	FY24 Total
<b>OPERATING REVENUES:</b>						
Tuition						
State-funded courses						
In-District resident tuition	\$ 118,236,331	\$ -	\$ 118,236,331	\$ -	\$ 118,236,331	\$ 106,744,955
Out-of-District resident tuition	25,123,552	-	25,123,552	-	25,123,552	24,211,176
Non-resident tuition	12,665,144	-	12,665,144	-	12,665,144	12,905,442
TPEG - credit set aside*	7,299,089	-	7,299,089	-	7,299,089	6,634,777
State-funded continuing education	2,890,988	-	2,890,988	-	2,890,988	2,160,191
TPEG - Non-credit set aside*	184,531	-	184,531	-	184,531	137,884
Non-State-funded continuing education	1,537,029	-	1,537,029	-	1,537,029	1,432,433
Total tuition	167,936,664	-	167,936,664	-	167,936,664	154,226,858
Fees						
Student activity fees	2,973,231	-	2,973,231	-	2,973,231	2,644,114
Processing fees	300	-	300	-	300	642,300
Testing fees	284,994	-	284,994	-	284,994	259,934
Other fees	320,922	-	320,922	-	320,922	243,351
Total fees	3,579,447	-	3,579,447	-	3,579,447	3,789,699
Total tuition and fees	171,516,111	-	171,516,111	-	171,516,111	158,016,557
Allowances and discounts						
Institutional allowances and scholarships	(13,206,270)	-	(13,206,270)	-	(13,206,270)	(11,112,010)
Remissions and exemptions - state	(6,739,085)	-	(6,739,085)	-	(6,739,085)	(6,288,026)
Remissions and exemptions - local - dual credit	(28,982,367)	-	(28,982,367)	-	(28,982,367)	(29,092,110)
Federal grants to students	-	(57,383,457)	(57,383,457)	-	(57,383,457)	(46,400,196)
TPEG awards	-	(4,125,933)	(4,125,933)	-	(4,125,933)	(2,969,612)
State grants to students	-	(4,433,875)	(4,433,875)	-	(4,433,875)	(4,700,045)
Other local awards	-	(2,549,940)	(2,549,940)	-	(2,549,940)	(4,411,813)
Total allowances and discounts	(48,927,722)	(68,493,205)	(117,420,927)	-	(117,420,927)	(104,973,812)
Total net tuition and fees	122,588,389	(68,493,205)	54,095,184	-	54,095,184	53,042,745
Other operating revenues						
Federal grants and contracts	-	22,613,482	22,613,482	-	22,613,482	22,789,964
State grants and contracts	-	2,194,090	2,194,090	-	2,194,090	1,706,198
Local grants and contracts	915,342	15,647,591	16,562,933	-	16,562,933	13,229,734
Non-governmental grants and contracts	-	2,272,116	2,272,116	-	2,272,116	2,196,015
Other operating revenues	6,269,319	(160,700)	6,108,619	-	6,108,619	6,668,533
Total other operating revenues	7,184,661	42,566,579	49,751,240	-	49,751,240	46,590,444
Sales and services of auxiliary enterprises						
Bookstore commission**	-	-	-	43,883	43,883	33,735
Palo Alto College natatorium	-	-	-	1,150	1,150	84,327
Day care centers	-	-	-	576,365	576,365	611,181
Vending machines and copiers	-	-	-	114,993	114,993	97,140
Campus access fees and fines	-	-	-	2,272,460	2,272,460	2,089,117
Auxiliary-restricted	-	-	-	(346,806)	(346,806)	(289,348)
Other	-	-	-	292,771	292,771	337,244
Total sales and services of auxiliary enterprises	-	-	-	2,954,816	2,954,816	2,963,396
Total operating revenues	\$ 129,773,050	\$ (25,926,626)	\$ 103,846,424	\$ 2,954,816	\$ 106,801,240	\$ 102,596,585
					(Exhibit 2)	(Exhibit 2)

\*In accordance with Education Code 56.033, \$7,483,620 and \$6,772,661 of tuition was set aside for the Texas Public Education Grant for the years ended August 31, 2025 and 2024, respectively.

\*\*The bookstores are operated by an independent third-party.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule B Schedule of Operating Expenses by Object For the Year Ended August 31, 2025 With Memorandum Totals for the Year Ended August 31, 2024

	Salaries and Wages	Benefits		Other Expenses	FY25 Total	FY24 Total
		State	Local			
<b>OPERATING EXPENSES:</b>						
Unrestricted - educational activities						
Instruction	\$ 134,729,873	\$ -	\$ 26,049,059	\$ 39,875,357	\$ 200,654,289	\$ 178,311,227
Public service	1,366,406	-	304,025	591,709	2,262,140	1,949,472
Academic support	20,832,073	-	4,577,449	7,065,475	32,474,997	30,454,433
Student services	51,060,729	-	11,871,281	14,230,318	77,162,328	69,996,787
Institutional support	66,687,096	-	10,944,583	26,443,766	104,075,445	101,505,298
Operation and maintenance of plant	9,417,642	-	2,477,164	31,640,216	43,535,022	43,926,931
Scholarships and fellowships	-	-	-	611,334	611,334	891,913
Total unrestricted educational activities	284,093,819	-	56,223,561	120,458,175	460,775,555	427,036,061
Restricted - educational activities						
Instruction	2,641,330	7,594,541	592,439	3,327,376	14,155,686	14,375,292
Public service	1,321	93,869	-	98,975	194,165	198,880
Academic support	3,388,876	1,605,791	653,397	2,809,541	8,457,605	7,536,586
Student services	6,718,019	3,936,042	1,012,696	6,866,963	18,533,720	15,026,930
Institutional support	2,664,401	6,820,739	544,746	(1,143,665)	8,886,221	20,623,318
Operation and maintenance of plant	47,925	717,975	8,160	32,084,142	32,858,202	18,800,983
Scholarships and fellowships	-	-	-	120,080,457	120,080,457	91,713,030
Total restricted educational activities	15,461,872	20,768,957	2,811,438	164,123,789	203,166,056	168,275,019
Total educational activities	299,555,691	20,768,957	59,034,999	284,581,964	663,941,611	595,311,080
Auxiliary enterprises - unrestricted	688,280	-	118,947	563,168	1,370,395	751,968
Auxiliary enterprises - restricted	59,030	53,854	19,670	23,374	155,928	252,761
Depreciation expense - buildings	-	-	-	40,542,019	40,542,019	41,419,363
Depreciation expense - equipment	-	-	-	11,068,671	11,068,671	10,706,381
Total operating expenses	\$ 300,303,001	\$ 20,822,811	\$ 59,173,616	\$ 336,779,196	\$ 717,078,624 (Exhibit 2)	\$ 648,441,553 (Exhibit 2)

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule C Schedule of Non-Operating Revenues and Expenses For the Year Ended August 31, 2025 With Memorandum Totals for the Year Ended August 31, 2024

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	FY25 Total	FY24 Total
<b>NON-OPERATING REVENUES:</b>						
State appropriations						
Education and general state support	\$ 87,393,044	\$ -	\$ 87,393,044	\$ -	\$ 87,393,044	\$ 89,191,058
State group insurance	-	12,355,824	12,355,824	-	12,355,824	6,313,142
State retirement match	-	8,466,773	8,466,773	-	8,466,773	13,913,733
Ad valorem taxes						
Taxes for maintenance and operations	265,456,673	-	265,456,673	-	265,456,673	254,814,109
Taxes for maintenance and operations-MTN	-	40,456,156	40,456,156	-	40,456,156	40,462,146
Taxes for debt service	-	61,078,913	61,078,913	-	61,078,913	57,620,011
Federal revenue, non-operating	-	167,632,819	167,632,819	-	167,632,819	139,968,174
State revenue, non-operating	-	9,423,350	9,423,350	-	9,423,350	13,362,148
Gifts	979,289	1,988,792	2,968,081	-	2,968,081	879,298
Investment income	12,797,875	13,012,367	25,810,242	-	25,810,242	30,812,713
Other state funding - FAST funds	5,796,030	-	5,796,030	-	5,796,030	5,023,205
Total non-operating revenues	<u>372,422,911</u>	<u>314,414,994</u>	<u>686,837,905</u>	<u>-</u>	<u>686,837,905</u>	<u>652,359,737</u>
<b>NON-OPERATING EXPENSES:</b>						
Interest on capital-related debt	-	(7,700,629)	(7,700,629)	-	(7,700,629)	(16,804,778)
Interest on capital-related debt-MTN	-	(18,249,304)	(18,249,304)	-	(18,249,304)	(11,252,146)
Loss on disposal of capital assets	-	(208,785)	(208,785)	-	(208,785)	(259,747)
Other non-operating expenses	-	(9,728,222)	(9,728,222)	-	(9,728,222)	-
Total non-operating expenses	<u>-</u>	<u>(35,886,940)</u>	<u>(35,886,940)</u>	<u>-</u>	<u>(35,886,940)</u>	<u>(28,316,671)</u>
Net non-operating revenues	<u>\$ 372,422,911</u>	<u>\$ 278,528,054</u>	<u>\$ 650,950,965</u>	<u>\$ -</u>	<u>\$ 650,950,965</u>	<u>\$ 624,043,066</u>
					(Exhibit 2)	(Exhibit 2)

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule D Schedule of Net Position by Source and Availability For the Year Ended August 31, 2025 With Memorandum Totals for the Year Ended August 31, 2024

	Detail by Source					Available for Current Operations	
	Restricted			Capital Assets	Total	Yes	No
	Unrestricted	Expendable	Non-Expendable	Net of Depreciation & Related Debt			
Current:							
Unrestricted	\$ (168,399,745)	\$ -	\$ -	\$ -	\$ (168,399,745)	\$ -	\$ (168,399,745)
Board-designated	3,284,516	-	-	-	3,284,516	-	3,284,516
Restricted	-	10,467,628	-	-	10,467,628	-	10,467,628
Auxiliary enterprises	5,547,271	-	-	-	5,547,271	-	5,547,271
Loan	203,398	-	-	-	203,398	203,398	-
Plant:							
Unexpended	208,320	29,144,767	-	-	29,353,087	208,320	29,144,767
Renewals	60,758,700	17,284,474	-	-	78,043,174	60,758,700	17,284,474
Debt service	-	16,084,654	-	-	16,084,654	-	16,084,654
Net investment in capital assets	-	-	-	639,942,487	639,942,487	-	639,942,487
Total net position, August 31, 2025	(98,397,540)	72,981,523	-	639,942,487	614,526,470 (Exhibit 1)	61,170,418	553,356,052
Total net position, August 31, 2024, (Note 2)	(69,796,471)	68,352,158	-	571,441,722	569,997,409 (Exhibit 1)	78,658,320	491,339,089
Net increase (decrease) in net position	<u>\$ (28,601,069)</u>	<u>\$ 4,629,365</u>	<u>\$ -</u>	<u>\$ 68,500,765</u>	<u>\$ 44,529,061</u> (Exhibit 2)	<u>\$ (17,487,902)</u>	<u>\$ 62,016,963</u>

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule E Schedule of Expenditures of Federal Awards For the Year Ended August 31, 2025

Federal Grantor/Cluster/Program Title/Pass-Through Grantor/Pass-Through Grantor's Award Number		Expenditures			Subrecipient Expenditures		
		ALN	Direct Awards	Pass-Through Awards		Total	
U.S. DEPARTMENT OF EDUCATION							
Student Financial Assistance Cluster							
Federal Supplemental Educational Opportunity Grants	84.007	\$	3,658,895	\$ -	\$ 3,658,895	\$ -	*
Federal Work-Study Program	84.033		3,234,051	-	3,234,051	-	*
Federal Pell Grant Program	84.063		156,942,227	-	156,942,227	-	*
Federal Direct Student Loans	84.268		22,157,659	-	22,157,659	-	*
Total Student Financial Assistance Cluster			185,992,832	-	185,992,832	-	
TRIO Cluster							
TRIO Student Support Services	84.042		804,875	-	804,875	-	
TRIO Talent Search	84.044		654,632	-	654,632	-	
TRIO Upward Bound	84.047		1,678,188	-	1,678,188	-	
TRIO Educational Opportunity Centers	84.066		203,721	-	203,721	-	
Total TRIO Cluster			3,341,416	-	3,341,416	-	
Adult Education - Basic Grants to States							
Texas Workforce Commission	84.002						
2924ALA002			-	910,824	910,824	-	
Restore Education				6,004	6,004		
N/A							
Total	84.002		-	916,828	916,828	-	
Higher Education Institutional Aid							
University of Texas at San Antonio	84.031		11,913,167	-	11,913,167	-	
1000002502			-	22,550	22,550	-	
Total	84.031		11,913,167	22,550	11,935,717	-	
Career and Technical Education -- Basic Grants to States							
Texas Higher Education Coordinating Board	84.048						
219710			-	1,280	1,280	-	
01177			-	2,700,704	2,700,704	-	
Total	84.048		-	2,701,984	2,701,984	-	
Fund for the Improvement of Postsecondary Education							
	84.116		455,901	-	455,901	-	
Child Care Access Means Parents in Schools							
	84.335		925,809	-	925,809	-	
COVID-19-Education Stabilization Fund Governor's Emergency							
Education Relief (GEER) Fund	84.425 C					-	
Texas Higher Education Coordinating Board							
29443			-	56,650	56,650	-	
COVID-19-Education Stabilization Fund - HEERF Institutional Portion							
	84.425 F		338,160	-	338,160	-	
COVID-19-Education Stabilization Fund - HEERF Historically Black							
Colleges and Universities (HBCUs)	84.425 J		1,154,436	-	1,154,436	-	
Total	84.425		1,492,596	56,650	1,549,246	-	
TOTAL U.S. DEPARTMENT OF EDUCATION			204,121,721	3,698,012	207,819,733	-	

\*Major program

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule E Schedule of Expenditures of Federal Awards – (Continued) For the Year Ended August 31, 2025

Federal Grantor/Cluster/Program Title/Pass-Through Grantor/Pass-Through Grantor's Award Number	ALN	Expenditures			Subrecipient Expenditures
		Direct Awards	Pass-Through Awards	Total	
<b>U.S. DEPARTMENT OF AGRICULTURE</b>					
Hispanic Serving Institutions Education Grants	10.223				
University of Texas at San Antonio					
FAIN 20237704041199		\$ -	\$ 45,071	\$ 45,071	\$ -
1000004973		-	52,946	52,946	-
Total	10.223	-	98,017	98,017	-
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>		-	98,017	98,017	-
<b>U.S. DEPARTMENT OF DEFENSE</b>					
National Defense Education Program	12.006	1,937,286	-	1,937,286	-
Information Security Grants	12.902	8,646	-	8,646	-
GenCyber Grants Program	12.903	1,536	-	1,536	-
<b>TOTAL U.S. DEPARTMENT OF DEFENSE</b>		1,947,468	-	1,947,468	-
<b>U.S. DEPARTMENT OF JUSTICE</b>					
Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus	16.525	17,052	-	17,052	-
<b>TOTAL U.S. DEPARTMENT OF JUSTICE</b>		17,052	-	17,052	-
<b>U.S. DEPARTMENT OF LABOR</b>					
Registered Apprenticeship	17.285	22,196	-	22,196	-
<b>TOTAL U.S. DEPARTMENT OF LABOR</b>		22,196	-	22,196	-
<b>U.S. DEPARTMENT OF STATE</b>					
Academic Exchange Programs - Undergraduate Programs	19.009				
World Learning Inc					
IDEAS23-ALAMO01		-	7,796	7,796	-
<b>TOTAL U.S. DEPARTMENT OF STATE</b>		-	7,796	7,796	-
<b>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</b>					
Office of Stem Engagement (OSTEM)	43.008				
University of Texas at San Antonio					
1000003325 PRIME 80NSSC19M0194		-	46,500	46,500	-
Total	43.008	-	46,500	46,500	-
<b>TOTAL NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</b>		-	46,500	46,500	-

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule E Schedule of Expenditures of Federal Awards – (Continued) For the Year Ended August 31, 2025

Federal Grantor/Cluster/Program Title/Pass-Through Grantor/Pass-Through Grantor's Award Number	ALN	Expenditures			Subrecipient Expenditures
		Direct Awards	Pass-Through Awards	Total	
NATIONAL SCIENCE FOUNDATION					
Research & Development Cluster					
Geosciences	47.050				
University of Texas at San Antonio					
1000004619		-	26,968	26,968	-
1000006012		-	11,176	11,176	-
Total	47.050	-	38,144	38,144	-
STEM Education (formerly Education and Human Resources)	47.076	892,328	-	892,328	-
Arizona State University					
ASUB00000918		-	42,537	42,537	-
St. Mary's University					
121185		-	20,320	20,320	-
Total	47.076	892,328	62,857	955,185	-
TOTAL NATIONAL SCIENCE FOUNDATION		892,328	101,001	993,329	-
U.S. DEPARTMENT OF ENERGY					
Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128				
Texas Comptroller Of Public Accounts					
CM24097		-	504,320	504,320	-
Total	81.128	-	504,320	504,320	-
TOTAL U.S. DEPARTMENT OF ENERGY		-	504,320	504,320	-
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES					
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243				
University of Texas at Austin					
UT AUS-SUB00001826		-	10,729	10,729	-
Total	93.243	-	10,729	10,729	-
Congressional Directives	93.493	454,198	-	454,198	-
TANF Cluster	93.558				
Temporary Assistance for Needy Families					
Texas Workforce Commission					
2025SMP002		-	79,977	79,977	-
Total TANF Cluster	93.558	-	79,977	79,977	-
TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES		454,198	90,706	544,904	-
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
AmeriCorps	94.006				
Public Allies Inc					
OP016-94.006-25-PASA		-	402,645	402,645	-
Total	94.006	-	402,645	402,645	-
TOTAL EXPENDITURES OF FEDERAL AWARDS		\$ 207,454,963	\$ 4,948,997	\$ 212,403,960	\$ -

See Independent Auditor's Report and accompanying notes to Schedule of Expenditures of Federal Awards.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule E

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

#### 1. BASIS FOR PRESENTATION

The Alamo Community College District (the District) is comprised of San Antonio College, St. Philip's College, Palo Alto College, Northeast Lakeview College, and Northwest Vista College. The purpose of the Schedule of Expenditures of Federal Awards (the Schedule) is to present a summary of those activities of the District that have been financed by the United States Government (federal awards). Federal awards received directly from federal agencies are included in the Schedule. Additionally, all federal awards passed through from other entities have been included on the Schedule. Although the District is required to match certain grants, as defined in the grants, no such matching is included in the Schedule. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, statement of activities, or cash flows of the District.

#### 2. FEDERAL ASSISTANCE RECONCILIATION

Other Operating Revenues - federal grants and contracts - per Schedule A	\$ 22,613,482
Add: Non-Operating Revenues - federal revenue, non-operating - per Schedule C	<u>167,632,819</u>
Total Federal Revenues per Schedule A and C	190,246,301
Reconciling Items:	
Add: Federal Direct Student Loans	22,157,659
Less: Federal contracts (Note 5 below)	<u>-</u>
Total Federal Expenditures per Schedule of Expenditures of Federal Awards	<u>\$ 212,403,960</u>

#### 3. SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULE

The expenditures included in the schedule are reported for the District's fiscal year. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported on the Schedule represent funds that have been expended by the District for the purposes of the award. The expenditures reported on the Schedule 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 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. Since the District uses agency approved Indirect Recovery Rate it has elected not to use the 10% de minimis cost rates as permitted in the Uniform Guidance, Section 200.414 Indirect (F&A) costs. The District has followed all applicable guidelines issued by various entities in the preparation of the schedule.

#### 4. STUDENT FINANCIAL AID INSTITUTIONAL AND PROGRAM ELIGIBILITY METRICS

The District is in compliance with the following institutional and program eligibility requirements under the Higher Education Act of 1965 and Federal regulations under 34 CFR 668.23:

- Correspondence courses the institution offers under 34 CFR 600.7(b) and (g)
- Regular students that enroll in correspondence courses under 34 CFR 600.7(b) and (g)
- Institution's regular students that are incarcerated under 34 CFR 600.7 (c) and (g)
- Completion rates for confined or incarcerated individuals enrolled in non-degree programs at nonprofit institutions under 34 CFR 600.7(c)(3)(ii) and (g)
- Institution's regular students that lack a high school diploma or its equivalent under 34 CFR 600.7(d) and (g)

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule E Notes to Schedule of Expenditures of Federal Awards For the Year Ended August 31, 2025

- Completion rates for short-term programs under 34 CFR 668.8(f) and (g)
- Placement rates for short-term programs under <https://www.ecfr.gov/current/title-34/subtitle-B/chapter-VI/part-668/subpart-A/section-668.8> 34 CFR 668.8(e)(2)

### 5. EXPENDITURES NOT SUBJECT TO FEDERAL SINGLE AUDIT

The District did not receive any federal contracts, \$0.

### 6. FEDERAL DIRECT STUDENT LOAN PROGRAM

The District participates in the Federal Direct Student Loans program (ALN 84.268). Loans under the Federal Direct Student Loans program are made directly by the federal government to students. Loans disbursed during the fiscal year ended August 31, 2025 totaled \$22,157,659 and are presented as current year federal expenditures.

### 7. NONCASH AWARDS

There were no federal noncash awards in fiscal year 2025 other than Federal Direct Student Loans discussed in Note 6 above.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule F Schedule of Expenditures of State Awards For the Year Ended August 31, 2025

		Expenditures			
State Grantor/Pass-Through Grantor/Program Title	Grantor's Award Number	Pass-Through			Subrecipient Expenditures
		Direct Awards	Awards	Total	
TEXAS HIGHER EDUCATION COORDINATING BOARD					
2023 College Readiness and Success Models	29864	\$ 63,115	\$ -	\$ 63,115	\$ -
2023 College Readiness and Success Models	29865	68,054	-	68,054	-
2024 College Readiness and Success Models	01417	32,487	-	32,487	-
Total College Readiness and Success Models		163,656	-	163,656	-
Comprehensive College Readiness and Success Model for 60x30TX	20521	4,555	-	4,555	-
Educational Aide Exemption		6,866	-	6,866	-
Interagency Cooperation Contract Statewide Convening on Parenting Students	01920	30,850	-	30,850	-
Interagency Cooperation Contract Adapting to Innovation Initiative	02447	41,349	-	41,349	-
Nursing & Allied Health - Nursing Innovation Grant Program	29988	122,561	-	122,561	-
Nursing & Allied Health - Nursing Innovation Grant Program	29992	79,142	-	79,142	-
Total Nursing & Allied Health - Nursing Innovation Grant Program		201,703	-	201,703	-
Nursing Shortage Reduction Program Regular	00919	94,577	-	94,577	-
Nursing Shortage Reduction Program Regular	00927	16,211	-	16,211	-
Nursing Shortage Reduction Program Regular	27025	44,603	-	44,603	-
Nursing Shortage Reduction Program Regular	28822	137,639	-	137,639	-
Total Nursing Shortage Reduction Program Regular		293,030	-	293,030	-
Nursing Student Scholarship Program		119,629	-	119,629	-
Opportunity High School Diploma Program	00596	40,855	-	40,855	-
Opportunity High School Diploma Program	01769	20,000	-	20,000	-
Total Opportunity High School Diploma Program		60,855	-	60,855	-
Student Success Acceleration Program 2.0	01360	69,296	-	69,296	-
Student Success Acceleration Program 2.0	01665	29,975	-	29,975	-
Student Success Acceleration Program 2.0	01671	85,612	-	85,612	-
Total Student Success Acceleration Program 2.0		184,883	-	184,883	-
Texas Reskilling and Upskilling through Education (TRUE)					
Grant Program 2023	272	162,602	-	162,602	-
Texas Reskilling and Upskilling through Education (TRUE)					
Grant Program 2024	343	164,652	-	164,652	-
Texas Reskilling and Upskilling through Education (TRUE)					
Grant Program 2025	01475	10,560	-	10,560	-
Total Texas Reskilling and Upskilling through Education (TRUE)		337,814	-	337,814	-
Grant Program					
Texas College Work Study		212,812	-	212,812	-
Texas Educational Opportunity Grant Initial		6,641,587	-	6,641,587	- *
Texas Educational Opportunity Grant Renewal		2,426,168	-	2,426,168	- *
Total Texas Educational Opportunity Grant		9,067,755	-	9,067,755	-
Texas First Program		16,287	-	16,287	-
TOTAL TEXAS HIGHER EDUCATION COORDINATING BOARD		10,742,044	-	10,742,044	-
TEXAS WORKFORCE COMMISSION					
Skills for Small Business Program	2024SSD001	1,175	-	1,175	-
Skills for Small Business Program	2025SDF001	60,000	-	60,000	-
Skills for Small Business Program	2025SSD001	-	59	59	-
Total Skills for Small Business Program		61,175	59	61,234	-
Jobs and Education for Texans (JET) Grant	2023JET002	4,677	-	4,677	-
Jobs and Education for Texans (JET) Grant	2023JET002	279,903	-	279,903	-
Total Jobs and Education for Texans (JET) Grant		284,580	-	284,580	-
Adult Education - Basic Grants to States	N/A	-	118,031	118,031	-
TOTAL TEXAS WORKFORCE COMMISSION		345,755	118,090	463,845	-
THE UNIVERSITY OF TEXAS AT SAN ANTONIO					
Bexar County Fostering Educational Success Pilot Project	N/A	-	411,551	411,551	-
TOTAL THE UNIVERSITY OF TEXAS AT SAN ANTONIO		-	411,551	411,551	-
TOTAL EXPENDITURES OF STATE AWARDS		\$ 11,087,799	\$ 529,641	\$ 11,617,440	\$ -

\*Major program

See Independent Auditor's Report and accompanying notes to Schedule of Expenditures of State Awards.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Schedule F Notes to Schedule of Expenditures of State Awards For the Year Ended August 31, 2025

### 1. BASIS FOR PRESENTATION

The Alamo Community College District (the District) is comprised of San Antonio College, St. Philip's College, Palo Alto College, Northeast Lakeview College, and Northwest Vista College. The purpose of the Schedule of Expenditures of State Awards (the Schedule) is to present a summary of those activities of the District that have been financed by the State of Texas (state awards). State awards received directly from the State of Texas are included in the Schedule. Additionally, all state awards passed through from other entities have been included on the Schedule. Although the District is required to match certain grants, as defined in the grants, no such matching is included in the Schedule. The information in this Schedule is presented in accordance with the requirements of the Texas Grant Management Standards (TxGMS). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, statement of activities, or cash flows of the District.

### 2. STATE ASSISTANCE RECONCILIATION

Other Operating Revenues - state grants and contracts - per Schedule A	\$ 2,194,090
Add: Non-Operating Revenues - state revenue, non-operating - per Schedule C	<u>9,423,350</u>
Total State Revenues per Schedule A and C	11,617,440
Reconciling Items:	
Less: State contracts (Note 3 below)	<u>-</u>
Total State Expenditures per Schedule of Expenditures of State Awards	<u>\$ 11,617,440</u>

### 3. SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULE

The expenditures included in the schedule are reported for the District's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds that have been expended by the District 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 amounts used in the preparation of the basic financial statements. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The District has followed all applicable guidelines issued by various entities in the preparation of the schedule.

### 4. EXPENDITURES NOT SUBJECT TO STATE SINGLE AUDIT

The District did not receive any state contracts, \$0.

### 5. NONCASH AWARDS

There were no state noncash awards received in fiscal year 2025.



**Statistical Section  
(Unaudited)**



# **ALAMO COMMUNITY COLLEGE DISTRICT**

## **Statistical Section Introduction**

This section of the Alamo Community College District Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information provides about the District's overall financial health.

### **Contents**

#### **Financial Trends**

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

#### **Revenue Capacity**

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

#### **Debt Capacity**

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

#### **Demographic and Economic Information**

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

#### **Operating Information**

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





# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 1 Net Position by Component Last Ten Fiscal Years (Unaudited) (in thousands)

	For the Years Ended August 31,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Net investment in capital assets	\$ 639,942	\$ 571,442	\$ 502,438	\$ 423,582	\$ 372,565	\$ 335,842	\$ 318,710	\$ 275,577	\$ 253,835	\$ 210,275
Restricted - expendable	72,982	68,351	59,768	52,292	46,230	36,103	20,298	19,840	10,545	24,591
Unrestricted	(98,398)	(69,796)	(74,862)	(86,294)	(113,268)	(145,335)	(155,975)	(158,554)	30,309	29,847
<b>Total</b>	<b>614,526</b>	<b>569,997</b>	<b>487,344</b>	<b>389,580</b>	<b>305,527</b>	<b>226,610</b>	<b>183,032</b>	<b>136,863</b>	<b>294,689</b>	<b>264,713</b>
Net position, beginning of year <sup>1,2,3</sup>	569,997	487,344	389,580	305,527	226,610	191,164	136,863	294,689	264,713	239,081
Increase in net position	\$ 44,529	\$ 82,653	\$ 97,764	\$ 84,053	\$ 78,916	\$ 35,446	\$ 46,170	\$ 27,024	\$ 29,976	\$ 25,632

<sup>1</sup>In fiscal year 2022, net position as of the beginning of the year was restated (reduced) by \$24,827 for the cumulative effect of applying GASB Statement No. 87.

<sup>2</sup>In fiscal year 2020, net position as of the beginning of the year was restated (increased) by \$8.1 million due to the effects of reclassifying state appropriations for construction as nonexchange transactions.

<sup>3</sup>In fiscal year 2018, net position as of the beginning of the year was restated (reduced) by \$184.9 million for the cumulative effect of applying GASB Statement No. 75.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 2 Revenues by Source Last Ten Fiscal Years (Unaudited) (in thousands)

For the Years Ended August 31,																														
	2025		2024		2023		2022*		2021		2020		2019		2018		2017		2016											
OPERATING REVENUES:																														
Tuition and fees (net of discounts)	\$	54,095	6.8%	\$	53,043	7.0%	\$	44,767	6.4%	\$	45,439	7.2%	\$	49,730	8.7%	\$	53,796	10.2%	\$	56,683	11.2%	\$	54,868	11.3%	\$	54,367	11.7%	\$	57,456	12.9%
Governmental grants and contracts																														
Federal grants and contracts		22,613	2.8%		22,790	3.0%		22,002	3.2%		22,242	3.5%		28,455	5.0%		19,347	3.7%		18,163	3.6%		17,182	3.5%		23,876	5.1%		20,369	4.6%
State grants and contracts		2,194	0.3%		1,706	0.2%		1,371	0.2%		2,370	0.4%		905	0.2%		1,118	0.2%		1,426	0.3%		445	0.1%		1,722	0.4%		1,920	0.4%
Local grants and contracts		16,563	2.1%		13,230	1.8%		11,957	1.7%		9,478	1.5%		5,504	1.0%		2,161	0.4%		1,555	0.3%		1,869	0.4%		4,490	1.0%		1,945	0.4%
Non-governmental grants and contracts		2,272	0.3%		2,196	0.3%		3,359	0.5%		1,424	0.2%		1,054	0.2%		995	0.2%		475	0.1%		556	0.1%		369	0.1%		585	0.1%
Auxiliary enterprises		2,955	0.4%		2,963	0.4%		2,842	0.4%		2,757	0.4%		2,112	0.4%		3,601	0.7%		5,114	1.0%		5,251	1.1%		4,932	1.1%		5,128	1.2%
Other operating revenue		6,109	0.8%		6,669	0.9%		5,716	0.8%		6,071	1.0%		5,519	1.0%		5,515	1.0%		6,441	1.3%		5,881	1.2%		4,177	0.9%		3,516	0.8%
Total operating revenues		106,801	13.5%		102,597	13.6%		92,014	13.2%		89,781	14.2%		93,279	16.5%		86,533	16.4%		89,858	17.8%		86,052	17.7%		93,933	20.3%		90,919	20.4%
NON-OPERATING REVENUES:																														
State appropriations		108,216	13.6%		109,418	14.5%		76,607	11.0%		72,945	11.6%		80,008	14.0%		83,980	16.0%		76,754	15.2%		83,918	17.3%		80,366	17.3%		77,486	17.4%
Ad valorem taxes		366,992	46.2%		352,896	46.7%		318,040	45.6%		275,332	43.6%		261,201	45.3%		247,058	46.9%		231,936	45.8%		216,735	44.8%		205,701	44.0%		188,253	42.3%
Federal revenue, non-operating		167,633	21.1%		139,968	18.5%		181,191	26.0%		189,360	30.0%		133,438	23.3%		99,459	18.9%		93,921	18.6%		86,812	17.9%		78,850	16.9%		79,919	18.0%
State revenue, non-operating		15,219	1.9%		18,385	2.5%		5,068	0.7%		4,779	0.8%		3,867	0.7%		3,878	0.7%		3,610	0.7%		4,178	0.9%		4,071	0.9%		4,272	1.0%
Gifts		2,968	0.4%		879	0.1%		2,346	0.3%		3,287	0.5%		316	0.1%		308	0.1%		406	0.1%		250	0.1%		859	0.2%		2,602	0.6%
Investment income, non-operating		25,810	3.3%		30,813	4.1%		22,025	3.2%		(4,248)	-0.7%		662	0.1%		5,225	1.0%		9,033	1.8%		6,148	1.3%		1,739	0.4%		1,168	0.3%
Total non-operating revenues		686,838	86.5%		652,359	86.4%		605,277	86.8%		541,455	85.8%		479,492	83.5%		439,908	83.6%		415,660	82.2%		398,041	82.3%		371,586	79.7%		353,700	79.6%
Total revenues	\$	793,639	100.0%	\$	754,956	100.0%	\$	697,291	100.0%	\$	631,236	100.0%	\$	572,771	100.0%	\$	526,442	100.0%	\$	505,518	100.0%	\$	484,093	100.0%	\$	465,519	100.0%	\$	444,619	100.0%

\*Certain FY22 balances were reclassified to conform with the FY23 presentation. See note 2.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 3 Program Expenses by Function Last Ten Fiscal Years (Unaudited) (in thousands)

For the Years Ended August 31,																					
	2025		2024		2023		2022*		2021		2020		2019		2018		2017		2016		
OPERATING EXPENSES:																					
Instruction	\$ 214,809	28.5%	\$ 192,686	28.5%	\$ 172,534	28.5%	\$ 141,413	25.8%	\$ 140,251	27.8%	\$ 146,595	29.6%	\$ 137,204	29.9%	\$ 138,430	30.3%	\$ 132,779	30.5%	\$ 125,546	30.0%	
Public service	2,456	0.3%	2,148	0.3%	1,796	0.3%	1,601	0.3%	1,427	0.3%	1,707	0.3%	1,515	0.3%	1,400	0.3%	1,289	0.3%	856	0.2%	
Academic support	40,933	5.6%	37,991	5.6%	33,052	5.5%	27,415	5.0%	28,152	5.6%	30,810	6.2%	29,665	6.4%	27,326	6.0%	27,148	6.2%	24,846	5.9%	
Student services	95,696	12.6%	85,024	12.6%	72,384	12.0%	59,586	10.9%	58,280	11.6%	61,570	12.4%	54,945	12.0%	50,931	11.1%	48,520	11.1%	45,707	10.9%	
Institutional support	112,962	18.0%	122,129	18.0%	120,056	19.9%	106,327	19.4%	101,071	20.1%	80,543	16.3%	78,660	17.1%	79,247	17.3%	73,426	16.9%	69,972	16.7%	
Operation and maintenance of plant	76,393	9.3%	62,728	9.3%	61,534	10.2%	47,721	8.7%	46,120	9.2%	52,741	10.6%	40,758	8.9%	45,572	10.0%	41,066	9.4%	38,294	9.1%	
Scholarships and fellowships	128,192	13.7%	92,605	13.7%	67,900	11.2%	104,597	19.1%	73,405	14.6%	59,182	11.9%	56,825	12.4%	55,135	12.1%	54,612	12.5%	53,517	12.8%	
Auxiliary enterprises	1,526	0.1%	1,005	0.1%	1,042	0.2%	1,205	0.2%	1,346	0.3%	1,677	0.3%	1,640	0.4%	1,930	0.4%	1,743	0.4%	1,757	0.4%	
Depreciation and amortization	51,611	7.7%	52,126	7.7%	44,177	7.3%	39,380	7.2%	34,414	6.8%	33,538	6.8%	32,380	7.0%	32,017	7.0%	31,676	7.3%	32,007	7.6%	
<b>Total operating expenses</b>	<b>724,578</b>	<b>95.8%</b>	<b>648,442</b>	<b>95.8%</b>	<b>574,475</b>	<b>95.1%</b>	<b>529,245</b>	<b>96.6%</b>	<b>484,466</b>	<b>96.3%</b>	<b>468,363</b>	<b>94.5%</b>	<b>433,593</b>	<b>94.4%</b>	<b>431,988</b>	<b>94.5%</b>	<b>412,259</b>	<b>94.6%</b>	<b>392,502</b>	<b>93.6%</b>	
NON-OPERATING EXPENSES:																					
Interest on capital-related debt and MTN	25,950	4.1%	28,057	4.1%	30,130	5.0%	19,268	3.5%	20,269	4.0%	17,790	3.6%	22,482	4.9%	22,314	4.9%	20,441	4.7%	20,071	4.8%	
Other non-operating expenses	-	0.1%	-	0.1%	(1,907)	-0.4%	28	-0.1%	1,572	0.2%	387	0.1%	3,821	0.8%	2,758	0.6%	2,609	0.6%	6,370	1.5%	
(Gain) loss on disposal of capital assets	2,436	0.0%	259	0.0%	1,949	0.3%	-	0.0%	(2,328)	-0.5%	8,914	1.8%	(548)	-0.1%	9	0.0%	233	0.1%	45	0.1%	
<b>Total non-operating expenses</b>	<b>28,386</b>	<b>4.2%</b>	<b>28,316</b>	<b>4.2%</b>	<b>30,172</b>	<b>4.9%</b>	<b>19,296</b>	<b>3.4%</b>	<b>19,513</b>	<b>3.7%</b>	<b>27,091</b>	<b>5.5%</b>	<b>25,755</b>	<b>5.6%</b>	<b>25,081</b>	<b>5.5%</b>	<b>23,283</b>	<b>5.4%</b>	<b>26,486</b>	<b>6.4%</b>	
<b>Total expenses</b>	<b>\$ 752,964</b>	<b>100.0%</b>	<b>\$ 676,758</b>	<b>100.0%</b>	<b>\$ 604,647</b>	<b>100.0%</b>	<b>\$ 548,541</b>	<b>100.0%</b>	<b>\$ 503,979</b>	<b>100.0%</b>	<b>\$ 495,454</b>	<b>100.0%</b>	<b>\$ 459,348</b>	<b>100.0%</b>	<b>\$ 457,069</b>	<b>100.0%</b>	<b>\$ 435,542</b>	<b>100.0%</b>	<b>\$ 418,988</b>	<b>100.0%</b>	

\*Certain FY22 balances were reclassified to conform with the FY23 presentation. See note 2.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 4 Tuition and Fees Last Ten Academic Years (Unaudited)

### Resident: Fees based on 12 Semester Credit Hours (SCH)

Academic Year (Fall)	In-District Tuition	Out-of- District Tuition**	Student Activity Fees	Student Support Service Fee	Campus Access Fee	Cost for 12 SCH In-District	Cost for 12 SCH Out-of- District	Increase from Prior Year In-District	Decrease/Increase from Prior Year Out-of-District*
Fall 2024	\$ 109.00	\$ 180.00	\$ 36.00	\$ 25.00	\$ -	\$ 1,369.00	\$ 2,221.00	0.00%	-19.56%
Fall 2023	109.00	225.00	36.00	25.00	-	1,369.00	2,761.00	9.61%	4.54%
Fall 2022	99.00	215.00	36.00	25.00	-	1,249.00	2,641.00	0.00%	0.00%
Fall 2021	99.00	215.00	36.00	25.00	-	1,249.00	2,641.00	0.00%	0.00%
Fall 2020	99.00	215.00	36.00	-	25.00	1,249.00	2,641.00	0.00%	0.00%
Fall 2019	99.00	215.00	36.00	-	25.00	1,249.00	2,641.00	14.27%	6.28%
Fall 2018	86.00	202.00	36.00	-	25.00	1,093.00	2,485.00	2.25%	0.98%
Fall 2017	86.00	202.00	12.00	-	25.00	1,069.00	2,461.00	17.47%	4.10%
Fall 2016	73.00	194.00	12.00	-	25.00	910.00	2,364.00	4.84%	4.93%
Fall 2015	69.00	185.00	12.00	-	25.00	868.00	2,253.00	0.00%	0.00%

### Non-Resident: Fees based on 12 Semester Credit Hours (SCH)

Academic Year (Fall)	Non-Resident Tuition Out-of-State*	Student Activity Fees	Student Support Service Fee	Campus Access Fee	Cost for 12 SCH Out-of- State	Decrease/Increase from Prior Year Out-of-State**
Fall 2024	\$ 327.00	\$ 36.00	\$ 25.00	\$ -	\$ 3,985.00	-30.97%
Fall 2023	476.00	36.00	25.00	-	5,773.00	2.12%
Fall 2022	466.00	36.00	25.00	-	5,653.00	0.00%
Fall 2021	466.00	36.00	25.00	-	5,653.00	0.00%
Fall 2020	466.00	36.00	-	25.00	5,653.00	0.00%
Fall 2019	466.00	36.00	-	25.00	5,653.00	2.84%
Fall 2018	453.00	36.00	-	25.00	5,497.00	0.44%
Fall 2017	453.00	12.00	-	25.00	5,473.00	20.44%
Fall 2016	376.00	12.00	-	25.00	4,544.00	4.97%
Fall 2015	358.00	12.00	-	25.00	4,329.00	0.00%

\*Beginning in Fall 2024, the decrease from the prior year is attributable to a reduction in the Texas Out-of-District (Service Area+) tuition rate per semester credit hour.

\*\*Between the Fall of 2012 and the Fall of 2016, tuition was charged at a variable rate dependent on the number of hours taken by the student during the semester.

# ALAMO COMMUNITY COLLEGE DISTRICT

## 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	Maintenance & Operations	Debt Service	Total
2024-25	\$ 301,429,175,542	\$ 41,630,982,310	\$ 259,798,193,232	86.19%	0.10776	0.04139	0.14915
2023-24	285,226,781,720	37,734,191,131	247,492,590,589	86.77%	0.10776	0.04139	0.14915
2022-23	251,423,625,644	27,140,857,060	224,282,768,584	89.21%	0.10776	0.04139	0.14915
2021-22	216,980,124,090	23,533,952,987	193,446,171,103	89.15%	0.10776	0.04139	0.14915
2020-21	204,965,384,000	21,647,671,167	183,317,712,833	89.44%	0.10776	0.04139	0.14915
2019-20	190,799,155,922	17,283,809,209	173,515,346,713	90.94%	0.10776	0.04139	0.14915
2018-19	178,664,455,752	16,200,271,693	162,464,184,059	90.93%	0.10776	0.04139	0.14915
2017-18	166,595,034,165	14,761,694,685	151,833,339,480	91.14%	0.10776	0.04139	0.14915
2016-17	155,381,589,446	13,268,330,107	142,113,259,339	91.46%	0.10776	0.04139	0.14915
2015-16	141,897,318,235	12,277,254,224	129,620,064,011	91.35%	0.10530	0.04385	0.14915

Source: Bexar County Appraisal District, most recent Certified Supplement for the relevant Tax Year, ARB Approved.

\*The Assessed Valuation is presented net of Tax Increment Financings. See Note 20 for additional information.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 6a<sup>1</sup> State Appropriations - Performance Funding Summary\* Last Two Fiscal Years<sup>1</sup> (Unaudited)

<u>State Appropriation Performance Funding Elements under HB8</u>	For the year ended August 31,	
	2025	2024
Associate Degree	\$ 34,609,412	\$ 38,672,083
Associate Degree (High Demand Field)	6,968,250	9,370,125
GAI Transfer w/ 15 SCH	20,393,742	25,852,458
GAI Co-enrollment w/ 15 SCH	73,763	70,000
Dual Credit 15 SCH	12,663,000	6,204,433
Certificate I or II (High Demand Field)	7,172,856	5,796,875
Certificate I or II	2,889,841	2,400,271
Occupational Skills Award (High Demand Field)	1,272,697	539,000
Occupational Skills Award	295,688	49,500
Bachelor's Degree (High Demand Field)	344,700	136,125
Advanced Technical Certificate (High Demand Field)	62,650	93,625
Advanced Technical Certificate	-	6,563
Institutional Credential leading to Licensure	55,100	-
Institutional Credential leading to Licensure (High Demand Field)	591,347	-
Total	<u>\$ 87,393,045</u>	<u>\$ 89,191,058</u>

\*Funding model changed in FY24 with the passing of HB8 in 2023 by the 88th Texas Legislature. See table below for state appropriations under the previous funding model.

<sup>1</sup> Schedule is intended to display 10 years. Additional years will be added as they become available.

Source: THECB Performance Funding Summary

## Statistical Supplement 6a<sup>2</sup> General Appropriations Act Before Contact Hour Adjustments<sup>1</sup> Last Ten Fiscal Years (Unaudited)

<u>Appropriation Funding Elements</u>	For the years ended August 31,									
	2025*	2024*	2023	2022	2021	2020	2019	2018	2017	2016
State Appropriation Contact Hour Funding (CH)	N/A	N/A	\$51,200,312	\$51,200,312	\$52,933,963	\$52,933,963	\$52,031,745	\$52,031,745	\$52,680,089	\$52,680,089
State Appropriation Student Success Points (SSP)	N/A	N/A	12,057,659	12,057,659	9,160,109	9,160,109	7,194,360	7,194,360	6,653,202	6,653,202
State Appropriation Core Operations (CO)	N/A	N/A	680,406	680,406	680,406	680,406	680,406	680,406	500,000	500,000
State Appropriation Bachelor of Applied Technology (BAT)	N/A	N/A	-	-	-	-	-	-	-	-
State Appropriation Non-Formula Items	N/A	N/A	3,855,480	3,855,480	4,058,400	4,058,400	4,058,400	4,058,400	4,450,000	4,450,000
Total	N/A	N/A	\$67,793,857	\$67,793,857	\$66,832,878	\$66,832,878	\$63,964,911	\$63,964,911	\$64,283,291	\$64,283,291

<sup>1</sup> General Appropriations Act, HB 1, 86th Texas Legislature, Section 1 (page III-206) - Informational Listing of Appropriated Funds

\*Funding model changed in FY24 with the passing of HB8 in 2023 by the 88th Texas Legislature. Previous funding elements are no longer applicable. Historical data will be phased out over next 9 years.

Source: THECB - Ten Pay Schedule

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 6b State Appropriation Per FTSE Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended	State Appropriation (unrestricted) per Schedule C	FTSE <sup>1</sup>	State Appropriation per FTSE
2025	\$ 87,393,045	40,648	2,150
2024*	89,191,058	36,272	2,459
2023	63,938,377	33,283	1,921
2022	63,938,377	31,060	2,059
2021	62,810,640	33,147	1,895
2020	62,513,470	36,714	1,703
2019	59,906,511	35,415	1,692
2018	59,907,851	34,724	1,725
2017	59,928,821	34,953	1,715
2016	59,833,294	35,771	1,673

<sup>1</sup> Full time student equivalent (FTSE) is calculated using semester credit hours (SCH) divided by 30 plus non-semester (continuing education) hours divided by 900.

\*Funding model changed in FY24

Source: CBM004 and CBM00C for FY16-FY23 and THECB Performance Funding Summary for FY24-FY25.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 6c State Appropriation Per Funded Contact Hour<sup>1</sup> Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended	CH - State Appropriation (unrestricted) <sup>2</sup>	Academic Contact Hours	Technical Contact Hours	Continuing Education Contact Hours	Total Funded Contact Hours	Appropriation per Funded Contact Hour
2025*	N/A	N/A	N/A	N/A	N/A	N/A
2024*	N/A	N/A	N/A	N/A	N/A	N/A
2023	\$ 51,200,312	14,427,408	3,742,339	148,573	18,318,320	2.80
2022	51,200,312	13,586,840	3,323,578	248,640	17,159,058	2.98
2021	52,933,963	14,686,392	3,301,655	192,137	18,180,184	2.91
2020	52,933,963	16,405,776	3,695,214	239,714	20,340,704	2.60
2019	52,031,745	15,912,216	3,503,216	340,512	19,755,944	2.63
2018	52,031,745	16,291,384	3,397,264	376,509	20,065,157	2.59
2017	52,680,089	16,073,080	3,655,173	384,757	20,113,010	2.62
2016	52,680,089	16,189,360	3,701,027	386,595	20,276,982	2.60

<sup>1</sup>Contact hours (CH) for Academic, Technical and Continuing Education include the Fall, Spring and Summer semesters of the respective fiscal year.

<sup>2</sup>State Funded Contact Hour Appropriation as presented in Schedule 6a

\*Funding model changed in FY24 with the passing of HB8 in 2023 by the 88th Texas Legislature. Previous funding elements are no longer applicable. Historical data will be phased out over next 9 years.

Source: CBM004 and CBM00C

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 6d State Appropriation Per Student Success Point - Annualized Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended	SSP - State Appropriation (Unrestricted) <sup>1</sup>	3-Year Average Student Success Points <sup>2</sup>	Appropriation per Student Success Point
2025*	N/A	N/A	N/A
2024*	N/A	N/A	N/A
2023	\$ 12,057,659	97,276	\$ 123.95
2022	12,057,659	97,276	123.95
2021	9,160,109	90,453	101.27
2020	9,160,109	90,453	101.27
2019	7,194,360	83,871	85.78
2018	7,194,360	83,871	85.78
2017	6,653,202	77,101	86.29
2016	6,653,202	77,101	86.29

<sup>1</sup>State Funded student success point appropriation as presented in Schedule 6a

<sup>2</sup>Source: THECB - Ten Pay Schedule

\*Funding model changed in FY24 with the passing of HB8 in 2023 by the 88th Texas Legislature. Previous funding elements are no longer applicable. Historical data will be phased out over next 9 years.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 6e<sup>1</sup> Performance Funding - Weighted Outcome Completions\* Last Two Fiscal Years<sup>1</sup> (unaudited)

<u>Outcome Completions by Funding Elements (weighted)</u>	For the year ended August 31,	
	2025*	2024*
Associate Degree	9,888	11,049
Associate Degree (High Demand Field)	1,549	2,082
GAI Transfer w/ 15 SCH	5,827	7,386
GAI Co-enrollment w/ 15 SCH	21	20
Dual Credit 15 SCH	3,618	3,650
Certificate I or II (High Demand Field)	2,049	1,656
Certificate I or II	1,651	1,372
Occupational Skills Award (High Demand Field)	1,018	539
Occupational Skills Award	296	66
Bachelor's Degree (High Demand Field)	77	30
Advanced Technical Certificate (High Demand Field)	18	27
Advanced Technical Certificate	-	4
Institutional Credential leading to Licensure	55	-
Institutional Credential leading to Licensure (High Demand Field)	473	-
CoV Premium Certificate	50	-
CoV Premium Associate	678	-
Total	27,268	27,881

\*Funding model changed in FY24 with the passing of HB8 in 2023 by the 88th Texas Legislature. See table below for state appropriations under the previous funding model.

<sup>1</sup>Schedule is intended to display 10 years. Additional years will be added as they become available.

Source: THECB - Performance Summary document

## Statistical Supplement 6e<sup>2</sup> Student Success Points (SSP) Last Ten Fiscal Years (unaudited)

<u>Success Point Elements<sup>1</sup></u>	For the years ended August 31,									
	2024*	2023*	2022	2021	2020	2019	2018	2017	2016	2015
Math Readiness	N/A	N/A	3,263	2,907	3,712	2,934	3,143	2,837	2,742	2,006
Read Readiness	N/A	N/A	1,530	1,522	1,599	1,437	1,553	1,531	1,482	1,097
Write Readiness	N/A	N/A	934	1,229	637	1,028	1,137	1,298	1,253	981
Students Who Pass FCL Math Course	N/A	N/A	10,214	9,567	11,594	9,681	9,367	9,406	9,927	9,909
Students Who Pass FCL Read Course	N/A	N/A	5,464	5,437	5,721	5,237	5,435	5,570	5,305	5,361
Students Who Pass FCL Write Course	N/A	N/A	5,533	5,397	5,719	5,470	5,410	5,444	5,336	5,254
Students Who Complete 15 SCH	N/A	N/A	17,732	17,129	17,986	17,301	17,910	16,721	16,756	15,616
Students Who Complete 30 SCH	N/A	N/A	17,150	10,872	11,578	11,436	11,286	10,835	10,495	10,033
Student Transfers to a 4-Yr Inst	N/A	N/A	19,283	12,170	12,576	13,698	12,310	12,176	12,024	11,504
Degrees, CCCs, or Certs (Undup)	N/A	N/A	12,433	21,224	21,436	20,102	20,658	21,812	21,202	17,530
Degrees or Certs in Critical Fields	N/A	N/A	3,705	3,002	2,144	2,914	2,637	3,022	3,348	3,476
Annual Success Points - Total	N/A	N/A	97,241	90,455	94,702	91,238	90,846	90,652	89,870	82,767

<sup>1</sup>These are annual weighted SSP, not 3-year rolling averages.

\*Funding model changed in FY24 with the passing of HB8 in 2023 by the 88th Texas Legislature. Previous funding elements are no longer applicable. Historical data will be phased out over next 9 years.

Source: THECB

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 7 Principal Taxpayers Last Ten Fiscal Years (Unaudited)

Taxpayer	Taxable Assessed Value (TAV) (\$000 omitted)									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Microsoft Corporation	\$ 2,456,080	\$ 1,763,453	\$ 1,788,565	\$ 1,742,381	\$ 1,410,698	\$ 1,218,175	\$ 906,691	\$ 763,981	\$ 587,517	\$ 438,070
HEB Grocery Company LP	2,321,932	2,106,604	1,977,862	1,729,339	1,610,697	1,454,000	1,432,683	1,415,595	1,355,150	1,265,838
Toyota Motor Mfg Texas Inc.	1,085,016	1,066,796	871,872	661,477	563,693	549,276	557,232	516,943	582,068	558,664
Methodist Healthcare Systems SA LTD LLP	930,976	819,123	790,983	762,910	795,870	822,952	779,753	714,781	666,134	616,182
Amazon Data Services Inc	876,595	476,768	-	-	-	-	-	-	-	-
Wal-Mart Stores, Inc.	655,205	668,646	654,026	639,272	656,287	700,443	750,514	687,965	679,929	614,127
VHS San Antonio Partners LP	603,885	517,130	503,049	497,176	495,947	521,593	536,674	509,095	520,866	514,599
C1 SAN ANTONIO V TRIP LLC	438,804	-	-	-	-	-	-	-	-	-
RHP Property SA LLC	404,482	355,991	-	-	-	-	-	-	-	-
La Cantera Specialty Retail LTD Partnership	403,349	-	344,685	329,651	352,702	351,191	-	359,482	354,890	343,303
USAA	-	389,421	358,298	355,010	370,431	368,267	332,200	390,986	409,527	361,960
Frankel Family Trust	-	355,957	335,991	307,396	307,022	-	313,777	-	-	-
BREIT JWM San Antonio LP	-	-	292,945	-	-	-	-	-	-	-
Southwestern Bell Telephone	-	-	-	308,179	330,259	369,022	343,011	342,872	352,861	325,075
Halliburton Energy Services, Inc.	-	-	-	-	-	342,259	-	292,246	317,326	413,029
Well Services, a division of Schlumberger	-	-	-	-	-	-	355,025	-	-	-
<b>Total</b>	<b>\$ 10,176,324</b>	<b>\$ 8,519,889</b>	<b>\$ 7,918,276</b>	<b>\$ 7,332,791</b>	<b>\$ 6,893,607</b>	<b>\$ 6,697,178</b>	<b>\$ 6,307,560</b>	<b>\$ 5,993,946</b>	<b>\$ 5,826,268</b>	<b>\$ 5,450,847</b>
<b>Total Taxable Assessed Value</b>	<b>\$ 259,798,193</b>	<b>\$ 247,492,591</b>	<b>\$ 224,282,769</b>	<b>\$ 193,446,171</b>	<b>\$ 183,317,713</b>	<b>\$ 173,515,347</b>	<b>\$ 162,464,184</b>	<b>\$ 151,833,339</b>	<b>\$ 142,113,259</b>	<b>\$ 129,620,064</b>

Taxpayer	% of Total Taxable Assessed Value (TAV)									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Microsoft Corporation	0.95%	0.71%	0.80%	0.90%	0.77%	0.70%	0.56%	0.50%	0.41%	0.34%
HEB Grocery Company LP	0.89%	0.85%	0.88%	0.89%	0.88%	0.84%	0.88%	0.93%	0.95%	0.98%
Toyota Motor Mfg Texas Inc.	0.42%	0.43%	0.39%	0.34%	0.31%	0.32%	0.34%	0.34%	0.41%	0.43%
Methodist Healthcare Systems SA LTD LLP	0.36%	0.33%	0.35%	0.39%	0.43%	0.47%	0.48%	0.47%	0.47%	0.48%
Amazon Data Services Inc	0.34%	0.19%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Wal-Mart Stores, Inc.	0.25%	0.27%	0.29%	0.33%	0.36%	0.40%	0.46%	0.45%	0.48%	0.47%
VHS San Antonio Partners LP	0.23%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
C1 SAN ANTONIO V TRIP LLC	0.17%	0.00%	0.15%	0.17%	0.19%	0.20%	0.00%	0.24%	0.25%	0.26%
RHP Property SA LLC	0.16%	0.16%	0.16%	0.18%	0.20%	0.21%	0.20%	0.26%	0.29%	0.28%
La Cantera Specialty Retail LTD Partnership	0.16%	0.14%	0.15%	0.16%	0.17%	0.00%	0.19%	0.00%	0.00%	0.00%
USAA	0.00%	0.00%	0.13%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Frankel Family Trust	0.00%	0.00%	0.00%	0.16%	0.18%	0.21%	0.21%	0.23%	0.25%	0.25%
BREIT JWM San Antonio LP	0.00%	0.00%	0.00%	0.00%	0.00%	0.20%	0.00%	0.19%	0.22%	0.32%
Southwestern Bell Telephone	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.22%	0.00%	0.00%	0.00%
<b>Total</b>	<b>3.93%</b>	<b>3.43%</b>	<b>3.52%</b>	<b>3.78%</b>	<b>3.75%</b>	<b>3.85%</b>	<b>3.87%</b>	<b>3.95%</b>	<b>4.10%</b>	<b>4.21%</b>

Source: Bexar County Appraisal District

Total taxable assessed value is from most recent ARB approved certified supplement as of year-end.

Fiscal year corresponds to prior tax year and is shown net of exemptions and tax increment financings.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 8 Property Tax Levies and Collections Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended Aug 31	Original Year Levy	Cumulative Levy Adjustments	Adjusted Tax Levy <sup>(1)</sup>	Collections Year of Original Levy	Collection Percentage Original Levy	Prior Collections of Prior Levies <sup>(2)</sup>	Current Year Collections of Prior Levies	Total Collections	Cumulative Collections of Adjusted Levy
2025	\$ 365,601,295	\$ 2,578,740	\$ 368,180,035	\$ 361,768,523	98.95%	\$ -	\$ -	\$ 361,768,523	98.26%
2024	344,263,311	9,109,731	353,373,042	347,480,502	100.93%	-	-	347,480,502	98.33%
2023	308,255,579	8,966,008	317,221,587	312,467,768	101.37%	-	-	312,467,768	98.50%
2022	274,877,046	(217,011)	274,660,035	270,971,862	98.58%	-	-	270,971,862	98.66%
2021	254,322,861	5,883,102	260,205,963	257,891,551	101.40%	-	758,266	258,649,816	99.40%
2020	250,822,929	(4,637,873)	246,185,056	244,600,809	97.52%	324,398	260,929	245,186,136	99.59%
2019	235,123,523	(4,149,449)	230,974,074	229,767,442	97.72%	228,699	256,835	230,252,975	99.69%
2018	220,999,630	(4,533,888)	216,465,742	215,596,460	97.56%	238,784	94,241	215,929,484	99.75%
2017	206,482,168	(3,633,061)	202,849,106	202,675,506	98.16%	(303,298)	52,905	202,425,113	99.79%
2016	189,391,239	(2,822,870)	186,568,370	185,543,626	97.97%	636,692	33,677	186,213,995	99.81%

Source: Bexar County Tax Assessor-Collector

(1) As of August 31<sup>st</sup> of the current reporting year

(2) Represents cumulative collections of prior years not collected in the current year or the year of the tax levy (roll-forward balances from prior year)

All information is property tax levy only - does not include penalties and interest as reported in notes to the financial statements

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 9 Ratios of Outstanding Debt Last Ten Fiscal Years (Unaudited)

For the Years Ended August 31, (in thousands*)										
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>General Bonded Debt</b>										
General obligation bonds	\$ 735,615	\$ 560,228	\$ 601,380	\$ 572,059	\$ 602,038	\$ 392,684	\$ 436,684	\$ 474,683	\$ 341,042	\$ 363,361
Tax notes	198,465	232,867	265,784	32,453	56,622	97,466	55,234	62,680	69,820	85,888
Net general bonded debt	\$ 934,080	\$ 793,095	\$ 867,164	\$ 604,512	\$ 658,660	\$ 490,150	\$ 491,918	\$ 537,363	\$ 410,862	\$ 449,249
<b>Other Debt</b>										
Revenue bonds	\$ 50,320	\$ 55,194	\$ 62,688	\$ 69,841	\$ 76,674	\$ 85,167	\$ 103,667	\$ 109,802	\$ 115,398	\$ 64,894
Notes payable	127	1,073	2,300	3,503	4,684	9,693	12,402	13,853	15,157	16,504
SBITA liabilities <sup>4</sup>	4,927	5,319	4,385	6,866	11,166	-	-	-	-	-
<b>Total Outstanding Debt</b>	<b>\$ 989,454</b>	<b>\$ 854,681</b>	<b>\$ 936,537</b>	<b>\$ 684,722</b>	<b>\$ 751,184</b>	<b>\$ 585,010</b>	<b>\$ 607,987</b>	<b>\$ 661,018</b>	<b>\$ 541,417</b>	<b>\$ 530,647</b>
<b>Figures for Debt Ratios:</b>										
Bexar County population <sup>1</sup>	2,142,655	2,115,167	2,097,689	2,068,234	2,038,779	2,006,193	1,997,417	1,979,294	1,952,946	1,918,444
Full-Time Student Equivalent (FTSE) <sup>2</sup>	40,648	36,272	33,283	31,060	33,147	36,714	35,415	34,724	34,953	35,771
Taxable assessed value (TAV) <sup>3</sup>	\$ 259,798,193	\$ 247,492,591	\$ 224,282,769	\$ 193,446,171	\$ 183,317,713	\$ 173,515,347	\$ 162,464,184	\$ 151,833,339	\$ 142,113,259	\$ 129,620,064
<b>General Bonded Debt Ratios</b>										
Per capita	\$ 435.95	\$ 374.96	\$ 413.39	\$ 292.28	\$ 323.07	\$ 244.32	\$ 246.28	\$ 271.49	\$ 210.38	\$ 234.17
Per FTSE	22,980	21,865	26,054	19,463	19,871	13,350	13,890	15,475	11,755	12,559
As a percentage of TAV	0.36%	0.32%	0.39%	0.31%	0.36%	0.28%	0.30%	0.35%	0.29%	0.35%
<b>Total Outstanding Debt Ratios</b>										
Per capita	\$ 461.79	\$ 404.07	\$ 446.46	\$ 331.07	\$ 368.45	\$ 291.60	\$ 304.39	\$ 333.97	\$ 277.23	\$ 276.60
Per FTSE	24,342	23,563	28,139	22,045	22,662	15,934	17,167	19,036	15,490	14,835
As a percentage of TAV	0.38%	0.35%	0.42%	0.35%	0.41%	0.34%	0.37%	0.44%	0.38%	0.41%

### Notes/Sources:

\*Except for figures for debt ratios

Bonds outstanding are adjusted by premium or discount.

<sup>1</sup>Population obtained from Texas Demographic Center (2012-2020). 2021-2025 population estimate obtained from World Population Review.

<sup>2</sup>FTSE obtained from THECB (funded only) and is calculated using Semester Credit hours divided by 30 plus non-semester (continuing education) hours divided by 900.

<sup>3</sup>TAV obtained from most recent ARB Approved Certified Supplement (Bexar Appraisal District) and is shown net of exemptions and tax increment financings.

<sup>4</sup>Subscription-based IT arrangement (SBITA) liabilities added in fiscal year 2021 as a result of the retrospective implementation of GASB Statement No. 96.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 10 Legal Debt Margin Information Last Ten Fiscal Years (Unaudited) (dollars in thousands)

### General Obligation Bonds

For the Year Ended August 31,	Net Taxable Assessed Value <sup>1</sup>	Elected Tax Levy Limit for Debt Service	Less: Funds Restricted for Repayment of General Obligation Bonds	Total Net General Obligation Debt	Current Year Debt Service Requirements	Excess of Elected Limit for Debt Service over Current Requirements	Net Current Requirements <sup>2</sup> as a % of Elected Limit
2025	\$ 259,798,193	\$ 369,537	\$ 8,439	\$ 361,098	\$ 43,954	\$ 317,144	9.61%
2024	247,492,591	352,033	6,661	345,372	44,630	300,742	10.79%
2023	224,282,769	319,020	7,182	311,838	42,717	269,121	11.14%
2022	193,446,171	275,158	17,273	257,885	41,461	216,424	8.79%
2021	183,317,713	260,751	6,375	254,376	30,149	224,227	9.12%
2020	173,515,347	246,808	9,823	236,985	30,773	206,212	8.49%
2019	162,464,184	231,089	9,595	221,494	54,828	166,666	19.57%
2018	151,833,339	215,968	8,032	207,936	28,857	179,079	9.64%
2017	142,113,259	202,142	2,058	200,084	37,250	162,834	17.41%
2016	129,620,064	186,134	9,245	176,889	25,000	151,889	8.46%

Note: By local referendum held on September 30, 1952, the District is limited to a total tax rate not to exceed \$0.25 per \$100 taxable assessed valuation for maintenance and operation and debt service purposes. This tax rate is lower than the \$1.00 per \$100 taxable assessed valuation limitation (of which a maximum of \$0.50 may be utilized for debt service purposes) on ad valorem tax rates for community college districts imposed by Texas Education Code Section 130.122, as amended.

<sup>1</sup>Net Taxable Assessed Value obtained from most recent Supplement to the Certified Total (ARB Approved 2020 Supplement 226) and is shown net of exemptions and tax increment financings.

<sup>2</sup>Current year debt service requirements net of funds restricted for repayment of General Obligation bonds.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 11 Pledged Revenue Coverage Last Ten Fiscal Years (Unaudited) (dollars in thousands)

### Revenue Bonds

Fiscal Year Ended August 31,	Pledged Revenues (\$000 omitted)				Debt Service Requirements (\$000 omitted)			
	Tuition	Investment Income	Other Income	Total	Principal	Interest	Total	Coverage Ratio
2025	\$ 24,727	\$ 11,000	\$ 6,290	42,017	\$ 4,245	\$ 2,092	\$ 6,337	6.63
2024	22,838	14,894	6,107	43,839	7,055	2,356	9,411	4.66
2023	22,312	7,927	5,148	35,387	6,715	2,679	9,394	3.77
2022	21,278	1,280	5,528	28,086	6,395	2,984	9,379	2.99
2021	22,018	914	4,751	27,683	8,000	3,302	11,302	2.45
2020	23,933	3,239	5,419	32,591	5,880	3,792	9,672	3.37
2019	24,187	4,598	6,256	35,041	5,685	4,120	9,805	3.57
2018	24,808	2,645	6,453	33,906	5,145	4,717	9,862	3.44
2017	25,358	1,602	6,137	33,097	4,780	2,288	7,068	4.68
2016	24,693	974	6,292	31,959	4,720	2,356	7,076	4.52

Note: During the 2003 Texas Legislative Session, the Texas Legislature enacted H.B. 1621 which, in part, amended Section 130.123 (e) of the Texas Education Code to permit the District to increase the pledge of its Tuition Fee portion of the Pledged Revenues from an amount not to exceed \$15.00 per student for each regular semester and \$7.50 per student for each summer term, to an amount not to exceed 25 percent of the tuition charges collected from each enrolled student for each semester or term.



# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 12 Demographics and Economic Statistics – Taxing District Last Ten Fiscal Years (Unaudited)

Calendar Year	District Population	District Personal Income (Thousands of Dollars)		District Personal Income Per Capita		District Annual Unemployment Rate
2024	2,009,324	*	\$ 119,198,013	**	\$ 59,322	3.8%
2023	2,087,679		119,198,013		57,096	3.7%
2022	2,059,530		108,297,179		52,583	3.6%
2021	2,028,236		105,022,781		51,780	4.8%
2020	2,009,324		95,829,678		47,692	7.9%
2019	2,003,554		91,473,170		45,655	3.2%
2018	1,986,049		85,782,196		43,192	3.2%
2017	1,958,578		85,782,196		43,798	3.5%
2016	1,928,680		84,122,309		43,617	3.7%
2015	1,897,753		81,038,194		42,702	3.8%

Sources: Bureau of Economic Analysis, Bureau of Labor Statistics, and The County Information Program (2018-2023)  
Bureau of Economic Analysis, US Department of Commerce and Bureau of Labor Statistics (2016-2017)  
Texas Workforce Commission, LMI Tracer, Data Link, US Census Bureau State and County Facts (2010-2015)

\*Current year data available at time of publication and subject to update in subsequent year.

\*\*Personal income data not available at time of publication. Personal income per capita calculated using prior year income amount.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 13 Principal Employers Last Ten Fiscal Years (Unaudited)

Principal Employers	2025 (1)		2024 (2)		2023 (3)		2022 (4)		2021 (5)		2020 (6)		2019 (7)		2018 (8)		2017 (9)		2016 (10)	
	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment
Joint Base San Antonio	67,350	5.6%	82,639	7.2%	74,289	6.4%	81,034	7.3%	80,000	7.3%	74,289	7.3%	86,497	8.0%	86,497	8.2%	89,661	8.6%	88,760	8.2%
H.E.B. Grocery Company	27,947	2.3%	27,090	2.3%	29,140	2.5%	27,487	2.5%	27,487	2.5%	21,302	2.1%	25,241	2.3%	22,053	2.1%	23,418	2.2%	18,715	1.7%
USAA	17,000	1.4%	19,000	1.6%	19,000	1.6%	18,690	1.7%	18,690	1.7%	19,217	1.9%	19,660	1.8%	18,305	1.7%	18,305	1.8%	17,163	1.6%
Walmart/Sam's Club	13,750	1.1%	13,750	1.2%	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
City of San Antonio	13,703	1.1%	12,846	1.1%	12,334	1.1%	11,042	1.0%	11,042	1.0%	11,903	1.2%	11,787	1.1%	11,462	1.1%	11,462	1.1%	11,922	1.1%
Northside Independent School District	13,000	1.1%	13,191	1.1%	12,605	1.1%	13,498	1.2%	13,498	1.2%	14,117	1.4%	14,023	1.3%	13,996	1.3%	13,977	1.3%	13,969	1.3%
Methodist Healthcare System	11,000	0.9%	12,000	1.0%	9,761	0.8%	9,761	0.9%	9,761	0.9%	10,393	1.0%	9,851	0.9%	9,851	0.9%	9,620	0.9%	9,209	0.8%
University Health System	12,198	1.0%	11,125	1.0%	9,682	0.8%	9,542	0.9%	9,542	0.9%	9,372	0.9%	9,213	0.9%	9,292	0.9%	9,292	0.9%	8,960	0.8%
Northeast Independent School District	8,209	0.7%	8,069	0.7%	8,152	0.7%	8,600	0.8%	8,386	0.8%	9,001	0.9%	8,947	0.8%	8,798	0.8%	8,570	0.8%	8,176	0.8%
San Antonio Independent School District	7,500	0.6%	7,500	0.6%	7,315	0.6%	7,410	0.7%	7,410	0.7%	7,451	0.7%	7,358	0.7%	7,703	0.7%	7,375	0.7%	7,334	0.7%
Total Employment - (Principal employers)	191,657	15.8%	207,210	17.8%	182,278	15.6%	187,064	17.0%	185,816	17.0%	177,045	17.4%	192,577	17.8%	187,957	17.7%	191,680	18.3%	184,208	17.0%
Total Employment - (All employers)	1,205,400	100.0%	1,154,900	100.0%	1,154,900	100.0%	1,111,200	100.0%	1,092,200	100.0%	1,023,500	100.0%	1,075,500	100.0%	1,058,300	100.0%	1,041,300	100.0%	1,086,301	100.0%

(1) Source: Bexar County ACFR, City of San Antonio, Texas, Northside ISD, and Northeast ISD respective websites

(2) Source: Bexar County ACFR, City of San Antonio, Texas, Northside ISD, and Northeast ISD respective websites

(3) Source: Bexar County ACFR, City of San Antonio, Texas, Northside ISD, and Northeast ISD respective websites

(4) Source: Bexar County ACFR, City of San Antonio, Texas, Northside ISD, and Northeast ISD respective websites

(5) Source: San Antonio Business Journal Book of Lists, Bexar County ACFR, City of San Antonio, Texas; Northside ISD, Northeast ISD and San Antonio ISD respective websites

(6) Source: San Antonio Economic Development Division, City of San Antonio, Texas; Northside ISD, Northeast ISD and San Antonio ISD respective websites

(7) Source: San Antonio Economic Development Foundation Website 08/2019 <http://www.sanantonioedf.com/why-san-antonio/data/>; Northside ISD, Northeast ISD and San Antonio ISD respective websites

(8) Source: San Antonio Economic Development Foundation Website 05/2018 <http://www.sanantonioedf.com/why-san-antonio/data/>; Northside ISD, Northeast ISD and San Antonio ISD respective websites

(9) Source: San Antonio Economic Development Foundation Website 05/2017 <http://www.sanantonioedf.com/why-san-antonio/data/>

(10) Source: San Antonio Economic Development Foundation Website 09/2016 <http://www.sanantonioedf.com/business-profile/major-employers>

# ALAMO COMMUNITY COLLEGE DISTRICT

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

		2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Faculty*</b>											
	Full-time	1,057	993	795	803	791	812	928	894	895	962
	Part-time	2,191	2,133	2,177	2,281	1,934	1,948	2,509	2,118	1,924	1,772
	Total	3,248	3,126	2,972	3,084	2,725	2,760	3,437	3,012	2,819	2,734
<b>Percent</b>											
	Full-time	32.54%	31.77%	26.75%	26.04%	29.03%	29.42%	27.00%	29.68%	31.75%	35.19%
	Part-time	67.46%	68.23%	73.25%	73.96%	70.97%	70.58%	73.00%	70.32%	68.25%	64.81%
<b>Staff and Administrators*</b>											
	Full-time	2,084	2,056	1,767	1,812	1,846	1,839	1,770	1,773	1,725	1,808
	Part-time	1,590	1,629	1,466	1,470	1,712	1,407	1,810	1,442	1,330	1,682
	Total	3,674	3,685	3,233	3,282	3,558	3,246	3,580	3,215	3,055	3,490
<b>Percent</b>											
	Full-time	56.72%	55.79%	54.66%	55.21%	51.88%	56.65%	49.44%	55.15%	56.46%	51.81%
	Part-time	43.28%	44.21%	45.34%	44.79%	48.12%	43.35%	50.56%	44.85%	43.54%	48.19%
<b>FTSE**</b>		40,648	36,272	33,283	31,060	33,147	36,714	35,415	34,724	34,953	35,771
FTSE per full-time faculty		38.5	36.5	41.9	38.7	41.9	45.2	38.2	38.8	39.1	37.2
FTSE per full-time staff member		19.5	17.6	18.8	17.1	18.0	20.0	20.0	19.6	20.3	19.8
Average annual full-time faculty salary		\$ 73,159	\$ 66,771	\$ 77,660	\$ 72,041	\$ 73,058	\$ 70,343	\$ 59,931	\$ 62,121	\$ 61,155	\$ 51,316

Faculty - FT (full-time) faculty teaching 12 or more semester hours

Faculty - PT (part-time) faculty teaching less than 12 semester hours

\*Faculty/Staff Headcount - Prepared by Human Resources Department

\*\*FTSE (full-time student equivalent) is defined as semester credit hours divided by 30 plus non-semester (continuing education) credit hours divided by 900.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 15 Enrollment Details Last Ten Fiscal Years (Unaudited)

Student Classification	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%
00 - 30 hours	40,561	65.4%	37,416	66.3%	33,840	64.4%	31,061	61.9%	33,761	61.9%	35,938	63.0%	32,360	61.7%	31,999	60.9%	31,071	60.5%	30,512	59.1%
31 - 60 hours	15,394	24.8%	13,882	24.6%	13,703	26.1%	13,951	27.8%	15,318	28.1%	15,265	26.8%	14,383	27.4%	14,627	27.8%	14,381	28.0%	14,704	28.5%
Unclassified	2,560	4.1%	2,236	4.0%	2,301	4.4%	2,707	5.4%	3,295	6.0%	2,845	5.0%	2,988	5.7%	3,051	5.8%	3,334	6.5%	3,898	7.5%
> 60 hours*	3,480	5.6%	2,862	5.1%	2,678	5.1%	2,482	4.9%	2,196	4.0%	2,994	5.2%	2,737	5.2%	2,913	5.5%	2,563	5.0%	2,519	4.9%
Total	61,995	100.0%	56,396	100.0%	52,522	100.0%	50,201	100.0%	54,570	100.0%	57,042	100.0%	52,468	100.0%	52,590	100.0%	51,349	100.0%	51,633	100.0%

Source: THECB Prep Online

Semester Hour Load	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%
Less than 3 semester hours	305	0.5%	396	0.7%	402	0.8%	271	0.5%	264	0.5%	289	0.5%	552	1.1%	674	1.3%	853	1.7%	1,614	3.1%
3 - 5 semester hours	13,712	22.1%	12,179	21.6%	11,409	21.7%	10,901	21.7%	12,176	22.3%	12,215	21.4%	12,018	22.9%	11,536	21.9%	11,032	21.5%	10,948	21.2%
6 - 8 semester hours	14,799	23.9%	13,733	24.4%	13,417	25.5%	13,742	27.4%	14,934	27.4%	14,706	25.8%	14,064	26.8%	14,489	27.6%	15,367	29.9%	15,196	29.4%
9 - 11 semester hours	11,155	18.0%	10,526	18.7%	9,880	18.8%	9,438	18.8%	9,817	18.0%	10,075	17.7%	10,905	20.8%	11,055	21.0%	9,856	19.2%	9,611	18.6%
12 - 14 semester hours	18,250	29.4%	16,489	29.2%	14,746	28.1%	13,437	26.8%	14,804	27.1%	17,015	29.8%	13,086	24.9%	12,847	24.4%	12,195	23.7%	12,164	23.6%
15 - 17 semester hours	3,217	5.2%	2,679	4.8%	2,339	4.5%	2,105	4.2%	2,274	4.2%	2,405	4.2%	1,723	3.3%	1,846	3.5%	1,871	3.6%	1,952	3.8%
18 and over semester hours	557	0.9%	394	0.7%	329	0.6%	307	0.6%	301	0.6%	337	0.6%	120	0.2%	143	0.3%	175	0.3%	148	0.3%
Total	61,995	100.0%	56,396	100.0%	52,522	100.0%	50,201	100.0%	54,570	100.0%	57,042	100.0%	52,468	100.0%	52,590	100.0%	51,349	100.0%	51,633	100.0%
Average course load	8.7 hrs		8.7 hrs		8.6 hrs		8.5 hrs		8.4 hrs		8.7 hrs		8.3 hrs		8.3 hrs		8.1 hrs		8.0 hrs	

Source: CBM001

Tuition Status	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%
Texas resident - In District	48,065	77.5%	44,273	78.5%	41,259	78.6%	39,147	78.0%	43,308	79.4%	45,260	79.3%	41,498	79.1%	41,009	78.0%	40,446	78.8%	41,425	80.2%
Texas resident - Out of District	8,585	13.8%	7,709	13.7%	7,461	14.2%	7,293	14.5%	7,471	13.7%	7,671	13.4%	7,179	13.7%	7,222	13.7%	6,949	13.5%	6,825	13.2%
Non-resident tuition	3,150	5.1%	2,435	4.3%	1,972	3.8%	2,057	4.1%	1,860	3.4%	1,487	2.6%	1,432	2.7%	1,916	3.7%	1,587	3.1%	1,292	2.5%
Tuition exemption	1,369	2.2%	1,190	2.1%	1,070	2.0%	1,037	2.1%	1,263	2.3%	1,734	3.0%	1,497	2.9%	1,490	2.8%	1,435	2.8%	1,165	2.3%
Foreign	826	1.3%	789	1.4%	760	1.4%	667	1.3%	668	1.2%	890	1.6%	862	1.6%	953	1.8%	932	1.8%	926	1.8%
Total	61,995	100.0%	56,396	100.0%	52,522	100.0%	50,201	100.0%	54,570	100.0%	57,042	100.0%	52,468	100.0%	52,590	100.0%	51,349	100.0%	51,633	100.0%

Source: CBM001

\*Includes students w/60 or more hours who have obtained an Associate's or Bachelor's Degree.

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 16 Student Profile Last Ten Fiscal Years (Unaudited)

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
Gender	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%
Female	36,054	58%	32,413	58%	31,045	59%	30,387	61%	33,103	61%	33,206	58%	30,413	58%	30,063	57%	29,147	57%	29,433	57%
Male	25,941	42%	23,692	42%	21,477	41%	19,814	39%	21,467	39%	23,836	42%	22,055	42%	22,527	43%	22,202	43%	22,200	43%
Total	61,995	100%	56,105	100%	52,522	100%	50,201	100%	54,570	100%	57,042	100%	52,468	100%	52,590	100%	51,349	100%	51,633	100%

Source: CBM001 and CBM0C1

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
Ethnic Origin	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%
Multi-Racial	952	2%	823	1%	780	1%	815	2%	931	2%	995	2%	857	2%	840	2%	-	0%	-	0%
White	10,466	17%	9,612	17%	9,382	18%	9,790	20%	11,310	21%	12,142	21%	11,688	22%	12,405	24%	12,518	24%	12,889	25%
Hispanic	42,078	68%	38,177	68%	35,520	68%	33,413	67%	35,319	65%	36,549	64%	33,379	64%	33,089	63%	32,187	63%	31,980	62%
African-American	5,260	8%	4,693	8%	4,440	8%	4,207	8%	4,619	8%	4,874	9%	4,279	8%	4,145	8%	3,856	8%	3,935	8%
Asian	1,785	3%	1,555	3%	1,442	3%	1,317	3%	1,445	3%	1,496	3%	1,405	3%	1,381	3%	1,348	3%	1,382	3%
Foreign	184	0%	127	0%	91	0%	87	0%	102	0%	128	0%	161	0%	179	0%	275	1%	331	1%
Native American	-	0%	102	0%	89	0%	106	0%	127	0%	145	0%	111	0%	141	0%	-	0%	-	0%
Native Hawaiian/Other Pacific Islander	121	0%	-	0%	-	0%	-	0%	-	0%	-	0%	-	0%	-	0%	-	0%	-	0%
Ethnic Origin/Race unknown	1,149	2%	1,020	2%	778	1%	466	1%	717	1%	713	1%	588	1%	410	1%	1,165	2%	1,116	2%
Total	61,995	100%	56,109	100%	52,522	100%	50,201	100%	54,570	100%	57,042	100%	52,468	100%	52,590	100%	51,349	100%	51,633	100%

Source: SASEG Script - LBB ACD UnDup Ethnicity - KB Mod

	Fall 2024		Fall 2023		Fall 2022		Fall 2021		Fall 2020		Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
Age	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%	Number	%
Under 18	16,530	27%	14,223	25%	12,724	24%	12,112	24%	13,979	26%	13,204	23%	12,803	24%	12,387	24%	11,725	23%	10,343	20%
18-21	24,291	39%	23,048	41%	21,164	40%	19,248	38%	20,583	38%	22,791	40%	20,386	39%	20,402	39%	19,873	39%	20,560	40%
22-24	6,592	11%	6,206	11%	5,812	11%	5,611	11%	6,117	11%	6,683	12%	6,147	12%	6,528	12%	6,628	13%	6,758	13%
25-35	9,435	15%	8,398	15%	8,467	16%	8,930	18%	9,530	17%	9,699	17%	9,001	17%	9,242	18%	9,014	18%	5,885	11%
36-50	4,249	7%	3,705	7%	3,624	7%	3,578	7%	3,671	7%	3,883	7%	3,423	7%	3,302	6%	3,344	7%	3,164	6%
51 and over	898	1%	816	1%	731	1%	722	1%	690	1%	782	1%	708	1%	729	1%	765	1%	4,923	10%
Total	61,995	100%	56,396	100%	52,522	100%	50,201	100%	54,570	100%	57,042	100%	52,468	100%	52,590	100%	51,349	100%	51,633	100%

Average age	22.3	22.3	22.5	22.7	22.5	22.6	22.5	22.6	22.7	23.1
-------------	------	------	------	------	------	------	------	------	------	------

Source: CBM001

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 17 Transfer Students to Senior Institutions Fall 2024 Students (Unaudited)

	Institutions Attended, Fall 2024	Academic	Technical	Total	% Students
1	The University of Texas at San Antonio	5,382	293	5,675	45.2%
2	Texas A&M University - San Antonio	1,698	229	1,927	15.4%
3	Texas State University-San Marcos	1,190	40	1,230	9.8%
4	Texas A&M University	858	50	908	7.2%
5	The University of Texas at Austin	570	26	596	4.8%
6	Texas Tech University	346	49	395	3.1%
7	The University of Texas Health Science Center at San Antonio	321	19	340	2.7%
8	Texas A&M University - Corpus Christi	182	7	189	1.5%
9	University of North Texas	151	8	159	1.3%
10	University of Houston	141	6	147	1.2%
11	The University of Texas at Arlington	109	13	122	1.0%
12	Angelo State University	73	6	79	0.6%
13	Sam Houston State University	73	5	78	0.6%
14	The University of Texas at Dallas	66	5	71	0.6%
15	Tarleton State University	58	13	71	0.6%
16	Texas A&M University - Kingsville	47	1	48	0.4%
17	Stephen F. Austin State University	34	2	36	0.3%
18	The University of Texas of the Permian Basin	33	1	34	0.3%
19	Texas A&M University - Central Texas	32	4	36	0.3%
20	Texas Tech University Health Sciences Center	32	1	33	0.3%
21	Texas Woman's University	30	4	34	0.3%
22	Prairie View A&M University	27	2	29	0.2%
23	The University of Texas - Rio Grande Valley	26	6	32	0.3%
24	Texas Southern University	26	2	28	0.2%
25	Texas A&M University System Health Science Center	20	-	20	0.2%
26	The University of Texas at Tyler	19	2	21	0.2%
27	Texas A&M University at Galveston	17	1	18	0.1%
28	Texas A&M International University	16	-	16	0.1%
29	West Texas A&M University	15	8	23	0.2%
30	The University of Texas at El Paso	14	3	17	0.1%
31	Texas A&M University - Commerce	12	6	18	0.1%
32	Lamar University	11	2	13	0.1%
33	The University of Texas Medical Branch at Galveston	11	1	12	0.1%
34	University of Houston - Downtown	10	12	22	0.2%
35	Sul Ross State University	10	-	10	0.1%
36	University of Houston - Clear Lake	10	-	10	0.1%
37	University of Houston - Victoria	9	2	11	0.1%
38	The University of Texas Health Science Center at Houston	9	-	9	0.1%
39	Sul Ross State University - Rio Grande College	6	-	6	0.0%
40	Midwestern State University	5	3	8	0.1%
41	University of North Texas Health Science Center	5	-	5	0.0%
42	University of North Texas at Dallas	3	-	3	0.0%
43	Texas Tech University Health Sciences Center-El Paso	1	-	1	0.0%
44	The University of Texas-Rio Grande Valley - Medical School	1	-	1	0.0%
45	The University of Texas at Austin Dell Medical School	1	-	1	0.0%
46	The University of Texas M.D. Anderson Cancer Center	-	1	1	0.0%
	<b>Total</b>	<b>11,710</b>	<b>833</b>	<b>12,543</b>	<b>100.0%</b>

Source: THECB Report ASALFS Students Pursuing Additional Education by Institution, includes only public senior colleges in Texas - Fall 2024

# ALAMO COMMUNITY COLLEGE DISTRICT

## Statistical Supplement 18 Capital Asset Information Last Ten Fiscal Years (Unaudited) (square footage in thousands)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Academic building equivalent (teaching spaces only)</b>	59.6	59.3	58.9	54.7	51.8	49.6	49.6	51.6	51.5	54.1
Square footage	2,510.0	2,724.0	2,720.0	2,467.0	2,296.0	2,190.0	2,190.0	2,198.0	2,193.0	2,213.0
<b>Library building equivalent</b>	9.0	2.5	2.5	2.5	2.5	2.4	2.4	2.4	2.4	2.4
Square footage	327.0	281.0	281.0	281.0	281.0	281.0	278.0	278.0	278.0	278.0
<b>Dining facilities</b>	7.0	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7
Square footage	88.0	64.0	64.0	64.0	64.0	63.0	63.0	63.0	63.0	63.0
<b>Student support and office space building equivalent</b>	40.4	38.8	37.1	37.3	37.2	35.6	43.2	42.2	42.3	41.7
Colleges - square footage	1,461.0	1,143.1	1,132.0	1,139.0	1,137.0	1,074.0	1,068.0	1,068.0	1,066.0	1,037.0
District support operations - square footage	180.0	180.0	180.0	180.0	180.0	180.0	282.0	102.0	102.0	102.0
<b>Plant facilities</b>	18.1	18.1	18.1	18.1	18.1	18.1	18.4	18.4	18.4	18.4
Square footage	406.0	97.0	97.0	97.0	97.0	97.0	98.0	98.0	98.0	98.0
<b>Parking garages</b>	6.0	4.0	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0
Square footage	1,505.0	1,064.0	1,064.0	1,064.0	1,064.0	1,064.0	1,064.0	974.0	974.0	974.0
<b>Portable buildings</b>	63.0	63.0	63.0	63.0	63.0	63.0	63.0	65.0	65.0	65.0
Square footage	86.0	101.0	101.0	101.0	101.0	101.0	101.0	104.0	104.0	104.0
<b>Athletic facilities - building equivalent</b>	4.8	4.8	4.8	4.8	4.8	4.8	4.8	4.8	4.8	4.8
Square footage	301.0	245.0	245.0	245.0	245.0	245.0	245.0	245.0	245.0	245.0
Fitness centers	6.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0
Tennis courts	8.0	10.0	10.0	10.0	10.0	10.0	10.0	18.0	18.0	18.0
Swimming pools	4.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Soccer fields	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Fitness trails	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Putting green	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Rock climbing wall	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0
Ropes course	-	-	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
<b>University Center</b>	-	-	-	-	-	-	0.9	0.9	0.9	0.9
Square footage	-	-	-	-	-	-	72.8	72.8	72.8	72.8
<b>Leased space</b>	6.0	6.0	6.0	6.0	6.0	7.0	8.0	8.0	9.0	9.7
Square footage	137.0	179.0	179.0	179.0	179.0	194.0	201.0	201.0	159.0	124.0
<b>Total Count</b>	<b>213.9</b>	<b>198.1</b>	<b>196.1</b>	<b>192.1</b>	<b>189.1</b>	<b>186.2</b>	<b>196.0</b>	<b>198.0</b>	<b>199.0</b>	<b>201.7</b>
<b>Total square footage (in thousands)</b>	<b>7,001.0</b>	<b>6,078.1</b>	<b>6,063.0</b>	<b>5,817.0</b>	<b>5,644.0</b>	<b>5,489.0</b>	<b>5,662.8</b>	<b>5,403.8</b>	<b>5,353.8</b>	<b>5,310.8</b>
<b>Transportation</b>										
Cars	43.0	47.0	47.0	47.0	49.0	42.0	40.0	48.0	47.0	49.0
Trucks/vans	91.0	60.0	61.0	61.0	61.0	69.0	85.0	101.0	85.0	93.0
Fire trucks & ambulance	3.0	3.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-
Buses	0.0	2.0	2.0	2.0	2.0	4.0	4.0	4.0	3.0	3.0
Electric cars	0.0	1.0	1.0	1.0	1.0	2.0	1.0	2.0	2.0	2.0
<b>Electric vehicle charging stations</b>	18.0	10.0	10.0	10.0	10.0	14.0	20.0	16.0	16.0	16.0
<b>ADA parking spots</b>	634.0	499.0	499.0	509.0	509.0	509.0	628.0	608.0	582.0	582.0
<b>Non ADA parking spots</b>	17,168.0	15,445.0	15,445.0	15,762.0	15,762.0	14,956.0	16,923.0	16,479.0	16,395.0	16,241.0

Source: Alamo Colleges Facilities Department





**Other Information – By Location  
(Unaudited)**

**ALAMO COMMUNITY COLLEGE DISTRICT**  
**San Antonio, Texas**  
**Schedule of Operating Revenues by Location**  
**For the Year Ended August 31, 2025**  
**(Unaudited)**

	DIST SVCS	SAC	SPC	PAC	NVC	NLC	TOTAL
<b>OPERATING REVENUES:</b>							
<b>Tuition</b>							
State-funded courses							
In-District resident tuition	\$ -	\$ 34,796,886	\$ 26,014,497	\$ 17,761,571	\$ 29,615,472	\$ 10,047,905	\$ 118,236,331
Out-of-District resident tuition	-	4,752,337	5,956,408	4,319,205	3,467,256	6,628,346	25,123,552
Non-resident tuition	-	3,583,756	2,497,476	1,397,062	3,561,105	1,625,745	12,665,144
TPEG - credit set aside	-	2,186,789	1,532,866	1,019,032	1,765,579	794,823	7,299,089
State-funded continuing education	2,765,816	-	125,172	-	-	-	2,890,988
TPEG - non-credit set aside	176,541	-	7,990	-	-	-	184,531
Non-State-funded continuing education	1,365,935	-	171,094	-	-	-	1,537,029
Total tuition	4,308,292	45,319,768	36,305,503	24,496,870	38,409,412	19,096,819	167,936,664
<b>Fees</b>							
Student activity fees	-	887,922	633,235	418,110	730,212	303,752	2,973,231
Processing fees	300	-	-	-	-	-	300
Testing fees	21,516	73,032	29,515	125,139	14,112	21,680	284,994
Other fees	276,025	17,225	22,676	3,610	170	1,216	320,922
Total fees	297,841	978,179	685,426	546,859	744,494	326,648	3,579,447
Total tuition and fees	4,606,133	46,297,947	36,990,929	25,043,729	39,153,906	19,423,467	171,516,111
<b>Allowances and discounts</b>							
Institutional allowances and scholarships	(5,325,784)	(2,521,242)	(1,307,734)	(1,114,713)	(1,983,247)	(953,550)	(13,206,270)
Remissions and exemptions - state	-	(2,189,851)	(1,640,515)	(1,046,225)	(1,137,722)	(724,772)	(6,739,085)
Remissions and exemptions - local - dual credit	-	(3,759,583)	(6,175,715)	(6,034,832)	(7,864,759)	(5,147,478)	(28,982,367)
Federal grants to students	(646,928)	(18,252,506)	(11,170,816)	(9,103,206)	(12,320,875)	(5,889,126)	(57,383,457)
TPEG awards	-	(1,328,819)	(810,664)	(660,725)	(896,985)	(428,740)	(4,125,933)
State grants to students	(61,175)	(1,475,188)	(834,097)	(679,823)	(922,912)	(460,680)	(4,433,875)
Other local awards	(2,537,003)	(12,937)	-	-	-	-	(2,549,940)
Total allowances and discounts	(8,570,890)	(29,540,126)	(21,939,541)	(18,639,524)	(25,126,500)	(13,604,346)	(117,420,927)
Total net tuition and fees	(3,964,757)	16,757,821	15,051,388	6,404,205	14,027,406	5,819,121	54,095,184
<b>Other operating revenues</b>							
Federal grants and contracts	1,163,249	5,075,380	8,841,484	4,959,136	2,234,795	339,438	22,613,482
State grants and contracts	723,869	799,332	139,956	115,363	143,955	271,615	2,194,090
Local grants and contracts	16,471,998	90,935	-	-	-	-	16,562,933
Non-governmental grants and contracts	1,657,977	257,695	103,729	137,667	-	115,048	2,272,116
Other operating revenues	2,969,446	822,318	472,238	1,226,540	221,005	397,072	6,108,619
Total other operating revenues	22,986,539	7,045,660	9,557,407	6,438,706	2,599,755	1,123,173	49,751,240
<b>Sales and services of auxiliary enterprises</b>							
Bookstore commission	-	6,570	14,789	13,820	4,709	3,995	43,883
Palo Alto College natatorium	-	-	-	1,150	-	-	1,150
Day care centers	-	317,103	217,830	41,432	-	-	576,365
Vending machines and copiers	2,576	18,789	35,996	21,833	22,879	12,920	114,993
Campus access fees and fines	(242,029)	820,302	439,857	339,975	626,582	287,773	2,272,460
Auxiliary-restricted	-	(194,775)	(114,917)	(37,114)	-	-	(346,806)
Other	47,215	214,785	12,431	13,907	3,241	1,192	292,771
Total sales and services of auxiliary enterprises	(192,238)	1,182,774	605,986	395,003	657,411	305,880	2,954,816
Total operating revenues	\$ 18,829,544	\$ 24,986,255	\$ 25,214,781	\$ 13,237,914	\$ 17,284,572	\$ 7,248,174	\$ 106,801,240

**ALAMO COMMUNITY COLLEGE DISTRICT**  
**San Antonio, Texas**  
**Schedule of Operating Expenses by Location**  
**For the Year Ended August 31, 2025**  
**(Unaudited)**

	DIST SVCS	SAC	SPC	PAC	NVC	NLC	TOTAL
Educational activities							
Instruction	\$ 2,587,134	\$ 63,255,805	\$ 57,591,807	\$ 31,511,384	\$ 42,128,511	\$ 17,735,334	\$ 214,809,975
Public service	(4,957)	2,002,982	57,279	77,194	323,739	68	2,456,305
Academic support	3,885,223	8,016,800	8,125,708	3,913,653	11,451,760	5,539,458	40,932,602
Student services	29,104,979	18,568,504	11,099,153	12,928,088	15,520,647	8,474,677	95,696,048
Institutional support	71,800,640	13,095,746	7,407,706	8,692,485	7,148,754	4,816,335	112,961,666
Operation and maintenance of plant	40,153,069	8,970,124	12,002,437	5,691,643	5,481,371	4,094,580	76,393,224
Scholarships and fellowships	5,698,804	36,122,533	22,707,398	19,583,815	25,660,539	10,918,702	120,691,791
Total educational activities	153,224,892	150,032,494	118,991,488	82,398,262	107,715,321	51,579,154	663,941,611
Auxiliary enterprises	2,657	382,351	243,267	896,372	1,676	-	1,526,323
Depreciation expense - buildings	2,634,280	9,651,576	11,678,133	6,169,797	5,855,895	4,552,338	40,542,019
Depreciation expense - equipment	4,227,038	1,266,163	3,864,028	1,153,592	220,034	337,816	11,068,671
Total operating expenses	<u>\$ 160,088,867</u>	<u>\$ 161,332,584</u>	<u>\$ 134,776,916</u>	<u>\$ 90,618,023</u>	<u>\$ 113,792,926</u>	<u>\$ 56,469,308</u>	<u>\$ 717,078,624</u>

**ALAMO COMMUNITY COLLEGE DISTRICT**  
**San Antonio, Texas**  
**Schedule of Non-Operating Revenues and Expenses by Location**  
**For the Year Ended August 31, 2025**  
**(Unaudited)**

	DIST SVCS	SAC	SPC	PAC	NVC	NLC	TOTAL
<b>NON-OPERATING REVENUES:</b>							
State appropriations							
Education and general state support	\$ -	\$ 21,796,256	\$ 17,305,323	\$ 13,319,193	\$ 24,064,961	\$ 10,907,311	\$ 87,393,044
State group insurance	(465,430)	3,764,579	2,995,034	2,100,180	2,556,473	1,404,988	12,355,824
State retirement match	4,400,414	1,209,899	975,863	641,929	838,547	400,121	8,466,773
Ad valorem taxes							
Taxes for maintenance and operations	130,430,140	39,789,376	31,856,832	19,968,000	29,597,052	13,815,273	265,456,673
Taxes for maintenance notes	3,816,654	15,296,302	8,287,999	5,323,775	5,673,297	2,058,129	40,456,156
Taxes for debt service	14,103,622	13,012,426	10,666,348	8,624,135	8,666,571	6,005,811	61,078,913
Federal revenue, non-operating	702,991	52,036,482	35,372,360	27,202,629	36,020,631	16,297,726	167,632,819
State revenue, non-operating	-	3,643,788	1,699,304	1,264,331	1,983,284	832,643	9,423,350
Gifts	384,394	406,573	210,658	1,881,362	20,761	64,333	2,968,081
Investment income	25,007,552	180,813	308,739	147,757	114,784	50,597	25,810,242
Other state funding - FAST funds	-	912,202	1,470,246	1,805,448	1,053,669	554,465	5,796,030
Total non-operating revenues	<u>178,380,337</u>	<u>152,048,696</u>	<u>111,148,706</u>	<u>82,278,739</u>	<u>110,590,030</u>	<u>52,391,397</u>	<u>686,837,905</u>
<b>NON-OPERATING EXPENSES:</b>							
Interest on capital-related debt	10,214,259	(4,962,527)	(4,067,807)	(3,288,972)	(3,305,156)	(2,290,426)	(7,700,629)
Interest on maintenance tax notes	(9,374,175)	(3,705,199)	(2,007,589)	(1,289,570)	(1,374,234)	(498,537)	(18,249,304)
Loss on disposal of capital assets	(10,223)	(33,456)	(141,667)	-	-	(23,439)	(208,785)
Other non-operating expenses	(9,728,222)	-	-	-	-	-	(9,728,222)
Total non-operating expenses	<u>(8,898,361)</u>	<u>(8,701,182)</u>	<u>(6,217,063)</u>	<u>(4,578,542)</u>	<u>(4,679,390)</u>	<u>(2,812,402)</u>	<u>(35,886,940)</u>
Net non-operating revenues	<u>\$ 169,481,976</u>	<u>\$ 143,347,514</u>	<u>\$ 104,931,643</u>	<u>\$ 77,700,197</u>	<u>\$ 105,910,640</u>	<u>\$ 49,578,995</u>	<u>\$ 650,950,965</u>

**ALAMO COMMUNITY COLLEGE DISTRICT**  
**San Antonio, Texas**  
**Schedule of Capital Assets by Asset Types**  
**For the Year Ended August 31, 2025**  
**(Unaudited)**

	Balance 9/1/2024	Additions	Deletions	Balance 8/31/2025
<i>Land:</i>				
San Antonio College	\$ 12,684,450	\$ -	\$ -	\$ 12,684,450
St. Philip's College	6,183,345	-	-	6,183,345
Palo Alto College	6,727,257	-	-	6,727,257
Northwest Vista College	1,717,000	-	-	1,717,000
Northeast Lakeview College	4,953,478	3,760,628	-	8,714,106
North Central Campus	12,793,381	-	-	12,793,381
District offices	22,633,344	1,268,239	-	23,901,583
Total land	67,692,255	5,028,867	-	72,721,122
<i>Buildings and building improvements:</i>				
San Antonio College	339,898,293	720,013	-	340,618,306
St. Philip's College	362,436,984	32,257,352	2,382,562	392,311,774
Palo Alto College	188,358,692	1,559,567	-	189,918,259
Northwest Vista College	194,723,760	15,069,362	-	209,793,122
Northeast Lakeview College	161,714,849	5,116,943	-	166,831,792
District offices	112,480,778	-	-	112,480,778
Total buildings and building improvements	1,359,613,356	54,723,237	2,382,562	1,411,954,031
<i>Other real estate improvements:</i>				
San Antonio College	26,032,626	1,330,040	-	27,362,666
St. Philip's College	31,451,048	599,918	-	32,050,966
Palo Alto College	21,581,603	4,898,710	-	26,480,313
Northwest Vista College	35,145,937	304,420	-	35,450,357
Northeast Lakeview College	16,530,899	8,284,083	-	24,814,982
North Central Campus	195,720	-	-	195,720
District offices	11,293,559	-	-	11,293,559
Total other real estate improvements	142,231,392	15,417,171	-	157,648,563
<i>Furniture, machinery and equipment:</i>				
San Antonio College	11,717,933	2,258,305	1,874,791	12,101,447
St. Philip's College	29,583,585	2,274,294	463,856	31,394,023
Palo Alto College	7,440,299	728,426	199,068	7,969,657
Northwest Vista College	2,581,476	840,223	282,913	3,138,786
Northeast Lakeview College	2,144,816	220,827	51,580	2,314,063
District offices	17,057,855	1,035,359	2,405,309	15,687,905
Total furniture, machinery and equipment	70,525,964	7,357,434	5,277,517	72,605,881
<i>Software:</i>				
San Antonio College	66,827	43,999	-	110,826
St. Philip's College	84,942	31,200	-	116,142
Palo Alto College	15,408	-	-	15,408
District-wide	3,198,202	269,728	-	3,467,930
Total software	3,365,379	344,927	-	3,710,306
<i>Library materials:</i>				
San Antonio College	5,613,772	16,399	13,500	5,616,671
St. Philip's College	4,343,095	251	333,632	4,009,714
Palo Alto College	3,586,225	-	25,047	3,561,178
Northwest Vista College	1,019,764	41,333	64,684	996,413
Northeast Lakeview College	1,084,289	47,176	21,784	1,109,681
Total library materials	15,647,145	105,159	458,647	15,293,657
<i>Works of art:</i>				
San Antonio College	256,134	-	8,895	247,239
St. Philip's College	432,700	12,500	-	445,200
Palo Alto College	58,971	-	-	58,971
Northwest Vista College	5,000	-	-	5,000
Northeast Lakeview College	131,500	36,166	-	167,666
District offices	49,000	43,500	-	92,500
Total works of art	933,305	92,166	8,895	1,016,576
<i>Construction in progress:</i>				
San Antonio College	14,539,935	68,709,382	-	83,249,317
St. Philip's College	32,757,589	22,805,849	28,766,885	26,796,553
Palo Alto College	5,111,587	28,338,583	277,398	33,172,772
Northwest Vista College	5,026,229	18,258,999	1,406,477	21,878,751
Northeast Lakeview College	2,659,697	14,085,037	1,397,817	15,346,917
District offices	1,282,274	22,102,725	-	23,384,999
Total construction in progress	61,377,311	174,300,575	31,848,577	203,829,309
<i>Subscription-based IT arrangements (SBITAs):</i>				
District offices	13,193,145	2,240,371	1,661,121	13,772,395
Total SBITAs	13,193,145	2,240,371	1,661,121	13,772,395
Grand total	\$ 1,734,579,252	\$ 259,609,907	\$ 41,637,319	\$ 1,952,551,840

**ALAMO COMMUNITY COLLEGE DISTRICT**  
**San Antonio, Texas**  
**Schedule of Capital Assets by Location**  
**For the Year Ended August 31, 2025**  
**(Unaudited)**

	Balance 9/1/2024	Additions	Deletions	Balance 8/31/2025
<i>San Antonio College:</i>				
Land	\$ 12,684,450	\$ -	\$ -	\$ 12,684,450
Buildings and building improvements	339,898,293	720,013	-	340,618,306
Other real estate improvements	26,032,626	1,330,040	-	27,362,666
Furniture, machinery and equipment	11,717,933	2,258,305	1,874,791	12,101,447
Software	66,827	43,999	-	110,826
Library materials	5,613,772	16,399	13,500	5,616,671
Works of art	256,134	-	8,895	247,239
Construction in progress	14,539,935	68,709,382	-	83,249,317
Total San Antonio College	410,809,970	73,078,138	1,897,186	481,990,922
<i>St. Philip's College:</i>				
Land	6,183,345	-	-	6,183,345
Buildings and building improvements	362,436,984	32,257,352	2,382,562	392,311,774
Other real estate improvements	31,451,048	599,918	-	32,050,966
Furniture, machinery and equipment	29,583,585	2,274,294	463,856	31,394,023
Software	84,942	31,200	-	116,142
Library materials	4,343,095	251	333,632	4,009,714
Works of art	432,700	12,500	-	445,200
Construction in progress	32,757,589	22,805,849	28,766,885	26,796,553
Total St. Philip's College	467,273,288	57,981,364	31,946,935	493,307,717
<i>Palo Alto College:</i>				
Land	6,727,257	-	-	6,727,257
Buildings and building improvements	188,358,692	1,559,567	-	189,918,259
Other real estate improvements	21,581,603	4,898,710	-	26,480,313
Furniture, machinery and equipment	7,440,299	728,426	199,068	7,969,657
Software	15,408	-	-	15,408
Library materials	3,586,225	-	25,047	3,561,178
Works of art	58,971	-	-	58,971
Construction in progress	5,111,587	28,338,583	277,398	33,172,772
Total Palo Alto College	232,880,042	35,525,286	501,513	267,903,815
<i>Northwest Vista College:</i>				
Land	1,717,000	-	-	1,717,000
Buildings and building improvements	194,723,760	15,069,362	-	209,793,122
Other real estate improvements	35,145,937	304,420	-	35,450,357
Furniture, machinery and equipment	2,581,476	840,223	282,913	3,138,786
Library materials	1,019,764	41,333	64,684	996,413
Works of art	5,000	-	-	5,000
Construction in progress	5,026,229	18,258,999	1,406,477	21,878,751
Total Northwest Vista College	240,219,166	34,514,337	1,754,074	272,979,429
<i>Northeast Lakeview College:</i>				
Land	4,953,478	3,760,628	-	8,714,106
Buildings and building improvements	161,714,849	5,116,943	-	166,831,792
Other real estate improvements	16,530,899	8,284,083	-	24,814,982
Furniture, machinery and equipment	2,144,816	220,827	51,580	2,314,063
Library materials	1,084,289	47,176	21,784	1,109,681
Works of art	131,500	36,166	-	167,666
Construction in progress	2,659,697	14,085,037	1,397,817	15,346,917
Total Northeast Lakeview College	189,219,528	31,550,860	1,471,181	219,299,207
<i>North Central Campus:</i>				
Land	12,793,381	-	-	12,793,381
Other real estate improvements	195,720	-	-	195,720
Total North Central Campus	12,989,101	-	-	12,989,101
<i>District offices:</i>				
Land	22,633,344	1,268,239	-	23,901,583
Buildings and building improvements	112,480,778	-	-	112,480,778
Other real estate improvements	11,293,559	-	-	11,293,559
Furniture, machinery and equipment	17,057,855	1,035,359	2,405,309	15,687,905
Software	3,198,202	269,728	-	3,467,930
Works of art	49,000	43,500	-	92,500
Construction in progress	1,282,274	22,102,725	-	23,384,999
Subscription-based IT arrangements	13,193,145	2,240,371	1,661,121	13,772,395
Total District offices	181,188,157	26,959,922	4,066,430	204,081,649
Grand total	\$ 1,734,579,252	\$ 259,609,907	\$ 41,637,319	\$ 1,952,551,840



## **Single Audit Section**







**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 Trustees  
Alamo Community College District  
San Antonio, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and discretely presented component units of Alamo Community College District, as of and for the year ended August 31, 2025, and the related notes to the financial statements, which collectively comprise the Alamo Community College District's basic financial statements, and have issued our report thereon dated December 26, 2025. The financial statements of Alamo Colleges Foundation, Inc. were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with Alamo Colleges Foundation, Inc.

**Report on Internal Control Over Financial Reporting**

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

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

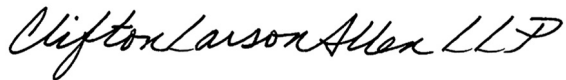
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

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

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

### ***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.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

**CliftonLarsonAllen LLP**

San Antonio, Texas  
December 26, 2025



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors  
Alamo Community College District  
San Antonio, Texas

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

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

We have audited Alamo Community College District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Alamo Community College District's major federal programs for the year ended August 31, 2025. Alamo Community College District'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, Alamo Community College District 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, 2025.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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 Auditors' Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Alamo Community College District'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 express an opinion on Alamo Community College District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *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 Alamo Community College District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 Alamo Community College District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Alamo Community College District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Alamo Community College District's internal control over compliance. Accordingly, no such opinion is expressed.

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

### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs from items 2025-001 and 2025-002. Our opinion on each major federal program is not modified with respect to these matters.

*Government Auditing Standards* requires the auditor to perform limited procedures on Alamo Community College District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Alamo Community College District'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

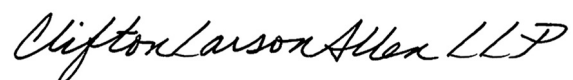
Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2025-001 and 2025-002 to be significant deficiencies.

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 Alamo Community College District's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Alamo Community College District'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.



**CliftonLarsonAllen LLP**

San Antonio, Texas  
December 26, 2025

**ALAMO COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED AUGUST 31, 2025**

---

***Section I – Summary of Auditors' Results***

---

***Financial Statements***

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? \_\_\_\_\_ yes        x   no
  - Significant deficiency(ies) identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes        x   none reported
3. Noncompliance material to financial statements noted? \_\_\_\_\_ yes        x   no

***Federal Awards***

1. Internal control over audited federal programs:
- Material weakness(es) identified? \_\_\_\_\_ yes        x   no
  - Significant deficiency(ies) identified that are not considered to be material weakness(es)?   x   yes      \_\_\_\_\_ none reported
2. Type of auditors' report issued on compliance for audited federal programs: Unmodified
3. Any audit findings disclosed that are required To be reported in accordance with 2 CFR 200.516(a)?   x   yes      \_\_\_\_\_ no

***Identification of Audited Programs***

**Assistance Listing Number(s)**

Various

**Name of Federal Program or Cluster**

Student Financial Assistance Cluster

Dollar threshold used to distinguish between Type A and Type B programs:

Type A – \$3,000,000

Auditee qualified as low-risk auditee?

  x   yes      \_\_\_\_\_ no

**ALAMO COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED AUGUST 31, 2025**

---

***Section II – Financial Statement Findings***

---

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

---

***Section III – Findings and Questioned Costs – Major Federal Programs***

---

**2025 – 001**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.007, 84.033, 84.063, 84.268

Federal Award Identification Number and Year: N/A

Pass-Through Agency: N/A

Pass-Through Number(s): N/A

Award Period: September 1, 2024 – August 31, 2025

Type of Finding:

- Significant Deficiency in Internal Control over Compliance
  
- Other Matters

**Criteria or Specific Requirement:** The U.S. Department of Education offers financial aid to students under two programs: 1. Pell Grant program which provides grants to eligible students enrolled in eligible undergraduate programs and certain post-baccalaureate teacher certificate programs and 2. FSEOG program which provides grants to eligible undergraduate students with priority given to Pell recipients who have the lowest expected family contributions.

**Condition:** The Pell Grant Program has maximum and minimum Pell grant awards established by statute and should be awarded based on the student's needs. During our testing, we noted that one of the sixty students tested was over awarded Pell funds.

**Questioned Costs:** \$1,849

**Context:** A system defect impacted Pell Grant disbursements, prompting the District to disable standard attending hours functionality. Attending hours were then locked in February for the Spring term. Subsequent enrollment changes requiring manual Pell Grant adjustments were missed due to human oversight, resulting in an over award of \$1,849.



**ALAMO COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED AUGUST 31, 2025**

---

***Section III – Findings and Questioned Costs – Major Federal Programs (Continued)***

---

**2025 – 001 (Continued)**

**Cause:** The District's internal control process was not able to detect the over awarding of the Pell amounts.

**Effect:** One student was over awarded \$1,849

**Repeat Finding:** No

**Recommendation:** We recommend the District evaluate the student's status each semester.

**Views of Responsible Officials:** There is no disagreement with the audit finding.

**2025 – 002**

Federal Agency: U.S. Department of Education

Federal Program Name: Student Financial Aid Cluster

Assistance Listing Number: 84.007, 84.033, 84.063, 84.268

Federal Award Identification Number and Year: N/A

Pass-Through Agency: N/A

Pass-Through Number(s): N/A

Award Period: September 1, 2024 – August 31, 2025

Type of Finding:

- Significant Deficiency in Internal Control over Compliance
  
- Other Matters

**Criteria or Specific Requirement:** The Code of Federal Regulations, 34 CFR 685.309(b) and 34 CFR 682.610(c) states that because a student begins earning Title IV funds on the first day of attendance, even if the student withdraws before a school's census date, the school must perform an R2T4 calculation using the number of days or the number of scheduled clock hours the student attended class. The school must include in the R2T4 calculation all forms of Title IV aid that were disbursed or that could have been disbursed, even if the student receives a full tuition refund.

**Condition:** We noted that one of the sixty students tested was not calculated for an R2T4 in the current year when they should have been.

**Questioned Costs:** \$3,199

**Context:** The student withdrew from the District mobile app, bypassing required advisor approval. This prevented the R2T4 workflow from recognizing the withdrawal, and the R2T4 calculation was delayed until identified.

**ALAMO COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED AUGUST 31, 2025**

---

***Section III – Findings and Questioned Costs – Major Federal Programs (Continued)***

---

**2025 – 002 (Continued)**

**Cause:** The District did not evaluate the student for R2T4.

**Effect:** One of the students were not calculated.

**Repeat Finding:** No

**Recommendation:** We recommend the District should implement a comprehensive review process for R2T4 calculations and financial aid withdrawal listings to ensure all student withdrawals are accurately identified and processed in a timely manner.

**Views of Responsible Officials:** There is no disagreement with the audit finding.



ALAMO  
COLLEGES  
DISTRICT

**From:** Heidi Granger, Associate Vice Chancellor, Financial Aid

**Subject:** Corrective Action Plan for Audit Finding FY2025

**Finding** 2025-001: Student Financial Assistance Cluster – Assistance Listing No. Various

**Views of Responsible Officials and Planned Corrective Actions**

Student Financial Aid has implemented exception reports to monitor students whose enrollment status has changed after initial disbursement while the attending hours functionality is turned off due to the Banner student system defect. This review will ensure timely identification and evaluation of Pell Grant eligibility eliminating the over-awarding of the Pell Grant award amount.

**Responsible Persons**

Michelle Hill – Director, Technical Support, Financial Aid

**Planned completion date for corrective action plan**

Completed during audit review - December 2025



**From: Heidi Granger, Associate Vice Chancellor, Financial Aid**

**Subject: Corrective Action Plan for Audit Finding FY2025**

**Finding** 2025-002: Student Financial Assistance Cluster – Assistance Listing No. Various

**Views of Responsible Officials and Planned Corrective Actions**

The exception identified was due to the implementation of the new mobile application which should not have allowed withdrawal functionality to bypass an academic advisor when withdrawing from all courses. Management identified the mobile application withdrawal capability and has already performed targeted reviews of students who withdrew via the app and will continue to capture future app withdrawals and perform R2T4 review and calculations accordingly.

**Responsible Persons**

Heidi Granger – Associate Vice Chancellor, Financial Aid

Michelle Hill – Director, Technical Support, Financial Aid

Amber Aboud – Associate Director, Compliance, Financial Aid

Sarah Cuellar – Associate Director, Financial Aid

**Planned completion date for corrective action plan**

Completed during audit review - December 2025



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR STATE PROGRAM AND REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE TEXAS GRANT MANAGEMENT STANDARDS**

Board of Directors  
Alamo Community College District  
San Antonio, Texas

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

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

We have audited Alamo Community College District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *Texas Grant Management Standards* that could have a direct and material effect on each of the District's major state programs for the year ended August 31, 2025. The District's major state programs are identified in the summary of auditors' results section of the accompanying state schedule of findings and questioned costs.

In our opinion, the District 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, 2025.

***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 (GAAS); 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 the *Texas Grant Management Standards* (TxGMS). Our responsibilities under those standards and the TxGMS are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District'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 express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the TxGMS will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the TxGMS, 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 the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the TxGMS, but not for the purpose of expressing an opinion on the effectiveness the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

### ***Report on Internal Control Over Compliance***

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the TxGMS. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

**CliftonLarsonAllen LLP**

San Antonio, Texas  
December 26, 2025

**ALAMO COMMUNITY COLLEGE DISTRICT  
STATE SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED AUGUST 31, 2025**

---

***Section I – Summary of Auditors' Results***

---

***Financial Statements***

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ x no
  - Significant deficiency(ies) identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes \_\_\_\_\_ x none reported
3. Noncompliance material to financial statements noted? \_\_\_\_\_ yes \_\_\_\_\_ x no

***State Awards***

1. Internal control over audited state programs:
- Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ x no
  - Significant deficiency(ies) identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes \_\_\_\_\_ x none reported
2. Type of auditors' report issued on compliance for audited federal programs: Unmodified
3. Any audit findings disclosed that are required To be reported in accordance with *Texas Grant Management Standards*? \_\_\_\_\_ yes \_\_\_\_\_ x no

***Identification of Audited Programs***

**Contract Number**

N/A

**Name of State Program or Cluster**

Texas Educational Opportunity Grant

Dollar threshold to distinguish  
Between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

\_\_\_\_\_ x \_\_\_\_\_ yes \_\_\_\_\_ no



**ALAMO COMMUNITY COLLEGE DISTRICT  
STATE SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED AUGUST 31, 2025**

---

***Section II – Financial Statement Findings – Major State Programs***

---

No financial statement findings.

---

***Section III – State Award Findings and Questioned Costs***

---

No state award findings and questioned costs.

---

***Section IV – Prior Year Audit Findings***

---

There are no prior year findings.





Annual Comprehensive Financial Report  
Published and distributed by the Finance and Fiscal Services Department  
2222 N. Alamo Street, San Antonio, Texas 78215-1195  
(210) 485-0301  
[alamo.edu](http://alamo.edu)