

CLARENDON COLLEGE
Clarendon, Texas

Annual Financial Report

For Years Ended
August 31, 2020 and 2019

CLARENDON COLLEGE
ANNUAL FINANCIAL REPORT
FOR YEARS ENDED AUGUST 31, 2020 and 2019

TABLE OF CONTENTS

	PAGE
Organizational Data	1
Independent Auditors’ Report.....	2
Management’s Discussion and Analysis.....	5
 <u>Financial Statements</u>	
Exhibit 1 – Statement of Net Position	16
Exhibit 2 – Statement of Revenues, Expenses and Changes in Net Position	18
Exhibit 3 – Statement of Cash Flows	19
Notes to Financial Statements	21
 Required Supplementary Information	
Schedule of the College’s Proportionate Share of the Net Pension Liability	52
Schedule of the College’s Contributions to the Pension Plan	54
Schedule of the College’s Proportionate Share of the Net OPEB Liability	56
Schedule of the College’s Contributions to the OPEB Plan	57
Notes to the Required Supplementary Information.....	58
 Other Supplementary Information	
Schedule A – Schedule of Operating Revenues	59
Schedule B – Schedule of Operating Expenses by Object.....	61
Schedule C – Schedule of Nonoperating Revenues and Expenses	62
Schedule D – Schedule of Net Position by Source and Availability.....	63
Schedule E – Schedule of Expenditures of Federal Awards	64
Notes to Schedule of Expenditures of Federal Awards.....	65
Schedule F – Schedule of Expenditures of State of Texas Awards	66
Notes to Schedule of Expenditures of State of Texas Awards.....	67
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>	68
Independent Auditors’ Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance and the State of Texas Single Audit Circular	70
Schedule of Findings and Questioned Costs	72
Schedule of Prior Year Findings and Questioned Costs	74

CLARENDON COLLEGE
ANNUAL FINANCIAL REPORT
FOR YEARS ENDED AUGUST 31, 2020 and 2019

TABLE OF CONTENTS

	PAGE
STATISTICAL SECTION (UNAUDITED)	
Net Position by Component	75
Revenues by Source	76
Program Expenses by Function.....	77
Tuition and Fees.....	78
Assessed Value and Taxable Assessed Value of Property.....	79
State Appropriations per FTSE and Contact Hour.....	80
Principal Taxpayers.....	81
Property Tax Levies and Collections	83
Ratios of Outstanding Debt.....	84
Legal Debt Margin Information	85
Pledged Revenue Coverage.....	86
Demographic and Economic Statistics – Taxing District	87
Principal Employers.....	88
Faculty, Staff, and Administrators Statistics.....	89
Enrollment Details	90
Student Profile.....	91
Transfers to Senior Institutions	92
Capital Asset Information	93

This page left blank intentionally

CLARENDON COLLEGE
ORGANIZATIONAL DATA
AUGUST 31, 2020 and 2019

Board of Regents

	<u>Officers</u>	Term Expires
Tommy Waldrop	Chair	2024
Carey Wann	Vice-Chair	2020
Darlene Spier	Secretary	2020
	<u>Members</u>	
Edwin Campbell		2024
Ruth Robinson		2022
Mary Ellen Shields (Susie)		2022
James "Jim" Shelton		2022
Jerry Woodard		2024

Principal Administrative Officers

Texas Buckhaults	President
Brad Vanden Boogaard	Vice President of Academic Affairs
Will Thompson	Vice President of Information Technology
Kae Hewett	Comptroller



Board of Regents
Clarendon College
Clarendon, Texas

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the business-type activities of Clarendon College (the College) as of and for the years August 31, 2020 and 2019, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the College's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, of the College, as of August 31, 2020 and 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of the College's Proportionate Share of the Net Pension Liability, the Schedule of the College's Contributions to the Pension Plan, the Schedule of the College's Proportionate Share of the Net OPEB Liability, the Schedule of the College's Contribution to the OPEB Plan, and the Notes to the Required Supplementary Information on pages 5–15 and 52 – 58 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The accompanying supplemental information listed in the table of contents, Schedules A, B, C and D (Other Supplemental Information), is likewise presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards, Schedule E, and Schedule of Expenditures of State of Texas Awards, Schedule F, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Texas Uniform Grants Management Standards are presented for purposes of additional analysis and are not a required part of the basic financial statements

The Schedule of Expenditures of Federal Awards, the Schedule of Expenditures of State of Texas Awards, and the Other Supplemental Information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards, the Schedule of Expenditures of State of Texas Awards, and the Other Supplemental Information are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2020, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

DOSHIER, PICKENS & FRANCIS, L.L.C.

DOSHIER, PICKENS & FRANCIS, LLC
December 14, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

This page left blank intentionally

**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**

Discussion of Currently Known Facts, Decisions, or Conditions:

Significant changes at Clarendon College during fiscal year 2020 included a change in principle leadership with the ascension of the 21st President of the college in July, new Chief Officers of Academics and Finance in May and August, respectively, a new Dean at the Pampa Center in March, and a new independent audit firm. Additionally a national level lockdown, which was implemented as a result of a worldwide pandemic, caused the institution to move nearly all instruction to an online format inside of a two week window.

The adopted budget for fiscal year 2020 was neither prepared with changes in leadership nor was the budget prepared with a worldwide pandemic and subsequent lockdown in mind. Decreases in enrollment at area independent school districts and an expected significant decrease in donations resulted in a planned decrease in dual credit enrollment.

The college entered into a three-year contract with Barnes and Noble Education for access to the LoudCloud® Online Educational Resources Platform in fiscal year 2019, this item was not properly budgeted for fiscal year 2020.

The CARES Act Institutional funding was instrumental in assisting the college to reduce the brunt of expenses incurred as a result of the national level lockdown from March 13, 2020 thru May 18, 2020. The CARES Act Student funding of \$442,844 was disbursed to 241 students by July 21, 2020.

Amidst the current global environment, Clarendon College is keeping the safety of students, faculty, staff, and the community in mind. Clarendon College will continue to be involved and lead our communities as a partner to increase the economic development and educational attainment of our communities.

CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020

This section presents the management's discussion and analysis of the financial performance of Clarendon College during the fiscal year ending August 31, 2020. This discussion and analysis focuses on current activities, resulting changes and the currently known facts, and should be read in conjunction with the accompanying financial statements and footnotes. The financial analysis is for fiscal year 2020, with fiscal year 2019 data for comparative purposes. The financial statements, footnotes and discussion are the responsibility of the College management.

Using the Annual Financial Report:

In June 1999, the Governmental Accounting Standards Board (GASB) released Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Statement No. 34 requires a comprehensive look at the entity as a whole and the depreciation of capital assets. In November 1999, GASB issued Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public colleges and Universities*, which applies the provisions of Statement No. 34 to public colleges and universities.

The financial report for the College includes the Statement of Net Assets; Statement of Revenues, Expenses, and Changes in Net Assets; and Statement of Cash Flow. These statements are prepared under the accrual basis of accounting and in accordance with GASB principles.

Condensed Statements of Net Position as of August 31, 2020, 2019, and 2018 (in thousands):

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Current Assets			
Cash and cash equivalents	1060	429	666
Accounts receivable, net	393	516	1,647
Inventory	32	30	55
Prepaid expenses	14	88	77
Total current assets	<u>1,499</u>	<u>1,063</u>	<u>2,445</u>
Noncurrent assets:			
Restricted cash and cash equivalents	127	81	250
Restricted investments	723	673	613
Endowment investments	1215	1,193	1,195
Other long-term investments	1253	1,704	1,395
Real estate held as investments by endowments	503	503	503
Deposits	21	21	21
Capital assets, net	<u>15,191</u>	<u>15,912</u>	<u>16,272</u>
Total noncurrent assets	<u>19,033</u>	<u>20,087</u>	<u>20,249</u>
Total assets	<u>20,532</u>	<u>21,150</u>	<u>22,694</u>
Deferred Outflows of Resources	<u>3,717</u>	<u>4,266</u>	<u>480</u>

CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020

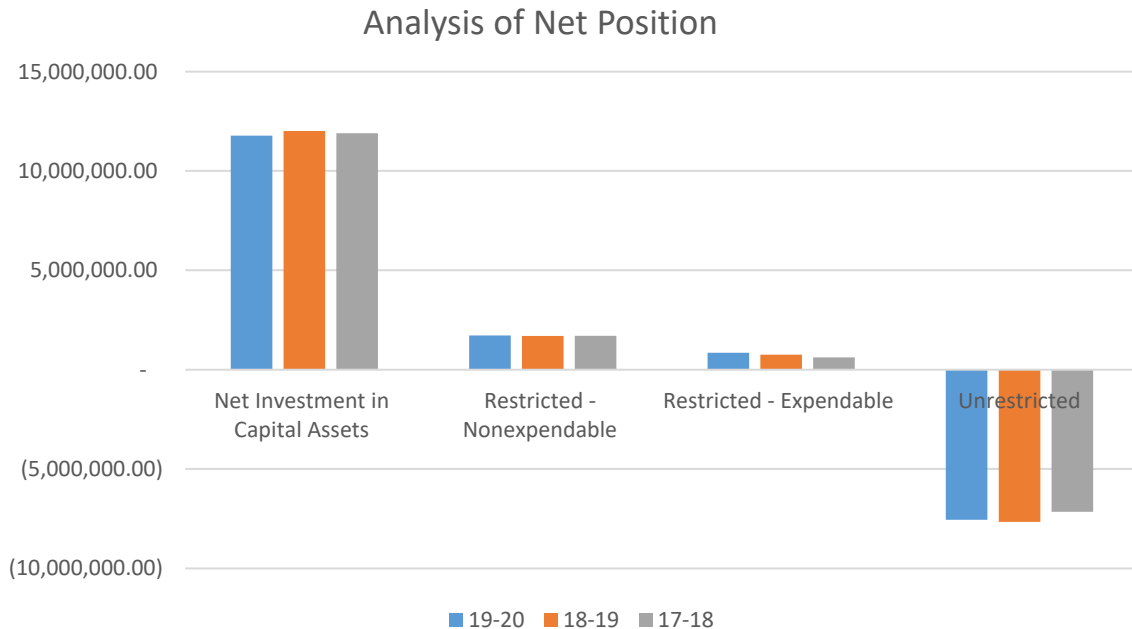
Current Liabilities			
Accounts payable and accrued liabilities	208	417	282
Unearned revenue	557	625	2,097
Other current liabilities	938	874	960
Total Current Liabilities	1,703	1,916	3,339
Noncurrent Liabilities	13,392	13,759	11,224
Total Liabilities	15,095	15,675	14,563
Deferred Inflows of Resources	2,369	2,942	1,555
Net Position			
Net investment in capital assets	11,778	12,012	11,898
Nonexpendable	1,718	1,696	1,698
Restricted for expendable	851	754	619
Unrestricted	(7,560)	(7,663)	(7,159)
Total Net Position	6,787	6,799	7,056

For fiscal year 2020 the College saw an increase in total current assets from the previous year by 436,000. A change in prepaid expenses decreased the "other assets" by 74,000. Non-current assets decreased by 1,054,000 from 2019 to 2020, primarily due to other long-term investments and depreciation.

Total net position decreased by 12,000 from 2019 to 2020. Year over year, net position is relatively flat.

**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**

The following is a comparison of net position and net investment in capital assets at August 31, 2020, 2019, and 2018:



Condensed Statements of Revenues, Expenses, and Changes in Net Position as of August 31, 2020, 2019, and 2018 (in thousands):

	2020	2019	2018
Operating revenue			
Tuition & fees (net of discounts)	1,927	2,343	1,572
Federal grants and contracts	712	351	256
State grants and contracts	175	328	398
Local grants and contracts	1,069	1,036	1,045
Auxiliary enterprises (net of discounts)	469	553	692
Other operating revenues	97	100	149
Total operating revenue	<u>4,449</u>	<u>4,711</u>	<u>4,112</u>
Operating expenses			
Instruction	3,966	4,181	4,318
Academic support	419	553	491
Student services	787	786	737
Institutional support	2,310	2,058	2,015
Operation and maintenance of plant	978	1,004	1,170
Scholarship expense	615	739	744
Auxiliary enterprises	1,262	1,541	1,283
Depreciation	<u>773</u>	<u>810</u>	<u>884</u>
Total operating expenses	<u>11,110</u>	<u>11,672</u>	<u>11,642</u>

CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020

Operating loss	(6,661)	(6,961)	(7,530)
Nonoperating revenues (expenses)			
State appropriations	3,624	3,478	3,656
Ad valorem taxes	608	575	483
Federal revenue, nonoperating	2,078	2,192	2,308
Gifts	245	438	353
Investment income	233	198	11
Interest on capital related debt	(159)	(176)	(195)
Gain (loss) on disposal of fixed assets	5	-	-
Other gain/revenue (loss/expense)	16	(1)	(15)
Net nonoperating revenues (expenses)	<u>6,650</u>	<u>6,704</u>	<u>6,601</u>
Decrease in net position	(12)	(257)	(929)
Net position - beginning of year	6,799	7,056	14,843
Prior period adjustment	-	-	<u>(6,858)</u>
Net position - end of year	<u><u>6,787</u></u>	<u><u>6,799</u></u>	<u><u>7,056</u></u>

There was a decrease in tuition and fees of 416,000 from 2019 to 2020. Overall, operating revenue was down 262,000. The additional federal grant revenue received from the CARES act helped offset the decrease in tuition. State grants were overall lower in 2020 than 2019. The College did not receive the Nursing Shortage Reduction Program grant in 2020 as in 2019. Resident hall revenues were down slightly in 2020 from 2019.

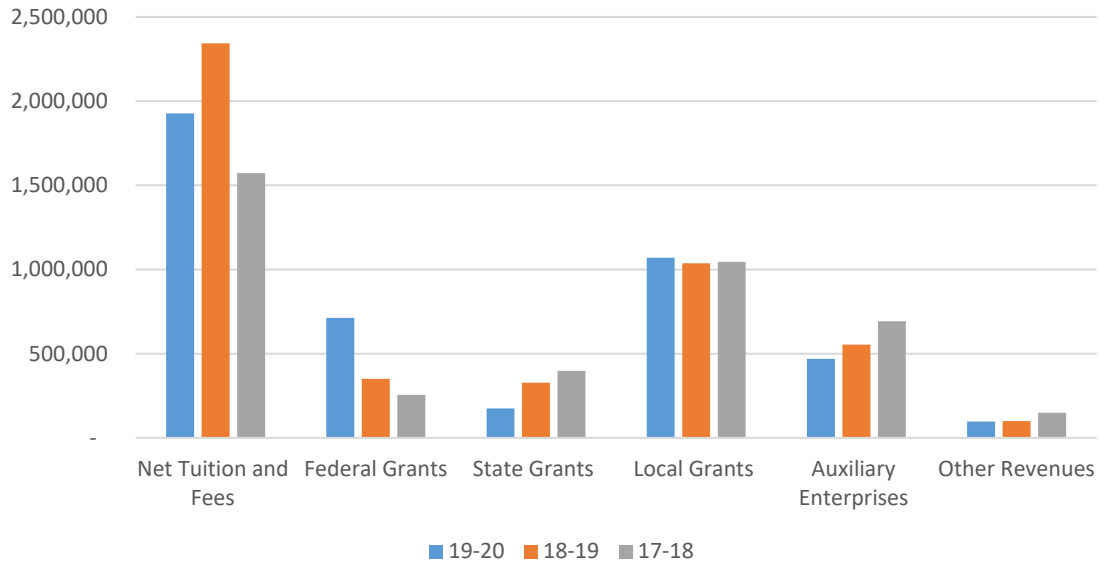
Operating expenses for 2020 were lower, with contributing factors from shutting the school down for half of the spring semester. Institutional support includes CARES funds spent on students and the institution, 442,844 and 250,708 respectively.

Gifts and scholarship revenue were down substantially from 2019. Other gain/loss is attributed funds related to a vehicle insurance claim.

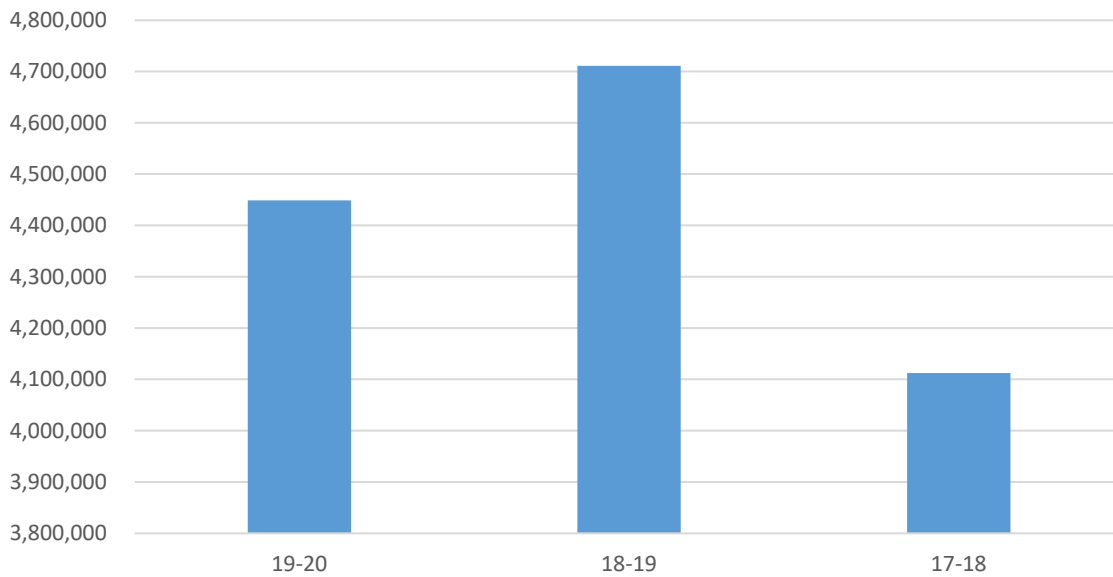
**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**

The following charts are an Analysis of Revenue and Expenses as of August 31, 2020, 2019, and 2018:

Operating Revenue by Source

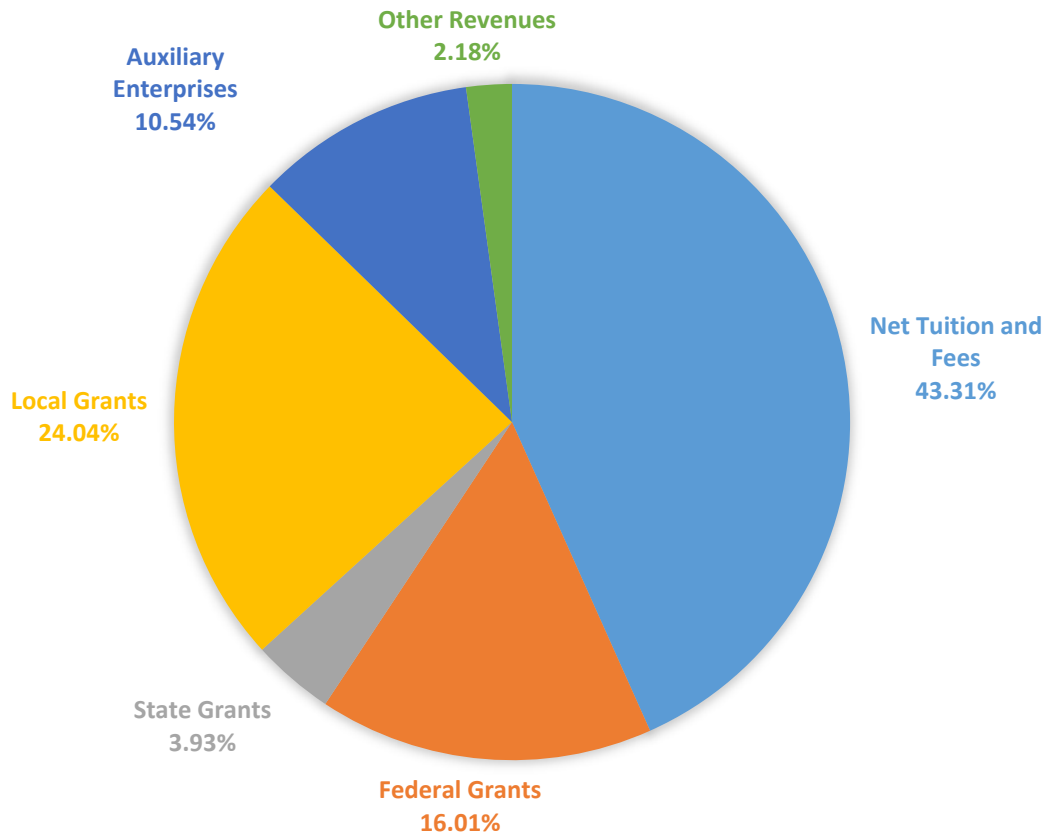


Total Operating Revenue

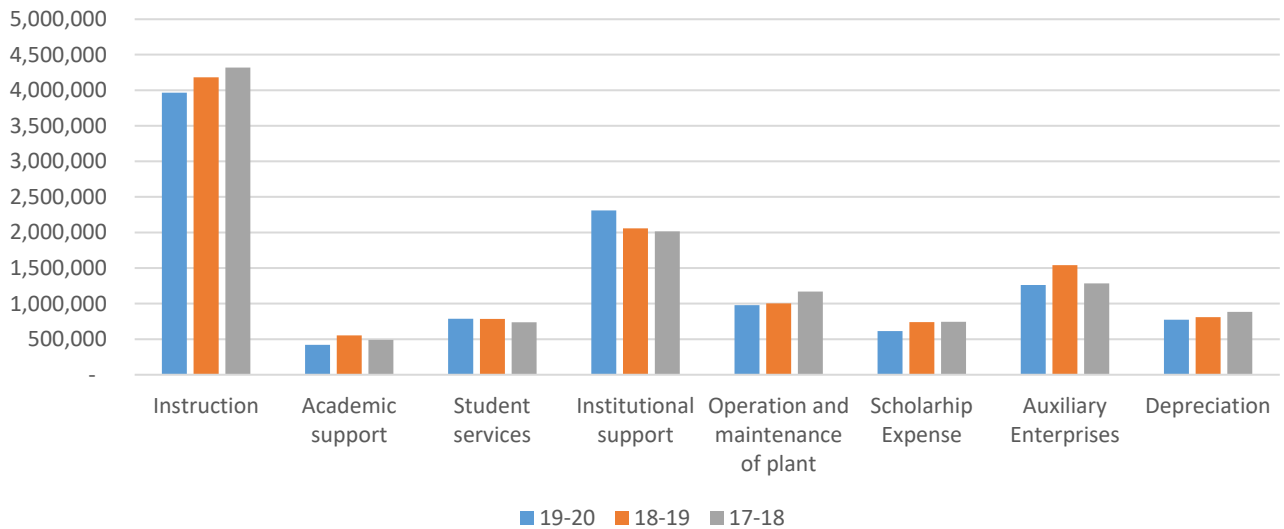


**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**

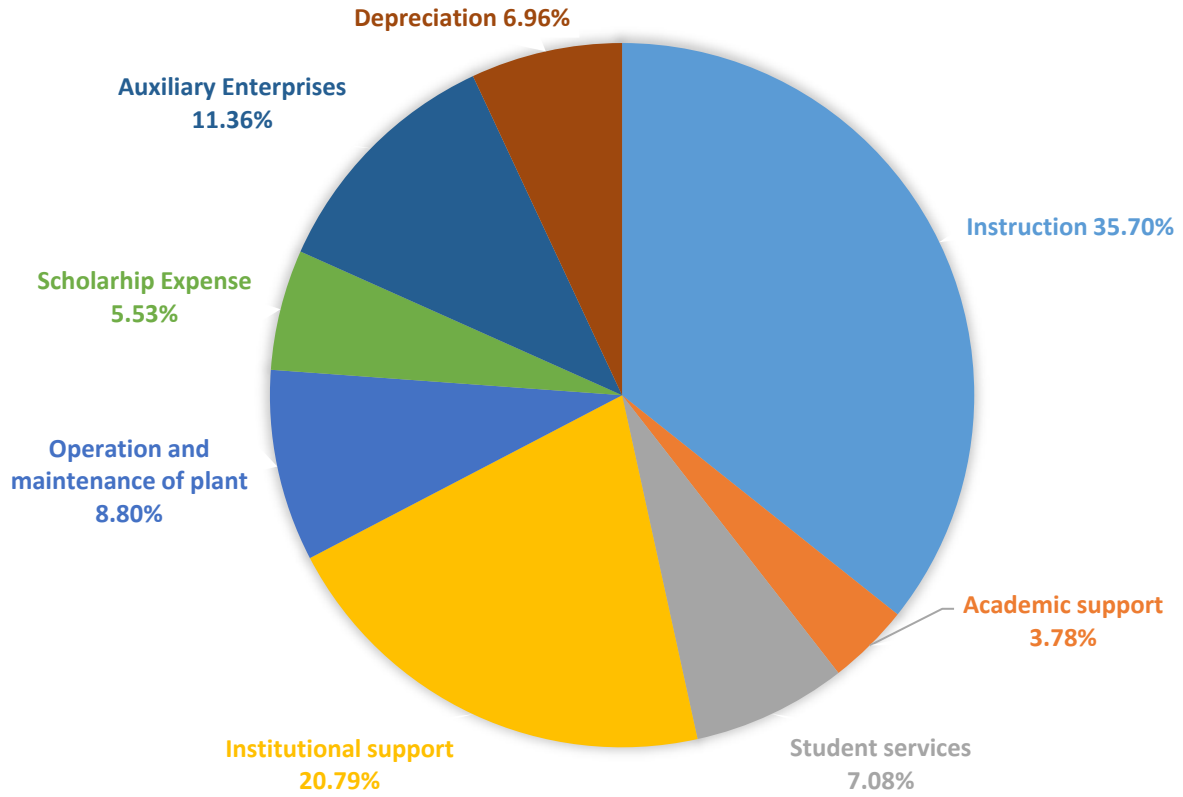
2019-2020 OPERATING REVENUE PERCENTAGE



Operating Expenses by Source

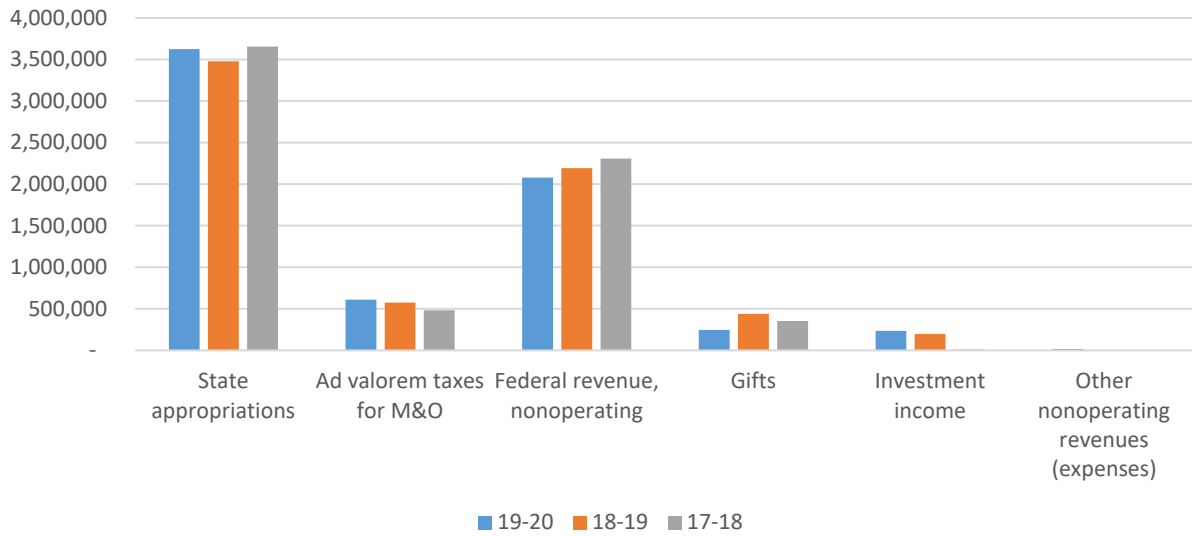


2019-2020 OPERATING EXPENSE PERCENTAGE

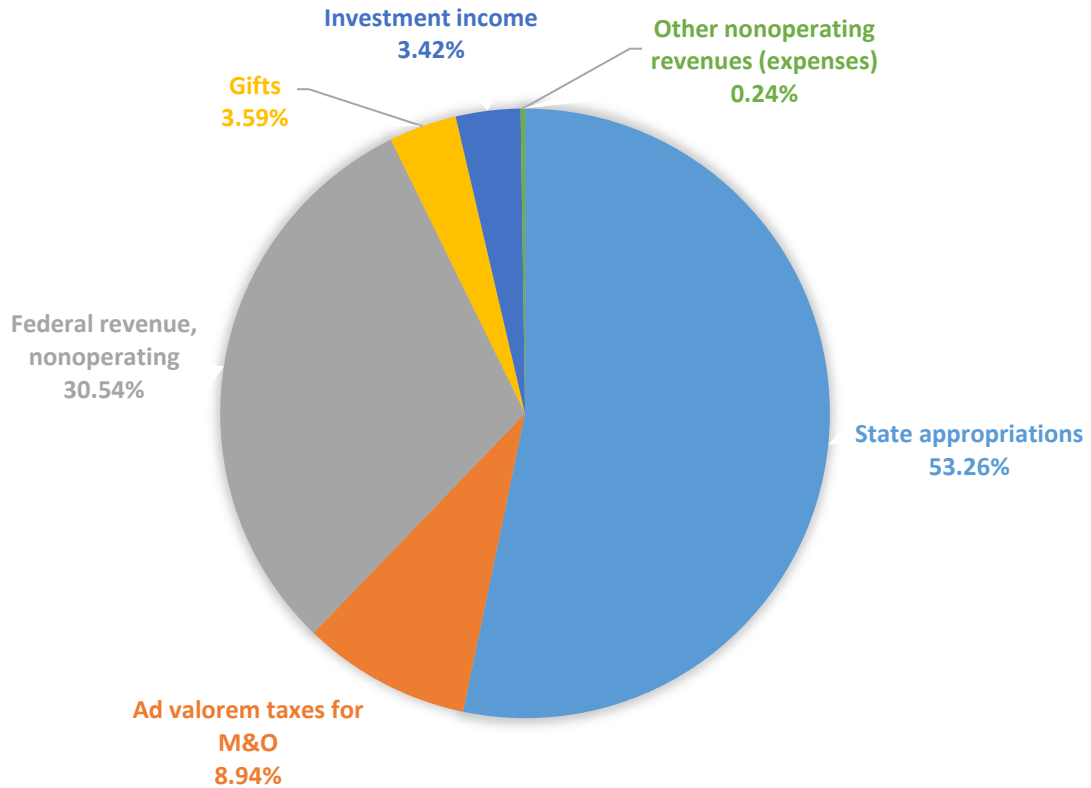


**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**

Nonoperating Revenues by Source

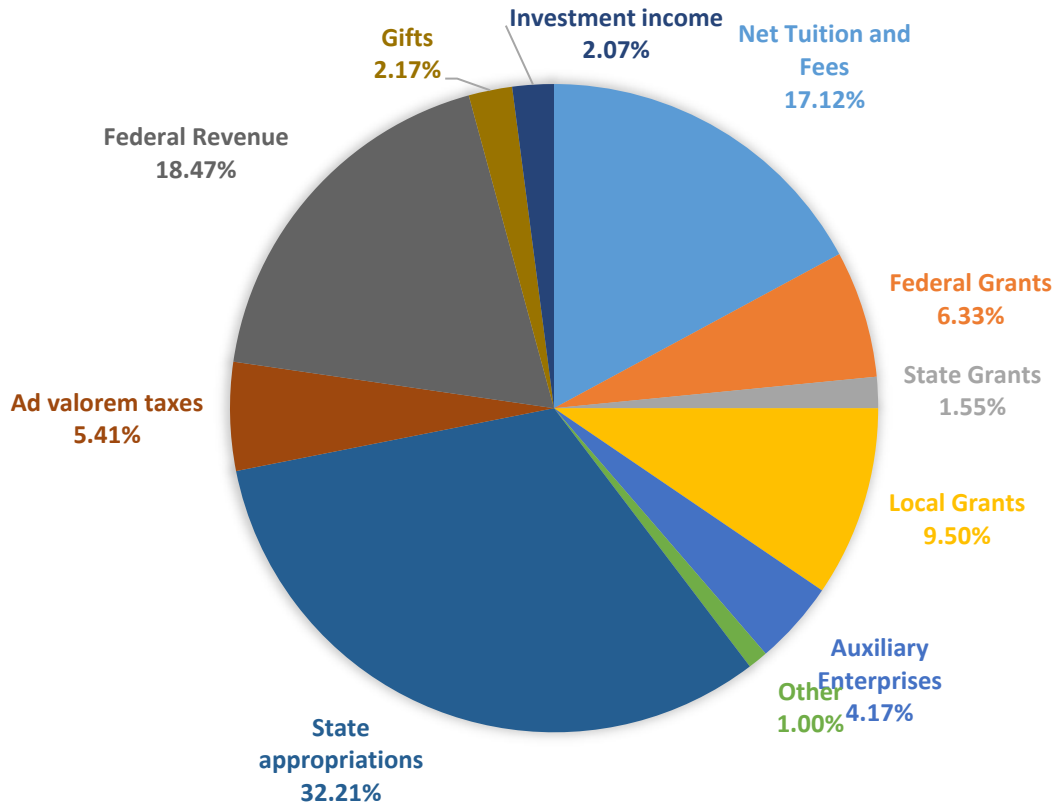


2019-2020 NONOPERATING REVENUES BY SOURCE

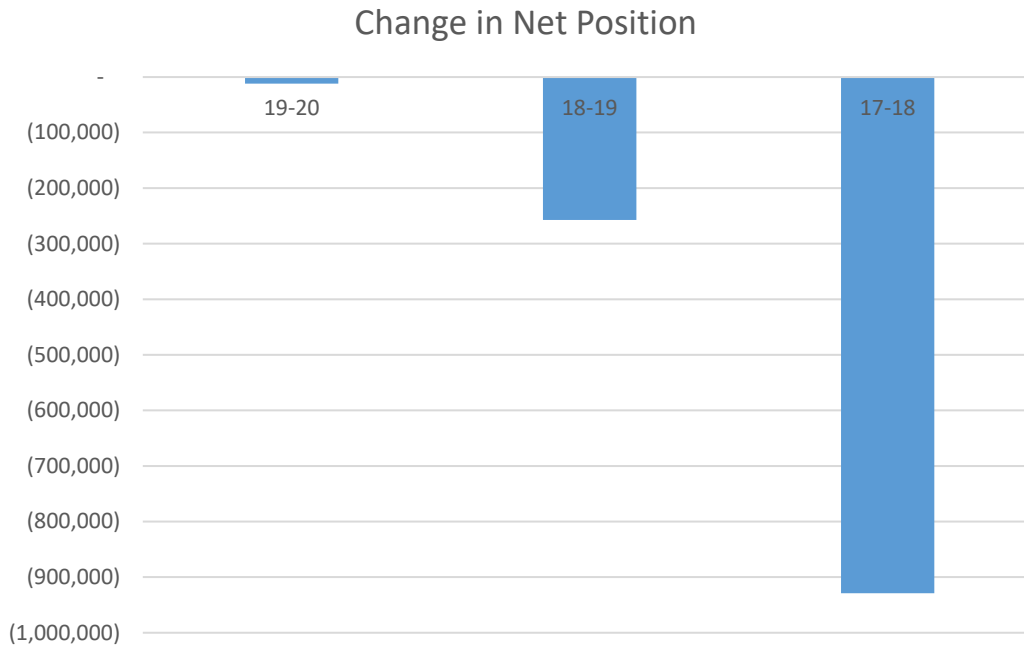


**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**

2019-2020 TOTAL REVENUE PERCENTAGE



**CLARENDON COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ending August 31, 2020**



Statement of Cash Flows as of August 31, 2020, 2019, and 2018 (in thousands):

	2020	2019	2018
Cash provided by (used in):			
Operating Activities	(5,104)	(5,166)	(5,942)
Noncapital financing activities	5,867	6,036	5,992
Capital and related financing activities	(700)	(1,107)	(788)
Investing activities	614	(169)	1,197
Net increase (decrease) in cash and cash equivalents	677	(406)	459
Cash and cash equivalents, beginning of year	510	916	457
Cash and cash equivalents, end of year	1,187	510	916

This statement is used to determine the College's ability to meet its obligations and to determine if external financing is needed.

Overall, cash accounts had higher balances at year-end over the previous year. Capital reserves increased by 256,000 from 2019 to 2020 through intentional efforts to build that account back to a balance that best serves the College.

This page left blank intentionally

BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION

AUGUST 31, 2020 and 2019

Exhibit 1

	<u>2020</u>	<u>2019</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,059,763	\$ 428,883
Accounts receivable, net	392,956	515,914
Inventory	32,577	30,290
Prepaid expenses	14,079	87,667
	<hr/>	<hr/>
Total current assets	1,499,375	1,062,754
	<hr/>	<hr/>
Noncurrent assets:		
Restricted cash and cash equivalents	127,102	80,999
Restricted investments	723,542	673,436
Endowment investments	1,214,955	1,192,848
Other long-term investments	1,253,298	1,703,802
Real estate held as investments by endowments	502,750	502,750
Deposits	20,725	20,725
Capital assets, net	15,191,087	15,912,036
	<hr/>	<hr/>
Total noncurrent assets	19,033,459	20,086,596
	<hr/>	<hr/>
Total assets	20,532,834	21,149,350
	<hr/>	<hr/>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows on net pension liability	1,366,325	1,700,971
Deferred outflows related to OPEB	2,350,985	2,564,780
	<hr/>	<hr/>
Total deferred outflows of resources	3,717,310	4,265,751
	<hr/>	<hr/>
LIABILITIES		
Current liabilities:		
Accounts payable	77,213	262,315
Accrued liabilities	130,634	154,943
Funds held for others	300,538	340,263
Unearned revenue	557,347	624,727
Deposits	22,770	46,770
Leases payable - current portion	210,000	200,000
Bonds payable - current portion	283,000	169,000
Notes payable - current portion	121,223	117,719
	<hr/>	<hr/>
Total current liabilities	1,702,725	1,915,737
	<hr/>	<hr/>

Continued

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

CLARENDON COLLEGE
STATEMENT OF NET POSITION
AUGUST 31, 2020 and 2019
Exhibit 1

Continuation	2020	2019
LIABILITIES		
Noncurrent liabilities:		
Leases payable - noncurrent portion	2,135,000	2,345,000
Bonds payable - noncurrent portion	-	283,000
Notes payable - noncurrent portion	663,838	785,061
Net pension liability	2,945,069	3,305,669
Net OPEB liability	7,647,880	7,039,811
	13,391,787	13,758,541
Total noncurrent liabilities		
	15,094,512	15,674,278
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows on net pension liability	614,201	217,263
Deferred inflows related to OPEB	1,754,714	2,724,858
	2,368,915	2,942,121
NET POSITION		
Net investment in capital assets	11,778,026	12,012,256
Restricted for:		
Nonexpendable:		
Endowment - True	1,717,705	1,695,598
Expendable:		
Student aid	740,644	644,435
Debt service	110,000	110,000
Unrestricted	(7,559,658)	(7,663,587)
	\$ 6,786,717	\$ 6,798,702
Total net position		

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

CLARENDON COLLEGE
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
Years ended August 31, 2020 and 2019
(Exhibit 2)

	2020	2019
OPERATING REVENUES		
Tuition and fees (net of discounts of \$2,299,543 and \$2,213,855 in 2020 and 2019, respectively)	\$ 1,926,560	\$ 2,342,738
Federal grants and contracts	712,183	350,936
State grants and contracts	174,674	327,692
Local grants and contracts	1,069,472	1,036,149
Auxiliary enterprises (net of discounts of \$606,392 and \$629,808 in 2020 and 2019, respectively)	468,954	553,406
Other operating revenues	96,887	99,891
	4,448,730	4,710,812
OPERATING EXPENSES		
Instruction	3,966,219	4,181,257
Academic support	419,421	552,933
Student services	786,929	785,525
Institutional support	2,310,011	2,058,157
Operation and maintenance of plant	978,143	1,003,557
Scholarship expense	614,657	739,100
Auxiliary enterprises	1,262,119	1,541,367
Depreciation	772,821	810,118
	11,110,320	11,672,014
NET OPERATING INCOME (LOSS)	(6,661,590)	(6,961,202)
NON-OPERATING REVENUES (EXPENSES)		
State appropriations	3,624,001	3,478,418
Ad valorem taxes for maintenance and operations	608,389	574,714
Federal revenue, non-operating	2,077,782	2,192,281
Gifts	244,510	437,524
Investment income	232,894	197,770
Interest on capital-related debt	(158,878)	(175,758)
Gain (loss) on disposal of fixed assets	4,750	-
Other non-operating revenues (expenses)	16,157	(1,000)
	6,649,605	6,703,949
CHANGE IN NET POSITION	(11,985)	(257,253)
TOTAL NET POSITION - BEGINNING	6,798,702	7,055,955
TOTAL NET POSITION - ENDING	\$ 6,786,717	\$ 6,798,702

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

CLARENDON COLLEGE
STATEMENT OF CASH FLOWS
Years ended August 31, 2020 and 2019
(Exhibit 3)

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from students and other customers	\$ 2,535,015	\$ 2,736,851
Receipts from grants and contracts	1,916,604	1,611,276
Payments to or on behalf of employees	(5,522,851)	(5,748,243)
Payments to suppliers for goods or services	(3,418,565)	(3,026,360)
Payments of scholarships	(614,657)	(739,100)
	(5,104,454)	(5,165,576)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Receipts from state appropriations	2,934,003	2,836,090
Receipts from ad valorem tax revenues	594,798	571,125
Receipts from non-operating federal revenue	2,077,782	2,192,281
Gifts and grants	244,510	437,524
Other income (expense)	16,157	(1,000)
	5,867,250	6,036,020
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(51,872)	(450,455)
Proceeds on disposition of capital assets	4,750	-
Principal payments on capital debt	(169,000)	(165,000)
Principal payments on capital leases and notes payable	(317,719)	(309,255)
Interest payments on capital debt	(165,712)	(182,433)
	(699,553)	(1,107,143)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings	113,739	93,691
Maturities of investments	2,833,166	2,300,336
Purchase of investments	(2,333,165)	(2,563,286)
	613,740	(169,259)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	676,983	(405,958)
CASH AND CASH EQUIVALENTS, September 1	509,882	915,840
CASH AND CASH EQUIVALENTS, August 31	\$ 1,186,865	\$ 509,882

Continued

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

CLARENDON COLLEGE
STATEMENT OF CASH FLOWS
Years ended August 31, 2020 and 2019
(Exhibit 3)

Continuation	2020	2019
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating loss	\$ (6,661,590)	\$ (6,961,202)
Adjustments to reconcile net operating loss to net cash flows used by operating activities:		
Depreciation expense	772,821	810,118
State-funded benefits	689,998	642,328
Change in allowance for bad debt	139,672	(85,833)
Deferred outflows of resources	548,441	(3,785,760)
Deferred inflows of resources	(573,206)	1,387,681
Changes in assets and liabilities:		
Receivables	(5,678)	1,220,597
Inventories	(2,287)	24,966
Prepaid expenses	73,588	(10,291)
Accounts payable	(185,102)	148,802
Accrued liabilities	(17,475)	(6,835)
Funds held for others	(39,725)	(97,267)
Unearned revenues	(67,380)	(1,472,699)
Deposits	(24,000)	(1,076)
Net pension liability	(360,600)	1,669,083
Net OPEB liability	608,069	1,351,812
	<u>\$ (5,104,454)</u>	<u>\$ (5,165,576)</u>
Net cash used by operating activities	<u>\$ (5,104,454)</u>	<u>\$ (5,165,576)</u>

Non-cash investing and financing activity:

During the year ended August 31, 2020, the College had net appreciation on the fair market value of investments of \$67,515.

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

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 1 – REPORTING ENTITY

Clarendon College (the College) was established in 1927 in accordance with the laws of the State of Texas, to serve the educational needs of Clarendon, Texas, and the surrounding communities. The college is considered to be a special-purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. While the college 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 governmental entity.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This section provides a summary of the College's significant accounting activities and other topics related to the College's financial reporting.

Reporting Guidelines

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

Tuition Discounting

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

Title IV, Higher Education Act (HEA) Program Funds. Certain Title IV HEA program funds are received by the college to pass through to the student. These funds initially are received by the college and recorded as revenue. When the award is used by the student for tuition fees, the amount is recorded as tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

Other tuition discounts. The College awards tuition and fee scholarships from institutional funds to students who qualify. When these amounts are used for tuition and fees, the college records the amount as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

Basis of Accounting

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

Budgetary Data

Each community college in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenditures for the fiscal year beginning September 1. The College's Board of Regents adopts the budget, which is prepared on the accrual basis of accounting. A copy of the approved budget and subsequent amendments must be filed with the Texas Higher Education Coordinating Board, Legislative Budget Board, Legislative Reference Library, and Governor's Office of Budget and Planning by December 1.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation

Cash and Cash Equivalents

The College considers cash and cash equivalents as cash on-hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Deferred Outflows

In addition to assets, the College is aware that the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses) until then. Governments are permitted only to report deferred outflows in circumstances specifically authorized by GASB. The College has deferred outflows related to the net pension and other post-employment benefit (OPEB) liabilities.

Investments

In accordance with GASB 31, Accounting and Financial Reporting for Certain Investments and External Investment Pools, investments at fair value. Fair values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase. Long-term investments have an original maturity of greater than one year at the time of purchase or are funds which have donor-imposed restrictions (endowments).

Inventories

Inventories consist bookstore stock, at August 31, 2020 and 2019 inventories were valued at \$32,577 and \$30,290, respectively; the College has partnered with the E-Campus for textbooks. Inventories are valued at cost using the first-in/first-out (FIFO) method and are charged to expense as consumed. Materials and supplies are not considered to be inventory and are therefore charged to expense when purchased.

Capital Assets

The College records capital assets at cost at the date of acquisition or fair value at the date of donation. The capitalization policy includes items valued at \$5,000 or more and an estimated useful life in excess of one year. Renovations to buildings, infrastructures, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are charged to operating expense in the year in which the expense is incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The following lives are used:

Buildings	50 years
Facilities and other improvements	20 years
Library books	15 years
Furniture, machinery, vehicles, and other equipment	10 years
Telecommunications and peripheral equipment	5 years

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation

Other Post-Employment Benefits (OPEB)

The fiduciary net position of the Employees Retirement System of Texas (ERS) 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 ERS's fiduciary net position. Benefit payments are recognized when due and are payable in accordance with the benefit terms.

Pensions

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

Unearned Revenue

Tuition, fees, and other revenues received and related to future periods have not been recognized in the current year and have been presented as a liability (unearned revenues) in these financial statements.

Deferred Inflows

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

Estimates

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

Operating and Non-Operating Revenue and Expense Policy

The College distinguishes operating revenues and expenses from non-operating items. The college reports as a business-type activity (BTA) and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the College's principal ongoing operations. The principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations and property tax collections. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The College has contract with Great Western Living for food service. Payments under this agreement were \$460,953 and \$477,833 for the years ended August 31, 2020 and 2019, respectively.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation

Reclassifications

Certain prior year amounts have been reclassified to conform to current year presentation.

NOTE 3 – AUTHORIZED INVESTMENTS

The College is authorized to invest in obligations and instruments as defined in the Public Funds Investment Act (Sec. 2256.001, Texas Government Code). Such investments include (1) obligations of the United States or its agencies, (2) direct obligations of the state of Texas or its agencies, (3) obligations of political subdivisions rated not less than “A” by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute.

NOTE 4 – DEPOSITS AND INVESTMENTS

Cash and Deposits included on Exhibit 1, Statement of Net Position, as of August 31, 2020 and 2019, consist of the items reported below:

	2020	2019
Petty cash on hand	\$ 1,374	\$ 1,374
Demand deposits	1,185,491	508,508
Total cash and cash equivalents	\$ 1,186,865	\$ 509,882

The following represents a reconciliation of cash and cash equivalents, as of August 31, 2020 and 2019, as reported in Exhibit 1:

	2020	2019
Cash and cash equivalents	\$ 1,059,763	\$ 428,883
Restricted cash and cash equivalents	127,102	80,999
Total cash and cash equivalents	\$ 1,186,865	\$ 509,882

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 4 – DEPOSITS AND INVESTMENTS – Continuation

The following represents a reconciliation of deposits and investments, as of August 31, 2020 and 2019, as reported on exhibit 1:

Type of Security	Market Value	
	2020	2019
Money market funds	\$ 52,359	\$ 28,772
Certificates of deposit	110,000	610,000
Other instruments	3,029,436	2,931,314
Total investments	\$ 3,191,795	\$ 3,570,086
Cash and cash equivalents	\$ 1,186,865	\$ 509,882
Investments	3,191,795	3,570,086
Total deposits and investments	\$ 4,378,660	\$ 4,079,968

Investments, as of August 31, 2020 and 2019, are classified as follows:

Classification	Market Value	
	2020	2019
Restricted investments	\$ 723,542	\$ 673,436
Endowment investments	1,214,955	1,192,848
Other long-term investments	1,253,298	1,703,802
Total investments	\$ 3,191,795	\$ 3,570,086

As of August 31, 2020 and 2019, the College had the following investments and maturities:

Investment Type	Market Value	Percent	Weighted Average Maturity (Years)	Security Rating
Money market funds	\$ 52,359	1.64%	-	
Certificates of deposit	110,000	3.45%	0.03	
Corporate bonds	1,223,255	38.32%	1.32	A3 - Baa1
Mortgage-backed securities	348,286	10.91%	2.74	
U.S. Government securities and other government agencies	1,457,895	45.68%	1.79	Aaa - Aaa2
	\$ 3,191,795	1.00	5.88	

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 4 – DEPOSITS AND INVESTMENTS – Continuation

Interest Rate Risk

In accordance with state law and College policy, the College does not purchase any investments with maturities greater than 10 years.

Credit Risk

In accordance with state law and the College's investment policy, with the exception of endowed investments, investments in mutual funds and investment pools must be rated at least AAA; commercial paper must be rated at least A-1 or P-1; and investments in obligations from other states, municipalities, counties, etc., must be rated at least A as well. As of August 31, 2020 and 2019, the College did not have investments in commercial paper or no-load money market mutual funds.

Concentration of Credit Risk

The College does not place a limit on the amount the College may invest in any one issuer. All of the certificates of deposit are held at a local bank. The College has 11.05% with FHLMC and 25.80% in U.S. Treasuries NTS at August 31, 2020.

Custodial Credit Risk

For investments and deposits, this is the risk that, in the event of the failure of the counterparty, the College will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The College is not exposed to custodial credit risk for its investments as all are insured, registered, and held by the College or by its agent in the College's name.

NOTE 5 – FAIR VALUE OF FINANCIAL INSTRUMENTS

The College adopted Financial Accounting Standards Board's (FASB) Accounting Standards Codification (ASC) Topic 820, *Fair Value Measurements and Disclosures*, as guidance on fair value measurements. The standard established a three-level valuation hierarchy for disclosure based upon the transparency of inputs to the valuation of an asset or liability as of the measurement date. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). An asset's fair value measurement level within the hierarchy is based on the lowest level of input that is significant to the valuation. If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to their fair value measurement of the instrument.

The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the government can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 5 – FAIR VALUE OF FINANCIAL INSTRUMENTS – Continuation

The College uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the College measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs were used only when Level 1 or Level 2 inputs were not available.

Assets Measured at Fair Value on a Recurring Basis

	Fair Value	Fair Value Measurements Using:		
		Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>August 31, 2020:</u>				
Money market funds	\$ 52,359	\$ 52,359	\$ -	\$ -
Certificates of deposits	110,000	-	110,000	-
U.S. Government securities and other government agencies	1,457,895	1,457,895	-	-
Mortgage-backed securities	348,286	348,286	-	-
Corporate bonds	1,223,255	1,223,255	-	-
Real estate held for investment by endowment	502,750	-	-	502,750
Total	\$ 3,694,545	\$ 3,081,795	\$ 110,000	\$ 502,750
<u>August 31, 2019:</u>				
Money market funds	\$ 28,772	\$ 28,772	\$ -	\$ -
Certificates of deposits	610,000	-	610,000	-
U.S. Government securities and other government agencies	1,477,937	1,477,937	-	-
Mortgage-backed securities	167,130	167,130	-	-
Corporate bonds	1,286,247	1,286,247	-	-
Real estate held for investment by endowment	502,750	-	-	502,750
Total	\$ 4,072,836	\$ 2,960,086	\$ 610,000	\$ 502,750

For the valuation of certain government and corporate bonds and notes, mortgaged-backed securities, at August 31, 2020 and 2019, the College used quoted prices in principal active markets for identical assets as of the valuation date (Level 1).

For the valuation of certificates of deposit at August 31, 2020 and 2019, the College used significant observable inputs, particularly dealer market prices for comparable investments as of the valuation date (Level 2).

For the valuation of land (Level 3) at August 31, 2020 and 2019, the College uses the Carson County Tax Appraisal Value (Level 3). The land is valued on an annual basis, which is an unobservable input.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 5 – FAIR VALUE OF FINANCIAL INSTRUMENTS – Continuation

Assets Measured at Fair Value on a Recurring Basis – Continuation

A summary of investments classified according to any restrictions at August 31, 2020 and 2019 is as follows:

	2020	2019
Unrestricted investments	\$ 1,253,298	\$ 1,703,802
Restricted investments:		
Temporarily restricted	723,542	673,436
Permanently restricted	1,717,705	1,695,598
Total restricted investments	2,441,247	2,369,034
Total investments	\$ 3,694,545	\$ 4,072,836

Appreciation on donor-restricted endowments is approximately \$96,000 at August 31, 2020 and is available to be spent on scholarships for students. It is classified in Net Position as Expendable: Student Aid.

Assets Measured at Fair Value on a Nonrecurring Basis

There were no fair values of assets and liabilities measured on a nonrecurring basis at August 31, 2020 and 2019

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 6 – CAPITAL ASSETS

Capital Assets activity for the year ended August 31, 2020, was as follows:

	Beginning Balance September 1, 2019	Increases	Decreases	Ending Balance August 31, 2020
Not depreciated:				
Land	\$ 1,313,633	\$ -	\$ -	\$ 1,313,633
Total not depreciated	<u>1,313,633</u>	<u>-</u>	<u>-</u>	<u>1,313,633</u>
Buildings and other capital assets:				
Buildings	15,832,765	-	-	15,832,765
Facility and land improvements	4,281,640	-	-	4,281,640
Furniture, machinery, vehicles, and other equipment	4,266,233	29,753	(97,867)	4,198,119
Telecommunications and peripheral equipment	2,436,927	22,119	-	2,459,046
Library books	565,588	-	-	565,588
Total capital assets, being depreciated	<u>27,383,153</u>	<u>51,872</u>	<u>(97,867)</u>	<u>27,337,158</u>
Accumulated depreciation:				
Buildings	5,119,509	256,986	-	5,376,495
Facility and land improvements	1,905,451	188,126	-	2,093,577
Furniture, machinery, vehicles, and other equipment	2,929,596	251,483	(97,867)	3,083,212
Telecommunications and peripheral equipment	2,303,511	70,282	-	2,373,793
Library books	526,683	5,944	-	532,627
Total accumulated depreciation	<u>12,784,750</u>	<u>772,821</u>	<u>(97,867)</u>	<u>13,459,704</u>
Net capital assets	<u>\$ 15,912,036</u>	<u>\$ (720,949)</u>	<u>\$ -</u>	<u>\$ 15,191,087</u>

Capital assets include gross assets acquired under capital leases of \$3,588,399 at August 31, 2020. Related amortization included in accumulated amortization was \$593,370. Capital leases are included as a component of building, equipment, and land. Amortization of assets under capital leases is included in depreciation expense.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 6 – CAPITAL ASSETS – Continuation

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

	Beginning Balance September 1, 2018	Increases	Decreases	Ending Balance August 31, 2019
Not depreciated:				
Land	\$ 1,313,633	\$ -	\$ -	\$ 1,313,633
Total not depreciated	<u>1,313,633</u>	<u>-</u>	<u>-</u>	<u>1,313,633</u>
Buildings and other capital assets:				
Buildings	15,832,765	-	-	15,832,765
Facility and land improvements	4,281,640	-	-	4,281,640
Furniture, machinery, vehicles, and other equipment	3,883,336	382,897	-	4,266,233
Telecommunications and peripheral equipment	2,369,369	67,558	-	2,436,927
Library books	565,588	-	-	565,588
Total capital assets, being depreciated	<u>26,932,698</u>	<u>450,455</u>	<u>-</u>	<u>27,383,153</u>
Accumulated depreciation:				
Buildings	4,858,230	261,279	-	5,119,509
Facility and land improvements	1,709,714	195,737	-	1,905,451
Furniture, machinery, vehicles, and other equipment	2,673,748	255,848	-	2,929,596
Telecommunications and peripheral equipment	2,212,561	90,950	-	2,303,511
Library books	520,379	6,304	-	526,683
Total accumulated depreciation	<u>11,974,632</u>	<u>810,118</u>	<u>-</u>	<u>12,784,750</u>
Net capital assets	<u>\$ 16,271,699</u>	<u>\$ (359,663)</u>	<u>\$ -</u>	<u>\$ 15,912,036</u>

Capital assets include gross assets acquired under capital leases of \$3,588,399 at August 31, 2019. Related amortization included in accumulated amortization was \$530,910. Capital leases are included as a component of building, equipment, and land. Amortization of assets under capital leases is included in depreciation expense.

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 7 – NONCURRENT LIABILITIES

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

	Beginning Balance September 1, 2019	Additions	Deductions	Ending Balance August 31, 2020	Current Portion
Bonds payable	\$ 452,000	\$ -	\$ 169,000	\$ 283,000	283,000
Long-term capital lease	2,545,000	-	200,000	2,345,000	210,000
Total bonds	<u>2,997,000</u>	<u>-</u>	<u>369,000</u>	<u>2,628,000</u>	<u>493,000</u>
Note payable	902,780	-	117,719	785,061	121,223
Net pension liability	3,305,669	396,994	757,594	2,945,069	-
Net OPEB liability	7,039,811	1,269,690	661,621	7,647,880	-
Total noncurrent liabilities	<u>\$ 14,245,260</u>	<u>\$ 1,666,684</u>	<u>\$ 1,905,934</u>	<u>\$ 14,006,010</u>	<u>\$ 614,223</u>

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

	Beginning Balance September 1, 2018	Additions	Deductions	Ending Balance August 31, 2019	Current Portion
Bonds payable	\$ 617,000	\$ -	\$ 165,000	\$ 452,000	169,000
Long-term capital lease	2,740,000	-	195,000	2,545,000	200,000
Total bonds	<u>3,357,000</u>	<u>-</u>	<u>360,000</u>	<u>2,997,000</u>	<u>369,000</u>
Note payable	1,017,035	-	114,255	902,780	117,719
Net pension liability	1,636,586	1,871,399	202,316	3,305,669	-
Net OPEB liability	5,687,999	3,058,398	1,706,586	7,039,811	-
Total noncurrent liabilities	<u>\$ 11,698,620</u>	<u>\$ 4,929,797</u>	<u>\$ 2,383,157</u>	<u>\$ 14,245,260</u>	<u>\$ 486,719</u>

NOTE 8 – DEBT AND LEASES OBLIGATIONS

Debt service requirements for bonds payable at August 31, 2020, were as follows:

For the year ended August 31,	Revenue Bonds		
	Principal	Interest	Total
2021	\$ 283,000	\$ 6,849	\$ 289,849
Total	<u>\$ 283,000</u>	<u>\$ 6,849</u>	<u>\$ 289,849</u>

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 8 – DEBT AND LEASES OBLIGATIONS – Continuation

Details of bonds and notes payable as of August 31, 2020, are as follows:

Refunding Revenue Bonds, Series 2015

- To refund the 2016 through 2022 maturities of the Refunding Revenue Bonds, Series 2005.
- Issued October 21, 2015.
- Original principal amount \$1,103,000
- Secured by a pledge of revenues, including certain tuition and fees, 20% of the gross revenues received from the cafeteria and 60% of the gross revenue received from the dormitory system.
- Bonds payable are due in annual installments varying from \$169,000 to \$283,000 with an interest rate of 2.42% with the final installment due in 2021.

On October 21, 2015, the Clarendon College District issued refunding revenue bonds in the amount of \$1,103,000 with an interest rate of 2.42%. As a result of the refunding, the College reduced its total debt service requirements by \$252,844, which resulted in an economic gain of \$54,386.

Note Payable

Debt service requirements for the note payable at August 31, 2020, were as follows:

For the year ended August 31,	Note Payable		
	Principal	Interest	Total
2021	\$ 121,223	\$ 6,849	\$ 128,072
2022	124,963	23,864	148,827
2023	128,751	20,124	148,875
2024	132,654	16,336	148,990
2025	136,653	8,435	145,088
2026 - 2030	140,817	4,269	145,086
Total	<u>\$ 785,061</u>	<u>\$ 79,877</u>	<u>\$ 864,938</u>

Note payable to Public Property Finance Contract provided by Prosperity Bank to finance upgrades to the infrastructure of campus buildings. Note dated December 23, 2015. Original principal of note \$1,237,655. Secured by a security interest in all property listed in Schedule B of the finance contract. The note payable is due in annual installments of \$145,087 with an interest rate of 2.99% with the final installment due December 1, 2025.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 8 – DEBT AND LEASES OBLIGATIONS – Continuation

Lease Payable to Gray County

Lease payable to Gray County, Texas, issued on September 1, 2009, in the amount of \$4,175,000, interest varies from 4.5% to 5.125%, annual principal installments varying from \$195,000 to \$315,000 plus interest due semi-annually, with a maturity date of August 1, 2029. The loan proceeds were used for the construction of two new buildings and equipment at the Pampa, Texas, Campus. The College paid \$327,406 and \$331,699 lease expense, principal, and interest, in the years ended August 31, 2020 and 2019, respectively.

For the year ended August 31,	Total
2021	\$ 327,407
2022	331,906
2023	330,656
2024	328,906
2025	331,963
2026 - 2030	1,323,075
Total minimum lease payments	2,973,913
Less: amount representing interest costs	(628,913)
Present value of minimum lease payments	\$ 2,345,000

NOTE 9 – OPERATING LEASE

On April 12, 2019 the College entered into a lease agreement with Childress Municipal Development District to lease a building to be used for college classes for a term of 3 years beginning March 1, 2019 and ending February 28, 2022 for \$2,250 per month. The College paid \$27,000 lease expense under this agreement in the year ended August 31, 2020 and \$13,500 lease expense under this agreement in the year ended August 31, 2019.

The College is committed under non-cancelable operating leases for office equipment. Future minimum operating lease commitments are as follows:

For the year ended August 31,	Total
2021	\$ 47,610
2022	29,469
2023	2,046
2024	2,046
2025	2,046
	\$ 83,217

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 10 – DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES

Accounts receivable at August 31, 2020 and 2019, consisted of the following:

	2020	2019
Taxes receivable	\$ 182,555	\$ 168,964
Student receivables	1,164,520	1,237,524
Grants receivable	-	10,981
Other receivables	106,860	19,752
Allowance for doubtful accounts	(1,060,979)	(921,307)
Total accounts receivable, net	\$ 392,956	\$ 515,914

Accounts payable at August 31, 2020 and 2019, consisted of amounts payable to vendors.

Accrued liabilities at August 31, 2020 and 2019, consisted of the following:

	2020	2019
Accrued interest payable	\$ 29,080	\$ 35,914
Other accrued liabilities	101,554	119,029
Total accrued liabilities	\$ 130,634	\$ 154,943

NOTE 11 – CONTRACT AND GRANT AWARDS

Contract and grant awards are accounted for in accordance with the requirements of the AICPA Industry Audit Guide, *Audits of Colleges and Universities*. Revenues are recognized on Exhibit 2 and Schedules A and C. For federal and nonfederal contract and grant awards, funds expended, but not collected, are reported as accounts receivable on Exhibit 1. Contract and grants awards that are not yet funded and for which the institution has not yet performed services are not included in the financial statements. Contract and grant awards funds already committed, e.g., multi-year awards or funds awarded during fiscal years 2020 and 2019 for which monies have not been received nor funds expended, totaled \$- and \$10,981, respectively. All of these funds are on federal contract and grant awards. Additionally, the College deferred state grant awards in the amount of \$30,000 in 2020 and \$30,000 in 2019. These funds are to be spent in the year following the deferral.

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS

Plan Description

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

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

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report is available at https://www.trs.texas.gov/TRS%20Documents/cafr_2019.pdf (select About TRS, then Publications, then Financial Reports) or write to TRS at 1000 Red River Street, Austin, Texas, 78701-2698.

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 except for members who are grandfathered, whose formulas use the three highest annual salaries. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic cost of living adjustments (COLA). Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan Description above.

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.

In May 2019, the 86th Texas Legislature approved the TRS Pension Reform Bill (Senate Bill 12) that provides for gradual contribution increases from the State, participating employers and active employees to make the pension fund actuarially sound. Because this action causes the pension fund to be actuarially sound, the Legislature approved funding for a 13th check in September 2019. All eligible members retired as of December 31, 2018 received an extra annuity check in either the matching amount of their monthly annuity or \$2,000, whichever was less.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

Contributions

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

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

	Contribution Rates Plan Fiscal Year	
	2020	2019
Member	7.7%	7.7%
Non-employer Contributing Entity	6.8%	6.8%
Employer	6.8%	6.8%

	Contributions Required and made
2020 College (Employer) Contributions	\$ 173,117
2020 Member (Employee) Contributions	308,806
2019 Non-employer contributing agency (State)	102,104

Clarendon College’s contributions to the TRS pension plan in 2020 were \$173,117 as reported in the Schedule of the College’s Contributions for Pensions in the Required Supplementary Information section of these financial statements. Estimated state of Texas on-behalf contributions for 2020 were \$102,104.

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

Public junior colleges or junior college districts are required to pay the employer contribution rate in the following instances:

- On the portion of the member’s salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member’s first 90 days of employment.
- When any part or all of an employee’s salary is paid by federal funding sources, a privately sponsored source, or from non-educational and general or local funds.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees and 100% of the state contribution rate for all other employees.
- In addition to the employer contributions listed above, when employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions

The total pension liability in the August 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2018, rolled forward to August 31, 2109
Actuarial cost method	Individual Entry Age Normal
Asset valuation method	Market Value
Single discount rate	7.25%
Long-term expected investment rate of return	7.25%
Municipal bond rate	2.63%*
Inflation	2.30%
Salary increases including inflation	3.05% to 9.05% including inflation
Benefit changes during the year	None
Ad hoc post-employment benefit changes	None

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

The actuarial methods and assumptions were selected by the TRS Board of Trustees based upon analysis and recommendations by the system's actuary. The Board of Trustees has sole authority to determine the actuarial assumptions used for the plan. The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2019.

Changes Since the Prior Actuarial Valuation

- The single discount rate as of August 31, 2019, was a blended rate of 6.907%, and that has changed to the long-term rate of return of 7.25% as of August 31, 2020.
- With the enactment of SB 3 by the 86th Texas Legislature, 2019, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

Changes Since the Prior Actuarial Valuation – Continuation

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

Discount Rate

The single discount rate used to measure the total pension liability was 7.25%, an increase of 0.343% from the prior year. The single discount rate was based on the expected rate of return on pension plan investments of 7.25%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers, and the non-employer contributing entity will be made at the rates set by the Legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50% of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.25%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-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. 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, 2019, are summarized below:

Asset Class	Target Allocation *	New Target Allocation **	Long-Term Expected Geometric Real Rate of Return ***
Global Equity			
USA	18.00%	18.00%	6.40%
Non-U.S. developed	13.00%	13.00%	6.30%
Emerging markets	9.00%	9.00%	7.30%
Directional hedge funds	4.00%	-	0.00%
Private equity	13.00%	14.00%	8.40%
Stable Value			
U.S. treasuries ****	11.00%	16.00%	3.10%
Absolute returns	4.00%	5.00%	4.50%
Stable value hedge funds	-	-	0.00%

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

Discount Rate – Continuation

Real Return

Global inflation linked bonds ****	3.00%	-	0.00%
Real estate	14.00%	15.00%	8.50%
Energy, natural resources, and infrastructure	5.00%	6.00%	7.30%
Commodities	-	-	0.00%

Risk Parity

Risk parity	5.00%	8.00%	5.8%/6.5% *****
-------------	-------	-------	-----------------

Leverage

Cash	1.00%	2.00%	2.50%
Asset allocation leverage	-	-6.00%	2.70%

Expected Return

100.00%	100.00%	7.23%
---------	---------	-------

* FY 2019 Target Allocation based on the Strategic Asset Allocation dated 10/1/2018

** New target allocation based on the Strategic Asset Allocation dated 10/1/2019

*** 10-year annualized geometric nominal returns include the real rate of return and inflation of 2.1%

**** New target allocation groups Government Bonds within the stable value allocation. This includes global sovereign nominal and inflation-linked bonds

***** 5.8% (6.5%) return expectation corresponds to Risk Parity with a 10% (12%) target volatility

Discount Rate Sensitivity Analysis

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

	1% Decrease in Discount Rate 6.25%	Current Discount Rate 7.25%	1% Increase in Discount Rate 8.25%
College's proportionate share of the net pension liability	\$ 4,527,000	\$ 2,945,069	\$ 1,663,401

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

At August 31, 2020, the College reported a liability of \$2,945,069 for its proportionate share of the TRS's net pension liability. The liability reflected a reduction for State pension support provided to the College. The amount recognized by the College as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the College were as follows:

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

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

College's proportionate share of the net pension liability	\$	2,945,069
State's proportionate share of the net pension liability associated with the College		1,516,492
Total	\$	4,461,561

The net pension liability was measured as of August 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The College's proportion of the net pension liability was based on the College's contributions to the pension plan relative to the contributions of all participating entities to the Plan for the period September 1, 2018, through August 31, 2019.

At the measurement date of August 31, 2019, the College's proportion of the collective net pension liability was 0.0056654335%, which was a decrease of 0.0003402416% from its proportion measured as of August 31, 2018.

For the year ended August 31, 2020, the College recognized pension expense of \$483,177 and revenue of \$238,219 for support provided by the state.

At August 31, 2020, the College reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 12,372	\$ 102,257
Changes of assumptions	913,705	377,586
Net difference between projected and actual earnings on pension plan investments	29,571	-
Changes in proportion and differences between College contributions and proportionate share of contributions	237,560	134,358
College contributions subsequent to the measurement date	173,117	-
Total	1,366,325	614,201

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

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

At August 31, 2019, the College reported its proportionate share of TRS’s deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 20,605	\$ 81,108
Changes of assumptions	1,191,853	37,245
Net difference between projected and actual earnings on pension plan investments	-	62,723
Changes in proportion and differences between College contributions and proportionate share of contributions	289,705	36,187
College contributions subsequent to the measurement date	198,808	-
Total	1,700,971	217,263

The \$173,117 and the \$198,808 reported as deferred outflows of resources related to pensions resulting from College contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the years ended August 31, 2021 and 2020, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended August 31,	
2021	\$ 109,429
2022	82,316
2023	182,678
2024	180,414
2025	58,633
Thereafter	(34,463)

Optional Retirement Plan – Defined Contribution Plan

Plan Description

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

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 12 – EMPLOYEES RETIREMENT PLANS – Continuation

Optional Retirement Plan – Defined Contribution Plan – Continuation

Funding Policy

Contribution requirements are not actuarially determined but are established and amended by the Texas Legislature. The percentages of participant salaries currently contributed by the state and each participant are (6.6%) and (6.6%), respectively. Clarendon College contributes 6.65% for employees who were participating in the optional retirement program before September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program. Senate Bill (SB) 1812, 83rd Texas Legislature, Regular Session, effective September 1, 2013, limits the amount of the state's contribution to 50% of eligible employees in the reporting district.

The retirement expense to the state for the College was \$-0- and \$-0- for the fiscal years ended August 31, 2020 and 2019, respectively. This amount represents the portion of expended appropriations made by the Legislature on behalf of the college.

The total payroll for all College employees was \$-0- and \$-0- for fiscal years 2020 and 2019, respectively.

College Sponsored Benefit Plans

The College has a voluntary employee defined contribution 403(b) plan administered by the Plan's trustee. The Plan is funded by employee deferrals of compensation. Plan funds are held in trust and are administered by the College's Comptroller with oversight by the Board of Regents. Full-time employees and certain part-time employees are eligible to participate and are fully vested at all times. At August 31, 2020, 2019, and 2018, there were 3, 3, and 6 Plan participants, respectively. The College does not contribute to this plan.

NOTE 13 – HEALTH CARE AND LIFE INSURANCE BENEFITS

Certain healthcare and life insurance benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year. The state recognizes the cost of providing these benefits by expending the annual insurance premiums. The state's contributions per full-time employee was approximately \$625 per month for the year ended August 31, 2020 (\$625 per month for the year ended August 31, 2019) and totaled \$451,232 for the year ended August 31, 2020 (\$494,524 for the year ended August 31, 2019). The cost of providing those benefits for retirees in the year ended 2020 was \$139,505 (retiree benefits for retirees cost \$135,044 in 2019). For active employees, the cost of providing benefits was \$311,727 for the year ended 2020 (active employee benefits for employees cost \$359,480 for the year ended 2019).

Beginning September 1, 2013, SB 1812 limited the state's contribution to 50% of eligible employees for community colleges.

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 14 – DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN

Plan Description

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

OPEB Plan Fiduciary Net Position

Detailed information about the GBP's fiduciary net position is available in the separately issued ERS Comprehensive Annual Financial Report (CAFR) that includes financial statements, notes to the financial statements, and required supplementary information. That report may be obtained by visiting <https://www.ers.texas.gov/AboutERS/Reports-and-Studies/Reports-on-Overall-ERS-Operations-and-FinancialManagement/2019-CAFR.pdf>; or by writing to ERS at: 200 East 18th Street, Austin, TX 78701; or by calling (877) 275-4377.

Benefits Provided

Retiree health benefits offered through the GBP are available to most state of Texas retirees and their eligible dependents. Participants need at least 10 years of service credit with an agency or institution that participates in the GBP to be eligible for GBP retiree insurance. The GBP provides self-funded group health (medical and prescription drug) benefits for eligible retirees under HealthSelect. The GBP also provides a fully insured medical benefit option for Medicare-primary participants under the HealthSelect Medicare Advantage Plan and life insurance benefits to eligible retirees via a minimum premium funding arrangement. The authority under which the obligations of the plan members and employers are established and/or may be amended is Chapter 1551, Texas Insurance Code.

Contributions

Section 1551.055 of Chapter 1551, Texas Insurance Code, provides that contribution requirements of the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. The employer and member contribution rates are determined annually by the ERS Board of Trustees based on the recommendations of ERS staff and its consulting actuary. The contribution rates are determined based on (i) the benefit and administrative costs expected to be incurred, (ii) the funds appropriated, and (iii) the funding policy established by the Texas Legislature in connection with 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. 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.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 14 – DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN – Continuation

Contributions – Continuation

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

Employer Contribution Rates

Retiree only	\$	624.82
Retiree and spouse	\$	1,340.82
Retiree and children	\$	1,104.82
Retiree and family	\$	1,820.82

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

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

	2020	2019
Employers	\$ 158,797	\$ 149,379
Members (Employees)	-	-
Nonemployer Contributing Entity (State of Texas)	494,524	420,796

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of August 31, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions
ERS Group Benefits Program Plan

Valuation date	August 31, 2019
Actuarial cost method	Entry age
Amortization method	Level percent of payroll, open
Remaining amortization period	30 years
Asset valuation method	Not applicable
Last experience study	September 1, 2010 to August 31, 2017
Discount rate	2.97%
Projected annual salary increase	2.50 to 9.50%, including inflation
Annual healthcare trend	7.30% for FY21, 7.40% for FY22, 7.00% for FY23, decreasing 50 basis points per year to an ultimate rate of 4.50% for FY28 and later years

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 14 – DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN – Continuation

Actuarial Assumptions – Continuation

Inflation assumption rate	2.50%
Ad hoc postemployment benefit changes	None
Mortality assumptions:	
Service retirees, survivors, and othe inactive members	Tables based on TRS experience with Ultimate MP Protection Scale from the year 2018.
Disability retirees	Tables based on TRS experience with Ultimate MP Protection Scale from the year 2018 using a 3-year set forward and minimum mortality rates of four per 100 male members and two per 100 female members.
Active members	Sex Distinct RP-2014 Employee Mortality multiplied by 90% with Ultimate MP Projection Scale from the year 2014

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

Changes Since the Prior Actuarial Valuation

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

- Assumed Per Capita Health Benefit Costs and assumed Health Benefit Cost and Retiree Contribution trends have been updated to reflect recent experience and its effects on our short-term expectations.
- The percentage of current retirees and their spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and their spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The percentage of future male retirees assumed to be married and electing coverage for their spouse.
- The percentage of future retirees and future retiree spouses assumed to use tobacco have been updated to reflect recent plan experience and expected trends.
- The discount rate assumption was changed from 3.96% to 2.97% 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.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 14 – DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN – Continuation

Investment Policy

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

Discount Rate

Because the GBP does not accumulate funds in advance of retirement, the discount rate that was used to measure the total OPEB liability is the municipal bonds rate. The discount rate used to determine the total OPEB liability as of the beginning of the measurement year was 3.96%. The discount rate used to measure the total OPEB liability as of the end of the measurement year was 2.97%, which amounted to a decrease of 0.99%. The source of the municipal bond rate was the Bond Buyer Index of general obligation bonds with 20 years to maturity and mixed credit quality. The bonds’ average credit quality is roughly equivalent to Moody’s Investors Service’s Aa2 rating and Standard & Poor’s Corp’s AA rating. Projected cash flows into the plan are equal to projected benefit payments out of the plan. Because the plan operates on a pay-as-you-go basis and is not intended to accumulate assets, there is no long-term expected rate of return on plan assets, and, therefore, the years of projected benefit payments to which the long-term expected rate of return is applicable is zero years.

Discount Rate Sensitivity Analysis

The following schedule shows the impact on the College’s proportionate share of the collective net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (2.97%) in measuring the net OPEB Liability.

	1% Decrease in Discount Rate 1.97%	Current Discount Rate 2.97%	1% Increase in Discount Rate 3.97%
College's proportionate share of the net pension liability	\$ 9,126,300	\$ 7,647,880	\$ 6,510,290

Healthcare Trend Rate Sensitivity Analysis

The initial healthcare trend rate is 7.3% and the ultimate rate is 4.5%. The following schedule shows the impact on the College’s proportionate share of the collective net OPEB liability if the healthcare cost trend rate used was 1% less than and 1% greater than the healthcare cost trend rate that was used (7.3% decreasing to 4.5%) in measuring the net OPEB liability.

	1% Decrease in Healthcare Trend Cost (HealthSelect: 6.30% decreasing to 3.50%	Current Healthcare Trend Cost (HealthSelect: 7.30% decreasing to 4.50%	1% Increase in Healthcare Trend Cost (HealthSelect: 8.30 % decreasing to 5.50%
College's proportionate share of the net pension liability	\$ 6,421,857	\$ 7,647,880	\$ 9,250,011

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 14 – DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN – Continuation

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

At August 31, 2020, the College reported a liability of \$7,647,880 for its proportionate share of the ERS’s net OPEB liability. This liability reflects a reduction for state support provided to the College for OPEB. The amount recognized by the College as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the College were as follows:

College's proportionate share of the net OPEB liability	\$	7,647,880
State's proportionate share of the net OPEB liability associated with the College		5,768,047
Total	\$	13,415,927

The net OPEB liability was measured as of August 31, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The employer’s proportion of the net OPEB liability was based on the employer’s contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2018, thru August 31, 2019.

At the measurement date of August 31, 2019, the employer’s proportion of the collective net OPEB liability was .02212757%, which was a decrease 0.00162529% from its proportion measured as of August 31, 2018.

For the year ended August 31, 2020, the College recognized OPEB expense of (\$216,101) and revenue of \$547 for support provided by the state.

At August 31, 2020, the College reported its proportionate share of the ERS’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 experiences	\$ -	\$ 196,556
Changes in actuarial assumptions	544,259	1,558,158
Differences between projected and actual investment earnings	2,949	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	1,644,980	-
Contributions paid to ERS after the measurement date	158,797	-
Total	2,350,985	1,754,714

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 14 – DEFINED OTHER POSTEMPLOYMENT BENEFIT PLAN – Continuation

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

At August 31, 2019, the College reported its proportionate share of the ERS'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 experiences	\$ -	\$ 257,916
Changes in actuarial assumptions	-	2,466,942
Differences between projected and actual investment earnings	3,334	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	2,412,067	-
Contributions paid to ERS after the measurement date	149,379	-
Total	2,564,780	2,724,858

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

Year ended August 31,	
2021	\$ 14,619
2022	14,617
2023	172,821
2024	203,701
2025	31,716
Thereafter	-

NOTE 15 – DEFERRED COMPENSATION PROGRAM

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

NOTE 16 – ENDOWMENTS

The College has received several contributions of endowed funds over the years. These endowments include land, cash, and investments. Most of the endowed funds are to be used for scholarships while maintaining the corpus. The college currently holds land valued at \$502,750 and investments of \$1,214,955 as endowments.

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 17 – AD VALOREM TAX

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

At August 31, 2020:

Assessed valuation of the College	\$ 266,120,318
Less: Exemptions	<u>(1,521,065)</u>

Net assessed valuation of the College \$ 264,599,253

	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized	\$ 0.85000	\$ -	\$ 0.85000
Tax rate per \$100 valuation for assessed	0.23660	-	0.23660

<u>Taxes Collected</u>	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 584,785	\$ -	\$ 584,785
Delinquent taxes collected	13,185	-	13,185
Penalties and interest collected	<u>10,419</u>	<u>-</u>	<u>10,419</u>
Total collections	<u><u>\$ 608,389</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 608,389</u></u>

At August 31, 2019:

Assessed valuation of the College	\$ 266,258,308
Less: Exemptions	<u>(1,539,820)</u>

Net assessed valuation of the College \$ 264,718,488

	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized	\$ 0.85000	\$ -	\$ 0.85000
Tax rate per \$100 valuation for assessed	0.25115	-	0.25115

<u>Taxes Collected</u>	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 551,999	\$ -	\$ 551,999
Delinquent taxes collected	8,857	-	8,857
Penalties and interest collected	<u>12,850</u>	<u>-</u>	<u>12,850</u>
Total collections	<u><u>\$ 573,706</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 573,706</u></u>

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 17 – AD VALOREM TAX – Continuation

Taxes levied for the years ended August 31 2020 and 2019, were approximately \$619,000 and \$573,000, respectively, (which included penalty and interest assessed, if applicable).

Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

Tax collections for the years ended August 31, 2020 and 2019, were 96% and 96%, respectively, of the current tax levy for the year. Property tax revenues are recognized in the year for which they are levied. The use of tax proceeds is restricted for the maintenance and operations of the College.

NOTE 18 – TAX ABATEMENTS

The College received reduced property tax revenues as a result of abatements granted by Donley County, Texas. The abatements are intended to promote economic development in the Clarendon area. For the fiscal years ended August 31 2020 and 2019, the College's property tax revenues were reduced under these abatements by \$289,829 and \$307,651, respectively. There are no significant abatements made by the College.

NOTE 19 EXTENSION CENTER MAINTENANCE TAX

A maintenance tax was established by election in 2009 and is levied by the Gray County, Texas tax office and Childress County Appraisal District. It is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the College. Collections are transferred to the College to be used for operation of a campus at Gray and Childress counties. This revenue is reported under local grants and contracts. Collections in fiscal years 2020 and 2019 (including penalties and interest) from Gray County totaled approximately \$828,000 and \$787,000, respectively, and from Childress County totaled approximately \$241,000 and \$238,000, respectively.

NOTE 20 – INCOME TAXES

The College is exempt from income taxes under Internal Revenue Code Section 115, *Income of States, Municipalities, Etc.*, although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511 (a)(2)(B), *Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations*. The College had no significant unrelated business income tax liability for the years ended August 31 2020 and 2019.

NOTE 21 – RELATED PARTIES

The Clarendon College Foundation (CCF) is a nonprofit organization with the sole purpose of supporting the educational and other activities of the College. The College does not appoint a voting majority of the CCF's Board of Directors, and it does not fund, nor is it obligated to pay, debt related to CCF. CCF solicits donations and acts as coordinator of gifts made by other parties as well as providing scholarships to students attending the College. During the fiscal year, the College furnished certain services, i.e., office space, utilities, and some staff assistance, to CCF for which CCF did not reimburse the College. CCF is controlled by an autonomous Board of Directors and is not considered a component unit of the College for financial reporting purposes. During the years ended August 31, 2020 and 2019, the College received funds consisting of donations and scholarships for students from CCF totaling \$20,643 and \$26,157, respectively.

Continued

CLARENDON COLLEGE
NOTES TO FINANCIAL STATEMENTS
August 31, 2020 and 2019

NOTE 21 – RELATED PARTIES – Continuation

The Pampa Center Foundation (PCF) was organized by the residents of the city of Pampa, Texas, for the purpose of providing educational support for the Pampa Center of Clarendon College. PCF is controlled by an autonomous Board of Directors and is not considered a component unit of the College for financial reporting purposes.

NOTE 22 – COMMITMENTS, CONTINGENCIES AND LAWSUITS

The College participates in various state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies. In the opinion of the College's management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Additionally, the College's students participate in the Federal Direct Loan Program for which the proceeds are used for tuition and education-related costs. Regulations require that default rates pertaining to loans to persons attending the College not exceed certain levels at the College. In the event that specific levels were exceeded, the program could be discontinued at the College; however, the College does not anticipate this occurring. The total amount of Direct Loans made during 2020 and 2019 was \$1,564,966 and \$1,739,621, respectively.

On August 31, 2020, there were no pending claims involving the College.

NOTE 23 – SUBSEQUENT EVENTS

The College has evaluated for inclusion as a subsequent event disclosure only those events that occurred prior to December 14, 2020, the date the financial statements were available to be issued.

This page left blank intentionally

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

CLARENDON COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF TEXAS
Last 10 years (will ultimately be displayed as available)

	Year Ended August 31,				
	2019	2018	2017	2016	2015
College's proportionate share (percentage) of collective net pension liability	0.0056654335%	0.0060056751%	0.0051183914%	0.0050057390%	0.0051388000%
College's proportionate share (amount) of the net pension liability	\$ 2,945,069	\$ 3,305,669	\$ 1,636,586	\$ 1,891,594	\$ 1,816,497
State's proportionate share (amount) of the net pension liability associated with the College	1,516,492	1,751,227	1,163,776	1,320,035	1,258,424
Total	<u>\$ 4,461,561</u>	<u>\$ 5,056,896</u>	<u>\$ 2,800,362</u>	<u>\$ 3,211,629</u>	<u>\$ 3,074,921</u>
College's covered-employee payroll (for measurement year)	4,195,814	4,480,726	4,048,686	3,868,441	3,707,746
College's proportionate share of the net pension liability as a percentage of its covered-employee payroll	70.19%	73.78%	40.42%	48.90%	48.99%
Plan's fiduciary net position as a percentage of the total pension liability	75.24%	73.74%	82.17%	78.00%	78.43%

Continued

CLARENDON COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF TEXAS
Last 10 years (will ultimately be displayed as available)

Continuation	Year Ended August 31,				
	2014	2013	2012	2011	2010
College's proportionate share (percentage) of collective net pension liability	0.0052252000%	N/A	N/A	N/A	N/A
College's proportionate share (amount) of the net pension liability	\$ 1,395,723	\$ N/A	\$ N/A	\$ N/A	\$ N/A
State's proportionate share (amount) of the net pension liability associated with the College	1,097,988	N/A	N/A	N/A	N/A
Total	\$ 2,493,711	\$ N/A	\$ N/A	\$ N/A	\$ N/A
College's covered-employee payroll (for measurement year)	3,461,695	N/A	N/A	N/A	N/A
College's proportionate share of the net pension liability as a percentage of its covered-employee payroll	40.32%	N/A	N/A	N/A	N/A
Plan's fiduciary net position as a percentage of the total pension liability	83.25%	N/A	N/A	N/A	N/A

CLARENDON COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS TO THE PENSION
TEACHERS' RETIREMENT SYSTEM OF TEXAS
Last 10 years (will ultimately be displayed as available)

	Year Ended August 31,				
	2020	2019	2018	2017	2016
Contractually required contributions	\$ 173,117	\$ 198,808	\$ 204,323	\$ 165,775	\$ 159,045
Contributions in relation to the contractually required contributions	<u>173,117</u>	<u>198,808</u>	<u>204,323</u>	<u>165,775</u>	<u>159,045</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered-employee payroll	<u>\$ 4,010,471</u>	<u>\$ 4,338,077</u>	<u>\$ 4,480,726</u>	<u>\$ 4,048,686</u>	<u>\$ 3,868,441</u>
Contributions as a percentage of covered-employee payroll	4.32%	4.58%	4.56%	4.09%	4.11%

Continued

CLARENDON COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS TO THE PENSION
TEACHERS' RETIREMENT SYSTEM OF TEXAS
Last 10 years (will ultimately be displayed as available)

Continuation	Year Ended August 31,				
	2015	2014	2013	2012	2011
Contractually required contributions	\$ 152,162	\$ N/a	\$ N/a	\$ N/a	\$ N/a
Contributions in relation to the contractually required contributions	<u>152,162</u>	<u>N/a</u>	<u>N/a</u>	<u>N/a</u>	<u>N/a</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ N/a</u>	<u>\$ N/a</u>	<u>\$ N/a</u>	<u>\$ N/a</u>
College's covered-employee payroll	<u>\$ 3,707,746</u>	<u>\$ N/a</u>	<u>\$ N/a</u>	<u>\$ N/a</u>	<u>\$ N/a</u>
Contributions as a percentage of covered-employee payroll	4.10%	N/a	N/a	N/a	N/a

CLARENDON COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS TO THE PENSION
TEACHERS' RETIREMENT SYSTEM OF TEXAS
Last 10 years (will ultimately be displayed as available)

	Year Ended August 31,		
	2019	2018	2017
College's proportion of collective Net OPEB Liability	0.02212757%	0.02375286%	0.01669356%
College's proportionate share of collective Net OPEB Liability	\$ 7,647,880	\$ 7,039,811	\$ 5,687,999
State's Proportionate share of the Net OPEB Liability associated with the College	5,768,047	4,293,156	4,830,458
Total	<u>\$ 13,415,927</u>	<u>\$ 11,332,967</u>	<u>\$ 10,518,457</u>
College's covered-employee payroll	\$ 3,726,088	\$ 3,946,471	\$ 3,771,905
College's proportionate share of the Net OPEB Liability as a percentage of the total OPEB Liability	205.25%	178.38%	150.80%
Plan fiduciary net position as a percentage of the total OPEB Liability	0.17%	1.27%	2.04%

CLARENDON COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS TO THE PENSION
TEACHERS' RETIREMENT SYSTEM OF TEXAS
Last 10 years (will ultimately be displayed as available)

	Year Ended August 31,		
	2020	2019	2018
Contractually required contributions	\$ 158,797	\$ 149,379	\$ 142,546
Contributions in relation to the contractually required contributions	<u>158,797</u>	<u>149,379</u>	<u>142,546</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
College's covered-employee payroll	<u>\$ 3,511,129</u>	<u>\$ 3,726,088</u>	<u>\$ 3,946,471</u>
Contributions as a percentage of covered-employee payroll	4.52%	4.01%	3.61%

CLARENDON COLLEGE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Years Ended August 31, 2020 and 2019

NOTE 1 – CHANGES OF BENEFIT TERMS FOR PENSION LIABILITY

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

NOTE 2 – CHANGES OF ASSUMPTIONS FOR PENSION LIABILITY

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

- The single discount rate as of August 31, 2019, was a blended rate of 6.907%, and that has changed to the long-term rate of return of 7.25% as of August 31, 2020.
- With the enactment of SB 3 by the 86th Texas Legislature, 2019, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- The Texas Legislature approved funding for a 13th check in September 2019. All eligible members retired as of December 31, 2018 received an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever was less.

NOTE 3 – CHANGES OF BENEFIT TERMS FOR OPEB

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

NOTE 4 – CHANGES IN ASSUMPTIONS FOR OPEB

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

- Assumed Per Capita Health Benefit Costs and assumed Health Benefit Cost and Retiree Contribution trends have been updated to reflect recent experience and its effects on our short-term expectations.
- The percentage of current retirees and their spouses not yet eligible to participate in the HealthSelect Medicare Advantage Plan and future retirees and their spouses who will elect to participate in the plan at the earliest date at which coverage can commence.
- The percentage of future male retirees assumed to be married and electing coverage for their spouse.
- The percentage of future retirees and future retiree spouses assumed to use tobacco have been updated to reflect recent plan experience and expected trends.
- The discount rate assumption was changed from 3.96% to 2.97% 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.

OTHER SUPPLEMENTAL INFORMATION

CLARENDON COLLEGE
SCHEDULE A
SCHEDULE OF OPERATING REVENUES
YEAR ENDED AUGUST 31, 2020
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2019)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2020	2019
Tuition:						
State-funded credit courses						
In-district resident tuition	\$ 412,959	\$ -	\$ 412,959	\$ -	\$ 412,959	\$ 203,003
Out-of-district resident tuition	789,211	-	789,211	-	789,211	1,178,257
Non-resident tuition	315,220	-	315,220	-	315,220	374,148
TPEG - credit (set aside)*	110,318	-	110,318	-	110,318	96,046
Total tuition	1,627,708	-	1,627,708	-	1,627,708	1,851,454
Fees:						
Building use fee	438,910	-	438,910	-	438,910	481,826
Out-of-district fee	425,059	-	425,059	-	425,059	474,691
General fee	783,279	-	783,279	-	783,279	864,581
Laboratory fee	308,042	-	308,042	-	308,042	325,754
Other fees	643,105	-	643,105	-	643,105	558,287
Total fees	2,598,395	-	2,598,395	-	2,598,395	2,705,139
Scholarship allowances and discounts:						
Scholarship allowances	(419,543)	-	(419,543)	-	(419,543)	(427,274)
Bad debt allowance	(145,825)	-	(145,825)	-	(145,825)	78,433
Remissions and exemptions	(138,483)	-	(138,483)	-	(138,483)	(83,736)
TPEG allowances	(56,861)	-	(56,861)	-	(56,861)	(73,930)
Other state grants	(57,533)	-	(57,533)	-	(57,533)	(62,138)
Federal grants to students	(1,214,459)	-	(1,214,459)	-	(1,214,459)	(1,311,410)
Other federal grants	(266,839)	-	(266,839)	-	(266,839)	(333,800)
Total scholarship allowances and discounts	(2,299,543)	-	(2,299,543)	-	(2,299,543)	(2,213,855)
Total net tuition and fees	1,926,560	-	1,926,560	-	1,926,560	2,342,738

CLARENDON COLLEGE
SCHEDULE A, CONTINUED
SCHEDULE OF OPERATING REVENUES
YEAR ENDED AUGUST 31, 2020
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2019)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2020	2019
Additional operating revenues:						
Federal grants and contracts	-	712,183	712,183	-	712,183	350,936
State grants and contracts	-	174,674	174,674	-	174,674	327,692
Local grants and contracts	1,069,472	-	1,069,472	-	1,069,472	1,036,149
Other operating revenues	83,557	-	83,557	13,330	96,887	99,891
Total additional operating revenues	1,153,029	886,857	2,039,886	13,330	2,053,216	1,814,668
Auxiliary enterprises:						
Bookstore	-	-	-	51,402	51,402	82,070
Less discounts	-	-	-	(5,242)	(5,242)	(75,582)
Residential	-	-	-	1,023,944	1,023,944	1,101,144
Less discounts	-	-	-	(601,150)	(601,150)	(554,226)
Total net auxiliary enterprises	-	-	-	468,954	468,954	553,406
Total operating revenues	\$ 3,079,589	\$ 886,857	\$ 3,966,446	\$ 482,284	\$ 4,448,730	\$ 4,710,812

(exhibit 2)

* In accordance with Education Code 56.033, \$110,318 and \$96,046 for years August 31, 2020 and 2019, respectively, of tuition was set aside for Texas Public Education Grants (TPEG).

CLARENDON COLLEGE
SCHEDULE B
SCHEDULE OF OPERATING EXPENSES BY OBJECT
YEAR ENDED AUGUST 31, 2020
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2019)

	Operating Expenses					2020	2019
	Salaries and Wages	Benefits		Other Expenses			
		State	Local				
Unrestricted educational activities							
Instruction	\$ 2,498,639	\$ -	\$ 498,719	\$ 311,351	\$ 3,308,709	\$ 3,340,344	
Academic support	259,107	-	60,542	31,222	350,871	437,907	
Student services	459,831	-	132,921	96,684	689,436	664,694	
Institutional support	425,528	-	111,517	833,895	1,370,940	1,549,930	
Operation and maintenance of plant	302,033	-	68,971	607,138	978,142	1,003,557	
Total unrestricted educational activities	3,945,138	-	872,670	1,880,290	6,698,098	6,996,432	
Restricted educational activities							
Instruction	-	651,806	-	5,705	657,511	840,913	
Academic support	-	68,550	-	-	68,550	115,026	
Student services	-	97,493	-	-	97,493	120,831	
Institutional support	317,340	135,295	-	486,436	939,071	508,227	
Scholarship expense	-	-	-	614,657	614,657	739,100	
Total restricted educational activities	317,340	953,144	-	1,106,798	2,377,282	2,324,097	
Total educational activities	4,262,478	953,144	872,670	2,987,088	9,075,380	9,320,529	
Auxiliary enterprises	264,452	-	65,334	932,333	1,262,119	1,541,367	
Depreciation expense							
Buildings and other real estate improvements	-	-	-	445,112	445,112	445,944	
Equipment and furniture	-	-	-	327,709	327,709	364,174	
Total depreciation expense	-	-	-	772,821	772,821	810,118	
Total operating expenses	\$ 4,526,930	\$ 953,144	\$ 938,004	\$ 4,692,242	\$ 11,110,320	\$ 11,672,014	

(Exhibit 2)

CLARENDON COLLEGE
SCHEDULE C
SCHEDULE OF NON-OPERATING REVENUES AND EXPENSES
YEAR ENDED AUGUST 31, 2020
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2019)

	Unrestricted	Restricted	Auxiliary Enterprises	2020	2019
Non-operating revenues:					
State appropriations:					
Education and general state support	\$ 2,934,003	\$ -	\$ -	\$ 2,934,003	\$ 2,836,090
State group insurance	-	451,232	-	451,232	494,524
State retirement matching	-	238,766	-	238,766	147,804
Total state appropriations	2,934,003	689,998	-	3,624,001	3,478,418
Ad valorem taxes for maintenance and operations, net	608,389	-	-	608,389	574,714
Federal revenue, non-operating	2,077,782	-	-	2,077,782	2,192,281
Gifts	244,510	-	-	244,510	437,524
Investment income	232,822	72	-	232,894	197,770
Total non-operating revenues	6,097,506	690,070	-	6,787,576	6,880,707
Non-operating expenses:					
Interest on capital-related debt	158,878	-	-	158,878	175,758
(Gain) loss on disposal of assets	(4,750)	-	-	(4,750)	-
Other non-operating (income) expense	(16,157)	-	-	(16,157)	1,000
Total nonoperating expenses	137,971	-	-	137,971	176,758
Net non-operating revenues	\$ 5,959,535	\$ 690,070	\$ -	\$ 6,649,605	\$ 6,703,949

(Exhibit 2)

CLARENDON COLLEGE
SCHEDULE D
SCHEDULE OF NET POSITION
YEAR ENDED AUGUST 31, 2020
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2019)

	Detail by source					Available for current operations	
	Unrestricted	Restricted		Capital assets net of depreciation and related debt	Total	Yes	No
	Expendable	Nonexpendable					
Current:							
Unrestricted	\$ (2,404,164)	\$ -	\$ -	\$ -	\$ (2,404,164)	\$ (2,404,164)	\$ -
Restricted	-	740,644	-	-	740,644	740,644	-
Auxiliary enterprises	(5,155,494)	-	-	-	(5,155,494)	(5,155,494)	-
Loan	-	-	-	-	-	-	-
Endowment:							
Quasi:							
Unrestricted	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Endowment							
True	-	-	1,717,705	-	1,717,705	-	1,717,705
Term (per instructions at maturity)	-	-	-	-	-	-	-
Life income contracts	-	-	-	-	-	-	-
Annuities	-	-	-	-	-	-	-
Plant:							
Unexpended	-	-	-	-	-	-	-
Renewals	-	-	-	-	-	-	-
Debt service	-	110,000	-	-	110,000	-	110,000
Investment in plant	-	-	-	11,778,026	11,778,026	-	11,778,026
Total net position, August 31, 2020	<u>(7,559,658)</u>	<u>850,644</u>	<u>1,717,705</u>	<u>11,778,026</u>	<u>6,786,717</u>	<u>(6,819,014)</u>	<u>13,605,731</u>
					(Exhibit 1)		
Total net position, August 31, 2019	<u>(7,663,587)</u>	<u>754,435</u>	<u>1,695,598</u>	<u>12,012,256</u>	<u>6,798,702</u>	<u>(7,019,152)</u>	<u>13,817,854</u>
Net increase (decrease) in net position	<u>\$ 103,929</u>	<u>\$ 96,209</u>	<u>\$ 22,107</u>	<u>\$ (234,230)</u>	<u>\$ (11,985)</u>	<u>\$ 200,138</u>	<u>\$ (212,123)</u>
					(Exhibit 2)		

CLARENDON COLLEGE
SCHEDULE E
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED AUGUST 31, 2020

Federal Grantor/Cluster/Program Title/Pass-Through Grantor/ Pass-Through Grantor's Award Number	CFDA Number	Expenditures			Subrecipients Expenditures
		Direct Awards	Pass-Through Awards	Total	
U.S. Department of Education					
Direct Programs:					
Student Financial Aid Cluster					
Federal Supplemental Educational Opportunity Grant	84.007	\$ 37,801	\$ -	\$ 37,801	\$ -
Federal College Work Study Program	84.003	40,259	-	40,259	-
Federal Pell Grant Program	84.063	1,999,722	-	1,999,722	-
Federal Direct Student Loans	84.268	1,581,499	-	1,581,499	-
Total Student Financial Aid		3,659,281	-	3,659,281	-
Education Stabilization Fund					
Student Portion	84.425E	442,844	-	442,844	-
Institution Portion	84.425F	191,575	-	191,575	-
Strengthening Institutions	84.425M	33,592	-	33,592	-
Total Education Stabilization Fund		668,011	-	668,011	-
Pass-Through From:					
Texas Higher Education Coordinating Board					
Career and Technical Education - Basic Grants to States/194233	84.048	-	44,172	44,172	-
Total Pass-Through from Texas Higher Education Coordinating Board		-	44,172	44,172	-
Total U.S. Department of Education		4,327,292	44,172	4,371,464	-
Total Federal Financial Assistance		\$ 4,327,292	\$ 44,172	\$ 4,371,464	\$ -

See accompanying notes to Schedule of Expenditures of Federal Awards

CLARENDON COLLEGE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Years Ended August 31, 2020 and 2019

NOTE 1 – FEDERAL ASSISTANCE RECONCILIATION

Federal grants and contracts revenue - per Schedule A	\$ 712,183
Nonoperating federal revenue - per Schedule C	2,077,782
Federal Direct Student Loans	<u>1,581,499</u>
Total federal revenues per Schedule of Expenditures of Federal Awards	<u>\$ 4,371,464</u>

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULE

The expenditures included in the schedule are reported for the College's fiscal year. Expenditure reports to the funding agencies are prepared on the award period basis. The expenditures reported above represent funds which have been expended by the College 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 College has elected not to use the 10% de minimis indirect cost rate as permitted in the Uniform Guidance, section 200.414. The College has followed all applicable guidelines issued by various entities in the preparation of the schedule.

CLARENDON COLLEGE
SCHEDULE F
SCHEDULE OF EXPENDITURES OF STATE OF TEXAS AWARDS
YEAR ENDED AUGUST 31, 2020

<u>Grantor Agency/Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
Texas Workforce Commission Workforce Investment Act Program		\$ 47,551
Total Texas Workforce Commission		<u>47,551</u>
Texas Department of Assistive and Rehabilitative Services Tuition Waiver		<u>9,320</u>
Total Texas Department of Assistive and Rehabilitative Services		<u>9,320</u>
Texas Higher Education Coordinating Board Texas Educational Opportunity Grant		96,524
Texas College Work-Study Program		5,574
Educational Aide Exemption		5,705
Texas Emergency Aid		<u>10,000</u>
Total Texas Higher Education Coordinating Board		<u>117,803</u>
Total State Financial Assistance		<u>\$ 174,674</u>

See accompanying notes to Schedule of Expenditures of State of Texas Awards

CLARENDON COLLEGE
NOTES TO SCHEDULE OF EXPENDITURES OF STATE OF TEXAS AWARDS
Years Ended August 31, 2020 and 2019

NOTE 1 – STATE ASSISTANCE RECONCILIATION

State Grants and Contracts Revenue per Schedule A	\$ 174,674
Total state revenues per Schedule of Expenditures of State Awards	<u>\$ 174,674</u>

NOTE – 2 SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULE

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



Board of Regents
Clarendon College
Clarendon, Texas

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

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 of Clarendon College, as of and for the year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise Clarendon College's basic financial statements, and have issued our report thereon dated December 14, 2020.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

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 College'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 College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

DOSHIER, PICKENS & FRANCIS, L.L.C.

DOSHIER, PICKENS & FRANCIS, LLC

Amarillo, Texas

December 14, 2020



Board of Regents
Clarendon College
Clarendon, Texas

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

Report on Compliance for Each Major Federal Program

We have audited Clarendon College's (College) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the Texas Single Audit Circular that could have a direct and material effect on each of the College's major federal and state programs for the year ended August 31, 2020. The College's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State of Texas Single Audit Circular. Those standards, the Uniform Guidance, and the State of Texas Single Audit Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the College, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended August 31, 2020.

Report on Internal Control over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the State of Texas Single Audit Circular. Accordingly, this report is not suitable for any other purpose.

DOSHIER, PICKENS & FRANCIS, L.L.C.

DOSHIER, PICKENS & FRANCIS, LLC
Amarillo, Texas
December 14, 2020

CLARENDON COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended August 31, 2020

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued: **Unmodified**

Internal control over financial reporting:

- Material weakness(es) identified? _____ X
Yes No

- Significant deficiency(ies) identified that are not
considered to be material weaknesses? _____ X
Yes None reported

Noncompliance material to financial statements noted? _____ X
Yes No

Federal Awards and State Awards

Internal control over major programs:

- Material weakness (es) identified? _____ X
Yes No

- Significant deficiency(ies) identified that are not
considered to be material weaknesses? _____ X
Yes None reported

Type of auditor’s report issued on compliance for major programs: **Unmodified**

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

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal/State Program or Cluster</u>
Federal programs	U.S. Department of Education
	Student Financial Aid Cluster
84.007	Federal Supplemental Educational Opportunity Grant
84.033	Federal College Work Study Program
84.063	Federal Pell Grant Program
84.268	Federal Direct Student Loans

Dollar threshold used to distinguish between Type A and Type B programs: **\$750,000 – Federal**
\$300,000 - State

Auditee qualified as low-risk auditee? _____ X
Yes No

**CLARENDON COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended August 31, 2020**

There were no findings or questioned costs in the current year.

CLARENDON COLLEGE
SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS
Year Ended August 31, 2020

Financial Statement Findings

Finding 2019-001

Condition: Some journal entries did not have supporting documentation

Recommendation: Support should be maintained for all journal entries

Current Status: The office of the Comptroller is reviewing all journal entries prior to posting the ensure supporting documentation is present for all entries.

Finding 2019-002

Condition: The College's procurement policy was not updated to reflect all of the requirements under the Uniform Guidance

Recommendation: OMB guidance should be reviewed and appropriate changes be made to the policy

Current Status: An updated procurement policy, which reflected all requirements for the Uniform Guidance, was presented to the Board of Regents for approval during the current fiscal year.

This page left blank intentionally

**STATISTICAL SECTION
(UNAUDITED)**

Clarendon College
Statistical Supplement 1
Net Position by Component
Fiscal Years 2011 to 2020

(amounts expressed in thousands)

	For the Fiscal Year Ended August 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Net investment in capital assets	\$ 11,778	\$ 12,012	\$ 11,898	\$ 12,196	\$ 11,894	\$ 11,819	\$ 11,537	\$ 11,302	\$ 11,423	\$ 11,278
Restricted - nonexpendable	1,718	1,696	1,698	1,748	1,748	1,698	1,536	1,535	1,534	1,450
Restricted - expendable	851	754	618	1,501	1,660	1,716	1,776	1,905	1,619	1,636
Unrestricted (deficit)	(7,560)	(7,663)	(7,158)	(602)	(457)	(34)	2,131	2,339	2,767	2,204
Total net position	\$ 6,787	\$ 6,799	\$ 7,056	\$ 14,843	\$ 14,845	\$ 15,199	\$ 16,980	\$ 17,081	\$ 17,343	\$ 16,568

Clarendon College
Statistical Supplement 2
Revenues by Source
Fiscal Years 2011 to 2020
(unaudited)

	For the Year Ended August 31, (amounts expressed in thousands)									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Tuition and fees (net of discounts)	\$ 1,927	\$ 2,343	\$ 1,572	\$ 1,764	\$ 1,368	\$ 1,241	\$ 1,359	\$ 1,239	\$ 1,170	\$ 1,177
Governmental grants and contracts										
Federal grants and contracts	712	351	256	406	555	418	373	118	110	383
State grants and contracts	175	328	398	572	402	219	230	203	208	516
Local grants and contracts	1,069	1,036	1,045	1,365	1,487	1,458	1,328	1,211	1,143	1,169
Nongovernmental grants and contracts	-	-	-	-	-	-	-	-	-	-
Auxiliary enterprises	469	553	692	398	420	501	462	446	757	775
Other operating revenues	97	100	149	96	50	39	168	171	292	91
Total operating revenues	4,449	4,711	4,112	4,601	4,282	3,876	3,920	3,388	3,680	4,111
State appropriations	3,627	3,478	3,656	3,213	3,221	3,007	2,980	2,813	2,972	3,094
Ad valorem taxes	608	575	483	485	434	463	432	431	411	442
Federal revenue, nonoperating	2,078	2,192	2,308	1,982	1,907	2,258	2,417	2,508	2,957	3,363
Gifts	24	438	353	60	94	131	75	308	207	210
Investment income	233	198	11	57	128	209	75	83	169	96
Gain on disposal of assets	5	-	-	-	-	4	-	-	-	-
Other nonoperating revenues	16	-	-	-	26	3	7	70	14	7
Total non-operating revenues	6,591	6,881	6,811	5,797	5,810	6,075	5,986	6,213	6,730	7,212
TOTAL REVENUES	\$ 11,040	\$ 11,592	\$ 10,923	\$ 10,398	\$ 10,092	\$ 9,951	\$ 9,906	\$ 9,601	\$ 10,410	\$ 11,323

	For the Year Ended August 31,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Tuition and fees (net of discounts)	17.45%	20.21%	14.39%	16.96%	13.56%	12.47%	13.72%	12.90%	11.24%	10.40%
Governmental grants and contracts										
Federal grants and contracts	6.45%	3.03%	2.34%	3.90%	5.50%	4.20%	3.77%	1.23%	1.06%	3.38%
State grants and contracts	1.59%	2.83%	3.64%	5.50%	3.98%	2.20%	2.32%	2.11%	2.00%	4.56%
Local grants and contracts	9.68%	8.94%	9.57%	13.13%	14.73%	14.65%	13.41%	12.61%	10.98%	10.32%
Nongovernmental grants and contracts	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Auxiliary enterprises	4.25%	4.77%	6.34%	3.83%	4.16%	5.03%	4.66%	4.65%	7.27%	6.85%
Other operating revenues	0.88%	0.86%	1.36%	0.92%	0.50%	0.39%	1.69%	1.79%	2.80%	0.80%
Total operating revenues	40.29%	40.63%	37.64%	44.24%	42.42%	38.94%	39.57%	35.29%	35.35%	36.31%
State appropriations	32.86%	30.01%	33.48%	30.91%	31.93%	30.23%	30.08%	29.30%	28.55%	27.33%
Ad valorem taxes	5.51%	4.96%	4.42%	4.66%	4.30%	4.65%	4.36%	4.49%	3.95%	3.90%
Federal revenue, nonoperating	18.82%	18.91%	21.13%	19.06%	18.90%	22.69%	24.40%	26.12%	28.41%	29.70%
Gifts	0.22%	3.78%	3.23%	0.58%	0.93%	1.32%	0.76%	3.21%	1.99%	1.85%
Investment income	2.11%	1.71%	0.10%	0.55%	1.27%	2.10%	0.76%	0.86%	1.62%	0.85%
Gain on disposal of assets	0.05%	0.00%	0.00%	0.00%	0.00%	0.04%	0.00%	0.00%	0.00%	0.00%
Other nonoperating revenues	0.14%	0.00%	0.00%	0.00%	0.26%	0.03%	0.07%	0.73%	0.13%	0.06%
Total non-operating revenues	59.71%	59.37%	62.36%	55.76%	57.58%	61.06%	60.43%	64.71%	64.65%	63.69%
TOTAL REVENUES	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Clarendon College
Statistical Supplement 3
Program Expenses by Function
Fiscal Years 2011 to 2020
(unaudited)

For the Year Ended August 31,
(amounts expressed in thousands)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Instruction	\$ 3,966	\$ 4,181	\$ 4,318	\$ 3,615	\$ 3,616	\$ 3,580	\$ 3,173	\$ 3,135	\$ 3,053	\$ 3,051
Academic support	419	553	491	363	332	281	480	523	444	518
Student services	787	786	737	822	836	723	682	591	499	507
Institutional support	2,310	2,058	2,015	1,818	1,954	1,630	1,575	1,376	1,140	1,155
Operation and maintenance of plant	978	1,004	1,170	940	982	961	1,055	965	970	999
Scholarships and fellowships	615	739	744	546	542	623	743	835	832	1,142
Auxiliary enterprises	1,262	1,541	1,283	1,193	1,046	1,187	1,148	1,118	1,567	1,201
Depreciation	773	810	884	892	924	939	909	875	850	720
Total operating expenses	11,110	11,672	11,642	10,189	10,232	9,924	9,765	9,418	9,355	9,293
Interest on capital related debt	159	176	195	211	214	228	241	252	277	287
Other non-operating expense	-	1	15	-	-	-	-	6	3	33
Total non-operating expenses	159	177	210	211	214	228	241	258	280	320
Prior period adjustment	-	-	-	-	-	-	-	188	-	-
TOTAL EXPENSES	\$ 11,269	\$ 11,849	\$ 11,852	\$ 10,400	\$ 10,446	\$ 10,152	\$ 10,006	\$ 9,864	\$ 9,635	\$ 9,613

For the Year Ended August 31,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Instruction	35.19%	35.29%	36.43%	34.76%	34.62%	35.26%	31.71%	31.79%	31.69%	31.74%
Academic support	3.72%	4.67%	4.14%	3.49%	3.18%	2.77%	4.80%	5.30%	4.61%	5.39%
Student services	6.98%	6.63%	6.22%	7.90%	8.00%	7.12%	6.82%	5.99%	5.18%	5.28%
Institutional support	20.50%	17.35%	17.00%	17.48%	18.71%	16.06%	15.74%	13.95%	11.83%	12.01%
Operation and maintenance of plant	8.68%	8.47%	9.87%	9.04%	9.40%	9.47%	10.54%	9.78%	10.07%	10.39%
Scholarships and fellowships	5.46%	6.24%	6.28%	5.25%	5.19%	6.14%	7.43%	8.47%	8.64%	11.88%
Auxiliary enterprises	11.20%	13.01%	10.83%	11.47%	10.00%	11.68%	11.47%	11.33%	16.26%	12.49%
Depreciation	6.86%	6.84%	7.46%	8.58%	8.85%	9.25%	9.08%	8.87%	8.82%	7.49%
Total operating expenses	98.59%	98.50%	98.23%	97.97%	97.95%	97.75%	97.59%	95.48%	97.10%	96.67%
Interest on capital related debt	1.41%	1.49%	1.65%	2.03%	2.05%	2.25%	2.41%	2.55%	2.87%	2.99%
Other non-operating expense	0.00%	0.01%	0.12%	0.00%	0.00%	0.00%	0.00%	0.06%	0.03%	0.34%
Total non-operating expenses	1.41%	1.50%	1.77%	2.03%	2.05%	2.25%	2.41%	2.61%	2.90%	3.33%
Prior period adjustment	-	-	-	-	-	-	-	1.91%	-	-
TOTAL EXPENSES	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Clarendon College
Statistical Supplement 4
Tuition and Fees
Last Ten Academic Years
(unaudited)

	A	B	C	D	E	F	G	H	I	J	K	L	M
Resident Fees per Semester Credit Hour (SCH)													
Academic Year (Fall)	Bldg Use Fee	Out-of-District Fee*	In-District Tuition	Out-of-District Tuition	General Institution Fees	Technology Fees	Student Activity Fees	Library Fees	Cost for 12 SCH In Maint Tax District	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In-District	Increase from Prior Year Out-of-District
2019	\$ 28	14 - 23	\$ 51	\$ 51	\$ 34	\$ -	\$ -	\$ -	\$ 1,524	\$ 1,356	\$ 1,632	11.88%	8.95%
2018	24	14 - 23	47	47	30	-	-	-	1,380	1,212	1,498	0.00%	0.00%
2017	24	14 - 23	47	47	30	-	-	-	1,380	1,212	1,498	0.00%	0.00%
2016	24	14 - 23	47	47	30	-	-	-	1,380	1,212	1,498	0.00%	0.00%
2015	24	14 - 23	47	47	30	-	-	-	1,380	1,212	1,498	10.99%	9.50%
2014	24	14 - 23	42	42	25	-	-	-	1,260	1,092	1,368	0.00%	0.00%
2013	24	14 - 23	42	42	25	-	-	-	1,260	1,092	1,368	0.00%	0.00%
2012	24	14 - 23	42	42	25	-	-	-	1,260	1,092	1,368	7.06%	5.56%
2011	24	14 - 23	42	42	19	-	-	-	1,188	1,020	1,296	2.41%	5.88%
2010	24	10 - 19	42	42	17	-	-	-	1,116	996	1,224	5.06%	4.08%

Nonresident Fees per Semester Credit Hour (SCH)													
Academic Year (Fall)	Bldg Use Fee	Out-of-District Fee	Out-of-State Tuition	Tuition International	General Institution Fees	Technology Fees	Student Activity Fees	Library Fees	Cost for 12 SCH International	Cost for 12 SCH Out-of-State	Cost for 12 SCH Out-of-District	Increase from Prior Year Out-of-State	Increase from Prior Year International
2019	\$ 28	\$ 23	\$ 82	\$ 82	\$ 34	\$ -	\$ -	\$ -	\$ 2,004	\$ 2,004	-	7.74%	7.74%
2018	24	23	78	78	30	-	-	-	1,860	1,860	-	0.00%	0.00%
2017	24	23	78	78	30	-	-	-	1,860	1,860	-	0.00%	0.00%
2016	24	23	78	78	30	-	-	-	1,860	1,860	-	0.00%	0.00%
2015	24	23	78	78	30	-	-	-	1,860	1,860	-	6.90%	6.90%
2014	24	23	73	73	25	-	-	-	1,740	1,740	-	0.00%	0.00%
2013	24	23	73	73	25	-	-	-	1,740	1,740	-	0.00%	0.00%
2012	24	23	73	73	25	-	-	-	1,740	1,740	-	4.32%	4.32%
2011	24	23	73	73	19	-	-	-	1,668	1,668	-	4.51%	4.51%
2010	24	19	73	73	17	-	-	-	1,596	1,596	-	13.68%	13.68%

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

*In 2008-2009 a maintenance tax was passed in two, Gray and Childress, counties in our service district. A reduced out-of-district fee was created for students living in these counties.

Clarendon College
Statistical Supplement 5
Assessed Value and Taxable Assessed Value of Property
Last Ten Fiscal Years
(unaudited)

Fiscal Year	(amounts expressed in thousands)				Direct Rate		
	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Maintenance & Operations (a)	Debt Service (a)	Total (a)
2019-20	\$ 264,599,553	\$ 1,521,065	\$ 263,078,488	99.43%	\$ 0.23660	-	\$ 0.23660
2018-19	266,258,308	1,539,820	264,718,488	99.42%	0.25115	-	0.25115
2017-18	232,739,356	1,391,764	231,347,592	99.40%	0.25115	-	0.25115
2016-17	223,077,323	1,077,577	221,999,746	99.52%	0.22080	-	0.22080
2015-16	225,250,980	748,765	224,502,215	99.67%	0.22080	-	0.22080
2014-15	212,974,226	913,769	212,060,457	99.57%	0.22082	-	0.22082
2013-14	198,205,860	831,557	197,374,303	99.58%	0.22273	-	0.22273
2012-13	198,970,752	873,388	198,097,364	99.56%	0.22217	-	0.22217
2011-12	189,684,860	2,153,459	187,531,401	98.86%	0.22217	-	0.22217
2010-11	189,977,658	2,200,655	187,777,003	98.84%	0.22193	-	0.22193

Source: Donley County Appraisal District

Notes: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

Clarendon College
Statistical Supplement 6
State Appropriation per FTSE and Contact Hour
Last Ten Fiscal Years
(unaudited)

Fiscal Year	State Appropriation	Appropriation per FTSE		Appropriation per Contact Hour			
		FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Total Contact Hours	State Appropriation per Contact Hour
2019-20	2,934,003	1,002	2,928	429,648	225,776	655,424	4.48
2018-19	2,836,090	1,200	2,363	454,976	238,832	693,808	4.09
2017-18	2,836,137	1,028	2,759	430,896	257,184	688,080	4.12
2016-17	2,581,318	954	2,706	440,272	252,928	693,200	3.72
2015-16	2,577,949	896	2,877	396,800	252,784	649,584	3.97
2014-15	2,485,092	930	2,672	390,496	258,336	648,832	3.83
2013-14	2,485,093	867	2,866	409,648	252,864	662,512	3.75
2012-13	2,359,072	878	2,687	438,688	229,203	667,891	3.53
2011-12	2,540,249	957	2,654	477,216	257,109	734,325	3.46
2010-11	2,473,033	1,055	2,344	524,462	288,313	812,775	3.04

Note:

FTSE is defined as the number of full-time students plus part-time students divided by 12 hrs for the fall term. State appropriation does not include employee health insurance or retirement benefits.

(a) Source CBM001

(b) Source CBM00A

Clarendon College
Statistical Supplement 7
Principal Taxpayers
Last Ten Tax Years
(unaudited)

Taxable Assessed Value (TAV) by Tax Year											
Taxpayer	Type of Business	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
BNSF Railway Company	Railroad	\$ 33,603,530	\$ 30,694,720	\$ 29,406,590	\$ 26,706,490	\$ 25,729,760	\$ 23,353,420	\$ 23,453,950	\$ 23,414,130	\$ 21,607,420	\$ 19,050,130
Texas Express Pipeline	Utility	32,986,540	22,231,250	18,928,480	18,194,590	18,755,200	15,570,270	17,038,770	-	-	-
Southwestern Electric Power Co	Utility	10,942,120	9,745,230	8,322,434	7,286,814	7,687,284	7,220,230	8,146,480	7,342,214	7,588,370	4,639,390
Cross Texas Transmission LLC	Utility	4,250,450	4,111,480	4,055,691	4,504,431	-	-	-	-	-	-
Nustar Logistics LP	Utility	-	-	2,556,900	2,612,130	2,596,810	2,708,890	2,775,440	2,820,100	-	3,128,380
Clarendon Hotel Corporation	Hotel	-	-	2,813,657	2,834,584	2,998,858	3,377,720	2,376,489	2,145,612	-	1,220,000
Cattlemens Feedlot LTD	Cattle/Feedlot	-	-	-	-	-	2,423,553	2,181,202	2,669,149	2,790,135	2,604,186
J Lee Milligan Inc	Construction	-	-	-	-	-	-	1,753,000	1,431,550	-	1,027,200
KLM Griffin Ranch LP	Ranch	1,956,674	1,957,691	1,873,182	1,831,869	1,842,428	1,712,362	1,654,980	1,683,245	-	-
Ritchie Birkbeck GC Trust	Ranch	-	1,616,310	1,607,219	1,621,604	1,625,616	1,619,479	1,572,773	1,576,284	1,681,674	1,681,815
McLean Feed Yard LTD	Cattle/Feedlot	-	-	-	-	-	1,455,726	1,372,801	1,374,367	-	1,455,938
Sunoco Pipeline LP	Utility	-	-	-	-	-	921,340	1,355,860	1,307,190	-	1,674,180
Crofoot Cattle Co	Cattle/Feedlot	-	-	-	-	-	1,234,302	1,232,438	-	539,558	-
Crop Production Services	Ag Sales	-	-	2,170,144	1,903,424	1,413,704	1,261,061	1,114,114	-	-	-
Greenbelt Electric Co-Op Inc.	Utility	-	-	1,124,210	1,103,900	1,210,720	1,195,900	1,034,630	-	-	919,810
Level 3 Communications LLC	Utility	-	-	-	-	1,087,640	1,057,700	1,019,700	1,081,350	-	936,610
Level 3 Parent LLC	Utility	-	-	1,036,950	-	-	-	-	-	-	-
Jjob, LTD	Ranch	16,622,392	1,103,818	-	-	1,043,830	1,044,216	1,014,921	1,003,377	1,048,450	1,043,533
Salt Fork Family Ranch	Ranch	862,866	-	-	-	-	826,297	838,527	-	-	-
Roach, TL	Ranch	988,997	-	-	-	-	-	815,014	-	909,666	898,626
Lowes Pay-n-Save Inc	Grocer	-	-	-	-	-	787,700	759,970	-	-	-
Schaefer, Curtis	Farm	-	-	-	-	-	-	745,699	-	-	-
Matthews, Kade L. Trust #1	Ranch	-	-	-	-	-	-	-	-	1,771,844	1,701,744
Oneok Westex Transmission	Utility	-	-	1,248,160	1,038,060	-	-	-	-	-	1,616,920
Rio Bravo Cattle Feeders	Cattle/Feedlot	-	-	-	1,143,945	1,072,132	876,667	-	1,222,232	-	1,374,975
Cantex Feeders LP	Cattle/Feedlot	-	-	2,401,871	2,362,585	2,499,189	-	-	-	-	-
Briscoe Ranch INC	Ranch	1,609,842	1,569,874	1,381,399	1,305,638	1,357,486	-	-	-	-	-
McLean Farm LLC	Farm	-	-	1,329,804	1,363,243	1,114,233	-	-	-	-	-
Bitter Creek LP	Ranch	-	-	-	-	-	-	-	-	899,259	-
Fletcher, Gary	Ranch	-	-	-	-	-	-	-	-	793,613	-
Young, Betty Family LTD	Ranch	-	-	-	-	-	-	-	-	650,120	-
Obrien John Jay	Ranch	568,803	585,202	-	-	-	-	-	-	596,128	-
High Card Ranch LLC	Ranch	815,053	805,589	-	-	-	-	-	-	442,492	-
Royal Oil & Gas Corp	Ranch	529,600	366,582	-	-	-	-	-	-	392,353	-
Ritchie Birkbeck Testamentary	Ranch	387,602	406,861	-	-	-	-	-	-	385,664	-
Martinez Ranch LTD	Ranch	470,705	463,303	-	-	-	-	-	-	320,640	-
Wild Card Ranch LLC	Ranch	-	-	-	-	-	-	-	-	307,438	-
Obrien, John Jay ET AL	Ranch	285,043	291,992	-	-	-	-	-	-	304,289	-
Glass James and Helen	Ranch	219,256	572,463	-	-	-	-	-	-	-	-
Salt Fork Wind LLC	Ranch	6,540	-	-	-	-	-	-	-	-	-
Ritchie Birkbeck GC Trust	Ranch	1,576,252	-	-	-	-	-	-	-	-	-
Sansing Rach LTD	Ranch	190,304	-	-	-	-	-	-	-	-	-
Bella Vista 4B Ranch LLC	Ranch	846,018	639,118	-	-	-	-	-	-	-	-
TR Land & Cattle Co.	Ranch	-	289,570	-	-	-	-	-	-	294,639	-
Totals		\$ 109,718,587	\$ 77,451,053	\$ 80,256,691	\$ 75,813,307	\$ 72,034,890	\$ 68,646,833	\$ 72,256,758	\$ 49,070,800	\$ 43,323,752	\$ 44,973,437
Total Taxable Assessed Value		\$ 263,078,488	\$ 264,718,488	\$ 231,347,592	\$ 221,999,746	\$ 224,502,215	\$ 212,060,457	\$ 197,374,303	\$ 198,097,364	\$ 187,531,401	\$ 187,777,003

Clarendon College
Statistical Supplement 7, Continued
Principal Taxpayers
Last Ten Tax Years
(unaudited)

% of Taxable Assessed Value (TAV) by Tax Year											
Taxpayer	Type of Business	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
BNSF Railway Company	Railroad	12.77%	11.60%	12.71%	12.03%	11.46%	11.01%	11.88%	11.82%	11.52%	10.15%
Texas Express Pipeline	Utility	12.54%	8.40%	8.18%	8.20%	8.35%	7.34%	8.63%	0.00%	0.00%	0.00%
Southwestern Electric Power Co	Utility	4.16%	3.68%	3.60%	3.28%	3.42%	3.40%	4.13%	3.71%	4.05%	2.47%
Cross Texas Transmission LLC	Utility	1.62%		1.11%	2.03%	1.16%	1.28%	1.41%	1.42%	0.00%	1.67%
Nustar Logistics LP	Utility	0.00%	0.00%	1.22%	1.18%	1.34%	1.59%	1.20%	1.08%	0.00%	0.65%
Clarendon Hotel Corporation	Hotel	0.00%	0.00%	0.00%	1.28%	0.00%	1.14%	1.11%	1.35%	0.00%	1.39%
Cattlemens Feedlot LTD	Cattle/Feedlot	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.89%	0.72%	1.49%	0.55%
J Lee Milligan Inc	Construction	0.00%	0.00%	0.81%	0.00%	0.82%	0.81%	0.84%	0.85%	0.00%	0.00%
KLM Griffin Ranch LP	Ranch	0.74%	0.74%	0.69%	0.83%	0.72%	0.76%	0.80%	0.80%	0.00%	0.90%
Ritchie Birkbeck GC Trust	Ranch	0.00%	0.61%	0.00%	0.73%	0.00%	0.69%	0.70%	0.69%	0.90%	0.78%
McLean Feed Yard LTD	Cattle/Feedlot	0.00%	0.00%	0.00%	0.00%	0.00%	0.43%	0.69%	0.66%	0.00%	0.89%
Sunoco Pipeline LP	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.58%	0.62%	0.00%	0.00%	0.00%
Crofoot Cattle Co	Cattle/Feedlot	0.00%	0.00%	0.94%	0.00%	0.63%	0.59%	0.56%	0.00%	0.29%	0.00%
Crop Production Services	Ag Sales	0.00%	0.00%	0.49%	0.86%	0.54%	0.56%	0.52%	0.00%	0.00%	0.49%
Greenbelt Electric Co-Op Inc.	Utility	0.00%	0.00%	0.00%	0.50%	0.48%	0.50%	0.52%	0.55%	0.00%	0.50%
Level 3 Communications LLC	Utility	0.00%	0.00%	0.45%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Level 3 Parent LLC	Utility	0.00%	0.00%	0.00%	0.00%	0.46%	0.49%	0.51%	0.51%	0.00%	0.56%
Jjob, LTD	Ranch	6.32%	0.42%	0.00%	0.00%	0.00%	0.39%	0.42%	0.00%	0.56%	0.00%
Salt Fork Family Ranch	Ranch	0.33%	0.00%	0.00%	0.00%	0.00%	0.00%	0.41%	0.00%	0.00%	0.48%
Roach, TL	Ranch	0.38%	0.00%	0.00%	0.00%	0.00%	0.37%	0.39%	0.00%	0.49%	0.00%
Lowes Pay-n-Save Inc	Grocer	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.38%	0.00%	0.00%	0.00%
Schaefer, Curtis	Farm	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.91%
Matthews, Kade L. Trust #1	Ranch	0.00%	0.00%	0.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.94%	0.86%
Oneok Westex Transmission	Utility	0.00%	0.00%	0.00%	0.47%	0.48%	0.41%	0.00%	0.62%	0.00%	0.73%
Rio Bravo Cattle Feeders	Cattle/Feedlot	0.00%	0.00%	0.00%	0.52%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Cantex Feeders LP	Cattle/Feedlot	0.00%	0.00%	0.60%	1.06%	0.60%	0.00%	0.00%	0.00%	0.00%	0.00%
Briscoe Ranch INC	Ranch	0.61%	0.59%	0.57%	0.59%	0.50%	0.00%	0.00%	0.00%	0.00%	0.00%
McLean Farm LLC	Farm	0.00%	0.00%	0.00%	0.61%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Fletcher, Gary	Ranch	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.42%	0.00%
Young, Betty Family LTD	Ranch	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.35%	0.00%
Obrien John Jay	Ranch	0.22%	0.22%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.32%	0.00%
High Card Ranch LLC	Ranch	0.31%	0.30%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.24%	0.00%
Royal Oil & Gas Corp	Ranch	0.20%	0.14%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.21%	0.00%
Ritchie Birkbeck Testamentary	Ranch	0.15%	0.15%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.21%	0.00%
Martinez Ranch LTD	Ranch	0.18%	0.18%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.17%	0.00%
Wild Card Ranch LLC	Ranch	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.16%	0.00%
Obrien, John Jay ET AL	Ranch	0.11%	0.11%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.16%	0.00%
Glass James and Helen	Ranch	0.08%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Salt Fork Wind LLC	Ranch	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Ritchie Birkbeck GC Trust	Ranch	0.60%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Sansing Rach LTD	Ranch	0.07%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Bella Vista 4B Ranch LLC	Ranch	0.32%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
TR Land & Cattle Co.	Ranch	0.11%	0.11%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.16%	0.00%
Totals		41.82%	27.25%	32.95%	34.17%	32.07%	32.34%	36.61%	24.78%	23.12%	23.98%

Source: Donley County Appraisal District

Clarendon College
Statistical Supplement 8
Property Tax Levies and Collections
Last Ten Tax Years
(unaudited)

Fiscal Year Ended August 31	Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections- Year of Levy (c)	Percentage	Prior Collections of Prior Levies (d)	Current Collections of Prior Levies (e)	Total Collections (c+d+e)	Cumulative Collections of Adjusted Levy
2020	618,534	\$ (2,181)	616,353	584,785	94.9%	-	13,185	597,970	97.02%
2019	572,913	-	572,913	551,999	96.3%	-	8,857	560,856	97.90%
2018	551,114	(975)	550,139	525,720	95.6%	-	17,351	543,071	98.72%
2017	514,275	(633)	513,642	490,664	95.5%	-	9,157	499,821	97.31%
2016	475,978	-	475,978	457,821	96.2%	-	12,113	469,934	98.73%
2015	468,234	(486)	467,748	449,393	96.1%	-	11,727	461,120	98.58%
2014	437,340	-	437,340	422,668	96.6%	-	14,215	436,883	99.90%
2013	438,971	-	438,971	422,085	96.2%	-	8,971	431,056	98.20%
2012	417,200	-	417,200	400,225	95.9%	-	14,973	415,198	99.52%
2011	414,559	-	414,559	398,210	96.1%	-	12,596	410,806	99.09%

Source: Donley County Appraisal District

- Notes: (a) As reported in notes to the financial statements for the year of the levy.
(b) As of August 31st of the current reporting year.
(c) Property tax only - does not include penalties and interest.
(d) Represents cumulative collections of prior years not collected in the current year or the year of the tax levy.
(e) Represents current year collections of prior years levies. Information not available.

Clarendon College
Statistical Supplement 9
Ratios of Outstanding Debt
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31 (amounts expressed in thousands)									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Bonded Debt										
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Funds restricted for debt service	-	-	-	-	-	-	-	-	-	-
Net general bonded debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Debt										
Revenue bonds	\$ 283,000	\$ 452,000	\$ 617,000	\$ 778,000	\$ 935,000	\$ 1,205,000	\$ 1,350,000	\$ 1,485,000	\$ 1,615,000	\$ 1,740,000
Notes	785,061	902,780	1,017,035	1,127,929	1,237,655	-	-	-	-	-
Capital lease obligations	2,345,000	2,545,000	2,740,000	2,925,000	3,100,000	3,270,000	3,606,111	3,854,444	3,740,000	3,885,000
Total outstanding debt	\$ 3,413,061	\$ 3,899,780	\$ 4,374,035	\$ 4,830,929	\$ 5,272,655	\$ 4,475,000	\$ 4,956,111	\$ 5,339,444	\$ 5,355,000	\$ 5,625,000
General Bonded Debt Ratios										
Per capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per FTSE	-	-	-	954	-	-	-	-	-	-
As a percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total Outstanding Debt Ratios										
Per capita	\$ 1,038	\$ 1,175	\$ 1,046	\$ 1,366	\$ 1,507	*	*	\$ 1,516	\$ 1,487	\$ 1,549
Per FTSE	3,406	3,250	3,370	4,877	5,885	4,811	5,716	6,082	5,596	5,331
As a percentage of Taxable Assessed Value	2.37%	2.51%	0.00%	2.21%	0.00%	2.09%	2.51%	2.70%	2.86%	3.00%

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

* Per capital information is not available for 2015 and 2014.

Clarendon College
Statistical Supplement 10
Legal Debt Margin Information
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Taxable assessed value	\$ 263,078,488	\$ 264,718,488	\$ 231,347,592	\$ 221,999,746	\$ 224,502,215	\$ 212,060,457	\$ 197,374,303	\$ 198,097,364	\$ 187,531,401	\$ 187,777,003
General obligation bonds:										
Statutory tax levy limit for debt service	\$ 1,315,392	\$ 1,323,592	\$ 1,156,738	\$ 1,109,999	\$ 1,122,511	\$ 1,060,302	\$ 986,872	\$ 990,487	\$ 937,657	\$ 938,885
Less: funds restricted for repayment of general obligation bonds	-	-	-	-	-	-	-	-	-	-
Total net general obligation debt	1,315,392	1,323,592	1,156,738	1,109,999	1,122,511	1,060,302	986,872	990,487	937,657	938,885
Current year debt service requirements	-	-	-	-	-	-	-	-	-	-
Excess of statutory limit for debt service over current requirements	<u>\$ 1,315,392</u>	<u>\$ 1,323,592</u>	<u>\$ 1,156,738</u>	<u>\$ 1,109,999</u>	<u>\$ 1,122,511</u>	<u>\$ 1,060,302</u>	<u>\$ 986,872</u>	<u>\$ 990,487</u>	<u>\$ 937,657</u>	<u>\$ 938,885</u>
Net current requirements as a % of statutory limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: Texas Education Code Section 130.122 limits the debt service tax levy of community colleges to \$0.50 per hundred dollars taxable assessed valuation.

Clarendon College
Statistical Supplement 11
Pledged Revenue Coverage
Last Ten Fiscal Years
(unaudited)

Revenue Bonds

Fiscal Year Ended August 31	Pledged Revenues				Debt Service Requirements			Coverage Ratio
	Tuition	Housing	Food Service	Total	Principal	Interest	Total	
2020	\$ 433,328	\$ 197,568	\$ 118,080	\$ 748,976	\$ 169,000	\$ 10,938	\$ 179,938	4.16
2019	477,819	249,087	127,067	853,973	165,000	14,931	179,931	4.75
2018	446,220	243,669	135,261	825,150	161,000	18,828	179,828	4.59
2017	414,282	203,376	108,312	725,970	157,000	22,627	179,627	4.04
2016	329,604	190,490	113,500	633,594	168,000	40,180	208,180	3.04
2015	330,665	224,280	133,688	688,633	145,000	63,450	208,450	3.30
2014	334,970	205,674	135,277	675,921	135,000	69,795	204,795	3.30
2013	335,346	198,363	129,828	663,537	130,000	75,905	205,905	3.22
2012	334,173	199,962	129,098	663,233	125,000	81,780	206,780	3.21
2011	360,474	200,773	131,950	693,197	120,000	87,420	207,420	3.34

Clarendon College
Statistical Supplement 12
Demographic and Economic Statistics - Taxing District
Last Ten Fiscal Years
(unaudited)

Calendar Year	District Population	District Personal Income (a) (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2019	3,287	149,251	43,224	3.5%
2018	3,319	146,266	44,176	3.4%
2017	3,311	*	*	3.6%
2016	3,405	*	*	n/a
2015	3,499	146,618	41,903	4.3%
2014	3,543	*	*	4.9%
2013	3,522	153,399	43,555	4.8%
2012	3,602	126,837	35,212	6.4%
2011	3,631	124,057	34,166	6.1%
2010	3,677	117,982	32,200	6.7%

Source: * U.S. Bureau of Economic Analysis
Texas Workforce Commission, Unemployment Rate, TWC Texas LMCI Tracer,
Data Link U.S. Bureau of Labor Statistics

Clarendon College
Statistical Supplement 13
Principle Employers
Last Year Calendar Year
(unaudited)

Employer	Current Fiscal Year		Nine Years Prior	
	Number of Employees	***Percentage of Total Employment***	Number of Employees	***Percentage of Total Employment***
Clarendon Consolidated ISD	50-99	5.21%	60-139	5.09%
Clarendon College	50-99	5.21%	50-99	3.87%
Clarendon Nursing Home	20-49	2.43%	0	0.00%
Lowes Home Improvement	20-49	2.43%	20-49	1.79%
Allsup's Convenience Store	20-49	2.43%	0	0.00%
CanTex Feedlot	20-49	2.43%	0	0.00%
Cattleman's Feed Lot	20-49	2.43%	0	0.00%
Clarendon City	20-49	2.43%	10-19	0.75%
Clarendon Outpost Company	20-49	2.43%	20-49	1.79%
Hedley ISD	20-49	2.43%	20-49	1.79%
Pizza Hut	20-49	2.43%	10-19	0.75%
Sonic Drive In	20-49	2.43%	20-49	1.79%
Associated Ambulance Service	10-19	1.04%	0	0.00%
Best Western - Red River Inn	10-19	1.04%	0	0.00%
Clarendon Family Medical Center	10-19	1.04%	0	0.00%
Crown Correctional Telephone	10-19	1.04%	0	0.00%
Donley County Hospital District	10-19	1.04%	0	0.00%
Donley County Sherriff	10-19	1.04%	10-19	0.75%
Donley County State Bank	10-19	1.04%	10-19	0.75%
Great Western Dining	10-19	1.04%	10-19	0.75%
Greenbelt Municipal & Ind	10-19	1.04%	10-19	0.75%
H & W Indl SVC	10-19	1.04%	10-19	0.75%
Roadrunner Homecare	10-19	1.04%	0	0.00%
Saints Roost Cottage	10-19	1.04%	0	0.00%
Texas Highway Patrol	10-19	1.04%	0	0.00%
Herring Bank	10-19	1.04%	10-19	0.75%
Texas Dept of Transportation	10-19	1.04%	0	0.00%
Nutrien AG Solutions	10-19	1.04%	0	0.00%
Wallace Monument Co	10-19	1.04%	10-19	0.75%
Floyd's Automotive	10-19	1.04%	0	0.00%
Clarendon Country Club	5-9	0.49%	0	0.00%
Dollar General	5-9	0.49%	10-19	0.75%
John Morrow Drilling & Service	5-9	0.49%	0	0.00%
Mike's Pharmacy	5-9	0.49%	0	0.00%
Pilgrim Bank	5-9	0.49%	0	0.00%
Robertson Funeral Directors	5-9	0.49%	0	0.00%
Sandell Drive In	5-9	0.49%	0	0.00%
Subway	5-9	0.49%	0	0.00%
CEFCO	5-9	0.49%	0	0.00%
Clarendon Vet Hospital	5-9	0.49%	0	0.00%
Three H Cattle Co	5-9	0.49%	0	0.00%
Knorpp Insurance Agency	5-9	0.49%	0	0.00%
Buckin' Bean	5-9	0.49%	0	0.00%
United States Post Office	5-9	0.49%	0	0.00%
Community Care Center	0	0.00%	50-99	3.87%
Total	868	60.30%	721	27.49%
Total Workforce	1439		1925	

Source: The Texas Workforce Commission

*** NOTE: The percentages for current period were calculated using the mid point.
<https://texaslmi.com/Home/EmployerContact>

US Census for total workforce

Clarendon College
Statistical Supplement 14
Faculty, Staff, and Administrators Statistics
Last Ten Fiscal Years
(unaudited)

As of November 1,	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Faculty										
Full-Time	39	42	40	40	38	40	38	34	35	35
Part-Time	45	35	36	35	37	43	40	41	43	41
Total	84	77	76	75	75	83	78	75	78	76
Percent										
Full-Time	46.4%	54.5%	52.6%	53.3%	50.7%	48.2%	48.7%	45.3%	44.9%	46.1%
Part-Time	53.6%	45.5%	47.4%	46.7%	49.3%	51.8%	51.3%	54.7%	55.1%	53.9%
Staff and Administrators										
Full-Time	47	54	53	49	46	44	35	39	42	43
Part-Time	1	3	4	3	3	2	4	4	3	4
Total	48	57	57	52	49	46	39	43	45	47
Percent										
Full-Time	97.9%	94.7%	93.0%	94.2%	93.9%	95.7%	89.7%	90.7%	93.3%	91.5%
Part-Time	2.1%	5.3%	7.0%	5.8%	6.1%	4.3%	10.3%	9.3%	6.7%	8.5%
FTSE per Full-Time Faculty	30.77	28.57	30.00	25.70	25.10	22.40	24.47	25.50	25.09	27.34
FTSE per Full-Time Staff Member	25.53	22.22	22.64	20.98	20.70	20.36	26.57	22.23	20.90	22.26
Average Annual Faculty Salary	\$ 42,465	\$ 39,660	\$ 49,128	\$ 38,677	\$ 38,601	\$ 44,022	\$ 37,522	\$ 40,709	\$ 39,757	\$ 38,757

Source: IPEDS Human Resources

Clarendon College
Statistical Supplement 15
Enrollment Details
Last Five Fiscal Years
(unaudited)

<u>Student Classification</u>	Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 Hours	1,287	81.51%	1,277	80.42%	1,277	80.42%	1,209	81.36%	1,108	82.50%
31-60 Hours	196	12.41%	205	12.91%	205	12.91%	178	11.98%	140	10.42%
>60 Hours	88	5.57%	85	5.35%	85	5.35%	84	5.65%	87	6.48%
Unclassified	8	0.51%	21	1.32%	21	1.32%	15	1.01%	8	0.60%
Total	1,579	100.00%	1,588	100.00%	1,588	100.00%	1,486	100.00%	1,343	100.00%

<u>Semester Hour Load</u>	Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	23	1.46%	2	0.13%	2	0.13%	26	1.75%	20	1.49%
3-5 semester hours	404	25.60%	399	25.14%	399	25.14%	306	20.60%	293	21.83%
6-8 Semester hours	409	25.90%	439	27.64%	439	27.64%	425	28.60%	327	24.35%
9-11 semester hours	169	10.70%	180	11.34%	180	11.34%	182	12.25%	169	12.58%
12-14 semester hours	301	19.06%	303	19.08%	303	19.08%	281	18.91%	280	20.85%
15-17 semester hours	234	14.82%	215	13.54%	215	13.54%	201	13.53%	196	14.59%
18 & over	39	2.46%	50	3.15%	50	3.14%	65	4.36%	58	4.31%
Total	1,579	100.00%	1,588	100.02%	1,588	100.01%	1,486	100.00%	1,343	100.00%

Average course load	9.2	9.3	9.3	9.5	9.7
---------------------	-----	-----	-----	-----	-----

<u>Tuition Status</u>	Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (in-District)	211	13.69%	226	14.23%	226	14.23%	235	15.81%	138	10.28%
Texas Resident (out-of-District)	1,195	77.54%	1,236	77.82%	1,236	77.82%	1,138	76.57%	1,112	82.79%
Non-Resident Tuition	135	8.77%	126	7.95%	126	7.95%	113	7.62%	93	6.93%
Total	1,541	100.00%	1,588	100.00%	1,588	100.00%	1,486	100.00%	1,343	100.00%

Clarendon College
Statistical Supplement 16
Student Profile
Last Five Fiscal Years
(unaudited)

Gender	Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	843	53.39%	876	55.16%	876	55.16%	784	52.76%	565	42.07%
Male	736	46.61%	712	44.84%	712	44.84%	702	47.24%	778	57.93%
Total	1,579	100.00%	1,588	100.00%	1,588	100.00%	1,486	100.00%	1,343	100.00%

Ethnic Origin	Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	777	49.21%	824	51.89%	824	51.89%	964	64.87%	833	62.03%
Hispanic	38	2.41%	60	3.78%	60	3.78%	71	4.78%	74	5.51%
African American	98	6.21%	103	6.49%	103	6.49%	91	6.12%	84	6.25%
Asian	8	0.51%	8	0.50%	8	0.50%	9	0.61%	9	0.67%
Foreign	19	1.20%	18	1.13%	18	1.13%	14	0.94%	14	1.04%
Native American	12	0.76%	11	0.69%	11	0.69%	20	1.35%	18	1.34%
Other	627	39.70%	564	35.52%	564	35.52%	317	21.33%	311	23.16%
Total	1,579	100.00%	1,588	100.00%	1,588	100.00%	1,486	100.00%	1,343	100.00%

Age	Fall 2019		Fall 2018		Fall 2017		Fall 2016		Fall 2015	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	738	46.74%	629	39.61%	629	39.61%	600	40.38%	528	39.31%
18 -21	481	30.46%	547	34.45%	547	34.45%	459	30.89%	473	35.22%
22 - 24	78	4.94%	79	4.97%	79	4.97%	72	4.85%	55	4.10%
25 - 35	167	10.58%	210	13.22%	210	13.22%	210	14.13%	164	12.21%
36 - 50	100	6.33%	96	6.05%	96	6.05%	121	8.14%	108	8.04%
51 & over	15	0.95%	27	1.70%	27	1.70%	24	1.61%	15	1.12%
Total	1,579	100.00%	1,588	100.00%	1,588	100.00%	1,486	100.00%	1,343	100.00%

Average Age	22	22	22	23	23
-------------	----	----	----	----	----

Clarendon College
Statistical Supplement 17
Transfers to Senior Institutions
2019-20 Graduates, Completers, and Non-Returners as of Fall 2020
(Includes only public senior colleges in Texas)
 (unaudited)

	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all Sample Transfer Students	% of all Sample Transfer Students
1 West Texas A&M university	112	-	-	112	44.44%
2 Texas Tech University	57	-	-	57	22.61%
3 Midwestern State University	12	-	-	12	4.76%
4 Texas A&M University	11	-	-	11	4.37%
5 Sam Houston State University	9	-	-	9	3.57%
6 Tarleton State University	8	-	-	8	3.17%
7 The University of Texas at Austin	6	-	-	6	2.38%
8 Stephen F Austin State University	4	-	-	4	1.59%
9 Texas State University	4	-	-	4	1.59%
10 Lamar University	3	-	-	3	1.19%
11 Texas A&M University - Commerce	3	-	-	3	1.19%
12 Texas A&M University - Kingsville	3	-	-	3	1.19%
13 Angelo State University	2	-	-	2	0.79%
14 Texas Southern University	2	-	-	2	0.79%
15 The University of Texas at Arlington	2	-	-	2	0.79%
16 University of Houston	2	-	-	2	0.79%
17 University of North Texas	2	-	-	2	0.79%
18 University of Texas - San Antonio	2	-	-	2	0.79%
19 Prairie View A&M University	1	-	-	1	0.40%
20 Sul Ross State University	1	-	-	1	0.40%
21 Texas A&M University - Corpus Christi	1	-	-	1	0.40%
22 Texas A&M University - Galveston	1	-	-	1	0.40%
23 Texas A&M University - Texarkana	1	-	-	1	0.40%
24 Texas Women's University	1	-	-	1	0.40%
25 The University of Texas - Rio Grande Valley	1	-	-	1	0.40%
26 The University of Texas at Tyler	1	-	-	1	0.40%
Totals	252	-	-	252	99.99%

This page left blank intentionally

Clarendon College
Statistical Supplement 18
Capital Asset Information
Fiscal Years 2016 to 2020
(unaudited)

	Fiscal Year				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Academic buildings	10	10	10	10	10
Square footage (in thousands)	120,426	120,426	120,426	120,426	120,426
Libraries*	1	1	1	1	1
Square footage (in thousands)	10,507	10,507	10,507	10,507	10,507
Number of Volumes (in thousands)	18	18	18	18	18
Administrative and support buildings	5	5	5	5	5
Square footage (in thousands)	40,374	40,374	40,374	40,374	40,374
Dormitories	5	5	5	5	5
Square footage (in thousands)	60,489	60,489	60,489	60,489	60,489
Number of Beds	296	296	296	296	296
Apartments	-	-	-	-	-
Square footage (in thousands)	-	-	-	-	-
Number of Beds	-	-	-	-	-
Dining Facilities*	1	1	1	1	1
Square footage (in thousands)	7,788	7,788	7,788	7,788	7,788
Average daily customers	425	425	425	425	425
Athletic Facilities	3	3	3	3	3
Square footage(in thousands)	93,671	93,671	93,671	93,671	93,671
Stadiums					
Gymnasiums*	1	1	1	1	1
Fitness Centers*	1	1	1	1	1
Rodeo Arena	1	1	1	1	1
Tennis Court					
Plant facilities	2	2	2	2	2
Square footage (in thousands)	17,335	17,335	17,335	17,335	17,335
Transportation					
Cars	7	9	9	10	10
Light Trucks/Vans (includes Instructional)	9	10	10	8	8
Buses (Instructional)	9	10	10	9	9