Southern Arkansas University Tech

East Camden, Arkansas

Basic Financial Statements and Other Reports

June 30, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE

SOUTHERN ARKANSAS UNIVERSITY TECH
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Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair

Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

INDEPENDENT AUDITOR'S REPORT

Southern Arkansas University Tech
Legislative Joint Auditing Committee

Report on the Audit of the Financial Statements

Disclaimer of and Unmodified Opinions

We have audited the financial statements of the business-type activities of Southern Arkansas University Tech (College), an institution of higher education of the State of Arkansas, as of and for the year ended June 30, 2024, and the related notes to the financial statements. We were not engaged to audit the financial statements of the discretely presented component unit. These financial statements collectively comprise the College's basic financial statements as listed in the table of contents.

Disclaimer of Opinion on the Discretely Presented Component Unit

We do not express an opinion on the accompanying financial statements of the discretely presented component unit of the College. Because of the significance of the matter described in the Basis for Disclaimer of Opinion on the Discretely Presented Component Unit section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements of the discretely presented component unit.

Unmodified Opinion on the Business-Type Activities

In our opinion, the accompanying 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 June 30, 2024, 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.

Basis for Disclaimer of Opinion on the Discretely Presented Component Unit

The financial statements of Southern Arkansas University Tech Foundation, Inc. (Foundation) have not been audited, and we were not engaged to audit the Foundation financial statements as part of our audit of the College's basic financial statements. The Foundation's financial activities are included in the College's basic financial statements as a discretely presented component unit and represent 100% of the assets and revenues of the College's discretely presented component unit.

Basis for Unmodified Opinion

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

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

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

Report on Comparative Information

The financial statements include partial prior-year comparative information, which has been derived from a complete set of financial statements. Such information does not include all of the information required to constitute a presentation in accordance with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the College's financial statements for the year ended June 30, 2023, from which such partial information was derived. We have previously audited the business-type activities of the College's 2023 financial statements, and we expressed an unmodified opinion on the respective financial statements of the business-type activities in our report dated October 31, 2024. We did not audit the discretely presented component unit of the College's 2023 financial statements, and we did not express an opinion on the discretely presented component unit in our report dated October 31, 2024. In our opinion, the comparative information presented herein as of and for the year ended June 30, 2023 for the business-type activities, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, certain information pertaining to postemployment benefits other than pensions, and certain information pertaining to pensions on pages 8-15, 50, and 51-56 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Schedule of Selected Information for the Last Five Years (Schedule 1) but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2025 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.

ARKANSAS LEGISLATIVE AUDIT

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
December 17, 2025
EDHE11524

Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair

Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

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*

INDEPENDENT AUDITOR'S REPORT

Southern Arkansas University Tech
Legislative Joint Auditing Committee

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards)*, the financial statements of the business-type activities of Southern Arkansas University Tech (College), an institution of higher education of the State of Arkansas, as of and for the year ended June 30, 2024, and the related notes to the financial statements, and have issued our report thereon dated December 17, 2025. We were not engaged to audit the financial statements of the Southern Arkansas University Tech Foundation, Inc. (Foundation), a discretely presented component unit of the College. These financial statements collectively comprise the College's basic financial statements. Our report disclaims an opinion on the financial statements of the Foundation, a discretely presented component unit, because those financial statements were not audited, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the Foundation.

Report on Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described below in the Audit Findings section of this report as item 2024-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

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

We noted certain matters that we reported to management of the College in a separate letter dated December 17, 2025.

AUDIT FINDINGS

Material Weakness

2024-1:

Financial Statements should be presented fairly in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). The College's internal control system did not detect or prevent material misstatements in the financial statements due to turnover and lack of sufficient accounting personnel. The financial statements were subsequently corrected by College personnel during audit fieldwork. Significant financial reporting errors in the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, Statement of Cash Flows, and Notes to the Financial Statements included:

Statement of Net Position

- Current and noncurrent cash were overstated and understated by $5,743,749, respectively.
- Net pension liability was overstated by $62,097 and the deferred outflows and inflows related to pensions were overstated and understated by $16,632 and $901,021, respectively, resulting in an overstatement of net position of $855,556.
- Capital Assets were understated by $406,672 due to items not being capitalized and depreciation expense not being properly recorded, resulting in an understatement of net position of $406,672.
- Net Position restricted for capital projects and restricted for other were understated and overstated by $5,743,878, respectively.

Statement of Revenues, Expenses, and Changes in Net Position

- Other operating revenues and investment income were overstated and understated by $415,595, respectively.
- Amounts reported for scholarship allowance and scholarship and fellowship expenses lack sufficient supporting documentation to determine they were allocated correctly.

Statement of Cash Flows

- Cash inflows and outflows from operating activities were understated by $36,415.
- Cash inflows and outflows from noncapital financing activities were understated by $2,491.
- Cash inflows and outflows from capital and related financing activities were understated by $38,906.

Notes to the Financial Statements

- Amounts reported for operating expenses by functional classifications included errors totaling $928,199 and was not in agreement with the amount reported on the Statement of Revenues, Expenses, and Changes in Net Position.
- Amount reported for student fee revenue source related to pledged revenues was overstated by $1,631,801 and was not in agreement with the amount reported on the Statement of Revenues, Expenses, and Changes in Net Position.
- Commitments totaling $4,554,245 related to construction projects were reported in error.

We recommend the College implement internal controls to ensure the accuracy of financial reporting.

Management Response: Southern Arkansas University Tech acknowledges Material Weakness Finding 2024-001. During the 2024 engagement year, SAU Tech experienced two occurrences which greatly affected our ability to represent SAU Tech's financial statements accurately.

1. In March 2024, SAU Tech converted from its legacy operating system of 25 years, POISE. While historical balances were converted, a lot of detailed history was not converted. We experienced issues retrieving historical data and reports after the conversion was completed.

2. In March 2024, SAU Tech experienced an untimely retirement of its Controller of thirty-two years. SAU Tech hired a new controller in July 2024. However, during the audit process, the decision was made to dismiss the new controller from employment.

SAU Tech has since hired a licensed C.P.A. as Controller of its business office. The new controller is reviewing all internal controls to ensure accuracy of financial reporting going forward.

College's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the College's response to the finding identified in our audit, excluding the management letter finding, and described previously. The College's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

ARKANSAS LEGISLATIVE AUDIT

Matt Fink

Matt Fink, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
December 17, 2025

Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair

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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

MANAGEMENT LETTER

Southern Arkansas University Tech
Legislative Joint Auditing Committee

We would like to communicate the following item that came to our attention during this audit. The purpose of such comment is to provide constructive feedback and guidance, in an effort to assist management to maintain a satisfactory level of compliance with the state constitution, laws and regulations, and to improve internal control. This matter was discussed previously with College officials during the course of our audit fieldwork and at the exit conference.

Three unauthorized withdrawals totaling $19,901 were made from the College's bank account between March 27, 2025 and April 18, 2025. College and bank personnel discovered the unauthorized withdrawals, and the funds were recovered from the bank.

STUDENT ENROLLMENT DATA – In accordance with Ark. Code Ann. § 6-60-209, we performed tests of the student enrollment data for the year ended June 30, 2024, as reported to the Arkansas Division of Higher Education, to provide reasonable assurance that the data was properly reported. The enrollment data reported was as follows:

	Summer II Term 2023	Fall Term 2023	Spring Term 2024	Summer I Term 2024
Student Headcount	110	1,003	939	198
Student Semester Credit Hours	461	10,193	9,171	1,678

During our review, nothing came to our attention that would cause us to believe that the student enrollment data was not substantially correct.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the governing board, College management, state executive and oversight management, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

Matt Fink

Matt Fink, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
December 17, 2025

Southern Arkansas University Tech
Management's Discussion and Analysis (Unaudited)

Overview of the Financial Statements and Financial Analysis

Southern Arkansas University Tech presents its financial statements for the fiscal year ending June 30, 2024, with comparative data presented for the fiscal year ended June 30, 2023. The Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows are the three financial statements that are presented. This discussion and analysis of Southern Arkansas University Tech's financial statements provides an overview of its financial activities for the current year.

Statement of Net Position

The Statement of Net Position presents the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position of the College as of the end of the fiscal year. This financial statement reflects the College's financial position at a moment in time, the last day of its fiscal year, which is June 30, 2024.

From the data presented, readers of the Statement of Net Position can determine the assets available to meet existing obligations and continue the operations of the institution. They are also able to determine how much the institution owes to vendors and lending institutions. Finally, the Statement of Net Position provides a picture of the net position (assets and deferred outflows minus liabilities and deferred inflows) and their availability for expenditure by the institution.

Net position is divided into three major categories. The first category, invested in capital assets, net of debt, provides the institution's equity in property, plant and equipment owned by the institution. The next asset category is restricted net position, which is divided into two categories, nonexpendable and expendable. The corpus of nonexpendable restricted resources is only available for investment purposes. Southern Arkansas University Tech does not have a nonexpendable restricted net position. Expendable restricted net position is available for expenditure by the institution but must be spent for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets. The final category is unrestricted net position. Unrestricted net position is available to the institution for any lawful purpose of the institution.

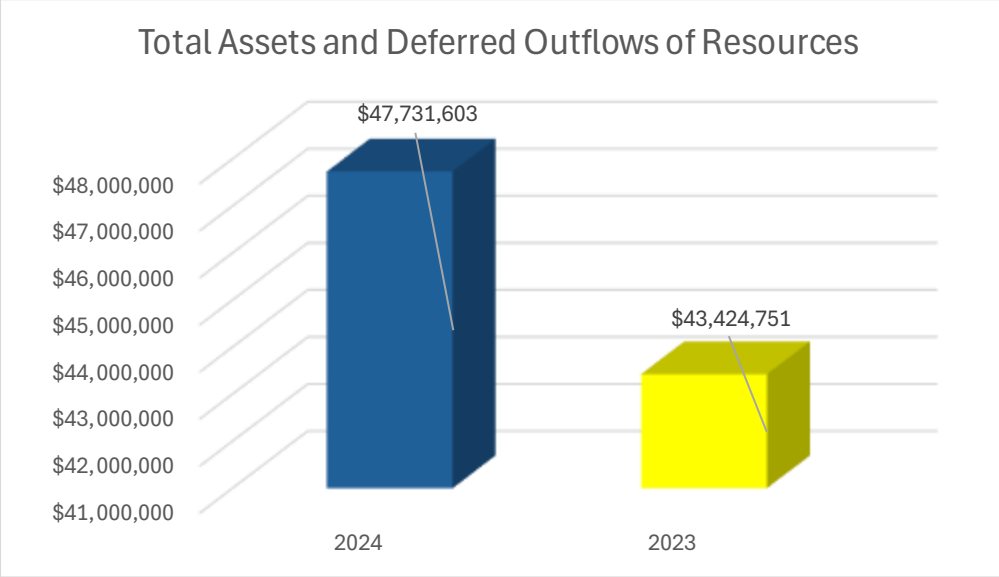
Statement of Net Position (Continued)

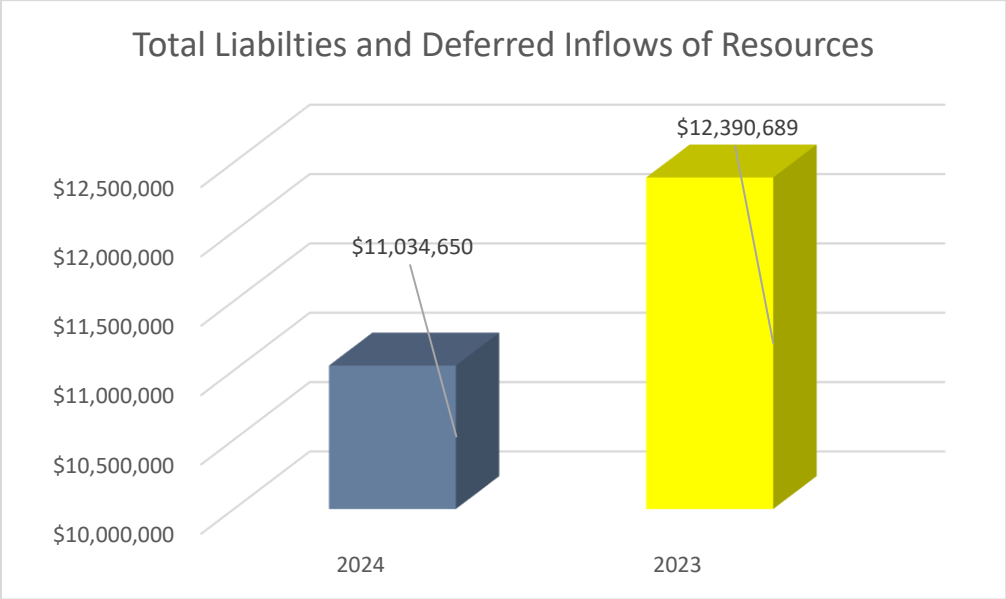
Statement of Net Position

	2024	2023
Assets and Deferred Outflows of Resources		
Current Assets	$ 8,420,075	$ 8,939,148
Capital Assets, net	30,374,473	31,312,891
Other Assets	7,837,043	1,832,798
Deferred Outflows of Resources	1,100,012	1,339,914
Total Assets and Deferred Outflows of Resources	$ 47,731,603	$ 43,424,751
Liabilities and Deferred Inflows of Resources		
Current Liabilities	$ 1,303,651	$ 2,004,165
Noncurrent Liabilities	8,262,100	9,195,703
Deferred Inflow of Resources	1,468,899	1,190,821
Total Liabilties and Deferred Inflows of Resources	$ 11,034,650	$ 12,390,689
Net Position		
Invested in capital assets, net of debt	$ 25,749,112	$ 26,142,471
Restricted - expendable	6,984,977	866,926
Unrestricted	3,962,864	4,024,665
Total Net Position	$ 36,696,953	$ 31,034,062

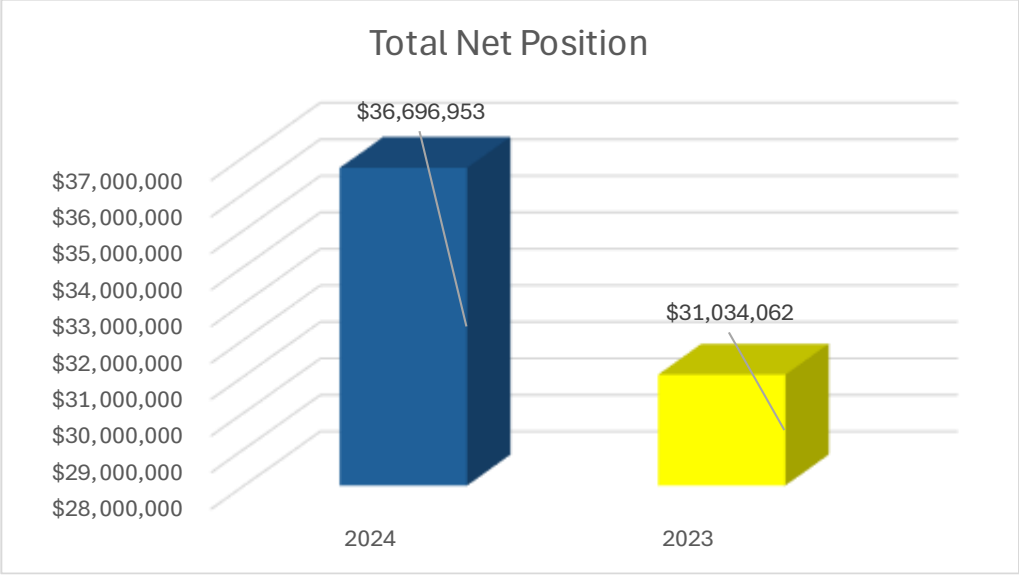
The summary above shows several large variances in line items from 2023 to 2024. Current assets decreased by $519,073; capital assets, net of depreciation decreased by $938,418; noncurrent liabilities decreased by $933,603; deferred inflow of resources increased by $278,078; and Investment in capital assets net of debt decreased by $393,359. The decrease in noncurrent liabilities and increase in deferred inflow of resources were related to pension valuations by the actuaries for the Arkansas Teacher Retirement System and the Arkansas Public Employee Retirement System.

Statement of Net Position (Continued)





Statement of Net Position (Continued)



Statement of Revenues, Expenses and Changes in Net Position

Changes in total net position as presented on the Statement of Net Position is based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position. The purpose of the statement is to present the revenues received by the institution, both operating and non-operating, and the expenses paid by the institution, operating and non-operating, and any other revenues, expenses, gains, and losses received or spent by the institution.

Operating revenues are received for providing goods and services to the various customers and constituencies of the institution. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues, and to conduct the mission of the institution. Nonoperating revenues are revenues received for which goods and services are not provided. For example, state appropriations are non-operating because they are provided by the Legislature to the institution without the Legislature directly receiving commensurate goods and services for those revenues.

Statement of Revenues, Expenses and Changes in Net Position (Continued)

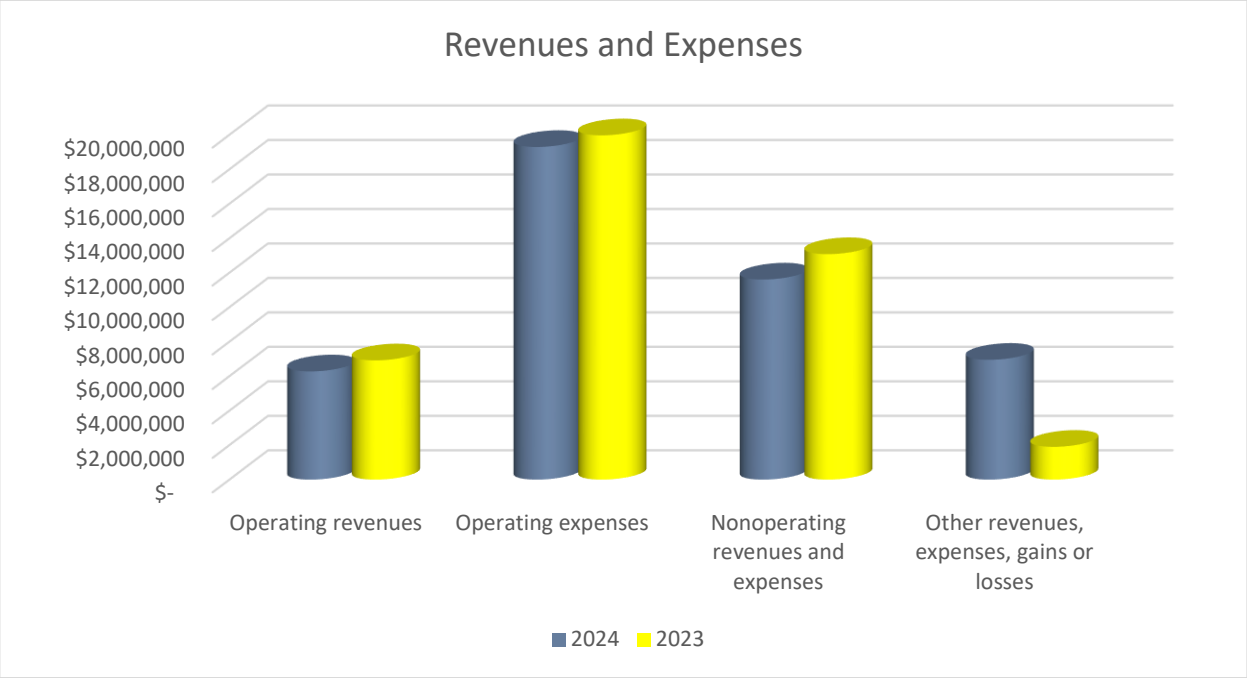
Statement of Revenues, Expenses, and Changes in Net Position

	2024	2023
Operating revenues	$ 6,277,512	$ 6,917,312
Operating expenses	19,295,052	19,970,928
Operating Loss	(13,017,540)	(13,053,616)
Nonoperating revenues and expenses	11,730,341	13,079,511
Income (Loss) Before Other Revenues, Expenses, Gains or Losses	(1,287,199)	25,895
Other revenues, expenses, gains or losses	6,954,166	1,923,033
Increase (Decrease) in Net Position	5,666,967	1,948,928
Net Position at Beginning of Year	31,034,062	29,106,107
Adjustment to prior year net position	(4,076)	(20,973)
Net Position at Beginning of Year(as restated)	31,029,986	29,085,134
Net Position at End of Year	$ 36,696,953	$ 31,034,062

Some of the highlights of the information presented on the Statement of Revenues, Expenses and Changes in Net Position are as follows:

1. Total Operating Revenues show a decrease of $639,800 from year-end 2023 to year-end 2024. Net student tuition and fees decreased $361,265, and federal, state, and local grants decreased $722,846. However, other operating revenues increased by $171,021 and auxiliary enterprises increased by $202,257.
2. Total operating expenses show a decrease of $675,876 from year-end 2023 to year-end 2024. Supplies and services made up much of the decrease with $722,217 lower expenses. Scholarship expenses decreased by $317,933. Personnel services had a minor increase of $54,345.
3. Non-operating revenues show modest decreases of $71,368 to state appropriations and a decrease of $39,891 to state grants. The largest decrease in non-operating revenues was federal grants made up mostly of federal financial aid assistance. It decreased by $1,196,004.
4. SAU Tech received a direct federal grant of $5,877,000 for construction and improvements to the Arkansas Fire Training Academy. The grant is reflected under Capital grants and gifts.

Statement of Revenues, Expenses and Changes in Net Position (Continued)



Capital Asset and Debt Administration

Southern Arkansas University Tech had $30,374,473 in capital assets net of accumulated depreciation as of June 30, 2024. Renovation of the Shumaker Barracks that started in 21/22 was completed as of year-end 2024. Renovation updates began on the oldest student housing rooms in summer 2024 to be completed during the fiscal year 2025. SAU Tech is currently underway in evaluating fleet age and purchasing new fleet as budget allows. M&R was undergoing software updates thus not allowing SAU Tech to submit expired and unwanted equipment.

For additional information concerning Capital Assets and Debt Administration, see Notes 4, 5, and 6 in the notes to the financial statements.

Southern Arkansas University Tech
Management's Discussion and Analysis (Unaudited)

Economic Outlook

Over the past several fiscal years, the College has taken a very conservative approach to spending due to the flat level in general revenue funding, the reduction in cash flows due to enrollment declines, and the most recent pandemic. Even though the College's overall fund balance is sound, close oversight of all spending as well as revenue generation is still critical. Special emphasis will continue to be placed on student enrollment trends and retention. Necessary budget adjustments will be made to keep spending in alignment with cash flow. College leadership will continue to review academic programs and administrative services and identify opportunities to consolidate and reduce administrative operational costs. Moreover, operational efficiencies and cost containment will continue to drive the conversation among campus leaders.

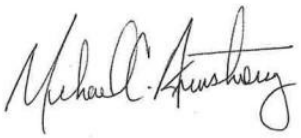
Additionally, the college administration continues to discuss strategies to help mitigate the effects of the enrollment downturn and the impact the downturn has had on cash flow. Economists predict a continued enrollment decline over the next decade. High school graduation classes will continue to shrink in size along with the local population. Both predictions will have a major negative impact on college resources. The college must become more initiative-taking in creating and developing programs that will result in increased enrollment.

On March 11, 2024, the college officially upgraded its ERP System from Jenzabar PX to Jenzabar One. This has been a 2- year journey of preparation, training, and implementation. The functionality of this new system will allow for easier access to data and reports, streamlined operational practices, and better overall management of the college's student services, fiscal, and administrative departments.

On September 1, 2023, the college filled its Vice Chancellor for Finance & Administration (CFO) vacancy. On January 10, 2024, the new Chancellor started at SAU Tech. The Vice Chancellor of Student Services resigned his position on June 30, 2024. The Vice Chancellor of Student Services duties were split between the Vice Chancellor of Academics and the Vice Chancellor of Finance and Administration. Overall, the College's internal controls and fiscal management continue to be very sound.

Economic Outlook (Continued)

The College is not aware of any currently known facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations during this fiscal year beyond those unknown variations having a global effect on all types of business operations.



Michael C. Armstrong
Vice Chancellor for Finance/Administration

Additional Note:
On October 30, 2024, SAU Tech experienced a ransomware attack by an entity called RansomHub. SAU Tech IT personnel were able to disconnect the servers, and access by the perpetrators was interrupted quickly. SAU Tech immediately contacted its insurance providers and began collaborating with their consultants to assess what information was affected. The consultants finished their investigation during March 2025. Letters were mailed to potential victims to alert them and offer credit monitoring services.

Exhibit A

SOUTHERN ARKANSAS UNIVERSITY TECH
COMPARATIVE STATEMENT OF NET POSITION
JUNE 30, 2024

	June 30, 2024	June 30, 2023
ASSETS		
Current Assets:		
Cash and cash equivalents	$ 7,332,286	$ 6,434,654
Accounts receivable (less allowances of $177,111 and $130,472)	193,464	295,288
Other receivables (less allowances of $236 and $166)	599,849	1,798,762
Inventories	4,389	9,547
Prepaid expenses	290,087	400,897
Total Current Assets	8,420,075	8,939,148
Noncurrent Assets:		
Unrestricted cash and cash equivalents	1,518,401	1,392,801
Restricted cash and cash equivalents	6,318,612	439,772
Deposits with trustee	30	225
Capital assets, net of accumulated depreciation of $32,203,276 and $30,118,218	30,374,473	31,312,891
Total Noncurrent Assets	38,211,516	33,145,689
TOTAL ASSETS	46,631,591	42,084,837
DEFERRED OUTFLOWS OF RESOURCES		
Pensions	769,980	973,317
Other postemployment benefits (OPEB)	232,921	264,237
Deferral on debt defeasance	97,111	102,360
Total Deferred Outflows of Resources	1,100,012	1,339,914
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 47,731,603	$ 43,424,751
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued liabilities	$ 338,090	$ 611,309
Bonds, leases and SBITAs payable	416,883	391,238
Compensated absences	72,850	70,983
Other postemployment benefits (OPEB)	181,759	155,098
Advances	82,990	594,847
Funds held in trust for others	199,676	169,287
Other liabilities	11,403	11,403
Total Current Liabilities	1,303,651	2,004,165
Noncurrent Liabilities:		
Bonds, leases and SBITAs payable	4,305,589	4,617,869
Compensated absences	381,875	372,090
Other postemployment benefits (OPEB)	1,174,107	1,565,620
Net pension liability	2,400,529	2,640,124
Total Noncurrent Liabilities	8,262,100	9,195,703
TOTAL LIABILITIES	9,565,751	11,199,868

Exhibit A

SOUTHERN ARKANSAS UNIVERSITY TECH
COMPARATIVE STATEMENT OF NET POSITION
JUNE 30, 2024

	June 30, 2024	June 30, 2023
DEFERRED INFLOWS OF RESOURCES		
Pensions	$ 681,781	$ 815,836
Other Post-employment Benefits (OPEB)	784,603	374,985
Leases	2,515	
Total Deferred Inflows of Resources	1,468,899	1,190,821
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	11,034,650	12,390,689
NET POSITION		
Net investment in capital assets	25,749,112	26,142,471
Restricted for:		
Expendable:		
Capital projects	6,318,741	364,701
Debt service	30	
Other	666,206	502,225
Unrestricted	3,962,864	4,024,665
TOTAL NET POSITION	36,696,953	31,034,062
Total Liabilities, Deferred inflows of resources, and Net Position	$ 47,731,603	$ 43,424,751

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

Exhibit A-1

SOUTHERN ARKANSAS UNIVERSITY TECH FOUNDATION
STATEMENTS OF FINANCIAL POSITION (UNAUDITED)
JUNE 30, 2024 AND 2023

ASSETS

	June 30, 2024	June 30, 2023
Current Assets		
Cash and cash equivalents	$ 64,173	$ 52,264
Investments, at fair value	193,752	163,822
Total current assets	257,925	216,086
Restricted Assets		
Cash and cash equivalents	105,377	84,208
Investments, at fair value	1,082,012	1,034,509
Total restricted assets	1,187,389	1,118,717
Property and Equipment		
Net property and equipment	1,999,376	2,084,855
TOTAL ASSETS	$ 3,444,690	3,419,658

LIABILITIES AND NET ASSETS

Liabilities		
Current Liabilities		
Current portion of long-term debt	$ 122,798	$ 118,306
Long-Term Liabilities		
Long-term debt	1,515,146	1,646,692
Total liabilties	1,637,944	1,764,998
Net Assets		
Without Donor Restrictions	619,357	536,213
With Donor Restrictions	1,187,389	1,118,717
Total net assets	1,806,746	1,654,930
TOTAL LIABILITIES AND NET ASSETS	$ 3,444,690	$ 3,419,928

Exhibit B

SOUTHERN ARKANSAS UNIVERSITY TECH
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024	June 30, 2023
OPERATING REVENUES		
Student tuition and fees	$ 1,802,799	$ 2,164,064
(net of scholarship allowances of $3,258,507 and $3,005,585)		
Federal grants and contracts	1,355,666	1,614,261
State and local grants and contracts	1,778,970	2,243,221
Sales and services of educational departments	106,956	35,923
Auxiliary enterprises:		
Residential life (net of scholarship allowances of $0 and $139,404)	430,211	338,071
Athletics (net of scholarship allowances of $0 and $100,515)	210,391	100,274
Other operating revenues	592,519	421,498
TOTAL OPERATING REVENUES	6,277,512	6,917,312
OPERATING EXPENSES		
Personal services	10,054,492	10,000,147
Scholarships and fellowships	1,106,535	1,424,468
Supplies and services	5,925,476	6,647,693
Depreciation	2,208,549	1,898,620
TOTAL OPERATING EXPENSES	19,295,052	19,970,928
OPERATING INCOME (LOSS)	(13,017,540)	(13,053,616)
NON-OPERATING REVENUES (EXPENSES)		
State appropriations	8,032,033	8,103,401
Federal grants	2,737,899	3,933,903
State grants	610,085	649,976
Gifts	7,114	
Investment income	531,105	315,484
Interest on capital asset-related debt	(182,699)	(173,575)
Disposal of capital assets, net of accum depreciation	(12,349)	217,963
Amortization of bond discount & deferral on debt defeasement	(7,118)	(7,118)
Rental income	14,271	39,477
NET NON-OPERATING REVENUES (EXPENSES)	11,730,341	13,079,511
INCOME BEFORE OTHER REVENUES, EXPENSES, GAINS, OR LOSSES	(1,287,199)	25,895
Capital appropriations	418,408	1,792,424
Capital grants and gifts	6,535,758	130,609
INCREASE (DECREASE) IN NET POSITION	5,666,967	1,948,928
NET POSITION- BEGINNING OF YEAR	31,034,062	29,106,107
Adjustment to prior year net position	(4,076)	(20,973)
NET POSITION- BEGINNING OF YEAR - (as restated)	31,029,986	29,085,134
NET POSITION- END OF YEAR	$ 36,696,953	$ 31,034,062

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

Exhibit B-1

SOUTHERN ARKANSAS UNIVERSITY TECH FOUNDATION
STATEMENTS OF ACTIVITIES (UNAUDITED)
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

For the year ended June 30, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenues			
Contributions	$ 56,222	$ 108,746	$ 164,968
Rental income, net	54,315	-	54,315
Net assets released from restrictions	61,710	(61,710)	-
Total public support and revenues	172,247	47,036	219,283
Operating expenses			
Program services			
Grants and allocations	80,151	108,661	188,812
Total program expenses	80,151	108,661	188,812
Supporting services			
Management and general	9,017	-	9,017
Total supporting services expenses	9,017	-	9,017
Total expenses	89,168	108,661	197,829
Operating income (loss)	83,079	(61,625)	21,454
Non-operating activities			
Investment income	65	37,580	37,645
Net realized gains (losses) on investments	-	11,389	11,389
Net unrealized gains (losses) on investments	-	81,328	81,328
Non-operating income (expense), net	65	130,297	130,362
Change in net assets	83,144	68,672	151,816
Net assets, beginning of year	536,213	1,118,717	1,654,930
Net assets, end of year	$ 619,357	$ 1,187,389	$ 1,806,746

Exhibit B-1

SOUTHERN ARKANSAS UNIVERSITY TECH FOUNDATION
STATEMENTS OF ACTIVITIES (UNAUDITED)
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

For the year ended June 30, 2023	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenues			
Contributions	$ 2,553	$ 71,930	$ 74,483
Special events and fundraising	44,909	50,753	95,662
Investment income	536	31,726	32,262
Rental income, net	136,752	-	136,752
Net assets released from restrictions	75,926	(75,926)	-
Total public support and revenues	260,676	78,483	339,159
Operating expenses			
Grants and allocations	111,760	10,607	122,367
Total program expenses	111,760	10,607	122,367
Management and general	9,495	-	9,495
Special events and fundraising	-	139,138	139,138
Total supporting services expenses	9,495	139,138	148,633
Total expenses	121,255	149,745	271,000
Operating income (loss)	139,421	(71,262)	68,159
Non-operating activities			
Net realized gains (losses) on investments	-	14,587	14,587
Net unrealized gains (losses) on investements	-	16,930	16,930
Non operating income (expense), net	-	31,517	31,517
Change in net assets	139,421	(39,745)	99,676
Net assets, beginning of year	396,792	1,158,462	1,555,254
Net assets, end of year	**$ 536,213**	**$ 1,118,717**	**$ 1,654,930**

Exhibit C

SOUTHERN ARKANSAS UNIVERSITY TECH
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024	June 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Student tuition and fees	$ 1,787,454	$ 2,055,192
Grants and contracts	4,191,869	3,273,723
Sales and services of educational departments	93,484	33,325
Auxiliary enterprises:		
Residential life	404,469	327,771
Athletics	215,177	99,886
Other receipts	589,236	400,150
Payments to employees	(7,640,428)	(7,751,149)
Payments for employee benefits	(2,517,504)	(2,588,729)
Scholarships and fellowships	(1,096,299)	(1,433,643)
Payments to suppliers	(5,752,168)	(7,037,176)
Net cash provided (used) by operating activities	(9,724,710)	(12,620,650)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	8,032,033	8,103,401
Gifts and grants	3,084,686	4,855,895
Direct loan and plus loan receipts	681,718	684,003
Direct loan and plus loan payments	(687,671)	(716,975)
Other agency funds-net	24,990	36,155
Net cash provided (used) by noncapital financing activities	11,135,757	12,962,479
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital appropriations	418,408	1,792,424
Capital grants and gifts	6,535,758	
Proceeds from the sale of capital assets		506,831
Proceeds from lessees	14,200	40,100
Purchase of capital assets	(1,392,874)	(3,412,665)
Payment to trustee for principal	(160,000)	(150,000)
Payment to trustee for interest and fees	(159,689)	(164,016)
Payment to lessors for principal	(270,693)	(155,758)
Payment to lessors for interest and fees	(24,062)	(10,392)
Net cash provided (used) by capital and related financing activities	4,961,048	(1,553,476)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments (net of fees)	529,976	308,864
Net increase (decrease) in cash and cash equivalents	6,902,071	(902,783)
Cash and cash equivalents- beginning of year	8,267,227	9,170,010
Cash and cash equivalents- end of year	$ 15,169,299	$ 8,267,227

Exhibit C

SOUTHERN ARKANSAS UNIVERSITY TECH
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

	June 30, 2024	June 30, 2023
Reconciliation of net operating revenues (expenses) to net cash provided (used) by operating activities:		
Operating income (loss)	$ (13,017,540)	$ (13,053,616)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	2,208,549	1,898,620
Miscellaneous items	(4,076)	(15,666)
Change in assets and liabilities:		
Receivables, net	1,532,504	(1,098,523)
Inventories	5,158	(2,565)
Prepaid expenses	99,494	(106,888)
Accounts payable	(5,633)	(292,829)
Compensated absences	11,652	10,955
Net OPEB Obligation	(364,852)	116,301
Advances received	(465,986)	364,554
Funds held in trust for others	5,399	(4,300)
Net Pension Liability	(239,595)	1,409,531
Deferred inflows	275,563	(1,484,998)
Deferred outflows	234,653	(361,226)
Net cash provided (used) by operating activities	$ (9,724,710)	$ (12,620,650)
NONCASH TRANSACTIONS		
Donated Capital Asset		130,609
Right-to-use assets acquired by leases	142,188	931,688
Gain (Loss) on Capital Assets	(12,349)	(288,867)

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

NOTE 1: Summary of Significant Accounting Policies

Reporting Entity

Southern Arkansas University Tech is one of two campuses of the Southern Arkansas University System. The East Camden Campus operates under the policies and supervision of the Board of Trustees of the Southern Arkansas University System, a five-member group. The Board is the level of government that has governing responsibility over all activities related to higher education that come under Southern Arkansas University and its East Camden Campus. The College receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Trustees is not included in any other governmental "reporting entity" since board members are appointed by the Governor of the State and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters.

Component Unit – Southern Arkansas University Tech Foundation

The Southern Arkansas University Tech Foundation, Inc. (the Foundation) is an Arkansas not for profit corporation, qualified as 501(c)(3) organization under the Internal Revenue Service Code, supporting Southern Arkansas University Tech (the College). The Foundation acts primarily as a fund-raising organization to supplement the resources that are available to the College in support of its programs. The Board of Directors of the Foundation is made up of 14 members. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources or income that the Foundation holds and invests is restricted to the activities of the College by donors. Because these restricted resources held by the Foundation may only be used by, or for the benefit of, the College, the Foundation is considered a component unit of the College under the guidelines established by Governmental Accounting Standards Board Statement no. 39, *Determining Whether Certain Organizations Are Component Units.* Accordingly, the financial statements of the Foundation are discretely presented in the College's financial statements in accordance with the provisions of GASB Statement no. 39.

During the year ended June 30, 2024, the Foundation distributed $188,812 to the College for both restricted and unrestricted purposes. Complete financial statements for the Foundation can be obtained from the Finance Office, Southern Arkansas University Tech, PO Box 3499, Camden, AR 71711.

The Foundation's financial information in the College's financial statements has been presented on the accrual basis of accounting in accordance with generally accepted accounting principles under the requirements of the Financial Accounting Standards Board (FASB). As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial statements.

Financial Statement Presentation

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments.* GASB Statement No. 35, *Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities*, followed this in November 1999. The financial statement presentation required by GASB No. 34 and No. 35, as amended, provides a comprehensive, entity-wide perspective of the College's assets, deferred outflows, liabilities, deferred inflows, net position, revenues, expenses, changes in net position, and cash flows, and replaces the fund-group perspective previously required.

NOTE 1: Summary of Significant Accounting Policies (Continued)

Basis of Accounting

For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation is incurred. All significant intra-agency transactions have not been eliminated.

Capital Assets and Depreciation

Land, buildings, improvements and infrastructure, equipment, library holdings, and construction in progress are reported at cost or estimated historical cost if actual data is not available. Donated capital assets are reported at acquisition value when received. The College follows the State guidelines for equipment capitalization. The capitalization threshold for intangible assets is $1,000,000.

Depreciation is computed using the straight-line method over the estimated lives of the assets, generally 30 years for buildings, 20 years for infrastructure and land improvements, 15 years for library holdings, and 5 to 15 years for equipment. A half-year of depreciation is taken in the year the asset is placed in service and a half-year of depreciation is taken in the year of disposition.

Leases

GASB 87 became effective July 1, 2021, and required recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The leases were recognized based on the facts and circumstances that existed as of the implementation date of July 1, 2021.

As the lessee, Southern Arkansas University Tech had several lease contracts for computers and copy machines. Lease contracts for computers are generally for 36 months with payments due every 3 months. Copy machine contracts range from 1 to 4 years with payments due monthly. There is also a postage machine lease that was for 60 months with payments due every 3 months. The college adopted a policy in the 22/23 year to establish a threshold of $25,000 for the capitalization of such leases.

As the lessor, the College leased radio tower space to 2 companies, with terms that last from 1 to 2 years and require monthly payments. Previously, Southern Arkansas University Tech leased building space at the Ross Center for a 2-year term with payment due monthly but sold the building during the Spring of 2023. The College received $13,797 in lease revenue and $474 in interest, for a total of $14,271 from the 2 radio tower leases as of June 30, 2024.

Subscription-Based Information Technology Arrangements

GASB 96 became effective July 1, 2022, and established standards of accounting and financial reporting for subscription-based information technology arrangements (SBITA). GASB 96 defines a SBITA, establishes that a SBITA would result in a right-to-use IT subscription asset and a corresponding liability, provides capitalization criteria, and requires a new note disclosure. Additional information is included in Notes 4 and 5.

NOTE 1: Summary of Significant Accounting Policies (Continued)

Operating and Nonoperating Revenues

Southern Arkansas University Tech has classified its revenues as either operating or non-operating revenues according to the following criteria:

Operating Revenues – Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances, and (3) most federal, state, and local grants and contracts.

Non-operating Revenues – Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenues by GASB No. *9, Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB No. 34, such as state appropriations, Pell Grants, and investment income.

Cash Equivalents

For purposes of the statement of cash flows, the College considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Additionally, funds maintained by the State of Arkansas on behalf of the University are considered to be cash equivalents.

Accounts Receivable

Accounts receivable consists of tuition and fee charges to students and auxiliary enterprises provided to students, faculty, and staff. Accounts receivable also includes amounts due from the Federal government, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the College's grants and contracts.

Inventories

Inventories are valued at cost with cost being generally determined on a first in, first out basis.

Advances

Advances include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period.

Compensated Absences Payable

Employees accrue and accumulate annual leave in accordance with policies established by the Board of Trustees. Full-time administrative employees accrue annual leave at a variable rate (from 8 to 15 hours per month) depending upon the number of years employed in state government; these employees may carry accrued leave forward from one calendar year to another, up to a maximum of 240 hours (30 working days). Administrative employees who terminate their employment are entitled to payment for all accumulated annual leave, up to the maximum allowed. Administrative non-exempt employees with at least 50 days of accumulated sick leave are entitled to payment of accumulated sick leave. The College accrues the dollar value of sick leave benefits which are payable upon retirement or death of its classified employees.

NOTE 1: Summary of Significant Accounting Policies (Continued)

Noncurrent Liabilities

Noncurrent liabilities include (1) principal amounts of revenue bonds and leases payable with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and related matching costs that will not be paid within the next fiscal year, (3) the net OPEB obligation, and (4) the net pension liability.

Pensions

For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Arkansas Teacher Retirement System (ATRS) and Arkansas Public Employees Retirement System (APERS) and additions to and deductions from ATRS and APERS fiduciary net positions have been determined on the same basis as they are reported by ATRS and APERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Restricted/Unrestricted Resources

The College has no formal policy addressing which resources to use when both restricted and unrestricted net assets are available for the same purpose. College personnel decide which resources to use at the time expenses are incurred.

NOTE 2: Public Fund Deposits and Investments

Cash deposits are carried at cost. Southern Arkansas University Tech's cash deposits at year-end are shown below:

	Carrying Amount	Bank Balance
Insured (FDIC)	$15,039,247	$15,473,400

The above deposits include demand deposits with trustees of $30; however, not included are cash on deposit in the state treasury of $55,582, cash on hand of $850, nor interagency cash in transit of $73,650.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of the failure of a depository financial institution, the College will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The College does not have a formal deposit policy for custodial credit risk. At June 30, 2024, the College was enrolled in an insured cash sweep program that provides FDIC coverage of all of SAU Tech's deposits. Cash deposits are moved into various banks in amounts not to exceed the FDIC coverage for each bank. There was no custodial credit risk to the College.

NOTE 3: Income Taxes

Southern Arkansas University Tech is tax exempt under Internal Revenue Service code. It is also exempt from state income taxes under Arkansas law. Accordingly, no provision for income taxes is made in the financial statements.

NOTE 4: Capital Assets

Following are the changes in capital assets for the year ended June 30, 2024:

	Balance July 1, 2023	Additions	Transfers	Retirements	Balance June 30, 2024
Capital assets not being depreciated					
Land and improvements	$ 1,417,038				$ 1,417,038
Construction in Progress	2,073,731	$ 493,202	$ (2,566,933)		
Total capital assets not being depreciated	$ 3,490,769	$ 493,202	$ (2,566,933)		$ 1,417,038
Other capital assets					
Improvements and infrastructure	$ 1,486,418				$ 1,486,418
Buildings	47,559,838		$ 2,451,691		50,011,529
Equipment	7,357,509	$ 632,852	115,242	$ (56,711)	8,048,892
Library holdings	377,152	14,238			391,390
Right-to-Use Assets-equipment leases	383,160	142,188		(79,129)	446,219
Right-to-Use Assets-SBITAs	776,263				776,263
Total other capital assets	57,940,340	789,278	2,566,933	(135,840)	61,160,711
Less accumulated depreciation for					
Improvements and infrastructure	(797,881)	(52,288)			(850,169)
Buildings	(23,432,349)	(1,167,208)			(24,599,557)
Equipment	(5,432,010)	(543,448)		48,092	(5,927,366)
Library holdings	(224,369)	(26,530)			(250,899)
Right-to-Use Assets-equipment leases	(166,920)	(160,321)		75,399	(251,842)
Right-to-Use Assets-SBITAs	(64,689)	(258,754)			(323,443)
Total accumulated depreciation	(30,118,218)	(2,208,549)	-	123,491	(32,203,276)
Other capital assets, net	$ 27,822,122	$ (1,419,271)	$ -	$ (12,349)	$ 28,957,435
Capital Asset Summary:					
Capital assets not being depreciated	$ 3,490,769	$ 493,202	$ (2,566,933)		$ 1,417,038
Other capital assets, at cost	57,940,340	789,278	2,566,933	$ (135,840)	61,160,711
Total cost of capital assets	61,431,109	1,282,480	-	(135,840)	62,577,749
Less accumulated depreciation	(30,118,218)	(2,208,549)		123,491	(32,203,276)
Capital Assets, net	$ 31,312,891	$ (926,069)		$ (12,349)	$ 30,374,473

NOTE 5: Long-Term Liabilities

Debt payments on bonds amounted to $319,884 for the fiscal year ended June 30, 2024.

A summary of long-term liabilities is as follows:

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding June 30, 2024	Maturities To June 30, 2024
2/6/2018	9/1/2042	4.5%	$ 865,000	$ 740,000	$ 125,000
2/6/2018	9/1/2042	1.7% - 3.85%	4,310,000	3,555,000	755,000
		Unamortized discount	(46,575)	(34,581)	(11,994)
Totals			$ 5,128,425	$ 4,260,419	$ 868,006

The changes in long-term liabilities are as follows:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts due within one year
Revenue bonds payable	$ 4,455,000		$ 160,000	$ 4,295,000	$ 165,000
Bond discount	(36,450)		(1,869)	(34,581)	(1,869)
Leases payable	216,644	$ 142,188	150,614	208,218	129,171
SBITA payable	373,913		120,078	253,835	124,581
Compensated absences	443,073	427,991	416,339	454,725	72,850
Totals	$ 5,452,180	$ 570,179	$ 845,162	$ 5,177,197	$ 489,733

NOTE 5: Long-Term Liabilities (Continued)

Total long-term debt principal and interest payments for bonds are as follows:

Year ended June 30,	Principal	Interest	Total
2025	$ 165,000	$ 155,184	$ 320,184
2026	170,000	150,354	320,354
2027	175,000	145,000	320,000
2028	180,000	139,075	319,075
2029-2033	985,000	597,572	1,582,572
2034-2038	1,195,000	397,656	1,592,656
2039-2043	1,425,000	144,865	1,569,865
Totals	$ 4,295,000	$ 1,729,706	$ 6,024,706

Total long-term debt principal and interest payments for leases are as follows:

Year ended June 30,	Principal	Interest	Total
2025	$ 129,171	$ 5,991	$ 135,162
2026	56,573	2,172	58,745
2027	22,474	254	22,728
Totals	$ 208,218	$ 8,417	$ 216,635

Total long-term debt principal and interest payments for SBITAs are as follows:

Year ended June 30,	Principal	Interest	Total
2025	$ 124,581	$ 9,519	$ 134,100
2026	129,254	4,846	134,100
Totals	$ 253,835	$ 14,365	$ 268,200

NOTE 6: Bonds Payable and Pledged Revenues

Student Fee Secured Refunding Bonds, Series 2018-A, issued in the original amount of $4,310,000 and maturing in varying amounts to September 1, 2042, with variable interest rates from 1.7% to 3.85%	$3,555,000
Student Fee Secured Refunding Bonds, Series 2018-B, issued in the original amount of $865,000 and maturing in varying amounts to September 1, 2042, with an interest rate of 4.5%	740,000
	$4,295,000

Bond Issue	Maturity Date	Purpose of Debt	Remaining Principal & Interest	FY 24 Principal & Interest	Revenue Source	FY24 Revenue	% of Rev Pledged in FY24
2018-A Series	2042	Student Center Construction	$ 4,923,581	$ 261,021	Student Fees	$5,061,306	5.16%
2018-B Series	2042	Student Center Construction	$ 1,101,125	$ 58,863	Student Fees	$5,061,306	1.16%
				$ 319,884			

NOTE 7: Subsequent Events

On December 13, 2024, the College entered into a construction agreement for $2,760,000 to build the EMS Training Center. The total estimated cost of the project is $4,200,000 to be paid from American Rescue Plan Act (ARPA) funds.

NOTE 8: Defined Contribution Retirement Plans

Teachers Insurance and Annuity Association (TIAA)

Plan Description. The College participates in TIAA, a defined contribution plan. The plan is a 403(b) program as defined by Internal Revenue Service Code of 1986 as amended and is administered by TIAA. TIAA is an insurance company offering participants a traditional annuity with guaranteed principle and a specific interest rate plus the opportunity for additional growth through dividends. Variable annuities are also offered. Arkansas law authorizes participation in the plan.

Funding Policy. TIAA is a contributory plan. Members select a contribution rate that is at minimum 6% of earnings, but contributions can be up to the IRS dollar limit, which was $23,000 in 2024. The College contributes 10% of earnings to the plan. The participants' and College’s contributions for the year ended June 30, 2024 were $312,225 and $515,715, respectively.

NOTE 8: Defined Contribution Retirement Plans (Continued)

Lincoln Financial Group Retirement Plan

Plan Description. The College contributes to the Lincoln Financial Group Retirement Plan, a defined contribution plan. The plan is a 403(b) program as defined by Internal Revenue Service Code of 1986 as amended and is administered by Lincoln National. The administrator provides insurance policies and annuity contracts, which become the property of the participant when issued.

Updated plan description as of 06/30/2024: The College no longer has any participants contributing to Lincoln Financial Group Retirement Plan and this plan is no longer available for new employees.

Southern Arkansas University Tech Defined Contribution Retirement Plan

Plan Description. The College contributes to the Southern Arkansas University Tech Retirement Plan, a defined contribution plan. The plan is a 403(b) program as defined by the Internal Revenue Service Code of 1986 as amended and is administered by VALIC. The administrator provides insurance policies and annuity contracts, which become the property of the participant, when issued

Funding Policy. The participant's contributions are tax-sheltered and must be at least 6% of earnings, but contributions can be up to the IRS dollar limit, which was $23,000 in 2024. The College's contribution rate is 10%. Participants become vested after one year. The participants' and the College's contributions for the year ended June 30, 2024 were $5,546 and $5,546, respectively.

NOTE 9: Defined Benefit Retirement Plans

General Information. Eligible employees of Southern Arkansas University Tech are provided with pensions through the Arkansas Teacher Retirement System (ATRS), administered by the Arkansas Teacher Retirement System board of trustees, and Arkansas Public Employees Retirement System (APERS), administered by the Arkansas Public Employees Retirement System board of trustees. ATRS and APERS are cost-sharing multiple-employer defined benefit plans. Benefit provisions and contribution provisions are established and amended by Arkansas Code Title 24.

Each plan issues a publicly available financial report, which may be obtained by contacting the appropriate plan:

Arkansas Teacher Retirement System 1400 West Third Street Little Rock, AR 72201 (501) 682-1517 https://www.artrs.gov/publications	Arkansas Public Employees Retirement System 124 W. Capitol, Suite 400 Little Rock, AR 72201-3704 (501) 682-7800 http://www.apers.org/publications

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Teacher Retirement System

Summary of Significant Accounting Policies. For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Arkansas Teacher Retirement System (ATRS) and additions to and deductions from ATRS fiduciary net position have been determined on the same basis as reported by ATRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Benefits provided. ATRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Members are eligible for full retirement benefits at age 60 with five or more years of actual or reciprocal service or at any age with 28 or more years of credited service. Members with 25 years of actual or reciprocal service who have not attained age 60 may receive an annuity reduced by 10/12 of 1% multiplied by the number of months by which the early retirement precedes the earlier of (1) completion of 28 years of credited service or (2) attainment of age 60. The normal retirement benefit, paid monthly, is determined based on (1) the member's final average salary and (2) the number of years of service. Disability benefits are payable to members who are vested and demonstrate total and permanent incapacity to perform the duties of their position while in active employment. The disability annuity is computed in the same manner as the age and service annuity. Survivor benefits are payable to qualified survivors upon the death of an active, vested member. Eligible spouse survivors receive an annuity based on the member's years of service credit prior to their death, and minor child survivors receive a percentage of the member's highest salary earned. ATRS also provides a lump sum death benefit for active and retired members, with 10 years of actual service. A cost-of-living adjustment (COLA) is payable on July 1 of each year to retirees, certain survivors, and annuity beneficiaries who received monthly benefits for the previous 12 months. The COLA is calculated by multiplying 100% of the member's base retirement annuity by 3%.

Contributions. The funding policy of ATRS provides for periodic employer contributions at statutorily established rates based on annual actuarial valuations. For the fiscal year ended June 30, 2024 the employer contribution rate was 15.00% of covered payroll. Contributions to ATRS from Southern Arkansas University Tech were $105,860 for the year ended June 30, 2024.

ATRS has contributory and non-contributory plans. The contributory plan has been in effect since the beginning of the plan. Contributory members of ATRS contribute 7% of their gross wages.

July 1, 1986. Effective July 1, 1999 all new members, including any former active members, were automatically enrolled as noncontributory members. Active members as of July 1, 1999 were allowed to make an irrevocable choice between the contributory or noncontributory plans. Employee contributions are refundable if covered employment terminates before a monthly benefit is payable.

Pension liability. At June 30, 2024, Southern Arkansas University Tech's proportionate share of the net pension liability was $1,155,466. The net pension liability was measured as of June 30, 2023, 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 collective net pension liability was 0.0223% and was based on the colleges' proportionate share of contributions.

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Teacher Retirement System (Continued)

Pension expense. For the year ended June 30, 2024, Southern Arkansas University Tech recognized a reduction of pension expense of $25,734. At June 30, 2024, the College reported 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	$ 42,020	$ 1,352
Net difference between projected and actual investment earnings on pension plan investments	76,094	
Changes of Assumptions	84,127	
Changes in proportion and differences between employer contributions and proportionate share of contributions		461,764
Contributions subsequent to the measurement date	105,860	
	$ 308,101	$ 463,116

$105,860 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 year ended June 30, 2025. 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 June 30:	
2025	$(133,266)
2026	(152,340)
2027	65,032
2028	(40,301)

Actuarial Assumptions - The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age normal
Wage inflation rate	2.75%
Salary increases	2.75 – 5.75%
Investment rate of return	7.25% compounded annually

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Teacher Retirement System (Continued)

Mortality table: Pub-2010 Healthy Retired, General Disabled Retiree, and General Employee Mortality weighted tables were used for males and females. Mortality rates were adjusted for future mortality.

	Scaling Factor	
Table	Males	Females
Healthy Retirees	105%	105%
Disabled Retirees	104%	104%
Active Members	100%	100%

The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2020.

Investment Rate of Return - The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major 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 were adopted by the plan's trustees after considering input from the plan's investment consultant and actuary.

For each major asset class that is included in the pension plan's target asset allocation as of June 30, 2023, these best estimates are summarized in the following table:

Asset Allocation	**Target Allocation**	**Long-Term Expected Real Rate of Return**
Total Equity	53.00%	5.00%
Fixed Income	15.00%	1.80%
Alternatives	5.00%	4.80%
Real Assets	15.00%	4.50%
Private Equity	12.00%	7.30%
Cash Equivalents	0.00%	1.00%
	100.00%	

Single Discount Rate – A single discount rate of 7.25% was used to measure the total pension liability based on the expected rate of return on pension plan investments. The current member and employer contribution rates are 7.00% and 15.00% of active member payroll, respectively. The projection of cash flows used to determine this single discount rate assumed that member and employer contributions will be made in accordance with this schedule. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Teacher Retirement System (Continued)

Sensitivity of College's proportionate share of the net pension liability to changes in the discount rate - The following presents the College's proportionate share of the plan's net pension liability, calculated using a single discount rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1% lower or 1% higher.

	1% Decrease 6.25%	Current Rate 7.25%	1% Increase 8.25%
Net Pension Liability	$ 1,876,669	$ 1,155,466	$ 557,532

Arkansas Public Employees Retirement System

Summary of Significant Accounting Policies. For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Arkansas Public Employees Retirement System (APERS) and additions to and deductions from APERS fiduciary net position have been determined on the same basis as reported by APERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Benefits provided. APERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The normal retirement benefit, paid on a monthly basis, is determined based on (1) the member's final average compensation (an average of the highest 36 month's earnings) and (2) the number of years of credited service. Retiree benefit increases are calculated each year on July 1 for the following 12 months. The re-determined amount is the amount of the benefit payable as of the immediately preceding July 1, increased by 3%. Members are eligible for full retirement benefits (1) at any age with 28 years of credited service; (2) at age 65 with five years of actual service, except for members of the General Assembly who must have 10 years of actual service if the member only has service as a member of the General Assembly; or (3) at age 55 with 35 years of credited service as an elected official or public safety member. Members are eligible for reduced benefits (1) at any age with at least 25 years but less than 28 years of actual service; or (2) at age 55 with five years of actual service. Members who are defined as a public safety member are eligible for a reduced benefit with five years of actual service if the member is within 10 years of normal retirement age.

Contributions. Contribution provisions applicable to the participating employers are established by the APERS' Board of Trustees and should be based on an independent actuary's determination of the rate required to fund the plan. The General Assembly and certain agencies employing individuals in public safety positions must also remit additional amounts. For the fiscal year ended June 30, 2024 the employer contribution rate was 15.32% of covered payroll. Contributions to APERS from Southern Arkansas University Tech were $124,892 for the year ended June 30, 2024.

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Public Employees Retirement System (Continued)

APERS consists of both a contributory and a non-contributory plan. The contributory plan has been in effect since the beginning of the plan and is available to all persons who became members prior to January 1, 1978. The noncontributory plan was created by Act 793 of 1977 and was effective January 1, 1978. It automatically applied to all members hired from January 1, 1978, to June 30, 2005. Act 2084 of 2005 requires that, beginning July 1, 2005, all new hires become contributory members and are required to contribute 5% of their earnings to APERS. Other noncontributory members were given the opportunity to become contributory if they so elected by December 31, 2005. Act 365 of 2021 which took effect July 1, 2022, raises the contribution rate by 0.25% each July 1 until it reaches 7%. The contribution rate was 5.50% for the year ended June 30, 2024.

During a member's participation in the APERS deferred retirement option plan (DROP), the employer continues to make contributions and the employee ceases to make contributions.

Pension liability. At June 30, 2024, Southern Arkansas University Tech's proportionate share of the net pension liability was $1,136,120. The net pension liability was measured as of June 30, 2023, 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 collective net pension liability was 0.0390% and was based on the colleges' proportionate share of contributions.

Pension expense. For the year ended June 30, 2024, Southern Arkansas University Tech recognized a pension expense of $64,888. At June 30, 2024, the College reported 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	$ 64,132	$ 6,241
Net difference between projected and actual investment earnings on pension plan investments	141,406	
Changes of Assumptions	53,412	
Changes in proportion and differences between employer contributions and proportionate share of contributions	160	207,327
Contributions subsequent to the measurement date	124,892	
	$ 384,002	$ 213,568

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Public Employees Retirement System (Continued)

$124,892 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 year ended June 30, 2025. 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 June 30:	
2025	$ (74,348)
2026	(29,916)
2027	159,349
2028	(9,543)

Actuarial Assumptions. The total pension liability, net pension liability, and certain sensitivity information was determined by an actuarial valuation as of June 30, 2023. The significant assumptions used in the valuation and adopted by the APERS Board of Trustees, were as follows:

Actuarial cost method	Entry Age Normal
Discount rate	7.00%
Wage inflation rate	3.25%
Salary increases	3.25% - 11.00%
Investment rate of return	7.00%

The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 114% and 132% of the PubG-2010 Amount-Weighted Below-Median Income General Retiree Mortality tables males and females, respectively. The disabled retiree mortality tables, for post-retirement disabled mortality, used in evaluating allowances to be paid were 114% and 132% of the PubNS-2010 Amount-Weighted Disabled Retiree Mortality tables for males and females, respectively. The pre-retirement mortality tables used were 75% of the PubG-2010 Amount-Weighted Below-Median General Employee Mortality tables for active mortality experience. Mortality rates for a particular calendar year are determined by applying the MP-2021 mortality improvement scale to the above described tables.

All other actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period from July 1, 2017 through June 30, 2022 and were applied to all prior periods included in the measurement.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the current asset allocation percentage and by adding expected price inflation. Best estimates of arithmetic real rates of return for the 10-year period from 2023 to 2032 were based upon capital market assumptions provided by the plan's investment consultant. For each major asset class included in the plan's target asset allocation as of June 30, 2023, these best estimates are summarized in the following table:

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Public Employees Retirement System (Continued)

Asset Allocation	Target Allocation	Long-Term Expected Real Rate of Return
Broad Domestic Equity	37.00%	6.19%
International Equity	24.00%	6.77%
Real Assets	16.00%	3.34%
Absolute Return	5.00%	3.36%
Domestic Fixed	18.00%	1.79%
Total	100.00%	

Single Discount Rate – A single discount rate of 7% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the discount rate - The following presents the plan's net pension liability, calculated using a single discount rate of 7%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1% lower or 1% higher.

	1% Decrease 6.00%	Current Rate 7.00%	1% Increase 8.00%
Net Pension Liability	$ 1,810,873	$ 1,136,120	$ 580,187

Arkansas Local Police and Fire Retirement System

Summary of Significant Accounting Policies. For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Arkansas Local Police and Fire Retirement System (LOPFI) and additions to and deductions from LOPFI fiduciary net position have been determined on the same basis as reported by LOPFI. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Local Police and Fire Retirement System (Continued)

Benefits provided:

Benefit Program 1: Pension benefits to a member with five or more years (10 or more years for members hired on or after July 1, 2013) of credited service in force who has attained his normal retirement age consist of an annuity equal to the following:

a. For each year of paid service resulting from employment in a position not also covered by Social Security, 3% of his final average pay; plus

b. For each year of paid service resulting from employment in a position also covered by Social Security, 2% of his final average pay. In addition, if such member is retiring and if such member's age at retirement is younger than Social Security's minimum age for an unreduced retirement benefit, then such member receives a temporary annuity equal to 1% of his final average pay for each such year of paid service. Such temporary annuity terminates at the end of the calendar month in which the earliest of the following events occur: such member's death; or his attainment of such Social Security minimum age for unreduced benefits.

c. In no event will the total of *a*. plus *b*. exceed, at time of retirement, 100% of such final average pay; plus

d. Effective July 1, 2023, for each year of volunteer service, $8.09 per month, to a maximum of $323.60 monthly.

e. Before the date that the first payment of his annuity becomes due, but not thereafter, a member may elect in writing to receive his annuity as a life annuity or he may elect to have his life annuity reduced but not any temporary annuity which may be payable, and nominate a beneficiary in accordance with the provisions of one of four options. If a member does not elect an option, their annuity shall be paid to him or her as a life annuity.

Benefit Program 2: For each year of paid service rendered on or after the election date of Benefit Program 2 and resulting from employment in a position not also covered by Social Security, 3.34% of his or her final average pay, plus for each year of paid service rendered on or after the election date of Benefit Program 2 and resulting from employment in a position also covered by Social Security, 3% of his or her final average pay.

A member will receive disability benefits computed in the same manner as normal retirement benefits if the member has five or more years of credited service (or 10 years of actual service if hired on or after July 1, 2013) and terminates employment because of becoming totally and permanently disabled from non-duty related causes. If the disability is determined to be duty related, the member will receive a benefit regardless of the total amount of credited service. The disability will be designated as Catastrophic Duty (as if the member accrued 28 years of paid service), Hazardous Duty (65% of final average pay), or Ordinary Duty (15% of final average pay).

Deferred Retirement Option Plan (DROP): During 1993, the Arkansas General Assembly passed legislation (Acts 757 and 1004) allowing paid policemen and firefighters to elect to continue working for a period of 10 years past normal retirement age if a member of a local plan. In 2003, the Arkansas General Assembly passed legislation (Act 1734) affording paid members of LOPFI the same opportunity to continue working past normal retirement age with the maximum term being five years. The maximum term was extended to ten years in 2023.

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Local Police and Fire Retirement System (Continued)

This DROP is only available to participants having at least 20 years of paid service. In addition, Act 829 of 2015 allows up to 36 months of actual LOPFI volunteer service credit to be used toward DROP eligibility. The DROP member continues his payroll withholding, the employee's contribution is credited according to law to the defined benefit pension plan and the DROP, and the monthly benefits that would have been payable had the member elected to cease employment and receive a service retirement shall be paid into a separate DROP account.

Contributions

The employee contribution rate depends on the type of service being rendered and whether or not the service is also covered by Social Security. The different employee contribution rates are:

a. Paid service not covered by Social Security: 9.5% of gross pay beginning July 1, 2023; 8.5% of gross pay beginning July 1, 2009; 6% prior to that date

b. Paid service also covered by Social Security: 3.5% of gross pay beginning July 1, 2023; 2.5% of gross pay beginning July 1, 2009; no employee contributions prior to that date

c. Paid service-benefit program 2: 9.5% of gross pay beginning July 1, 2023; 8.5% of gross pay beginning July 1, 2009; 6% prior to that date

d. Volunteer service: no employee contribution

The employer contribution rate is adjusted automatically every year to reflect changes in the composition of the employee group and other factors which affect cost. Contributions are determined on an actuarial basis in order to ensure that the individual system employers can honor their benefit commitments to covered employees. The individual entry age actuarial cost method of valuation is used in determining normal cost

For the fiscal year ended June 30, 2024, the employer contribution rate was 23.77% of covered payroll. Contributions to LOPFI from Southern Arkansas University Tech were $12,153 for the year ended June 30, 2024.

Pension liability. At June 30, 2024, Southern Arkansas University Tech's proportionate share of the net pension liability was $108,943. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The college's proportion of the collective net pension liability was .01088% and was based on the colleges' proportionate share of contributions.

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Local Police and Fire Retirement System (Continued)

Pension expense. For the year ended June 30, 2024, Southern Arkansas University Tech recognized pension expense of $33,438. At June 30, 2024, the College reported 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	$ 13,354	
Net difference between projected and actual investment earnings on pension plan investments	10,083	
Changes of Assumptions	410	$ 5,097
Changes in proportion and differences between employer contributions and proportionate share of contributions	41,877	
Contributions subsequent to the measurement date	12,153	
	$ 77,877	$ 5,097

$12,153 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 year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as a reduction of pension expense as follows:

Year ended June 30:	
2025	$ 30,201
2026	22,395
2027	12,326
2028	(4,295)

Actuarial Assumptions. The total pension liability, net pension liability, and certain sensitivity information was determined by an actuarial valuation as of December 31, 2023. The significant assumptions used in the valuation and adopted by the LOPFI Board of Trustees, were as follows:

Wage Inflation	3.00%
Price Inflation	2.25%
Investment rate of return	7.25%
Actuarial cost method	Entry age normal

NOTE 9: Defined Benefit Retirement Plans (Continued)

Arkansas Local Police and Fire Retirement System (Continued)

Mortality rates were based on the Pub-2010 Amount-Weighted mortality tables for healthy annuitant, disability, or employee death in service, as applicable. The table for healthy annuitants was set forward one year for males and two years for females, and the tables were adjusted for fully generational mortality improvements using Scale MP-2020.

The economic actuarial assumptions used in the December 31, 2023, calculation were based on the results of an experience study covering the period from January 1, 2017 through December 31, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

Asset Allocation	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Stock - Large Cap	21.00%	5.62%
U.S. Stock - Small Cap	21.00%	5.86%
International Equity	9.00%	6.92%
Emerging Markets	9.00%	8.95%
U.S. Corporate Bonds	25.00%	2.29%
Real Estate	5.00%	3.61%
Private Equity	10.00%	9.48%
Total	100.00%	

Single Discount Rate – The single discount rate used to measure the total pension liability was 7.25% for the year ended December 31, 2023. 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 plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return of pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the discount rate - The following presents the plan's net pension liability, calculated using a single discount rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1% lower or 1% higher.

	1% Decrease 6.25%	Current Rate 7.25%	1% Increase 8.25%
Net Pension Liability	$ 170,768	$ 108,943	$ 58,936

NOTE 10: Other Post Retirement Benefits

Plan description. The College contributes to the True Blue Preferred Provider Organization Plan, a single-employer defined benefit plan administered by Arkansas Blue Cross Blue Shield. The administrator provides health insurance benefits to retired employees who have had ten years of continuous service and who are at least 55 years of age. A retiree from age 55-61 may remain a member of the health insurance group until age 65 at the cost to the retiree. The college will pay the health insurance premium for retirees aged 62 to 65 and will also pay the premium for retirees whose age (55 to 65) plus years of service total 75 or more.

Benefit terms. The plan is financed on a pay-as-you-go basis. Participating retirees from age 55-61 are required to contribute $545.87 per month to remain a member of the health insurance group until the age of 65. Depending on the retirees' last annual salary, the College contributes from a range of $525.87 to $540.87 per month to the health plan of participating new retirees that are age 62-64 and to the health plan of participating new retirees whose age (55-64) plus years of service (minimum 15) total 75 or more. To continue dependent, spousal, or family coverage for any of the options, the participating retiree is required to contribute an additional $262.21, $644.26, or $960.61, respectively. The College Chancellor is the authority under which the plan's benefit provisions are established or amended. Recommendations for modifications and amendments to the plan are brought to the Chancellor by the Vice Chancellor of Finance and Administration, discussed by the Vice Chancellor's Council, and approved by the Chancellor.

Employees covered by benefit terms. At June 30, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	13
Active employees	112
	125

Contributions. The College Chancellor is the authority under which the plan's contribution requirements of the College and employees are established or amended. The Chancellor approves rates determined through contractual negotiations with Arkansas Blue Cross Blue Shield. For the year ended June 30, 2024 the average contribution rate was 0.88% percent of covered-employee payroll.

OPEB Liability. At June 30, 2024, Southern Arkansas University Tech's total OPEB liability was $1,355,866. The total OPEB liability was measured as of June 30, 2024 and was determined using an actuarial valuation date of June 30, 2024.

OPEB expense and deferred outflows. For the year ended June 30, 2024, Southern Arkansas University Tech recognized OPEB expense of $131,803. At June 30, 2024, the College reported 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 experience	$ 174,451	$ 563,980
Changes of Assumptions	58,470	220,623
	$ 232,921	$ 784,603

NOTE 10: Other Post Retirement Benefits (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30:	Net Deferred Outflow of Resources
2025	(65,173)
2026	(65,173)
2027	(65,173)
2028	(65,173)
2029	(65,182)
Thereafter	(225,808)
Total	(551,682)

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement no. 75.
(Per GASB 75 Paragraph 165 (d).

Actuarial assumptions. The OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement date:

Actuarial cost method	Entry Age Normal Method
Discount rate	3.13% at 6/30/2017 2.98% at 6/30/2018 2.79% at 6/30/2019 2.66% at 6/20/2020 2.18% at 6/30/2021 4.09% at 6/30/2022 4.13% at 6/30/2023 4.21% at 6/30/2024
Inflation rate	3.00%
Healthcare cost trend rates	8% next year, 7.5% the second year, 7% the third year, 6.5% the fourth year with the rate decreasing by .5% each year, to an ultimate rate of 5%, then 4.75% thereafter.

NOTE 10: Other Post Retirement Benefits (Continued)

Mortality rates were based on the Pub-T 2010 Mortality Table (headcount basis), projected generationally with Scale MP 2019. The life expectancy according to this table is as follows:

Age	Males 2030	Males 2040	Females 2030	Females 2040
55	33.39	34.21	35.91	36.67
65	23.38	24.15	25.69	26.42
75	14.55	15.20	16.41	17.05

Single Discount Rate. The discount rate used to measure the total OPEB liability was 4.21%. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be projected and compared to the obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required. The single discount rate is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. For the purpose of this evaluation, the expected rate of return on OPEB program investments is 4.21%; the municipal bond rate is 4.21%; the resulting single discount rate is 4.21%.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balances at 06/30/2023	$1,720,718
Changes for the year:	
Service cost	124,490
Interest	72,486
differences between expected and actual experience	(498,993)
Employer contributions	(55,721)
Employee contributions	0
Net investment income	0
Benefits and refunds	
Admin expenses	0
Assumption change	(7,114)
Net changes	(364,852)
Balances at 06/30/24	$1,355,866

NOTE 10: Other Post Retirement Benefits (Continued)

Sensitivity of the Total OPEB liability to changes in the discount rate. The following presents the Total OPEB liability of Southern Arkansas University Tech, calculated using a single discount rate of 4.21%, as well as what the Total OPEB liability would be if it were calculated using a single discount rate that is 1-percentage point lower or 1-percentage point higher:

	1% Decrease 3.21%	Discount Rate 4.21%	1% Increase 5.21%
Total OPEB liability (asset)	$ 1,447,726	$ 1,355,866	$ 1,270,404

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability of the College, as well as what the net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower or 1-percentage point higher:

	1% Decrease in HCCTR	Assumed HCCTR	1% Increase in HCCTR
Total OPEB liability (asset)	$ 1,214,435	$ 1,355,866	$ 1,525,579

NOTE 11: Natural Classifications By Function

	Personal services	Scholarships and fellowships	Supplies and services	Depreciation	Total
Instruction	$ 4,969,220		$ 1,870,837		$ 6,840,057
Public service	511		223		734
Academic support	668,661		739,322		1,407,983
Student services	1,180,972		607,753		1,788,725
Institutional support	2,232,017		936,448		3,168,465
Scholarships and fellowships		$ 1,106,535			1,106,535
Operations and maintenance of plant	688,175		1,130,511		1,818,686
Auxiliary enterprises	314,936		640,382		955,318
Depreciation				$ 2,208,549	2,208,549
Total	$ 10,054,492	$ 1,106,535	$ 5,925,476	$ 2,208,549	$ 19,295,052

NOTE 12: Disaggregation of Receivable and Payable Balances

Accounts receivable from students were $370,575 at June 30, 2024. This amount was reduced by an allowance for doubtful accounts of $177,111.

Other receivables of $600,085 at June 30, 2024 consisted of $76,302 from state sources, $442,315 from the federal government, and $81,468 from miscellaneous sources. The other receivables amount was reduced by an allowance for doubtful accounts of $236.

The June 30, 2024 accounts payable and accrued liabilities of $338,090 consisted of $90,351 due to vendors, $190,932 for salaries and fringe benefits, $54,159 accrued for interest payable on long term debt, and $2,648 due to others.

NOTE 13: Risk Management

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The College carries a professional liability insurance policy for Fire Training Academy Emergency Medical Training Students. The liability limits are $1,000,000 each claim and $5,000,000 aggregate. The College pays an annual premium for this coverage

The College carries a professional liability insurance policy for nursing students. The liability limits are $1,000,000 each claim and $3,000,000 aggregate. The College pays an annual premium for this coverage.

The College participates in the Arkansas Public Employees Claims Division – Workers' Compensation Program under the Arkansas Department of Insurance. The program is responsible for obtaining and administering workers' compensation insurance coverage for its members, as well as obtaining reinsurance coverage for those claims that exceed the standard policy limits. In its administrative capacity, the Division is responsible for monitoring, negotiating, and settling claims that have been filed on behalf of and against the College. The College contributes quarterly to this program.

The College participates in the Arkansas Multi-Agency Insurance Trust (AMAIT) for insurance coverage for property, vehicles, and cyber security. In its administrative capacity, AMAIT is responsible for monitoring, negotiating, and settling claims that have been filed against its members. The College pays annual premiums for buildings, contents, vehicles, and cyber.

The College participates in the Arkansas Fidelity Bond Trust Fund administered by the Governmental Bonding Board. This program provides coverage for actual losses sustained by its members through fraudulent or dishonest acts committed by officials or employees. Each loss is limited to $300,000 with a $2,500 deductible. The Department of Finance and Administration withholds the premium from the College's State Treasury Funds.

Settled claims have not exceeded the commercial insurance coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the prior year in the major categories of risk.

NOTE 14: Related Party Transaction

Mr. Monty Harrington is a member of the Board of Trustees of the Southern Arkansas University System through January 13, 2028. Mr. Harrington is the Magnolia market president of Farmers Bank & Trust. In July 2013, the College deposited substantially all of its operational deposits into the Farmers Bank & Trust.

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

Schedule of Changes in the Employers' Total OPEB Liability and Related Ratios

Fiscal year ending June 30,	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability								
Service cost	$ 124,490	$ 125,653	$ 120,328	$ 112,466	$ 110,666	$ 107,712	$ 105,426	
Interest	72,486	66,720	34,732	38,708	42,650	41,723	40,083	
Benefit changes	0	0	0	0	0	0	0	
Difference between actual & expected experience	(498,993)	0	239,869	0	(210,626)	0	0	
Assumption changes	(7,114)	(4,175)	(289,858)	45,094	29,976	17,542	13,086	
Benefit payments	(55,721)	(71,897)	(67,404)	(56,934)	(37,166)	(42,600)	(37,871)	
Net change in Total OPEB liability	(364,852)	116,301	37,667	139,334	(64,500)	124,377	120,724	
Total OPEB liability-beginning	1,720,718	1,604,417	1,566,750	1,427,416	1,491,916	1,367,539	1,246,815	
Total OPEB liability-ending	$ 1,355,866	$ 1,720,718	$ 1,604,417	$ 1,566,750	$ 1,427,416	$ 1,491,916	$ 1,367,539	$ 1,246,815
Covered employee payroll	$ 6,357,869	$ 6,428,416	$ 6,562,337	$ 6,203,459	$ 6,064,336	$ 5,922,817	$ 6,070,897	$ 6,194,441
Total OPEB liability as a percentage of covered employee payroll	21.33%	26.77%	24.45%	25.26%	23.54%	25.19%	22.53%	20.13%

Notes to schedule:
Changes of assumptions. The assumed single discount rate was changed from 3.13% to 2.98% at 6/30/2018, 2.79% at 6/30/2019, 2.66% at 6/30/2020 (and PubG-T mortality added), 2.18% at 6/30/2021, 4.09% at 6/30/2022, 4.13% at 6/30/2023, and 4.21% at 6/30/2024.

Information is presented for those years for which it is available until a full 10-year trend is compiled.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

Schedule of Southern Arkansas University Tech's Proportionate Share of the Net Pension Liability

Arkansas Public Employees Retirement System Pension Plan

FY Ending June 30,	Proportion of the net pension liability	Proportionate share of the net pension liability	Covered employee payroll	Proportionate share of the net pension liability as a % of covered payroll	Plan fiduciary net position as a % of the total pension liability
2024	0.0390%	$ 1,136,120	$ 869,952	130.60%	77.94%
2023	0.0421%	1,136,324	890,866	127.55%	78.31%
2022	0.0514%	395,136	1,032,587	38.27%	93.57%
2021	0.0618%	1,770,220	1,116,521	158.55%	75.38%
2020	0.0612%	1,477,534	1,171,182	126.16%	78.55%
2019	0.0618%	1,362,136	1,254,546	108.58%	79.59%
2018	0.0845%	2,183,637	1,526,710	143.03%	75.65%
2017	0.0897%	2,145,904	1,601,894	133.96%	75.50%
2016	0.0904%	1,665,220	1,615,030	103.11%	80.39%
2015	0.0981%	1,391,338	1,734,233	80.23%	84.15%

*The amounts presented were determined as of June 30 of the previous year.

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

Schedule of Southern Arkansas University Tech Contributions

Arkansas Public Employees Retirement System Pension Plan

FY Ending June 30,	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered employee payroll	Contributions as a % of covered employee payroll
2024	$ 124,892	$ 124,892	$ 0	$ 815,591	15.31%
2023	132,378	132,378	0	869,952	15.22%
2022	134,954	134,954	0	890,866	15.15%
2021	157,227	157,227	0	1,032,587	15.23%
2020	170,542	170,542	0	1,116,521	15.27%
2019	179,393	179,393	0	1,171,182	15.32%
2018	185,004	185,004	0	1,254,546	14.75%
2017	220,832	220,832	0	1,526,710	14.46%
2016	232,275	232,275	0	1,601,894	14.50%
2015	236,396	236,396	0	1,615,030	14.64%

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

Schedule of Southern Arkansas University Tech's Proportionate Share of the Net Pension Liability

Arkansas Teacher Retirement System Pension Plan

FY Ending June 30,	Proportion of the net pension liability	Proportionate share of the net pension liability	Covered employee payroll	Proportionate share of the net pension liability as a % of covered payroll	Plan fiduciary net position as a % of the total pension liability
2024	0.0223%	$ 1,155,466	$ 796,589	145.05%	79.94%
2023	0.0271%	1,428,625	920,262	155.24%	78.85%
2022	0.0302%	835,457	987,374	84.61%	88.58%
2021	0.0391%	2,214,433	1,224,955	180.78%	74.91%
2020	0.0452%	1,885,082	1,380,574	136.54%	80.96%
2019	0.0521%	1,897,433	1,580,717	120.04%	82.78%
2018	0.0569%	2,392,158	1,686,602	141.83%	79.48%
2017	0.0628%	2,771,130	1,851,766	149.65%	76.75%
2016	0.0727%	2,366,954	2,133,934	110.92%	82.20%
2015	0.0811%	2,129,237	2,344,862	90.80%	84.98%

*The amounts presented were determined as of June 30 of the previous year.

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

Schedule of Southern Arkansas University Tech Contributions

Arkansas Teacher Retirement System Pension Plan

FY Ending June 30,	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered employee payroll	Contributions as a % of covered employee payroll
2024	$ 105,860	$ 105,860	$ 0	$ 705,731	15.00%
2023	119,489	119,489	0	796,589	15.00%
2022	135,739	135,739	0	920,262	14.75%
2021	143,169	143,169	0	987,374	14.50%
2020	174,556	174,556	0	1,224,955	14.25%
2019	194,712	194,712	0	1,380,574	14.10%
2018	221,337	221,337	0	1,580,717	14.00%
2017	236,125	236,125	0	1,686,602	14.00%
2016	259,248	259,248	0	1,851,766	14.00%
2015	297,939	297,939	0	2,133,934	13.96%

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

Schedule of Southern Arkansas University Tech's Proportionate Share of the Net Pension Liability

Arkansas Local Police and Fire Retirement System

FY Ending June 30,	Proportion of the net pension liability	Proportionate share of the net pension liability	Covered employee payroll	Proportionate share of the net pension liability as a % of covered payroll	Plan fiduciary net position as a % of the total pension liability
2024	0.0109%	$ 108,943	$ 50,635	215.15%	73.50%
2023	0.0070%	75,175	29,203	257.42%	69.20%

*The amounts presented were determined as of December 31 of the previous year.

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

SOUTHERN ARKANSAS UNIVERSITY TECH
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2024

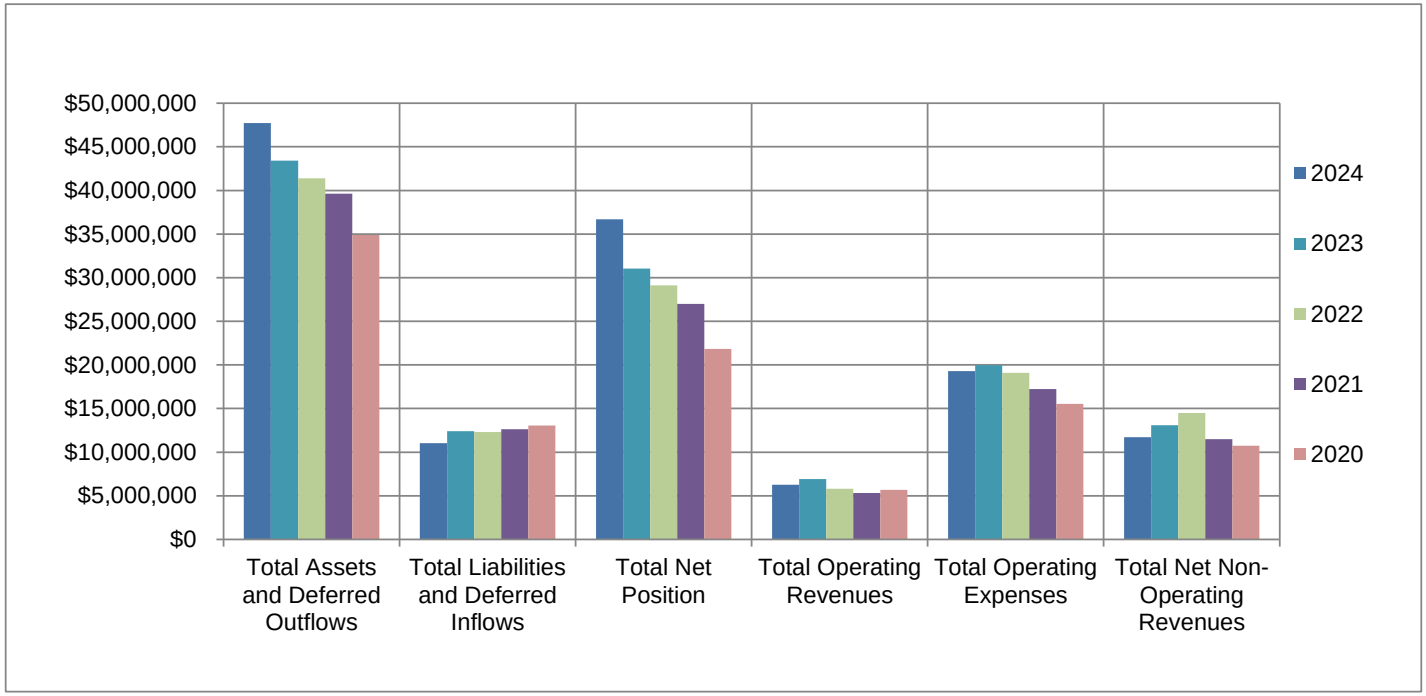
Schedule of Southern Arkansas University Tech Contributions

Arkansas Local Police and Fire Retirement System

FY Ending June 30,	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	Covered employee payroll	Contributions as a % of covered employee payroll
2024	$ 12,153	$ 12,153	$ 0	$ 51,136	23.77%
2023	5,946	5,946	0	25,067	23.72%

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

Schedule 1

SOUTHERN ARKANSAS UNIVERSITY TECH
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS
FOR THE YEAR ENDED JUNE 30, 2024
(Unaudited)

	Year Ended June 30,				
	2024	2023	2022	2021	2020
Total Assets and Deferred Outflows	$ 47,731,603	$ 43,424,751	$ 41,399,649	$ 39,634,076	$ 34,882,511
Total Liabilities and Deferred Inflows	11,034,650	12,390,689	12,293,542	12,632,137	13,047,597
Total Net Position	36,696,953	31,034,062	29,106,107	27,001,939	21,834,914
Total Operating Revenues	6,277,512	6,917,312	5,816,972	5,307,529	5,696,301
Total Operating Expenses	19,295,052	19,970,928	19,099,948	17,247,878	15,547,025
Total Net Non-Operating Revenues	11,730,341	13,079,511	14,502,463	11,491,896	10,739,253
Total Other Revenues, Expenses, Gains or Losses	6,954,166	1,923,033	884,681	5,615,478	5,340,431