

**COFFEYVILLE
COMMUNITY COLLEGE**

Coffeyville, Kansas

Independent Auditor's Report and
Financial Statements with
Supplementary Information

For the Year Ended June 30, 2022

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas

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Management's Discussion and Analysis

Introduction:

The following discussion and analysis of the financial performance and activity of Coffeyville Community College (The College) is to provide an introduction to and an understanding of the basic financial statements of the College for the year ended June 30, 2022, with selected comparative information for the prior fiscal year. This discussion focuses on the current activities, resulting changes, and currently known facts. This discussion should be read in conjunction with the College's basic financial statements and the footnotes to those financial statements. The College is solely responsible for the completeness of this information. A separate audit is issued for the Coffeyville Community College Foundation and is available for review at 400 West 11th, Coffeyville, KS 67337.

Using the Annual Report:

The annual financial report will include basic financial statements and required supplementary information.

Basic financial statements are comprised of two parts:

1. Basic Financial Statements – These include Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows. These statements present the results on a single measurement focus and basis of accounting.
2. The Notes to the Basic Financial Statements are an integral and essential portion of the financial statements.

Required Supplementary Information:

Management's Discussion and Analysis (M D & A) - This is information that is required by standards to be presented, but is not part of the basic financial statements.

Highlights to the Financial Statements:

On June 30, 2022, the College's net position was \$25,240,735.43. Of this amount, \$15,619,483.52 is classified as unrestricted net position. These unrestricted assets may be used to meet the College's ongoing obligations. Net Position showed an increase of \$5,999,174.38 for 2022. Net current assets (current assets less current liabilities) increased by \$1,810,743.92. The coverage ratio of current assets to current liabilities (the ability to pay current liabilities from current assets) decreased from 6.68 times in 2021 to 5.93 times in 2022. Cash and cash equivalents ended the year at \$16,734,130.89, an increase of \$330,654.10 from 2021.

Statement of Net Position

The statements of net position present the assets, liabilities, and net position of the College on June 30, 2022. The purpose of the statements of net position is to present the financial condition of the College.

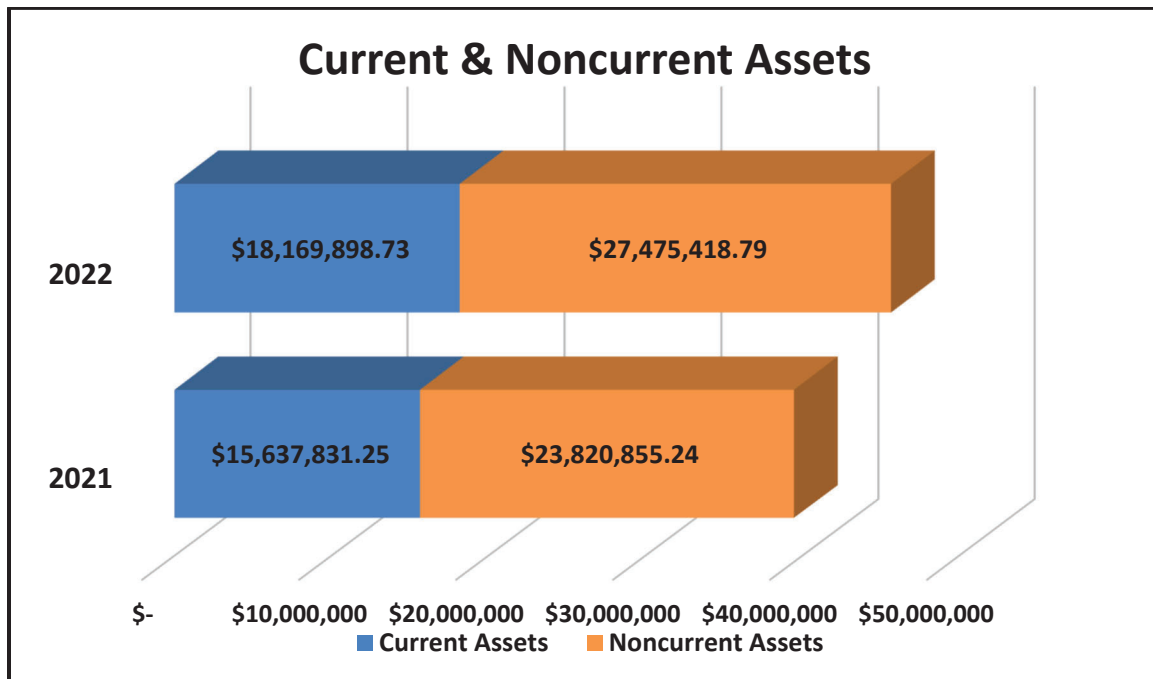
The assets and liabilities are categorized between current and noncurrent. Noncurrent assets are externally restricted cash and investments restricted to make debt service

payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, such as capital assets. Noncurrent liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; or (3) other liabilities that although payable within one year, are to be paid from funds that are classified as noncurrent assets.

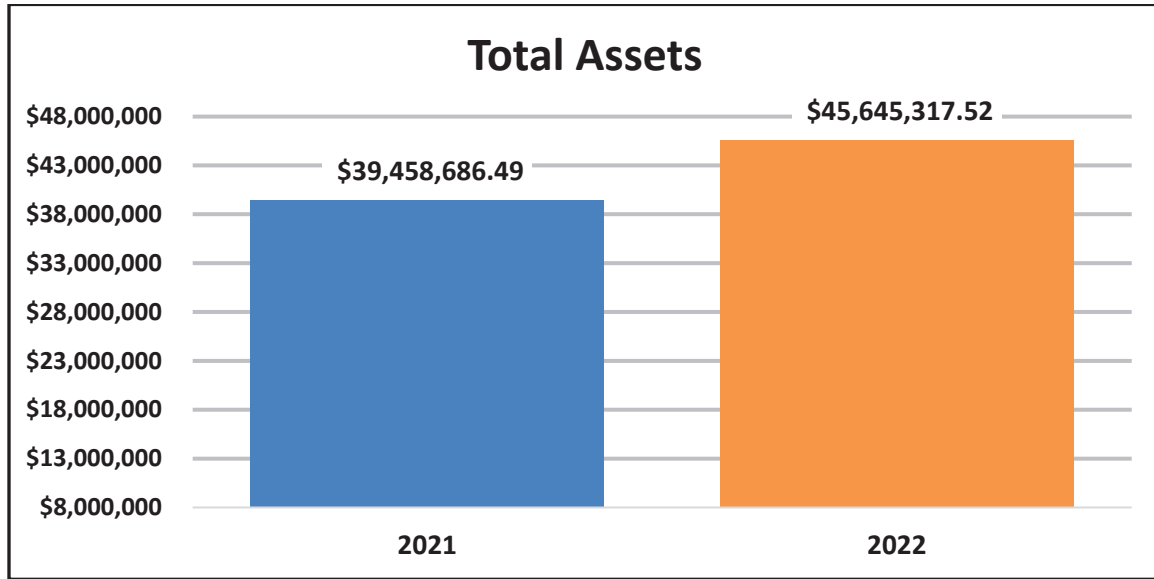
Comparison of Assets – Fiscal Year 2021 to 2022

	2021	% Total 2021	2022	% Total 2022
Current Assets	\$ 15,637,831	39.63%	\$ 18,169,899	39.81%
Non-Current Assets	\$ 23,820,855	60.37%	\$ 27,475,419	60.19%
Total Assets	\$ 39,458,686	100.00%	\$ 45,645,318	100.00%
Deferred Outflows	\$ 479,488		\$ 430,279	

The College's current assets consist primarily of cash, short-term investments and accounts receivables, while noncurrent assets consist mainly of capital assets. The total breakdown of assets between current and noncurrent classification is as follows:



Total assets increased by \$6,186,631.03 due to a significant investment in Plant and Equipment. The college received significant funds related to COVID-19, which were invested in educational equipment for technical programs and air quality and ventilation improvements for the oldest building on the main campus. The implementation of GASB Statement No. 87 Leases in FY 2022, also increased assets.



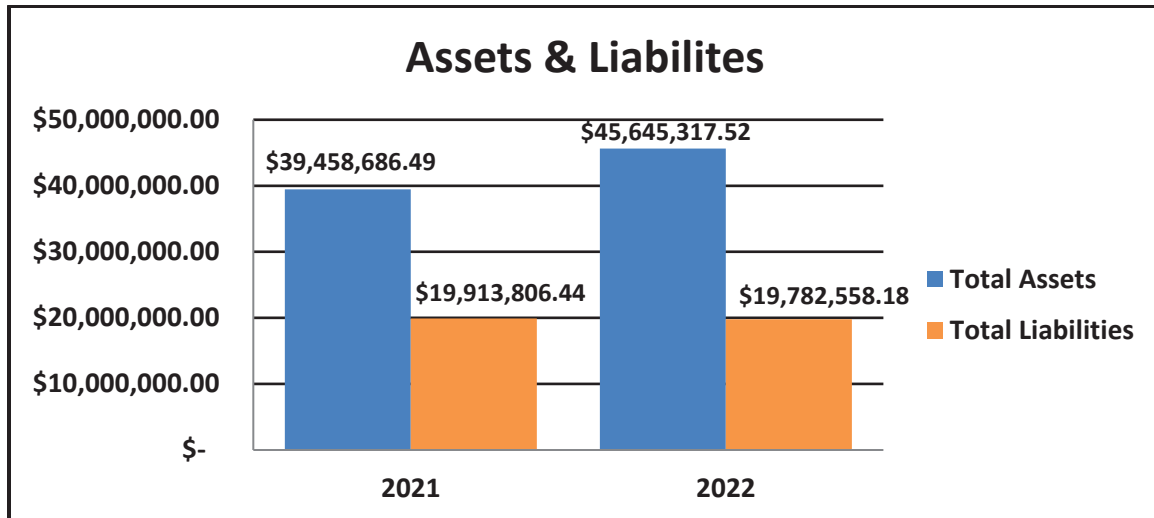
Of the \$45,645,317.52 in total assets, 36.66% are in cash and cash equivalents, and investments. Capital assets represent 57.40% of total assets.

Comparison of Liabilities – Fiscal Year 2021 to 2022

	2021	% Total 2021	2022	% Total 2022
Current Liabilities	\$ 2,340,320	11.75%	\$ 3,061,644	15.48%
Non-Current Liabilities	\$ 17,573,486	88.25%	\$ 16,720,914	84.52%
Total Liabilities	\$ 19,913,806	100.00%	\$ 19,782,558	100.00%
Deferred Inflows	\$ 782,807		\$ 1,052,303	

Liabilities are categorized between current and noncurrent. For example, the College's current liabilities consist primarily of accounts payable, accrued liabilities, deferred revenue, deposits held in custody for others and debt payments due within one year. The noncurrent liabilities portion is comprised of the College's Financing Leases, Accrued Vacation and Other Post-Employment Benefits. The implementation of GASB Statement No. 87 Leases in FY 2022 did increase liabilities. However, total liabilities decreased by \$131,248.26 from \$19,913,806.44 in 2021 to \$19,782,558.18 in 2022.

Comparison of Assets to Liabilities



The asset to liability ratio increased from 1.98 (\$39,458,686.49/\$19,913,806.44) in 2021 to 2.31 (\$45,645,317.52/\$19,782,558.18) in 2022. Assets exceeded liabilities by \$25,862,759.34.

Deferred Outflows/Inflows of Resources

Deferred Outflows of Resources is defined as a consumption of net assets by the college, related to the college's pension plan, that is applicable to a future reporting period. It has a natural debit balance and, therefore, increases net position similar to assets.

Deferred Inflows of Resources is defined as an acquisition of net assets by the college, related to its pension plan, that is applicable to a future reporting period. It has a natural credit balance and, therefore, decreases net position similar to liabilities.

The figures reported are based upon the most recent actuarial study, in accordance with Government Accounting Standards Board No. 75 (GASB 75). GASB 75 titled "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" replaces GASB 45 effective for fiscal years beginning after June 15, 2017.

Pension Related Deferred Outflows decreased from \$479,488.00 in 2021 to \$430,279.00 in 2022.

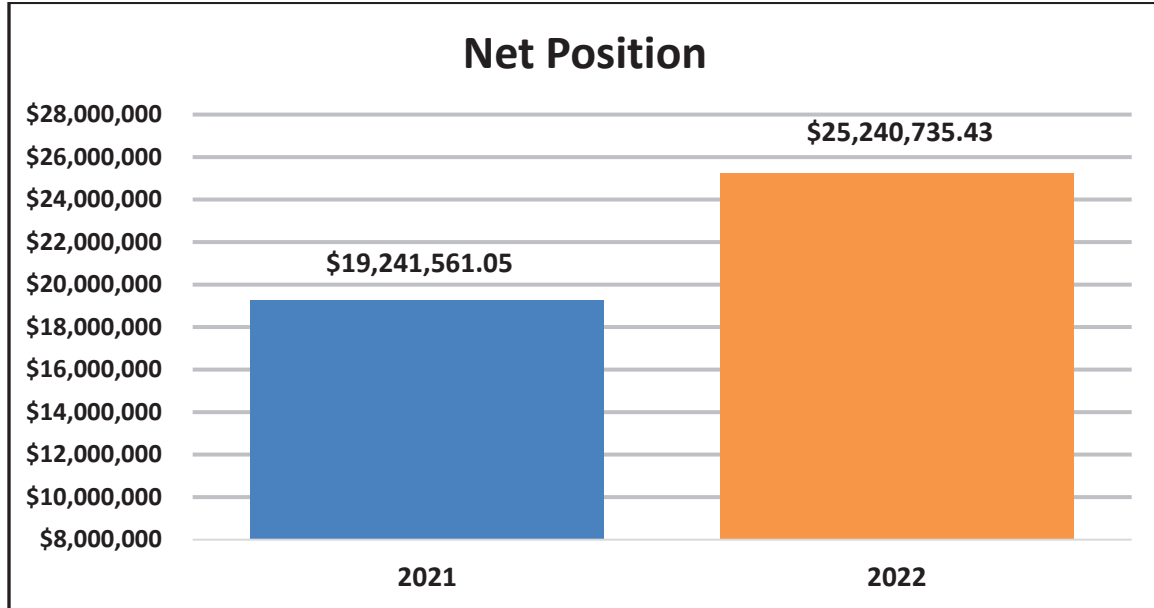
Pension Related Deferred Inflows increased from \$782,807.00 in 2021 to \$999,594.00 in 2022.

The implementation of GASB Statement No. 87 Leases in FY 2022 increased Lease Revenue Deferred Inflows to \$52,708.91 in 2022.

Comparison of Net Position – Fiscal Year 2021 to 2022

Net position is presented in three major categories. The first is investment in capital assets, net of related debt, which represents the College's equity in its property, plant, and equipment. The second is restricted and the third is unrestricted. Net position increased during the current fiscal year from \$19,241,561.05 to \$25,240,735.43 for a total increase of \$5,999,174.38.

Net position for 2021 compared to 2022:



Statement of Revenues, Expenses, and Changes in Net Position

The statement of revenues, expenses, and changes in net position present the College's financial results for the fiscal year ending June 30, 2022. The statement includes the College's revenue and expenses, both operating and non-operating.

Operating revenues and expenses are those for which the College directly exchanges goods and services. Non-operating revenues and expenses are those that exclude specific goods and services. Examples of non-operating revenues would be local property tax revenue and state aid; whereby local and state taxpayers do not directly receive goods and services from the College.

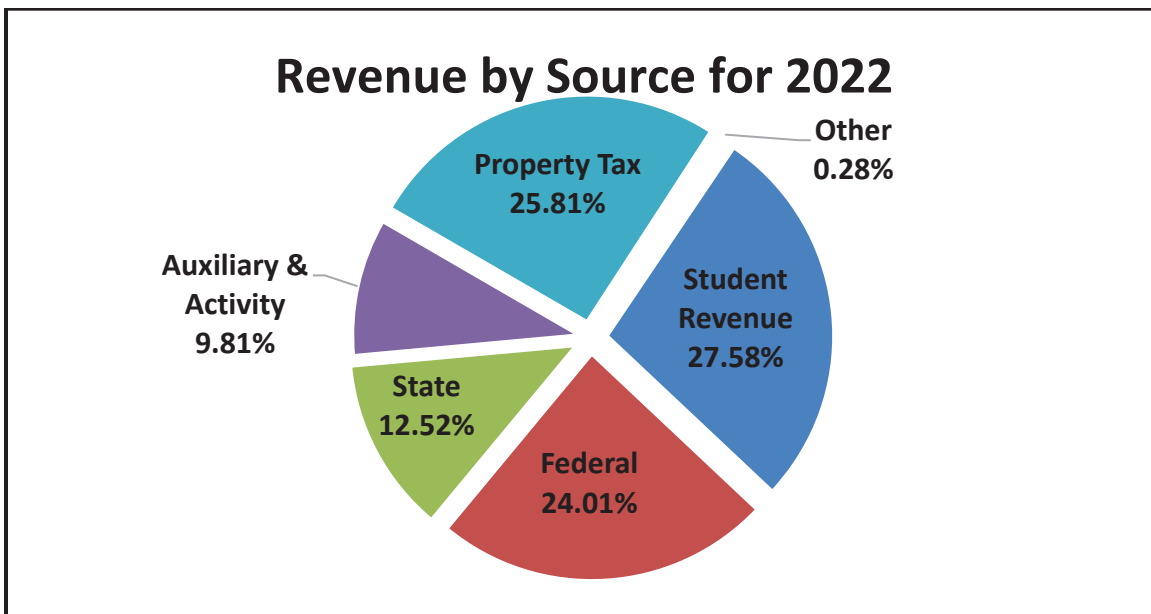
Results of Operations Fiscal Year 2022

Revenue

Components and sources of revenue:

Coffeyville Community College receives revenue from five major sources. They are: The State of Kansas; Federal Government (including Pell Grants); students, in the form of tuition and fees; local taxpayers, by way of property taxes; and through business style auxiliary enterprises. These sources are relatively stable each year as a percentage of the total.

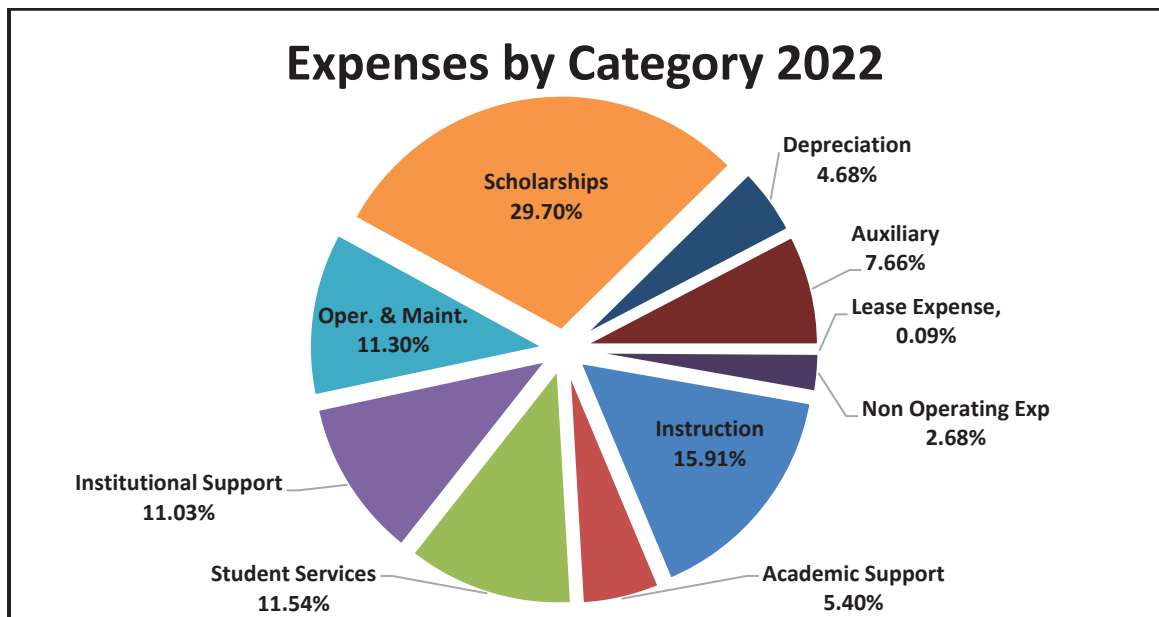
	2021	% Total 2021	2022	% Total 2022
Student Revenue	\$ 7,741,173.40	29.08%	\$ 9,054,844.70	27.58%
Federal	\$ 3,124,760.40	11.74%	\$ 7,882,968.92	24.00%
State	\$ 4,028,292.83	15.13%	\$ 4,110,195.95	12.52%
Auxiliary & Activity	\$ 3,202,426.04	12.03%	\$ 3,221,995.63	9.81%
Property Tax	\$ 8,356,888.49	31.39%	\$ 8,476,226.77	25.81%
Other	\$ 166,772.67	0.63%	\$ 90,538.28	0.28%
Total Revenue	\$ 26,620,313.83	100.00%	\$ 32,836,770.25	100.00%



Expenditures

Detail of the 2021 and 2022 Education and General expenditures:

	2021	% Total 2021	2022	% Total 2022
Instruction	\$ 8,483,170.01	32.69%	\$ 4,269,917.52	15.92%
Academic Support	\$ 662,389.51	2.55%	\$ 1,448,200.67	5.40%
Student Services	\$ 2,519,432.95	9.71%	\$ 3,098,382.49	11.54%
Institutional Support	\$ 1,950,838.60	7.52%	\$ 2,959,682.99	11.03%
Oper. & Maintenance	\$ 2,628,799.32	10.13%	\$ 3,032,899.38	11.30%
Scholarships	\$ 5,841,496.54	22.51%	\$ 7,971,372.31	29.70%
Depreciation	\$ 1,250,336.13	4.82%	\$ 1,256,977.70	4.68%
Auxiliary	\$ 1,921,011.93	7.40%	\$ 2,057,173.52	7.66%
Lease Expense	\$ -	0.00%	\$ 24,866.49	0.09%
Non-Operating Expenses	\$ 692,309.59	2.67%	\$ 719,780.87	2.68%
Total	\$ 25,949,784.58	100.00%	\$ 26,839,253.94	100.00%



Statement of Cash Flows

The statement of cash flows presents information about cash receipts and cash payments during the year. It helps assess the College's ability to generate net cash flows and to meet its obligations as they come due. The largest sources of cash from operating activities were student tuition and fees, federal financial aid, and sales and services of auxiliary enterprises. Major uses of cash were payments made to employees and vendors. Overall, cash and cash equivalents increased by \$330,654.10 to \$16,734,130.89.

Capital Assets and Debt Administration

During the year, the College invested \$5,821,747.52 and disposed of \$58,098.75 in capital assets, changing the total (net of accumulated depreciation) to \$26,201,004.64.

During the year, the college made principal payments of \$13,412,807.18 and issued \$12,595,000.00 in new debt. The new debt was part of a refinancing exercise to capitalize on lower interest rates.

Summary of Overall Performance

Coffeyville Community College's financial condition was impacted by several events in 2022 including but not limited to:

- Enrollment did increase in FY 2022 after seeing declines due to COVID-19. The College chose to increase incidental fees for students in FY 2022 by \$10 per credit hour. The combination of these two factors did result in an increase in Student Tuition and Fee revenue.
- The College used approximately \$4.5M of HEERF Funding from the Department of Education to make air quality improvements to the oldest building on the main campus. The work included the installation of new HVAC units which provided much needed air filtration and the introduction of outside air to the facility. This project significantly contributed to the increase in overall net position.
- Total expenses showed an increase primarily due to the flow of COVID funds through the college to students.

Outlook

The College will continue to face challenges in the next fiscal year. State Funding, which had been allocated as a block grant for over 10 years, will be allocated according to enrollment data beginning in FY 2024. Current estimates indicate Coffeyville will see a reduction in State Funding in FY24 and FY25. The college has been analyzing and making changes to its recruiting strategy to minimize the impact of this change.

The College continues to evaluate programs to meet the needs of our region and to increase enrollment. The college has hired an instructor/coach to add Commercial Driver's License Training and a Target Shooting program. Enrollment in both is slated to start in August 2023.

Bartlett Milling is constructing a \$400M soybean processing plant in Montgomery County. College administration has had conversations with Bartlett management and is working to add programs to meet their training and employment needs.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Coffeyville Community College
Coffeyville, Kansas

Report on the Financial Statements

We have audited the accompanying financial statements of Coffeyville Community College, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Coffeyville Community College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Coffeyville Community College, as of June 30, 2022, and the changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Coffeyville Community 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.

Change in Accounting Principle

As described in Note 23 to the financial statements, in 2022, the College adopted new accounting guidance, *GASB Statement No. 87, Leases*. Our opinion is not modified with respect to this matter.

Emphasis of Matter

As discussed in Note 23 to the financial statements, the June 30, 2021 financial statements have been restated to correct a prior year misstatement. Our opinion is not modified with respect to this matter.

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 Coffeyville Community 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Coffeyville Community 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 Coffeyville Community 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of funding progress on pages i-viii and 36 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Coffeyville Community College's basic financial statements. The supplementary information, as listed in the table of contents as pages 37 to 51, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements*,

Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements.

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Coffeyville Community College as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated January 21, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://www.admin.ks.gov/offices/oar/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2022 (Schedules 4 to 9 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2021, on the basis of accounting described in Note 2.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 17, 2023, on our consideration of the Coffeyville Community 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 Coffeyville Community 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 Coffeyville Community College's internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
March 17, 2023

COFFEYVILLE COMMUNITY COLLEGECoffeyville, Kansas
Statement of Net Position
June 30, 2022

	Primary Institution	Component Unit - Foundation
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 15,622,262.09	\$ 258,738.83
Investments	-	11,365,818.16
Receivables, Net	2,199,427.51	268,984.00
Lease Receivables, Due Within One Year	13,730.28	-
Interest Receivable	176.76	-
Inventory	334,302.09	-
Beneficial Interest in Assets Held by Coffeyville Area Community Foundation	-	217,293.19
Total Current Assets	18,169,898.73	12,110,834.18
Noncurrent Assets		
Cash and Cash Equivalents	1,111,868.80	-
Receivables, Net	14,200.00	343,500.00
Lease Receivables	46,824.67	-
Capital Assets, Net of Accumulated Depreciation	26,201,004.64	40,963.00
Lease Assets, Net of Accumulated Amortization	101,520.68	-
Total Noncurrent Assets	27,475,418.79	384,463.00
TOTAL ASSETS	45,645,317.52	12,495,297.18
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related Deferred Outflows	430,279.00	-

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

COFFEYVILLE COMMUNITY COLLEGECoffeyville, Kansas
Statement of Net Position
June 30, 2022

	Primary Institution	Component Unit - Foundation
LIABILITIES		
Current Liabilities		
Accounts Payable	\$ 1,089,013.29	\$ -
Accrued Interest	55,316.95	-
Accrued Interest, Lease Liabilities	351.35	-
Deferred Revenue	313,678.00	-
Deposits Held in Custody for Others	553,145.87	-
Lease Liabilities, Due Within One Year	20,138.54	-
Financing Leases Payable, Due Within One Year	1,030,000.00	-
Total Current Liabilities	3,061,644.00	-
Noncurrent Liabilities		
Lease Liabilities	88,806.32	-
Financing Leases Payable	15,550,000.00	-
Accrued Vacation	419,372.86	-
OPEB Obligations	662,735.00	-
Total Noncurrent Liabilities	16,720,914.18	-
TOTAL LIABILITIES	19,782,558.18	-
DEFERRED INFLOWS OF RESOURCES		
Pension Related Deferred Inflows	999,594.00	-
Lease Revenue Deferred Inflows	52,708.91	-
TOTAL DEFERRED INFLOWS OF RESOURCES	1,052,302.91	-
NET POSITION		
Investment in Capital Assets, Net of Related Debt	9,621,251.91	-
Restricted Net Position - Expendable	-	5,033,392.47
Restricted Net Position - Nonexpendable	-	6,353,293.58
Unrestricted	15,619,483.52	1,108,611.13
TOTAL NET POSITION	\$ 25,240,735.43	\$ 12,495,297.18

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

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2022

	Primary Institution	Component Unit - Foundation
REVENUES		
Operating Revenues		
Student Tuition and Fees, (net of scholarship allowances of \$1,445,020.50)	\$ 6,722,983.89	\$ -
Federal Grants and Contracts	7,882,968.92	-
State Grants and Contracts	1,014,587.02	-
Sales and Services of Auxiliary Enterprises	386,524.46	-
Activity Fund Revenues	2,835,471.17	-
Lease Income	15,117.73	-
Miscellaneous Income	45,674.92	25,175.00
Total Operating Revenues	18,903,328.11	25,175.00
EXPENSES		
Operating Expenses		
Educational and General		
Instruction	4,269,917.52	-
Academic Support	1,448,200.67	-
Student Services	3,098,382.49	-
Institutional Support	2,959,652.99	285,870.23
Operation and Maintenance	3,032,899.38	-
Scholarships and Awards	7,971,372.31	205,612.92
Fundraising	-	80,241.08
Auxiliary Enterprises	2,057,173.52	-
Lease Expense	24,866.49	-
Depreciation Expense	1,256,977.70	-
Total Operating Expenses	26,119,443.07	571,724.23
Operating Income (Loss)	(7,216,114.96)	(546,549.23)

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

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2022

	Primary Institution	Component Unit - Foundation
Nonoperating Revenues (Expenses)		
State Appropriations	\$ 3,095,608.93	\$ -
County Appropriations	8,476,226.77	-
Pell Grants	2,331,860.81	-
Gifts and Contributions	-	2,716,056.84
Investment Income	14,477.25	447,012.87
Unrealized Gains (Losses) on Investments Held	-	(3,339,580.03)
Realized Gains (Losses) on Investments Held	-	878,452.10
Gain (Loss) on Sale of Asset	15,268.38	-
Debt Service	(719,780.87)	-
Net Nonoperating Revenues (Expenses)	<u>13,213,661.27</u>	<u>701,941.78</u>
Increase (Decrease) in Net Position	5,997,546.31	155,392.55
Net Position - Beginning of Year, As Previously Reported	19,241,561.05	11,979,259.09
Changes in Accounting Principles and Restatements, See Note 23	1,628.07	360,645.54
Net Position - Beginning of Year	<u>19,243,189.12</u>	<u>12,339,904.63</u>
Net Position - End of Year	<u>\$ 25,240,735.43</u>	<u>\$ 12,495,297.18</u>

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

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Statement of Cash Flows

For the Year Ended June 30, 2022

	Primary Institution	Component Unit - Foundation
CASH FLOWS FROM OPERATING ACTIVITIES		
Student Tuition and Fees	\$ 5,961,451.67	\$ -
Federal Grants and Contracts	7,882,968.92	-
State Grants and Contracts	1,014,587.02	-
Sales and Services of Auxiliary Enterprises	386,524.46	-
Activity Fund Revenues	2,835,471.17	-
Lease Income	15,632.04	-
Miscellaneous Income	45,674.92	25,175.00
Payments on Behalf of Employees	(9,489,389.46)	-
Payments for Supplies and Materials	(2,418,698.86)	-
Payments for Lease Expense	(24,000.00)	-
Payments for Other Expenses	(12,469,379.34)	(337,202.84)
Net cash provided by (used in) operating activities	<u>(6,259,157.46)</u>	<u>(312,027.84)</u>
CASH FLOWS FROM NON-CAPITAL INVESTING ACTIVITIES		
State Appropriations	3,095,608.93	-
County Appropriations	8,476,226.77	-
Pell Grants	2,331,860.81	-
Federal Direct Loans	1,306,152.00	-
Federal Direct Loans Payments	(1,306,152.00)	-
Interest Earned on Investments	14,477.25	1,325,464.97
Gifts and Contributions	-	2,514,738.39
Net cash provided by (used in) non-capital investing activities	<u>13,918,173.76</u>	<u>3,840,203.36</u>
CASH FLOWS FROM CAPITAL INVESTING ACTIVITIES		
Proceeds from the Sale of Investments	-	15,460,471.14
Payments from the Purchase of Investments	-	(19,319,879.60)
Proceeds from the Sale of Assets	22,717.25	-
Payments Received from Notes Receivable	-	47,807.18
Net cash provided by (used in) capital investing activities	<u>22,717.25</u>	<u>(3,811,601.28)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments for Purchase of Capital Assets	(5,821,747.52)	(11,435.00)
Interest Paid on Bonds and Capital Leases	(711,524.75)	-
Proceeds from the Issuance of Capital Leases	12,595,000.00	-
Principal Payments on Bonds	(12,635,000.00)	-
Principal Payments on Capital Leases	(777,807.18)	-
Net cash provided by (used in) financing activities	<u>(7,351,079.45)</u>	<u>(11,435.00)</u>

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

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas
Statement of Cash Flows
For the Year Ended June 30, 2022

	Primary Institution	Component Unit - Foundation
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 330,654.10	\$ (294,860.76)
Cash and Cash Equivalents, Beginning of Year	16,403,476.79	553,599.59
Cash and Cash Equivalents, End of Year	<u>\$ 16,734,130.89</u>	<u>\$ 258,738.83</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (7,216,114.96)	\$ (546,549.23)
Adjustments to Reconcile Change in Net Position to Net Cash Used in Operating Activities:		
Depreciation Expense	1,256,977.70	3,969.99
Amortization Expense	20,304.24	-
Non-cash Donations	-	230,551.40
(Increase) Decrease in Receivables	(1,075,210.22)	-
(Increase) Decrease in Lease Receivables	514.31	-
(Increase) Decrease in Inventory	(61,193.37)	-
(Increase) Decrease in Pension Related Deferred Outflows	49,209.00	-
Increase (Decrease) in Accounts Payable	714,916.24	-
Increase (Decrease) in Deferred Revenue	313,678.00	-
Increase (Decrease) in Accrued Vacation	37,812.86	-
Increase (Decrease) in Deposits Held for Others	(238,209.51)	-
Increase (Decrease) in Lease Liabilities	(19,437.75)	-
Increase (Decrease) in OPEB Obligations	(259,191.00)	-
Increase (Decrease) in Pension Related Deferred Inflows	216,787.00	-
Net cash provided by (used in) operating activities	<u>\$ (6,259,157.46)</u>	<u>\$ (312,027.84)</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION		
Cash and Cash Equivalents classified as current assets	\$ 15,622,262.09	\$ 258,738.83
Cash and Cash Equivalents classified as non-current assets	1,111,868.80	-
Total Cash and Cash Equivalents	<u>\$ 16,734,130.89</u>	<u>\$ 258,738.83</u>

Supplemental Information

Cash Paid During the Period for:

Interest Expense Paid	\$ 537,272.11	\$ -
Non-Cash Donations		
Management & General - In-Kind	-	175,799.14
Fundraising - In-Kind Items for Auction	-	54,752.26

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

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas

Notes to the Financial Statements
For the Year Ended June 30, 2022

1. NATURE OF ACTIVITIES

The financial statements of Coffeyville Community College, Coffeyville, Kansas, have been prepared in accordance with U.S. generally accepted accounting principles. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the College's accounting policies follow.

Reporting Entity

The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete.

Component Units

The component unit section of the financial statements includes the financial data of the discretely presented component unit, The Coffeyville Community College Foundation. The component unit is reported separately to emphasize that it is legally separate from the College. The economic resources received or held by the component unit are held almost entirely for the direct benefit of the College. The Coffeyville Community College Foundation was formed to promote and foster the educational purposes of the College, and to create a fund to be used for any program, project or enterprise undertaken in the interest of the College. The Foundation acts largely as a fund raising organization, soliciting, receiving, managing and disbursing contributions on behalf of the College. Most of the contributions received are designated by the donors to be used for specific purposes or by specific departments. In these instances, the Foundation serves essentially as a conduit. Contributions that are not designated are used where the need is considered greatest, as determined by the Foundation board of directors. The Foundation can sue and be sued, and can buy, sell, or lease real property. The Foundation's financial statements should be included with the College's financial statements. Separate audited financial statements are prepared and are available at the Foundation, and can be requested from the College's controller. The Foundation is considered a component unit.

The College's component unit is a private not-for-profit organization that reports under FASB standards. 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 component unit's financial information in the College's financial report for these differences. The component unit's financial data has, however, been aggregated into like categories for presentation purposes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 prepared 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 has been incurred. All significant intra-agency transactions have been eliminated.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the College considers all highly liquid investments with an original maturity date of three months or less to be cash equivalents.

Investments

The College accounts for its investments at fair value. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of investment income in the statement of revenues, expenses, and changes in net assets.

Accounts Receivable and Deferred Revenue

Accounts receivable consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty and staff, the majority of each residing in the State of Kansas. 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 grant and contracts. Accounts receivable also include taxes in process of collection for property taxes assessed and collected for the calendar year ending December 31, 2021.

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before November 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year.

Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. Property taxes levied in November 2021 are recorded as taxes receivable. Approximately 2% to 6% of these taxes are normally distributed after June 30, 2022, and are presented as accounts receivable-taxes in process and deferred revenue to indicate that they are not appropriable. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

Inventories

Inventories consist of books and supplies held for resale in the bookstore and are valued at cost, using the first-in, first-out method (FIFO).

Noncurrent Cash and Cash Equivalents

Cash and cash equivalents that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, are classified as noncurrent assets in the statement of net assets.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Capital Assets

Capital assets are stated at cost at the date of acquisition, or fair value at the date of donation in the case of gifts. For equipment, the College's capitalization policy includes all items with a unit cost of \$5,000.00 or more, and an estimated useful life of greater than one year. Renovations to building, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Depreciation is provided on straight-line method over the estimated useful lives of the respective classes of property. Estimated useful lives are as follows:

Buildings and Additions	15 to 35 Years
Machinery and Equipment	3 to 7 Years
Vehicles	5 Years

Compensated Absences

Employee vacation pay is accrued at year-end for financial statement purposes. The liability and expense incurred are recorded at year-end as accrued vacation payable in the statement of net assets, and a component of compensation and benefit expense in the statement of revenues, expenses, and changes in net assets.

Noncurrent Liabilities

Noncurrent liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; or (3) other liabilities that although payable within one year, are to be paid from funds that are classified as noncurrent assets.

Net Position

The College's net position are classified as follows:

Invested in Capital Assets, Net of Related Debt: This represents the College's total investment in capital assets, net of accumulated depreciation, and outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of investment in capital assets, net of related debt.

Restricted Net Position – expendable: Restricted expendable net position includes resources in which the College is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Restricted Net Position – nonexpendable: Nonexpendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Unrestricted Net Position: Unrestricted net position represents resources derived from student tuition and fees, state appropriations and sales and services of educational departments and auxiliary enterprises. These resources are used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position (Continued)

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

Income Taxes

The College, as a political subdivision of the State of Kansas, is excluded from Federal income taxes under Section 115(1) of the Internal Revenue Code, as amended. The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Classification of Revenues

The College has classified its revenues as either operating or nonoperating 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 of services of auxiliary enterprises, net of scholarship discounts and allowances, and (3) most Federal, state and local grants and contracts, and Federal appropriations.

Nonoperating revenues: Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Government Entities that use Proprietary Fund Accounting*, and GASB No. 34, such as state appropriations and investment income.

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statements of revenues, expenses, and changes in net assets. Scholarship discounts and allowances are the difference between the stated charge and the goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other Federal, state or nongovernmental programs, are recorded as either operating or nonoperating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship discount and allowance.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension Plan

Substantially all full-time College employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer state-wide pension plan. The College's policy is the State of Kansas will fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Accounts Receivable and Allowance for Doubtful Accounts

The College regularly extends unsecured credit to various students. The College uses the allowance method to account for uncollectible accounts receivable.

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for current funds - unrestricted and plant funds (unless specifically exempted by statute). Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Current Funds - Restricted and Agency Funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Supplementary Schedules 4 to 10 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in schedules 4 to 10 the College was in apparent compliance with Kansas cash basis and budget laws.

4. DEPOSITS

Primary Institution:

K.S.A 9-1401 establishes the depositories which may be used by the College. The statute requires banks eligible to hold the College's funds have a main branch or branch bank in the county in which the College is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The College has no other policies that would further limit interest rate risk.

K.S.A 12-1675 limits the College's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. Government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The College has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the College's deposits may not be returned to it. State statutes require the College's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2022.

At year-end, the College's carrying amount of the deposits was \$16,733,230.89 and the bank balance was \$14,805,913.53. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$260,658.48 was covered by FDIC insurance, \$13,775,683.00 was collateralized with pledged securities held by the pledging financial institutions' agents in the College's name, \$29,993.85 was in trust with Security Bank of Kansas City, and the remainder of \$739,578.20 was considered unsecured at year-end.

Component Unit:

At year-end, Foundation's carrying amount of the deposits including certificates of deposit was \$258,738.83 and the bank balance was \$258,888.83. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$250,000.00 was covered by FDIC insurance and \$8,888.83 was unsecured.

5. **INVESTMENTS**

Component Unit: - Investment Policy

The Primary objective of the Foundation's investment policy is to provide for long-term growth of principal and income within reasonable risk on continuing and consistent basis. Emphasis shall be on maintaining growth of assets, net of inflation and fees. Over a period of time, the minimum goal for the total return of the fund should be the current rate of inflation plus 3 to 7%.

The investment objective requires a disciplined and consistent management philosophy. The objectives do not call for a philosophy which represents extreme positions or opportunistic styles. The portfolio shall be diversified with both fixed income and equity holdings. The purpose of such diversification is to provide reasonable assurance that no single security or class of securities will have a disproportionate impact of the total portfolio.

Investments are made under the direction of the Board of Directors. Equity investments and other investments are recorded at fair values subject to comments on Investments under the summary of accounting policies.

Investments at June 30, 2022, are comprised of the following:

<u>Investment</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Rating</u>
SEI - Challenge	\$ 1,910,881.40	\$ 1,730,844.28	Various
SEI - Foundation	4,419,583.55	3,900,959.06	Various
Edward Jones	396,054.34	425,670.37	Various
LPL	3,896,317.73	3,454,549.82	Various
Integrity Life	1,100,000.00	1,151,898.74	Various
Trans America	893,768.80	701,895.89	Various
	<u>\$12,616,605.82</u>	<u>\$ 11,365,818.16</u>	

6. **FAIR VALUE MEASUREMENTS**

Component Unit:

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are described as follows:

Level 1. Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2. Inputs to the valuation methodology include:

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

6. **FAIR VALUE MEASUREMENTS** (Continued)

Level 2. Inputs to the valuation methodology include (Continued):

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

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

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2022.

Equities: Valued at the closing price reported on the New York Stock Exchange.

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Foundation are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Foundation are deemed to be actively traded.

Unit Investment Trust Fund: Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchased and sales) may occur daily. Were the Foundation to initiate a full redemption of the unit trust, the investment adviser reserves the right to temporarily delay withdrawal from the trust in order to ensure that securities liquidations will be carried out in an orderly business manner.

Annuities: Valued at contract value. The contract value is based upon the fair market value of the underlying assets within the contract, which consist of mutual funds.

The following table sets forth carrying amounts and estimated fair value for financial instruments at June 30, 2022:

	June 30, 2022			
	Level 1	Level 2	Level 3	Total
SEI – Challenge	\$ 1,730,844.28	\$ --	\$ --	\$ 1,730,844.28
SEI – Foundation	3,900,959.06	--	--	3,900,959.06
Edward Jones	425,670.37	--	--	425,670.37
LPL	3,454,549.82	--	--	3,454,549.82
Integrity Life	--	1,151,898.74	--	1,151,898.74
Trans America	--	701,895.89	--	701,895.89
Totals	<u>\$ 9,512,023.53</u>	<u>\$ 1,853,794.63</u>	<u>\$ --</u>	<u>\$11,365,818.16</u>

7. RECEIVABLES, NET

Primary Institution:

Receivables at June 30, 2022, consist of the following amount:

Current:	
Student Accounts - net	\$1,796,913.06
Federal Grants	103,036.45
Taxes in Process	<u>299,478.00</u>
Total Current	<u>2,199,427.51</u>
Non-Current:	
Taxes in Process	<u>14,200.00</u>
Total Non-Current	<u>14,200.00</u>
 Total Accounts Receivable	 <u>\$2,213,627.51</u>

The College uses the allowance method to account for uncollectible accounts receivable. Accounts receivable are presented net of an allowance for uncollectible accounts of \$1,278,949.23 at June 30, 2022.

Component Unit:

Receivables at June 30, 2022, consist of the following amount:

Current:	
Due from College	\$ 25,484.00
Total Accounts Receivable	<u>\$ 25,484.00</u>

8. UNCONDITIONAL PROMISES TO GIVE

Component Unit:

Unconditional promises to give at June 30, 2022, consist of the following amount:

Dick Foster Athletic Complex	
Less than one year	\$ 243,500.00
One to five years	<u>343,500.00</u>
Total Unconditional Promises to Give	<u>\$ 587,000.00</u>

9. BOOKSTORE INVENTORY

Primary Institution:

Bookstore inventory consisted of the following at June 30, 2022:

New Books	\$ 47,933.92
Used Books	205,711.86
Access/Key Codes	28,828.60
Clothing	36,999.50
Supplies	1,335.53
Gift Items	<u>13,492.68</u>
Total Bookstore Inventory	<u>\$ 334,302.09</u>

10. CAPITAL ASSETS

Primary Institution:

Following are the changes in capital assets for the year ended June 30, 2022:

	Balance 06/30/2021	Additions	Retirements/ Transfers	Balance 06/30/2022
Capital Assets Not Being Depreciated				
Land	\$ 431,441.30	\$ -	\$ -	\$ 431,441.30
Construction In Progress	-	5,343,687.00	-	5,343,687.00
Total Capital Assets Not Being Depreciated	431,441.30	5,343,687.00	-	5,775,128.30
Other Capital Assets				
Buildings	22,801,496.76	354,997.06	(37,777.75)	23,118,716.07
Buildings Under Capital Lease	9,825,930.96	-	-	9,825,930.96
Equipment	3,387,547.10	58,048.46	-	3,445,595.56
Vehicles	704,698.98	65,015.00	427,185.00	1,196,898.98
Vehicles Under Capital Lease	447,500.00	-	(447,500.00)	-
Total Other Capital Assets	37,167,173.80	478,060.52	(58,092.75)	37,587,141.57
Accumulated Depreciation				
Buildings	(8,689,361.18)	(638,706.33)	37,777.75	(9,290,289.76)
Buildings Under Capital Lease	(3,692,484.33)	(324,123.72)	-	(4,016,608.05)
Equipment	(2,610,275.44)	(211,430.66)	-	(2,821,706.10)
Vehicles	(537,685.46)	(60,341.99)	(434,633.87)	(1,032,661.32)
Vehicles Under Capital Lease	(425,125.00)	(22,375.00)	447,500.00	-
Total Accumulated Depreciation	(15,954,931.41)	(1,256,977.70)	50,643.88	(17,161,265.23)
Total Net Capital Assets	\$ 21,643,683.69	\$ 4,564,769.82	\$ (7,448.87)	\$ 26,201,004.64

10. CAPITAL ASSETS (Continued)

Component Unit:

Following are the changes in capital assets for the year ended June 30, 2022:

	Audit Balance 06/30/2021	Additions	Retirements	Audit Balance 06/30/2022
Capital Assets Not being Depreciated				
Land	\$ 8,500.00	\$ -	\$ -	\$ 8,500.00
Sub-Total	8,500.00	-	-	8,500.00
Other Capital Assets				
Commercial Buildings	71,882.85	-	-	71,882.85
Residential Properties	29,608.92	-	-	29,608.92
Furniture & Equipment	2,079.67	11,435.00	-	13,514.67
Leasehold Improvements	13,599.88	-	-	13,599.88
Sub-Total	117,171.32	11,435.00	-	128,606.32
Total Capital Assets	125,671.32	11,435.00	-	137,106.32
Accumulated Depreciation				
Commercial Buildings	(68,657.85)	(150.00)	-	(68,807.85)
Residential Properties	(19,380.38)	(1,076.69)	-	(20,457.07)
Furniture & Equipment	(711.32)	(1,836.65)	-	(2,547.97)
Leasehold Improvements	(3,423.78)	(906.65)	-	(4,330.43)
	(92,173.33)	(3,969.99)	-	(96,143.32)
Net Capital Assets	\$ 33,497.99	\$ 7,465.01	\$ -	\$ 40,963.00

11. FINANCING LEASES

Financing leases/refunding certificates of participation with Central States Capital Markets, LLC., dated October 21, 2020; annual principal payments and semi-annual interest payments of 1.00% through October 1, 2025, secured by a student housing building.

Year Ended June 30,	
2023	\$ 552,475.00
2024	552,100.00
2025	546,700.00
2026	<u>402,000.00</u>
Total Net Minimum Lease Payments	2,053,275.00
Less: Imputed Interest	<u>(38,275.00)</u>
Net Present Value	2,015,000.00
Less: Current Maturities	<u>(535,000.00)</u>
Long-Term Finance Lease Obligations	<u>\$ 1,480,000.00</u>

Financing leases/refunding certificates of participation with Central States Capital Markets, LLC., dated October 21, 2020; annual principal payments and semi-annual interest payments of 1.00% to 1.75% through June 1, 2032, secured by HVAC upgrades, electric and controls upgrades and lighting upgrades.

Year Ended June 30,	
2023	\$ 221,062.50
2024	219,112.50
2025	217,162.50
2026	220,212.50
2027	217,962.50
2028-2032	<u>1,032,337.48</u>
Total Net Minimum Lease Payments	2,127,849.98
Less: Imputed Interest	<u>(157,849.98)</u>
Net Present Value	1,970,000.00
Less: Current Maturities	<u>(195,000.00)</u>
Long-Term Finance Lease Obligations	<u>\$ 1,775,000.00</u>

Financing leases/refunding certificates of participation with Security Bank of Kansas City, dated March 14, 2022; annual principal payments and semi-annual interest payments of 1.00% to 5.00% through June 1, 2039, secured by a student housing facility.

Year Ended June 30,	
2023	\$ 805,645.42
2024	831,550.00
2025	865,050.00
2026	925,800.00
2027	982,300.00
2028-2032	4,947,650.00
2033-2037	4,933,950.00
2037-2039	<u>1,969,150.00</u>
Total Net Minimum Lease Payments	16,261,095.42
Less: Imputed Interest	<u>(3,666,095.42)</u>
Net Present Value	12,595,000.00
Less: Current Maturities	<u>(300,000.00)</u>
Long-Term Finance Lease Obligations	<u>\$ 12,295,000.00</u>

12. LEASES AND LESSOR

The College implemented *Governmental Accounting Standards Board (GASB) Statement No. 87, Leases*. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The College has entered into a lease for office space and instructional facility. The office space was leased beginning July 1, 2018, for a term of 12 months at \$24,000.00 annually, and was capitalized at an incremental borrowing rate of 3.87%, lease has been renewed annually and the College is anticipating renewing the lease to 2027.

Lease Expense

Amortization expense by class of underlying asset:	
Office Space and Instructional Facility	\$ 20,304.24
Total Amortization Expense	20,304.24
Interest on Lease Liability	4,562.25
Total Lease Expense	<u>\$ 24,866.49</u>

Lease Assets

	Beginning	Additions	Subtractions	Ending
Office Space and Instructional Facility	\$ 182,737.64	\$ 0.00	\$ 0.00	\$ 182,737.64
Less Accumulated Amortization				
Office Space and Instructional Facility	<u>(60,912.72)</u>	<u>(20,304.24)</u>	<u>0.00</u>	<u>(81,216.96)</u>
Net Lease Assets	<u>\$ 121,824.92</u>	<u>\$ (20,304.24)</u>	<u>\$ 0.00</u>	<u>\$ 101,520.68</u>

	Beginning	Additions	Principal	Ending
Lease Liabilities	\$ 128,320.13	\$ 0.00	\$ (19,375.27)	\$ 108,944.86

Future Maturity Analysis

	Principal	Interest	Total Payments
2023	\$ 20,138.54	\$ 3,861.46	\$ 24,000.00
2024	20,931.88	3,068.12	24,000.00
2025	21,756.46	2,243.54	24,000.00
2026	22,613.54	1,386.46	24,000.00
2027	<u>23,504.44</u>	<u>495.56</u>	<u>24,000.00</u>
Totals	<u>\$ 108,944.86</u>	<u>\$ 11,055.14</u>	<u>\$ 120,000.00</u>

Lease Liabilities Accrued Interest

	Beginning	Adjustment	Ending
Office Space and Instructional Facility	\$ 413.83	\$ (62.68)	\$ 351.15

12. **LEASES AND LESSOR** (Continued)

The College has entered into a lease as the lessor for office space. The office space was leased beginning February 1, 2018, for a term of 2 years at \$302.67 monthly, and was recorded at a discount rate of 3.53%, the lease has been renewed for an additional 2 year term and the College is anticipating renewing the lease to 2024.

The College has entered into a lease as the lessor for instructional facility. The instructional facility was leased beginning July 1, 2013, for a term of 3 years at \$1,000.00 monthly, and was recorded at a discount rate of 3.50%, the lease has been renewed annually and the College is anticipating renewing the lease to 2027.

Lease Related Revenue

Lease Revenue:	
Office Space	\$ 13,114.08
Instructional Facility	<u>38,014.56</u>
Total Lease Revenue	51,125.64
Interest Revenue	<u>12,025.75</u>
Total Lease Revenue	<u>\$ 63,154.39</u>

Future Maturity Analysis:

	Principal	Interest	Total Receipts
2023	\$ 13,730.28	\$ 1,901.76	\$ 15,632.04
2024	12,697.39	1,421.30	14,118.69
2025	10,980.58	1,019.42	12,000.00
2026	11,371.14	628.86	12,000.00
2027	<u>11,775.56</u>	<u>224.44</u>	<u>12,000.00</u>
Totals	<u>\$ 60,554.95</u>	<u>\$ 5,195.78</u>	<u>\$ 65,750.73</u>

13. **OTHER POST EMPLOYMENT BENEFITS**

Description of Pension Plan

The College participates in a cost-sharing multiple-employer pension plan (Pension Plan), as defined in Governmental Accounting Standards Board Statement No. 67, *Financial Reporting for Pension Plans*. The Pension Plan is administered by the Kansas Public Employees Retirement System (KPERS), a body corporate and an instrumentality of the State of Kansas. KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

- Public employees, which includes:
 - State/School employees
 - Local employees
- Police and Firemen
- Judges

Substantially all public employees in Kansas are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected. Those employees participating in the Pension Plan for the College are included in the State/School employee group.

KPERS issues a stand-alone comprehensive annual financial report, which is available on the KPERS website at www.kpers.org.

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

Special Funding Situation

The employer contributions for the College, as defined in K.S.A. 74-4931 (2) and (3), are made by the State of Kansas on behalf of the College. Therefore, the College is considered to be in a special funding situation as defined by GASB Statement No. 68. Accordingly, the State is required to recognize its proportionate share of the net pension liability, deferred outflows of resources, deferred inflows of resources and expense for the pension plan attributable to the College. The College records revenue and pension expense in an amount equal to the expense recognized by the State on behalf of the College.

Benefits

Benefits are established by statute and may only be changed by the General Assembly. Members with ten or more years of credited service, may retire as early as age 55, with an actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever a member's combined age and years of service equal 85.

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, members may withdraw their contributions from their individual accounts, including interest. Members who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

Members choose one of seven payment options for their monthly retirement benefits. At retirement a member may receive a lump-sum payment of up to 50% of the actuarial present value of the member's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc post-retirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas. For all pension coverage groups, the retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74-4922.

Contributions

Member contributions are established by state law, and are paid by the employee according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates are determined based on the results of an annual actuarial valuation. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A. 74-4921. All of the retirement systems are funded on an actuarial reserve basis.

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll.

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

The actuarially determined employer contribution rates and the statutory contribution rates for school employees are 15.59% and 14.23%, respectively. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members.

Employer and Nonemployer Allocations

Although KPERS administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each of the following groups of the plan:

- State/School
- Local
- Police and Firemen
- Judges

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer.

The individual employer allocation percentages for the pension amounts were based on the ratio of the employer and nonemployer contributions for the individual employer in relation to the total of all employer and nonemployer contributions of the group.

At June 30, 2021, the proportion recognized by the State of Kansas on behalf of the College was .13106%, which was an decrease of .00876% from the proportion measured at June 30, 2020.

Net Pension Liability

At June 30, 2021 and 2020, the proportionate share of the net pension liability recognized by the State of Kansas that was attributable to the College was \$7,384,158.00 and \$10,447,181.00, respectively.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021, using the following actuarial assumptions:

Price inflation	2.75%
Salary increases, including wage increases	3.50 to 12.00%, including inflation
Long-term rate of return, net of investment expense, and including price inflation	7.25%

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

Mortality rates were based on the RP-2014 Mortality Tables, with age setback and age set forwards as well as other adjustments based on different membership groups. Future mortality improvements are anticipated using Scale MP-2016.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study dated, January 7, 2020, as provided by KPERS' investment consultant, are summarized in the following table:

Asset Class	Long-Term Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities	23.50%	5.20%
Non-U.S. Equities	23.50	6.40
Private Equity	8.00	9.50
Private Real Estate	11.00	4.45
Yield Driven	8.00	4.70
Real Return	11.00	3.25
Fixed Income	11.00	1.55
Short Term Investments	4.00	0.25
Total	100.00%	

Discount Rate:

The discount rate used to measure the total pension liability at the measurement date of June 30, 2021 was 7.25%. The discount rate used to measure total pension liability at the prior measurement date of June 30, 2020 was 7.50%. The actuarial assumption used in the calculation of the total pension liability were based on the results of the most recent actuarial experience study. It covered the three-year period of January 1, 2016 through December 31, 2018 and was dated January 7, 2020.

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from school districts will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Revenue and Pension Expense Recorded by the College: For the year ended June 30, 2022, the College recognized revenue and pension expense in an equal amount of \$877,219.02.

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

Early Retiree Health Insurance:

Plan Description: The College sponsors Medical and Dental insurance to qualifying retirees and their dependents. Coverage is provided through fully-insured contracts that collectively operate as a single-employer defined benefit plan. Qualifying retirees are those employees who are eligible for immediate retirement benefits under the Kansas Public Employees Retirement System and retire prior to age 65. Retirees and spouses may continue coverage with the College until their Medicare eligibility (i.e. age 65). Participants are required to contribute 100% of group insurance premiums to maintain coverage. Age-adjusted costs may exceed group insurance premiums thus creating an age-subsidy or benefit that forms the basis for the valuation. The plan is identifiable as a single-employer plan. There are 115 total active employees and 5 retirees who are participating in the plan as of July 1, 2022, the census date used for the actuarial valuation.

Funding policy: Costs under the College's group insurance program are paid from general operating assets on a pay-as-you-go basis. This arrangement does not qualify as an "OPEB Plan" under GASB requirements and thus these assets may not be reported as an offset to GASB liabilities. The Board has the authority for establishing and amending the funding policy.

Total OPEB Liability: The College's total OPEB liability of \$662,735 was measured as of June 30, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs: The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	July 1, 2022
Measurement Date (End of Year)	June 30, 2022
Reporting Date	June 30, 2022
Discount Rate	2.0% (Measurement Date) 3.9% (Year Preceding Measurement Date)
Salary Scale	2.5%
Actuarial Cost Method	Entry Age – Level Percent-of-Pay
Health Care Cost Trend Rates	6.50% decreasing 0.50% in 2023, decreasing 0.25% in 2024 and 2025 and holding at 5.50% until 2029 and finally decreasing 0.50% reaching an ultimate trend rate of 4.5%

The average of the S&P Municipal Bond 20 Year High Grade and Fidelity GO AA-20 Year published yields was evaluated to determine the discount rate. The selected rates are 2.0% (beginning-of-year measurement) and 3.9% (end-of-year measurement).

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

The mortality assumption was changed from Society of Actuaries Scale MP-2020 Full Generational Improvement to the Society of Actuaries Scale MP-2021 Full Generational Improvement.

Annual OPEB cost and net OPEB obligation:

Net OPEB Liability		
I. Total OPEB Liability	\$	662,735
II. Plan Fiduciary Net Position (Trust Assets)		0
III. Net OPEB Liability at June 30, 2022 (I minus II)	\$	<u>662,735</u>
OPEB Liability Changes		
Total OPEB Liability – Beginning of Year	\$	921,926
1. Service Cost		63,508
2. Interest Cost		19,429
3. Changes in Benefit Terms		0
4. Differences between actual and expected experience		(175,922)
5. Changes in assumptions and inputs		(138,206)
6. Employer Contributions (Benefit Payments)		<u>28,000</u>
Net Changes (1 + 2 + 3 + 4 + 5 – 6)		<u>(259,191)</u>
Total OPEB Liability – End of Year	\$	<u>662,735</u>
OPEB Expense – Fiscal Year 2021-2022		
1. Service Cost	\$	63,508
2. Interest Cost		19,429
3. Changes in Benefit Terms		0
4. Differences between expected and actual experience		(26,038)
5. Changes of assumptions and inputs		(22,094)
6. Projected earnings on OPEB plan investments		0
7. Differences between projected & actual earnings on OPEB investments		<u>0</u>
OPEB Expense (1 + 2 + 3 + 4 + 5 - 6+7)	\$	<u>34,805</u>
OPEB Liability as a percentage of payroll		
Total OPEB Liability	\$	662,735
Payroll		*5,777,502
Percent of Payroll		11.5%

* Annualized pay as of July 1, 2022 of active employees included in the valuation

Sensitivity of Total OPEB Liability to changes in the Discount Rate

	1% Decrease 2.90%	Current Single Discount Rate Assumption 3.90%	1% Increase 4.90%
Total OPEB Liability	713,847	662,735	615,418
Increase/(Decrease) from Baseline	51,112		(47,317)

Sensitivity of Total OPEB Liability to changes in Healthcare Cost Trend Rate

	1% Decrease	Current Trend Assumption	1% Increase
Total OPEB Liability	599,714	662,735	736,470
Increase/(Decrease) from Baseline	(63,021)		73,735

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

Deferred Outflows and Inflows of Resources: The accumulated amount of Deferred Outflows and Inflows of Resources as of June 30, 2022 are shown below.

Category	Deferred Outflows of Resources	Deferred Inflow of Resources
Changes in Assumptions	268,690	545,002
Differences between expected and actual expenses	161,589	454,592
Contributions Subsequent to Measurement Date (1)	0	0

(1) Expected Employer Contributions between Measurement date and Reporting date – Does not apply.

Amounts reported as deferred outflows / inflows of resources related to OPEB will be recognized as an expense / (income) item in OPEB expense as follows:

Fiscal Year Ending	Amount
2023	\$ (48,132)
2024	(48,132)
2025	(48,132)
2026	(48,132)
2027	(48,132)
2028 & Thereafter	(328,655)

Average Expected Remaining Service Life: 11.83 years

Early Retirement Benefits: The College has adopted a policy providing early retirement benefit options. Employees who have met eligibility for full retirement under KPERs, and who have completed 15 years of continuous full-time employment at Coffeyville Community College shall be eligible to continue under the College's health plan, and will also be entitled to the following financial benefit:

If the employee retires before age of full Social Security Retirement Benefit Eligibility Date (SSRBED), the following payments, as a percentage of the employee's highest annual salary, shall begin on or before three years prior to SSRBED:

<u>Retirement Age</u>	<u>Direct Payment</u>
On or before 3 years prior to SSRBED	17% at 3 yrs prior to SSRBED 15% at 2 yrs prior to SSRBED 12% at 1 yr prior to SSRBED
2 years prior to SSRBED	15 % at 2 yrs prior to SSRBED 12% at 1 yr prior to SSRBED
1 year prior to SSRBED	12% at 1 yr prior to SSRBED

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

Effective July 1, 2017 only faculty within five years of eligibility for KPERS retirement were grandfathered to the benefit. As of June 30, 2022 only three employees, which are eligible for the benefit, remain. The following is a schedule of benefits paid and payable for eligible employees which have taken early retirement as of June 30, 2022:

<u>Paid or Payable</u>	<u>Fiscal Year Ended June 30th</u>	<u>Amount</u>
Paid	2022	\$ 6,668.00
Payable	2023	20,209.00
Payable	2024	13,125.00
Payable	2025	10,500.00

Other Post Employment Benefits: As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. The College has adopted a policy that pays the single rate toward the retirees health insurance until they reach age 65, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

14. COMPENSATED ABSENCES

Full-time professional/administrators earn vacation time according to the following schedule:

- 1 - 10 years of service – 20 days per year or 1.66 days per month, for a maximum of 40 days.
- 11 years and over of service – 25 days per year or 2.08 days per month, for a maximum of 50 days.

Full-time classified employees earn vacation time according to the following schedule:

- 1 - 10 years of service – 10 days per year or .83 days per month, for a maximum of 20 days.
- 11 years and over of service – 15 days per year or 1.25 days per month, for a maximum of 30 days.

Vacation will be awarded on the 1st of each month. Once a maximum balance is accrued, employees will no longer be awarded additional vacation time. Less than full-time professional/administrators and classified shall earn vacation on the schedule but prorated to the part-time status.

The provision for and accumulation of sick leave is based upon employment classification and years of service. Employees are not paid for accumulated sick leave upon termination.

14. COMPENSATED ABSENCES (Continued)

The College accrues a liability for compensated absences which meet the following criteria:

1. The College's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria, the College has accrued a liability for vacation pay, and not for sick leave, which has been earned, but not taken, inasmuch as the amount cannot be reasonably estimated because the rights do not vest.

15. RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employee; employees' health and life; and natural disasters. The College manages these risks of loss through the purchase of insurance policies, as well as establishing a health insurance fund.

The College has established a Health Insurance Fund. The purpose is to provide for an employee welfare benefit plan for health insurance. Contributions from eligible employees and the College are deposited in the name of the plan, subject to withdrawal for purposes of paying approved claims and expenses. The College has contracted with Blue Cross Blue Shield of Kansas to be the claims supervisor. The supervisor reviews all claims for allow ability and issues monthly reports to the College. The College has a stop-gap policy which pays any aggregate claims over \$50,000.00.

16. BENEFICIAL INTEREST IN ASSETS HELD AT THE COFFEYVILLE AREA COMMUNITY FOUNDATION

Component Unit:

The Coffeyville Community College Foundation (CCCF) has established a fund with the Coffeyville Area Community Foundation (CACF) as a vehicle for donors to donate for the benefit of the Foundation. Donor contributions are held at CACF, who will invest the funds and make distributions available upon request on an annual basis. If the income is not distributed in a particular calendar year, the undistributed net income for such year shall be added to the principal. The value of the funds held as Agency funds at June 30, 2022 is \$217,193.19.

17. NET ASSETS

Component Unit:

Net assets without donor restrictions

At June 30, 2022, all net assets without donor restrictions are undesignated as to their use.

17. NET ASSETS (Continued)

Net assets with donor restrictions

Donation balances received & restricted to use within the following programs:

	June 30, 2022
Restricted by donor with time or purpose restriction	\$ 5,033,392.47
Restricted by donor - Endowed	<u>6,353,293.58</u>
Total Net Assets with Donor Restrictions	<u>\$ 11,386,686.05</u>

18. ENDOWMENTS

Component Unit:

Our endowment (the Endowment) consists of approximately 280 individual funds established by donors to provide annual funding for specific activities and general operations.

Our Board of Directors has interpreted the Kansas Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At June 30, 2022, there were no such donor stipulations. As a result of this interpretation, we retain in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by us in a manner consistent with the standard of prudence prescribed by UPMIFA. We consider the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the organization
- The investment policies of the organization

As of June 30, 2022, the Foundation had the following endowment net asset composition by type of fund:

	June 30, 2022	With Donor Restriction
Donor-Restricted Endowment Funds		<u>\$ 6,353,293.58</u>
Total Funds		<u>\$ 6,353,293.58</u>

18. **ENDOWMENTS** (Continued)

Investment and Spending Policies

We have adopted investment and spending policies for the Endowment that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the Endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the Endowment investments. The target minimum rate of return is the Consumer Price Index plus 5 percent on an annual basis. Actual returns in any given year may vary from this amount. To satisfy this long-term rate-of-return objective, the investment portfolio is structured on a total-return approach through which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). A significant portion of the funds are invested to seek growth of principal over time. We use an endowment spending-rate formula to determine the maximum amount to spend from the Endowment, including those endowments deemed to be underwater, each year.

The rate, determined and adjusted from time to time by the Board of Directors, is applied to the average fair value of the Endowment investments for the prior 12 quarters at December 31 of each year to determine the spending amount for the upcoming year. During 2021, the spending rate maximum was 4.5 percent. In establishing this policy, we considered the long-term expected return on the Endowment and set the rate with the objective of maintaining the purchasing power of the Endowment over time.

Changes in endowment net assets for the year ended June 30, 2022 are as follows:

<u>June 30, 2022</u>	<u>With Donor Restrictions</u>
Endowment Net Assets, Beginning of Year	\$ 5,157,596.60
Contributions	<u>1,195,696.98</u>
Endowment Net Assets, End of Year	<u>\$ 6,353,293.58</u>

19. **RELATED PARTY TRANSACTIONS**

The Coffeyville Community College Foundation was formed to promote and foster the educational purposes of the College, and to create a fund to be used for any program, project, or enterprise undertaken in the interest of the College. The Foundation acts largely as a fund raising organization, soliciting, receiving, managing, and disbursing contributions on behalf of the College. Most of the contributions received are designated by the donors to be used for specific purposes or by specific departments. In these instances, the Foundation serves essentially as a conduit. Contributions that are not designated are used where the need is considered greatest, as determined by the Foundation's board of directors. The Foundation disbursed to the College for the year ended June 30, 2022, \$205,612.92 for scholarships. For the year ended June 30, 2022, the College disbursed on behalf of the Foundation \$175,799.14.

20. **INTERFUND TRANSFERS**

Transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Reason</u>	<u>Amount</u>
General	Postsecondary Technical Education	Operating Expenses	\$ 740,000.00
Auxiliary Enterprise Bookstore	General	Residual	56,500.71
Auxiliary Enterprise Gate Receipts	General	Residual	61,554.76
Coffeyville Community College Activity	General	Residual	674.32

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenue collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

21. **CONCENTRATION OF RISK**

Component Unit

For the year ended June 30, 2022, 78.89% of the Foundation's investments are in equities in the stock market, 16.31% of the Foundation's investments are in annuities in the stock market and 4.80% and in cash and cash equivalents. The effect in the future on the Foundation's equity portfolio is unknown and is subject to market economic conditions.

22. **CONTINGENCIES**

In January 2020, the novel coronavirus "COVID-19" pandemic in the United States has resulted in school buildings being closed, activities canceled and the temporary closure of operating hours for the offices. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other impact to the College as of the date of this report, management believes that a material impact on the College's financial position and results of future operations is reasonably possible.

23. **CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT**

For 2022, the College implemented *Governmental Accounting Standards Board (GASB) Statement No. 87, Leases*. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were incorporated in the College's 2022 financial statements and had an effect on the beginning net position. The College recognized \$121,824.92 in net book value for the intangible right to use, a lease liability of \$128,320.13 corresponding assets at June 30, 2021, and an accrued interest amount of amortization in excess of actual payments and principal reductions of \$413.83. The College recognized \$73,812.67 in lease receivables, with a corresponding liability of deferred inflows of resources of \$65,491.07 at June 30, 2021, and an accrued interest receivable amount of \$215.51.

23. CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT (Continued)

The implementation of GASB Statement No. 87 had the following effect on net position as reported June 30, 2021:

Net Position June 30, 2021	\$ 19,241,561.05
Adjustments:	
Net Book Value Leased Asset	121,824.92
Lease Receivable	73,812.67
Lease Interest Receivable	215.51
Lease Liability	(128,320.13)
Accrued Interest on Lease Liability	(413.83)
Deferred Inflows of Resources	<u>(65,491.07)</u>
Restated Net Position June 30, 2021	<u>\$ 19,243,189.12</u>

Component Unit:

During the fiscal year ended June 30, 2022, it was discovered that an investment account that was thought to have belonged to a relationship between the Foundation and Coffeyville Area Community Foundation was misclassified in the prior year. It was determined that the Foundation is the owner of the investment account.

Net Assets June 30, 2021	\$ 11,979,259.09
Adjustments:	
Investments	<u>360,645.54</u>
Restated Net Assets June 30, 2021	<u>\$ 12,339,904.63</u>

The retrospective application of the change increased investment income by \$309.20, decreased unrealized gains/losses on investments held by \$5,247.97 and decreased expenses associated with the contributions to Community Area Foundation by \$365,584.31 for the year ended June 30, 2021.

24. SUBSEQUENT EVENTS

The College evaluated events and transactions occurring subsequent to June 30, 2022, there were no subsequent events requiring recognition in the financial statements. Additionally, there were no nonrecognized subsequent events requiring disclosure.

**REQUIRED
SUPPLEMENTARY INFORMATION**

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Funding Progress

This schedule is to be built prospectively until it contains ten years of data

OPEB Liability Changes	06/30/2018	06/30/2019	06/30/2020	06/30/2021	06/30/2022
Total OPEB Liability - Beginning of Year	\$ 934,539	\$ 1,233,989	\$ 1,569,903	\$ 944,286	\$ 921,926
1. Service Cost	56,305	76,954	98,481	59,338	63,508
2. Interest Cost	32,669	42,502	49,677	25,535	19,429
3. Changes in Benefit Terms	-	-	-	-	-
4. Difference between actual and expected experience	-	233,409	(204,969)	(162,794)	(175,922)
5. Changes in assumptions and inputs	270,476	29,049	(543,806)	98,561	(138,206)
6. Employer Contributions (Benefit Payments)	60,000	46,000	25,000	43,000	28,000
Net Changes (1+2+3+4+5-6)	299,450	335,914	(625,617)	(22,360)	(259,191)
Total OPEB Liability - End of Year	\$ 1,233,989	\$ 1,569,903	\$ 944,286	\$ 921,926	\$ 662,735

OPEB Liability as a percentage of payroll

Total OPEB Liability	\$ 1,233,989	\$ 1,569,903	944,286	921,926	662,735
Payroll	*	6,539,929	6,539,929	6,032,623	5,777,502
Percent of Payroll	18.9%	24.0%	15.7%	15.3%	11.5%

*Annualized pay as of July 1, 2017 of active employees included in the valuation

**Annualized pay as of November 1, 2019 of active employees included in the valuation

^Annualized pay as of July 1, 2022 of active employees included in the valuation

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION:

Funding policy: Costs under the College's group insurance program are paid from general operating assets on a pay-as-you-go basis, not assets are accumulated to pay related benefits.

Changes in Assumptions: Changes in assumptions or other inputs reflect a change in the discount rate from 2.00% (beginning-of-year measurement) to 3.90% (end-of-year measurement).

SUPPLEMENTARY INFORMATION

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Net Position

June 30, 2022

	POSTSECONDARY			
	GENERAL	TECHNICAL EDUCATION	ADULT EDUCATION	ADULT SUPPLEMENTAL EDUCATION
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 7,524,631.93	\$ 120,267.47	\$ -	\$ -
Receivables - Taxes in Process	299,478.00	-	-	-
Receivables - Grants	-	-	-	-
Receivables - Other Receivables	1,796,913.06	-	-	-
Lease Receivables, Due Within One Year	-	-	-	-
Interest Receivable	-	-	-	-
Bookstore Inventory	-	-	-	-
Total Current Assets	9,621,022.99	120,267.47	-	-
Noncurrent Assets				
Cash and Cash Equivalents	-	-	-	-
Receivables - Taxes in Process	-	-	-	-
Lease Receivables	-	-	-	-
Capital Assets, Net of Accumulated Depreciation	-	-	-	-
Lease Assets, Net of Accumulated Amorization	-	-	-	-
Total Noncurrent Assets	-	-	-	-
TOTAL ASSETS	9,621,022.99	120,267.47	-	-
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Deferred Outflows	430,279.00	-	-	-
LIABILITIES				
Current Liabilities				
Accounts Payable	128,373.31	91,650.50	-	-
Accrued Interest	-	-	-	-
Accrued Interest, Lease Liabilities	-	-	-	-
Deferred Revenue	299,478.00	-	-	-
Deposits Held in Custody for Others	62,660.50	-	-	-
Lease Liabilities, Due Within One Year	-	-	-	-
Financing Leases Payable, Due Within One Year	-	-	-	-
Total Current Liabilities	490,511.81	91,650.50	-	-
Noncurrent Liabilities				
Lease Liabilities	-	-	-	-
Financing Leases Payable	-	-	-	-
Accrued Vacation	419,372.86	-	-	-
OPEB Obligations	662,735.00	-	-	-
Total Noncurrent Liabilities	1,082,107.86	-	-	-
TOTAL LIABILITIES	1,572,619.67	91,650.50	-	-
DEFERRED INFLOWS OF RESOURCES				
Pension Related Deferred Inflows	999,594.00	-	-	-
Lease Revenue Deferred Inflows	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	999,594.00	-	-	-
NET POSITION				
Investment in Capital Assets, Net of Related Debt	-	-	-	-
Restricted for:				
Unrestricted	7,479,088.32	28,616.97	-	-
TOTAL NET POSITION	\$ 7,479,088.32	\$ 28,616.97	\$ -	\$ -

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Net Position

June 30, 2022

	AUXILIARY ENTERPRISE BOOKSTORE	AUXILIARY ENTERPRISE DORMITORIES	AUXILIARY ENTERPRISE BUILDING FEES	FEDERAL STUDENT GRANTS
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 1,911,346.81	\$ 2,326,689.24	\$ 1,770,758.44	\$ -
Receivables - Taxes in Process	-	-	-	-
Receivables - Grants	-	-	-	98,911.45
Receivables - Other Receivables	-	-	-	-
Lease Receivables, Due Within One Year	-	-	-	-
Interest Receivable	-	-	-	-
Bookstore Inventory	334,302.09	-	-	-
Total Current Assets	2,245,648.90	2,326,689.24	1,770,758.44	98,911.45
Noncurrent Assets				
Cash and Cash Equivalents	-	-	-	-
Receivables - Taxes in Process	-	-	-	-
Lease Receivables	-	-	-	-
Capital Assets, Net of Accumulated Depreciation	-	-	-	-
Lease Assets, Net of Accumulated Amorization	-	-	-	-
Total Noncurrent Assets	-	-	-	-
TOTAL ASSETS	2,245,648.90	2,326,689.24	1,770,758.44	98,911.45
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Deferred Outflows	-	-	-	-
LIABILITIES				
Current Liabilities				
Accounts Payable	766.62	-	714,473.65	98,911.45
Accrued Interest	-	53,145.07	2,171.88	-
Accrued Interest, Lease Liabilities	-	-	-	-
Deferred Revenue	-	-	-	-
Deposits Held in Custody for Others	-	-	-	-
Lease Liabilities, Due Within One Year	-	-	-	-
Financing Leases Payable, Due Within One Year	-	-	-	-
Total Current Liabilities	766.62	53,145.07	716,645.53	98,911.45
Noncurrent Liabilities				
Lease Liabilities	-	-	-	-
Financing Leases Payable	-	-	-	-
Accrued Vacation	-	-	-	-
OPEB Obligations	-	-	-	-
Total Noncurrent Liabilities	-	-	-	-
TOTAL LIABILITIES	766.62	53,145.07	716,645.53	98,911.45
DEFERRED INFLOWS OF RESOURCES				
Pension Related Deferred Inflows	-	-	-	-
Lease Revenue Deferred Inflows	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-
NET POSITION				
Investment in Capital Assets, Net of Related Debt	-	-	-	-
Restricted for:				
Unrestricted	2,244,882.28	2,273,544.17	1,054,112.91	-
TOTAL NET POSITION	\$ 2,244,882.28	\$ 2,273,544.17	\$ 1,054,112.91	\$ -

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Net Position

June 30, 2022

	TALENT SEARCH GRANT	CARES GRANT	COMMUNITY COLLEGE ACTIVITY	CAPITAL OUTLAY
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ -	\$ 21,060.00	\$ 1,457,022.83	\$ -
Receivables - Taxes in Process	-	-	-	-
Receivables - Grants	-	-	4,125.00	-
Receivables - Other Receivables	-	-	-	-
Lease Receivables, Due Within One Year	-	-	-	-
Interest Receivable	-	-	-	-
Bookstore Inventory	-	-	-	-
Total Current Assets	-	21,060.00	1,461,147.83	-
Noncurrent Assets				
Cash and Cash Equivalents	-	-	-	1,111,868.80
Receivables - Taxes in Process	-	-	-	14,200.00
Lease Receivables	-	-	-	-
Capital Assets, Net of Accumulated Depreciation	-	-	-	-
Lease Assets, Net of Accumulated Amorization	-	-	-	-
Total Noncurrent Assets	-	-	-	1,126,068.80
TOTAL ASSETS	-	21,060.00	1,461,147.83	1,126,068.80
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Deferred Outflows	-	-	-	-
LIABILITIES				
Current Liabilities				
Accounts Payable	-	21,060.00	5,097.79	28,679.97
Accrued Interest	-	-	-	-
Accrued Interest, Lease Liabilities	-	-	-	-
Deferred Revenue	-	-	-	14,200.00
Deposits Held in Custody for Others	-	-	-	-
Lease Liabilities, Due Within One Year	-	-	-	-
Financing Leases Payable, Due Within One Year	-	-	-	-
Total Current Liabilities	-	21,060.00	5,097.79	42,879.97
Noncurrent Liabilities				
Lease Liabilities	-	-	-	-
Financing Leases Payable	-	-	-	-
Accrued Vacation	-	-	-	-
OPEB Obligations	-	-	-	-
Total Noncurrent Liabilities	-	-	-	-
TOTAL LIABILITIES	-	21,060.00	5,097.79	42,879.97
DEFERRED INFLOWS OF RESOURCES				
Pension Related Deferred Inflows	-	-	-	-
Lease Revenue Deferred Inflows	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-
NET POSITION				
Investment in Capital Assets, Net of Related Debt	-	-	-	-
Restricted for:				
Unrestricted	-	-	1,456,050.04	1,083,188.83
TOTAL NET POSITION	\$ -	\$ -	\$ 1,456,050.04	\$ 1,083,188.83

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Net Position

June 30, 2022

	INVESTMENT IN PLANT	AGENCY FUNDS	TOTALS - PRIMARY INSTITUTION
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ -	\$ 490,485.37	\$ 15,622,262.09
Receivables - Taxes in Process	-	-	299,478.00
Receivables - Grants	-	-	103,036.45
Receivables - Other Receivables	-	-	1,796,913.06
Lease Receivables, Due Within One Year	13,730.28	-	13,730.28
Interest Receivable	176.76	-	176.76
Bookstore Inventory	-	-	334,302.09
Total Current Assets	13,907.04	490,485.37	18,169,898.73
Noncurrent Assets			
Cash and Cash Equivalents	-	-	1,111,868.80
Receivables - Taxes in Process	-	-	14,200.00
Lease Receivables	46,824.67	-	46,824.67
Capital Assets, Net of Accumulated Depreciation	26,201,004.64	-	26,201,004.64
Lease Assets, Net of Accumulated Amorization	101,520.68	-	101,520.68
Total Noncurrent Assets	26,349,349.99	-	27,475,418.79
TOTAL ASSETS	26,363,257.03	490,485.37	45,645,317.52
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Deferred Outflows	-	-	430,279.00
LIABILITIES			
Current Liabilities			
Accounts Payable	-	-	1,089,013.29
Accrued Interest	-	-	55,316.95
Accrued Interest, Lease Liabilities	351.35	-	351.35
Deferred Revenue	-	-	313,678.00
Deposits Held in Custody for Others	-	490,485.37	553,145.87
Lease Liabilities, Due Within One Year	20,138.54	-	20,138.54
Financing Leases Payable, Due Within One Year	1,030,000.00	-	1,030,000.00
Total Current Liabilities	1,050,489.89	490,485.37	3,061,644.00
Noncurrent Liabilities			
Lease Liabilities	88,806.32	-	88,806.32
Financing Leases Payable	15,550,000.00	-	15,550,000.00
Accrued Vacation	-	-	419,372.86
OPEB Obligations	-	-	662,735.00
Total Noncurrent Liabilities	15,638,806.32	-	16,720,914.18
TOTAL LIABILITIES	16,689,296.21	490,485.37	19,782,558.18
DEFERRED INFLOWS OF RESOURCES			
Pension Related Deferred Inflows	-	-	999,594.00
Lease Revenue Deferred Inflows	52,708.91	-	52,708.91
TOTAL DEFERRED INFLOWS OF RESOURCES	52,708.91	-	1,052,302.91
NET POSITION			
Investment in Capital Assets, Net of Related Debt	9,621,251.91	-	9,621,251.91
Restricted for:			
Unrestricted	-	-	15,619,483.52
TOTAL NET POSITION	\$ 9,621,251.91	\$ -	\$ 25,240,735.43

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2022

	GENERAL	POSTSECONDARY TECHNICAL EDUCATION	ADULT EDUCATION	ADULT SUPPLEMENTAL EDUCATION	AUXILIARY ENTERPRISE BOOKSTORE	AUXILIARY ENTERPRISE DORMITORIES
REVENUES						
Operating Revenues						
Student Tuition and Fees	\$ 1,552,367.13	\$ 1,591,830.00	\$ -	\$ -	\$ -	\$ 3,269,168.26
Federal Grants and Contracts	2,780.00	96,943.00	-	-	-	-
State Grants and Contracts	877,219.02	-	-	-	-	-
Sales and Services of						
Auxiliary Enterprises	-	-	-	-	386,524.46	-
Activity Fund Revenues	-	-	-	-	-	-
Lease Income	15,632.04	-	-	-	-	-
Miscellaneous Income	22,311.95	-	-	-	16,777.73	6,192.94
Total Operating Revenues	2,470,310.14	1,688,773.00	-	-	403,302.19	3,275,361.20
EXPENSES						
Operating Expenses						
Educational and General						
Instruction	2,371,221.61	1,898,695.91	-	-	-	-
Academic Support	898,859.66	549,341.01	-	-	-	-
Student Services	2,884,141.24	165,162.31	-	-	-	-
Institutional Support	2,172,401.22	311,899.69	-	-	-	-
Operation and Maintenance	1,900,657.75	717,613.92	-	-	-	-
Scholarships and Awards	27,617.10	58,299.93	-	-	-	199,756.00
Auxiliary Enterprises	-	-	-	-	357,779.44	1,699,394.08
Lease Expense	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-
Total Operating Expenses	10,254,898.58	3,701,012.77	-	-	357,779.44	1,899,150.08
Operating Income (Loss)	(7,784,588.44)	(2,012,239.77)	-	-	45,522.75	1,376,211.12
Nonoperating Revenues (Expenses)						
State Appropriations	1,798,887.00	1,296,721.93	-	-	-	-
County Appropriations	8,086,961.82	-	-	-	-	-
Pell Grants	-	-	-	-	-	-
Gifts and Contributions	-	-	-	-	-	-
Interest Income	8,840.28	-	-	-	2,793.12	2,843.85
Gain (Loss) on Sale of Asset	-	-	-	-	-	-
Debt Service	(48,524.29)	-	-	-	-	(1,264,213.76)
Operating Transfers	(621,270.21)	740,000.00	-	-	(56,500.71)	-
Increase (Decrease) in Net Position	1,440,306.16	24,482.16	-	-	(8,184.84)	114,841.21
Net Position - Beginning of Year	6,038,782.16	4,134.81	-	-	2,253,067.12	2,158,702.96
Net Position - End of Year	\$ 7,479,088.32	\$ 28,616.97	\$ -	\$ -	\$ 2,244,882.28	\$ 2,273,544.17

Schedule 3 (Continued)

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2022

	AUXILIARY ENTERPRISE BUILDING FEES	AUXILIARY ENTERPRISE GATE RECEIPTS	FEDERAL STUDENT GRANTS	TALENT SEARCH GRANT	CARES GRANT	COFFEYVILLE COMMUNITY COLLEGE ACTIVITY
REVENUES						
Operating Revenues						
Student Tuition and Fees	\$ 309,618.50	\$ -	\$ -	-	\$ -	\$ -
Federal Grants and Contracts	-	-	1,388,652.39	-	2,231,483.00	4,163,110.53
State Grants and Contracts	17,871.00	-	-	-	-	-
Sales and Services of						
Auxiliary Enterprises	-	-	-	-	-	-
Activity Fund Revenues	-	-	-	-	-	2,835,471.17
Lease Income	-	-	-	-	-	-
Miscellaneous Income	-	-	-	392.30	-	-
Total Operating Revenues	327,489.50	-	1,388,652.39	392.30	2,231,483.00	6,998,581.70
EXPENSES						
Operating Expenses						
Educational and General						
Instruction	-	-	-	-	-	-
Academic Support	-	-	-	-	-	-
Student Services	-	-	-	-	-	49,078.94
Institutional Support	-	-	-	-	-	475,352.08
Operation and Maintenance	1,249,315.00	-	-	-	-	4,675,756.26
Scholarships and Awards	-	-	3,720,513.20	-	2,231,483.00	1,733,703.08
Auxiliary Enterprises	-	-	-	-	-	-
Lease Expense	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-
Total Operating Expenses	1,249,315.00	-	3,720,513.20	-	2,231,483.00	6,933,890.36
Operating Income (Loss)	(921,825.50)	-	(2,331,860.81)	392.30	-	64,691.34
Nonoperating Revenues (Expenses)						
State Appropriations	-	-	-	-	-	-
County Appropriations	-	-	-	-	-	-
Pell Grants	-	-	2,331,860.81	-	-	-
Gifts and Contributions	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Gain (Loss) on Sale of Asset	-	-	-	-	-	22,717.25
Debt Service	(224,850.00)	-	-	-	-	-
Operating Transfers	-	(61,554.76)	-	-	-	(674.32)
Increase (Decrease) in Net Position	(1,146,675.50)	(61,554.76)	-	392.30	-	86,734.27
Net Position - Beginning of Year	2,200,788.41	61,554.76	-	(392.30)	-	1,369,315.77
Net Position - End of Year	\$ 1,054,112.91	\$ -	\$ -	\$ -	\$ -	\$ 1,456,050.04

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedules of Revenues, Expenditures, and
Changes in Unencumbered Cash – Budget and Actual

For the Year Ended June 30, 2022

Schedules 4 to 9 are prepared in accordance with Kansas cash basis and budget laws (Regulatory Basis), which differs from generally accepted accounting principles (GAAP Basis). Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving the cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund in which the cash is transferred. Expenditures include cash disbursements, transfers, accounts payable and encumbrances – that is, commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

Schedule 3 (Continued)

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Combining Schedule of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2022

	CAPITAL OUTLAY	INVESTMENT IN PLANT	SUB-TOTALS PRIMARY INSTITUTION	ELIMINATING INTER-COMPANY SCHOLARSHIPS	TOTALS - PRIMARY INSTITUTION
REVENUES					
Operating Revenues					
Student Tuition and Fees	\$ -	\$ -	\$ 6,722,983.89	\$ (1,445,020.50)	\$ 5,277,963.39
Federal Grants and Contracts	-	-	7,882,968.92	(1,306,152.00)	6,576,816.92
State Grants and Contracts	119,497.00	-	1,014,587.02	-	1,014,587.02
Sales and Services of					
Auxiliary Enterprises	-	-	386,524.46	-	386,524.46
Activity Fund Revenues	-	-	2,835,471.17	-	2,835,471.17
Lease Income	-	(514.31)	15,117.73	-	15,117.73
Miscellaneous Income	-	-	45,674.92	-	45,674.92
Total Operating Revenues	119,497.00	(514.31)	18,903,328.11	(2,751,172.50)	16,152,155.61
EXPENSES					
Operating Expenses					
Educational and General					
Instruction	-	-	4,269,917.52	-	4,269,917.52
Academic Support	-	-	1,448,200.67	-	1,448,200.67
Student Services	-	-	3,098,382.49	-	3,098,382.49
Institutional Support	-	-	2,959,652.99	-	2,959,652.99
Operation and Maintenance	311,303.97	(5,821,747.52)	3,032,899.38	-	3,032,899.38
Scholarships and Awards	-	-	7,971,372.31	(2,751,172.50)	5,220,199.81
Auxiliary Enterprises	-	-	2,057,173.52	-	2,057,173.52
Lease Expense	24,000.00	866.49	24,866.49	-	24,866.49
Depreciation Expense	-	1,256,977.70	1,256,977.70	-	1,256,977.70
Total Operating Expenses	335,303.97	(4,563,903.33)	26,119,443.07	(2,751,172.50)	23,368,270.57
Operating Income (Loss)	(215,806.97)	4,563,389.02	(7,216,114.96)	-	(7,216,114.96)
Nonoperating Revenues (Expenses)					
State Appropriations	-	-	3,095,608.93	-	3,095,608.93
County Appropriations	389,264.95	-	8,476,226.77	-	8,476,226.77
Pell Grants	-	-	2,331,860.81	-	2,331,860.81
Gifts and Contributions	-	-	-	-	-
Interest Income	-	-	14,477.25	-	14,477.25
Gain (Loss) on Sale of Asset	-	(7,448.87)	15,268.38	-	15,268.38
Debt Service	-	817,807.18	(719,780.87)	-	(719,780.87)
Operating Transfers	-	-	-	-	-
Increase (Decrease) in Net Position	173,457.98	5,373,747.33	5,997,546.31	-	5,997,546.31
Net Position - Beginning of Year	909,730.85	4,247,504.58	19,243,189.12	-	19,243,189.12
Net Position - End of Year	\$ 1,083,188.83	\$ 9,621,251.91	\$ 25,240,735.43	\$ -	\$ 25,240,735.43

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual

Current Funds - Unrestricted

General Fund (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Current Year Actual Budget Basis	Budget	Variance Over (Under)
REVENUES						
Student Tuition and Fees	\$ 1,444,219.00	\$ 1,552,367.13	\$ (760,875.89)	\$ 791,491.24	\$ 1,116,881.00	\$ (325,389.76)
Federal Grants	534,423.32	2,780.00	-	2,780.00	-	2,780.00
State Sources						
State Operating Grant	1,798,887.00	1,798,887.00	-	1,798,887.00	1,798,887.00	-
Other State Grants	-	877,219.02	(877,219.02)	-	-	-
Total State Sources	1,798,887.00	2,676,106.02	(877,219.02)	1,798,887.00	1,798,887.00	-
Local Sources						
Ad Valorem Tax	7,158,988.19	7,210,706.74	-	7,210,706.74	7,698,060.00	(487,353.26)
Motor Vehicle Tax	595,993.33	559,771.01	-	559,771.01	658,503.00	(98,731.99)
16M-20M Truck Tax	10,919.75	11,228.27	-	11,228.27	-	11,228.27
Recreational Vehicle	11,323.14	7,418.96	-	7,418.96	8,682.00	(1,263.04)
Watercraft Tax	-	2,885.16	-	2,885.16	-	2,885.16
Delinquent Tax	187,856.97	294,951.68	-	294,951.68	145,427.00	149,524.68
Total Local Sources	7,965,081.38	8,086,961.82	-	8,086,961.82	8,510,672.00	(423,710.18)
Other Sources						
Interest Income	59,156.23	8,840.28	-	8,840.28	5,000.00	3,840.28
Lease Income	-	15,632.04	-	15,632.04	-	15,632.04
Miscellaneous	51,264.38	22,311.95	-	22,311.95	581,322.00	(559,010.05)
Total Other Sources	110,420.61	46,784.27	-	46,784.27	586,322.00	(539,537.73)
Operating Transfers from:						
Adult Education Fund	14.15	-	-	-	-	-
Adult Supplemental Education Fund	7,170.58	-	-	-	-	-
Auxiliary Enterprise Funds						
Bookstore	-	56,500.71	-	56,500.71	-	56,500.71
Auxiliary Enterprise Funds						
Gate Receipts	-	61,554.76	-	61,554.76	-	61,554.76
Coffeyville Community College Activi	-	674.32	-	674.32	-	674.32
Federal Student Grants Fund	50,805.37	-	-	-	-	-
TOTAL REVENUES	11,911,021.41	12,483,729.03	(1,638,094.91)	10,845,634.12	12,012,762.00	(1,167,127.88)

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures and Changes
in Unencumbered Cash - Budget and Actual

Current Funds - Unrestricted

General Fund (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year Budget Basis	Current Year				Variance Over (Under)
		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Budget	
EXPENDITURES						
Instruction	\$ 3,048,893.17	\$ 2,371,221.61	\$ (44,617.86)	\$ 2,326,603.75	\$ 2,361,483.00	\$ (34,879.25)
Public Service	-	-	-	-	-	-
Academic Support	531,064.25	898,859.66	-	898,859.66	776,205.00	122,654.66
Student Services	2,424,111.42	2,884,141.24	-	2,884,141.24	3,314,225.00	(430,083.76)
Institutional Support	866,275.83	2,172,401.22	(877,219.02)	1,295,182.20	1,304,625.00	(9,442.80)
Operation and Maintenance	1,740,408.49	1,900,657.75	-	1,900,657.75	2,826,534.00	(925,876.25)
Scholarships and Awards	413,406.08	27,617.10	-	27,617.10	500,000.00	(472,382.90)
Debt Service						
Principal Payments	93,505.29	47,807.18	-	47,807.18	-	47,807.18
Interest Payments	3,543.29	717.11	-	717.11	-	717.11
Operating Transfers to:						
Postsecondary Technical						
Education Fund	955,000.00	740,000.00	-	740,000.00	1,800,000.00	(1,060,000.00)
Federal Student Grants Fund	370.00	-	-	-	110,000.00	(110,000.00)
TOTAL EXPENDITURES	10,076,577.82	11,043,422.87	(921,836.88)	10,121,585.99	12,993,072.00	(2,871,486.01)
Excess of Revenues Over						
(Under) Expenditures and Other						
Additions (Deductions)	1,834,443.59	1,440,306.16	(716,258.03)	724,048.13	(980,310.00)	1,704,358.13
Unencumbered Cash						
Beginning of Year	4,782,864.40	6,038,782.16	578,525.83	6,617,307.99	5,625,575.00	991,732.99
End of Year	\$ 6,617,307.99	\$ 7,479,088.32	\$ (137,732.20)	\$ 7,341,356.12	\$ 4,645,265.00	\$ 2,696,091.12

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual

Current Funds - Unrestricted

Postsecondary Technical Education Fund (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year	Current Year			Variance
	Budget	Actual	Adjustments	Actual	Over
	Basis	GAAP	Budget	Basis	(Under)
		Basis	Basis		
REVENUES					
Student Tuition and Fees	\$ 1,148,933.36	\$ 1,591,830.00	\$ -	\$ 1,591,830.00	\$ 1,004,829.00
Federal Grants	106,899.00	96,943.00	-	96,943.00	96,943.00
State Sources					
State Operating Grant	1,221,598.00	1,221,598.00	-	1,221,598.00	-
Other State Grants	16,824.00	75,123.93	-	75,123.93	(21,819.07)
Total State Sources	1,238,422.00	1,296,721.93	-	1,296,721.93	(21,819.07)
Other Sources					
Miscellaneous	625.61	-	-	-	-
Total Other Sources	625.61	-	-	-	-
Operating Transfers from					
General Fund	955,000.00	740,000.00	-	740,000.00	(1,060,000.00)
TOTAL REVENUES	3,449,879.97	3,725,494.93	-	3,725,494.93	19,952.93
EXPENDITURES					
Instruction	2,538,724.25	1,898,695.91	-	1,898,695.91	(274,018.09)
Academic Support	131,325.26	549,341.01	-	549,341.01	250,716.01
Student Services	95,321.53	165,162.31	-	165,162.31	(27,942.69)
Institutional Support	214,219.94	311,899.69	-	311,899.69	5,437.69
Operation and Maintenance	471,408.51	717,613.92	-	717,613.92	45,345.92
Scholarships and Awards	-	58,299.93	-	58,299.93	58,299.93
Operating Transfers to					
Capital Outlay Fund	-	-	-	-	(300,000.00)
TOTAL EXPENDITURES	3,450,999.49	3,701,012.77	-	3,701,012.77	(242,161.23)
Excess of Revenues Over					
(Under) Expenditures and Other					
Additions (Deductions)	(1,119.52)	24,482.16	-	24,482.16	262,114.16
Unencumbered Cash					
Beginning of Year	5,254.33	4,134.81	-	4,134.81	(622,348.19)
End of Year	\$ 4,134.81	\$ 28,616.97	\$ -	\$ 28,616.97	\$ (360,234.03)

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual

Current Funds - Unrestricted

Adult Education Fund (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Current Year Actual Budget Basis	Budget	Variance Over (Under)
REVENUES						
Other Sources						
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ 6.00	\$ (6.00)
TOTAL REVENUES	-	-	-	-	6.00	(6.00)
EXPENDITURES						
Operating Transfers to General Fund	14.15	-	-	-	15.00	(15.00)
TOTAL EXPENDITURES	14.15	-	-	-	15.00	(15.00)
Excess of Revenues Over (Under) Expenditures and Other Additions (Deductions)	(14.15)	-	-	-	(9.00)	9.00
Unencumbered Cash Beginning of Year	14.15	-	-	-	14.00	(14.00)
End of Year	-	-	-	-	5.00	(5.00)
	\$	\$	\$	\$	\$	\$

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual

Current Funds - Unrestricted

Adult Supplemental Education Fund (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Current Year Actual Budget Basis	Budget	Variance Over (Under)
REVENUES						
State Sources						
State Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	-	-	-	-	-	-
EXPENDITURES						
Operating Transfers to General Fund	7,170.58	-	-	-	7,171.00	(7,171.00)
TOTAL EXPENDITURES	7,170.58	-	-	-	7,171.00	(7,171.00)
Excess of Revenues Over (Under) Expenditures	(7,170.58)	-	-	-	(7,171.00)	7,171.00
Unencumbered Cash Beginning of Year	7,170.58	-	-	-	7,171.00	(7,171.00)
End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

COFFEYVILLE COUNTY COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual

Current Funds - Unrestricted

Auxiliary Enterprise Funds (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year Budget Basis	Current Year						Variance Over (Under)
		Dorm GAAP	Bookstore GAAP	Building Fees GAAP	Total Auxiliary Enterprise Funds GAAP	Adjustments to Budget Basis	Total Auxiliary Enterprise Funds Budget Basis	
REVENUES								
Student Tuition and Fees								
Dorm Rents and								
Use of Student Union	\$ 2,479,420.30	\$ 3,234,523.26	\$ -	\$ -	\$ 3,234,523.26	\$ -	\$ 3,234,523.26	\$ (350,224.74)
Student Fees	396,227.00	34,645.00	-	309,618.50	344,263.50	-	344,263.50	344,263.50
Sales and Services of								
Auxiliary Enterprises	552,161.46	-	386,524.46	-	386,524.46	-	386,524.46	(388,475.54)
Federal Grants	539,497.34	-	-	-	-	-	-	-
State Grants	-	-	-	17,871.00	17,871.00	-	17,871.00	17,871.00
Other Revenues								
Rents	24,000.00	-	-	-	-	-	-	-
Miscellaneous	16,517.77	6,192.94	16,777.73	-	22,970.67	-	22,970.67	(387,929.33)
Bond Proceeds	4,920,000.00	12,595,000.00	-	-	12,595,000.00	-	12,595,000.00	12,595,000.00
Interest	15,208.68	2,843.85	2,793.12	-	5,636.97	-	5,636.97	5,636.97
TOTAL REVENUES	8,943,032.55	15,873,205.05	406,095.31	327,489.50	16,606,789.86	-	16,606,789.86	11,836,141.86
EXPENDITURES								
Auxiliary Enterprise								
Salaries and Benefits	72,618.76	-	102,799.45	-	102,799.45	-	102,799.45	15,285.45
General Operating Expense	1,533,633.08	1,367,228.18	8,801.44	-	1,376,029.62	-	1,376,029.62	(180,905.38)
Cost of Goods Sold	272,172.67	-	162,614.11	-	162,614.11	(2,187.75)	160,426.36	(332,393.64)
Scholarships	333,306.80	199,756.00	81,352.28	-	281,108.28	-	281,108.28	(114,011.72)
Capital Outlay	679,848.23	332,165.90	2,212.16	1,249,315.00	1,583,693.06	-	1,583,693.06	(1,066,306.94)
Debt Service	6,467,978.32	13,859,213.76	-	224,850.00	14,084,063.76	(8,256.12)	14,075,807.64	12,459,252.64
Operating Transfer to								
Other Funds	(370.00)	-	56,500.71	-	56,500.71	-	56,500.71	(328,499.29)
TOTAL CERTIFIED BUDGET								
ADJUSTMENTS FOR QUALIFIED								
BUDGET CREDITS								
TOTAL EXPENDITURES	9,359,187.86	15,758,363.84	414,280.15	1,474,165.00	17,646,808.99	(10,443.87)	17,636,365.12	(2,142,578.88)
Excess of Revenues Over (Under)								
Expenditures and Other	(416,155.31)	114,841.21	(8,184.84)	(1,146,675.50)	(1,040,019.13)	10,443.87	(1,029,575.26)	13,978,720.74
Additions (Deductions)								
Unencumbered Cash								
Beginning of Year	6,739,284.79	2,158,702.96	2,253,067.12	2,200,788.41	6,612,558.49	(289,429.01)	6,323,129.48	(183,437.52)
End of Year	\$ 6,323,129.48	\$ 2,273,544.17	\$ 2,244,882.28	\$ 1,054,112.91	\$ 5,572,539.36	\$ (278,985.14)	\$ 5,293,554.22	\$ 13,795,283.22

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual

Plant Funds

Unexpended (Capital Outlay) Fund (Regulatory Basis)

For the Year Ended June 30, 2022

(With Comparative Budget Basis Actual Amounts for the Prior Year Ended June 30, 2021)

	Prior Year	Current Year			Variance
	Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Over (Under)
REVENUES					
State Sources	\$ 120,641.00	\$ 119,497.00	\$ -	\$ 119,497.00	\$ -
Federal Sources	110,428.00	-	-	-	-
Local Sources					
Ad Valorem Tax	350,971.39	345,705.55	-	345,705.55	(23,219.45)
Motor Vehicle Tax	30,250.49	27,799.86	-	27,799.86	(4,463.14)
16M-20M Truck Tax	557.83	562.40	-	562.40	562.40
Recreational Vehicle Tax	572.62	368.58	-	368.58	(56.42)
Watercraft Tax	-	141.47	-	141.47	141.47
Delinquent Tax	9,454.78	14,687.09	-	14,687.09	7,779.09
Total Local Sources	391,807.11	389,264.95	-	389,264.95	(19,256.05)
Other Sources	-	-	-	-	(10,000.00)
Miscellaneous	-	-	-	-	(10,000.00)
TOTAL REVENUES	622,876.11	508,761.95	-	508,761.95	(29,256.05)
EXPENDITURES					
Plant Equipment and Facility					
Lease Expense	-	24,000.00	-	24,000.00	24,000.00
Capital Outlay	692,310.02	311,303.97	-	311,303.97	(700,521.03)
TOTAL EXPENDITURES	692,310.02	335,303.97	-	335,303.97	(676,521.03)
Excess of Revenues and Transfers					
Over (Under) Expenditures	(69,433.91)	173,457.98	-	173,457.98	647,264.98
Unencumbered Cash					
Beginning of Year	979,164.76	909,730.85	-	909,730.85	(1.15)
End of Year	\$ 909,730.85	\$ 1,083,188.83	\$ -	\$ 1,083,188.83	\$ 647,263.83

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas
Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended June 30, 2022

ACCOUNT NAME	Balance June 30, 2021	Additions	Deductions	Balance June 30, 2022
AGENCY FUND				
School Projects Accounts				
Change for Conner	\$ -	\$ 13,038.98	\$ 13,038.98	\$ -
Endowment	-	3,981.35	7,319.77	(3,338.42)
Health Insurance Clearing	51,075.58	1,465,977.85	1,277,038.36	240,015.07
HS Tech Scholarship	-	2,937.53	-	2,937.53
Incidental Fees	424,006.17	-	424,006.17	-
International Fees	40,714.09	-	40,714.09	-
Office Equipment	139,231.51	-	139,231.51	-
Pratt Lineman	-	785.69	453.77	331.92
Stadium Capital Maintenance	-	251,216.24	-	251,216.24
Student Dorm Deposits	34,645.00	-	34,645.00	-
Talent Search	-	430.32	1,107.29	(676.97)
Total School Projects	689,672.35	1,738,367.96	1,937,554.94	490,485.37
Student Organization Accounts				
Agriculture Club	(75.00)	75.00	-	-
Band	211.18	-	211.18	-
BPA - Columbus Campus	2,096.19	-	2,096.19	-
Cheerleading	283.55	-	283.55	-
Vocal Music	3,230.57	-	3,230.57	-
EMICT Misc Fee	5,785.45	-	5,785.45	-
Golf	76.93	-	76.93	-
Horticulture	1,739.29	-	1,739.29	-
Phi Theta Kappa	4,358.41	-	4,358.41	-
Student Government Association	76,127.62	-	76,127.62	-
Symphony of Winds	192.52	-	192.52	-
Track	2,971.89	-	2,971.89	-
VICA - Columbus Campus	3,140.56	-	3,140.56	-
Women's Softball	1,543.87	-	1,543.87	-
Total Student Organizations	101,683.03	75.00	101,758.03	-
TOTAL AGENCY FUNDS	\$ 791,355.38	\$ 1,738,442.96	\$ 2,039,312.97	\$ 490,485.37
Assets				
Cash and Investments	\$ 791,355.38	\$ 1,738,442.96	\$ 2,039,312.97	\$ 490,485.37
TOTAL ASSETS	\$ 791,355.38	\$ 1,738,442.96	\$ 2,039,312.97	\$ 490,485.37
Liabilities				
Deposits Held For Others	\$ 791,355.38	\$ 1,738,442.96	\$ 2,039,312.97	\$ 490,485.37
TOTAL LIABILITIES	\$ 791,355.38	\$ 1,738,442.96	\$ 2,039,312.97	\$ 490,485.37

**COFFEYVILLE COMMUNITY COLLEGE
COFFEYVILLE, KANSAS**

FEDERAL COMPLIANCE SECTION

For the Year Ended June 30, 2022

EIN NUMBER: 48-0698570
OPE ID NUMBER: 001910000
DUNS NUMBER: 010663490

COMPLIANCE ATTESTATION EXAMINATION
INCLUDING TITLE IV STUDENT FINANCIAL ASSISTANCE PROGRAMS

COFFEYVILLE, KANSAS

FEDERAL PELL GRANT PROGRAM (PELL) (84.063)
FEDERAL SUPPLEMENTAL EDUCATIONAL OPPORTUNITY GRANTS (FSEOG) (84.007)
FEDERAL WORK-STUDY PROGRAM (FWS) (84.033)
FEDERAL DIRECT STUDENT LOANS (DIRECT LOAN) (84.268)
EDUCATION STABILIZATION FUND - STUDENT (CARES) (84.425E)
EDUCATION STABILIZATION FUND – INSTITUTION (CARES) (84.425F)

AUDITOR INFORMATION SHEET

COFFEYVILLE COMMUNITY COLLEGE

400 W. 11TH
COFFEYVILLE, KANSAS 67337

EIN NUMBER: 48-0698570
OPE ID NUMBER: 001910000
DUNS NUMBER: 010663490

TELEPHONE: (620) 251-7700
FAX: (620) 252-7098

PRESIDENT: Dr. Marlon Thornburg
CONTACT PERSON & TITLE: Jeff Morris, Vice President for Operations and Finance

LEAD AUDITOR: Neil L. Phillips, CPA
EMAIL ADDRESS: nphillips@jgppa.com
LICENSE NUMBER & HOME STATE: 7549 KS
FIRM'S NAME & ADDRESS: JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants
1815 S. Santa Fe
P.O. Box 779
Chanute, Kansas 66720
FIRM'S FEDERAL ID NUMBER: 20-3906022
TELEPHONE: (620) 431-6342
FAX: (620) 431-0724

PROGRAMS EXAMINED:	PELL	84.063
	FSEOG	84.007
	DIRECT LOAN	84.268
	FWS	84.033
	CARES	84.425E
	CARES	84.425F

For the Award Year that ended during the institution's fiscal year, the percentage of:

Correspondence or telecommunication courses to total courses	NONE
Regular students enrolled in correspondence courses	NONE
Regular students that are incarcerated	NONE
Regular students enrolled based on ability to benefit	NONE
For short term programs—	
Completion	N/A
Placement	N/A

The campuses/locations considered as part of this entity and covered or excluded by this examination are:

ALL LOCATIONS	> 50% OF PROGRAM OFFERED @ SITE	LOCATION ON ELIGIBILITY LETTER	NOTICE TO ED PRIOR TO OFFERING INSTRUCTION	DATE OPENED	DATE CLOSED	DATE OF CPA'S LAST VISIT	EXCLUSION REASON
Coffeyville	Yes	Yes	Yes	1923	N/A	2022	N/A
Columbus	Yes	Yes	Yes	2004	N/A	2022	N/A

Institution's Primary Accrediting Organization: North Central Association of Colleges and Schools

The College does not use a servicer.

Records for the accounting and administration of the SFA Programs are located at:

COFFEYVILLE COMMUNITY COLLEGE
400 W. 11TH
COFFEYVILLE, KANSAS 67337

For Close-Out Examination only: N/A

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	PASS-THROUGH TO SUBRECIPIENTS	EXPENDITURES
U.S. DEPARTMENT OF EDUCATION				
Direct Programs:				
Student Financial Aid Cluster				
Federal Supplemental Education				
Opportunity Grants	84.007	N/A	\$ -	\$ 56,700.00
Federal Work-Study Program	84.033	N/A	-	25,800.39
Federal Work-Study Program Administration	84.033	N/A	-	4,125.00
		Total 84.033	-	29,925.39
Federal Pell Grant Program	84.063	N/A	-	2,331,860.81
Federal Pell Grant Administration	84.063	N/A	-	2,780.00
		Total 84.063	-	2,334,640.81
Federal Direct Student Loans	84.268	N/A	- (1)	1,306,152.00
			-	3,727,418.20
Total Student Financial Aid Cluster				
			-	3,727,418.20
Education Stabilization Fund - Student	84.425E	N/A	-	2,231,482.00
Education Stabilization Fund - Institutional	84.425F	N/A	-	4,129,272.00
		Total 84.425	-	6,360,754.00
Passed through the Kansas Board of Regents:				
Carl Perkins Vocational Education Grants:				
Career and Technical Education	84.048	2022 Carl Perkins	-	104,142.93
			-	104,142.93
Total U.S. Department of Education				
			-	10,192,315.13
FEDERAL ASSISTANCE TOTALS				
			\$ -	\$ 10,192,315.13

NOTE A -- BASIS OF PRESENTATION

This schedule has been prepared in accordance with accounting principles generally accepted in the United States of America. Expenditures are recorded when goods or services are received.

NOTE B --INDIRECT COST RATE

Coffeyville Community College did not elect to use the 10% de minimis cost rate.

(1) These are subsidized and unsubsidized loans to students and parents at the College and are not included in the College's revenues and expenditures.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

Board of Trustees
Coffeyville Community College
Coffeyville, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Coffeyville Community College, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Coffeyville Community College's basic financial statements and have issued our report thereon dated March 17, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Coffeyville Community 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Coffeyville Community College's internal control. Accordingly, we do not express an opinion on the effectiveness of the Coffeyville Community 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
March 17, 2023

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Board of Trustees
Coffeyville Community College
Coffeyville, Kansas

Report on Compliance for Each Major Federal Program

Qualified and Unmodified Opinion

We have audited Coffeyville Community College's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Coffeyville Community College's major federal programs for the year ended June 30, 2022. Coffeyville Community College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Qualified Opinion on Student Financial Aid Cluster

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, Coffeyville Community College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Student Financial Aid Cluster for the year ended June 30, 2022.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, Coffeyville Community College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2022.

Basis for Qualified and Unmodified Opinions

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

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

Matter Giving Rise to Qualified Opinion on Student Financial Aid Cluster

As described in the accompanying schedule of findings and questioned costs, Student Financial Assistance Programs Cluster as described in finding numbers 2022-001 for Special Tests and Provisions.

Compliance with such requirements is necessary, in our opinion, for Coffeyville Community College to comply with the requirements applicable to that program.

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2022-001. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as 2022-001 to be material weaknesses.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Purpose of this Report

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



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
March 17, 2023

COFFEYVILLE COMMUNITY COLLEGE

Coffeyville, Kansas

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022**I. SUMMARY OF AUDITOR'S RESULTS****Financial Statements:**

The auditor's report expresses an unmodified opinion on the basic financial statements of Coffeyville Community College.

Internal Control over Financial Reporting:

Material weakness(es) identified?	_____	Yes	_____ <u>X</u> _____	No
Significant deficiency(ies) identified?	_____	Yes	_____ <u>X</u> _____	None Reported
Noncompliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	_____ <u>X</u> _____	No

Federal Awards:

Internal control over major programs:				
Material weakness(es) identified?	_____ <u>X</u> _____	Yes	_____	No
Significant deficiency(ies) identified?	_____	Yes	_____ <u>X</u> _____	None Reported

The auditor's report on compliance for the major federal award programs for Coffeyville Community College expresses a qualified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ <u>X</u> _____	Yes	_____	No
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Identification of major programs:

U.S. DEPARTMENT OF EDUCATION

Student Financial Aid Cluster

Federal Pell Grant Program – CFDA No. 84.063

Federal Supplementary Educational Opportunity Grant – CFDA No. 84.007

Federal Work-Study Program – CFDA No. 84.033

Federal Direct Student Loan Program – CFDA No. 84.268

Education Stabilization Fund – CFDA No. 84.425E

Education Stabilization Fund – CFDA No. 84.425F

The threshold for distinguishing Types A and B programs was \$750,000.00.

Auditee qualified as a low risk auditee?	_____	Yes	_____ <u>X</u> _____	No
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II. FINANCIAL STATEMENT FINDINGS

NONE

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding: 2022-001 – Special Tests and Provisions – Enrollment Reporting

Information of Federal Program:

Student Financial Aid Cluster

Federal Pell Grant Program – CFDA No. 84.063

Federal Direct Student Loans – CFDA No. 84.268

Criteria:

Under the Pell grant and ED loan programs, institutions must complete and return within 15 days the Enrollment Reporting roster file [formerly the Student Status Confirmation Report (SSCR)] placed in their Student Aid Internet Gateway (SAIG) (OMB No. 1845-0002) mailboxes sent by ED via NSLDS (OMB No. 1845-0035). The institution determines how often it receives the Enrollment Reporting roster file with the default set at a minimum of every 60 days. Once received, the institution must update for changes in student status, report the date the enrollment status was effective, enter the new anticipated completion date, and submit the changes electronically through the batch method or the NSLDS website (Pell, 34 CFR 690.83(b)(2); FFEL, 34 CFR 682.610; Direct Loan, 34 CFR 685.309). Institutions are responsible for timely reporting, whether they report directly or via a third-party servicer. NSLDS will send a Late Enrollment Reporting notification e-mail if no updates are received by batch or online within 22 days after the date the roster was sent to the school. The Enrollment Reporting Summary Report (SCHER1) on the NSLDS website can be created at the request of the institution. It shows the dates the roster files were sent and returned, the number of errors, date and number of online updates, and the number of late enrollment reporting notifications sent for overdue Enrollment Reporting rosters.

Condition:

During our testing of the enrollment reporting, it was noted that Coffeyville Community College did not have internal controls of reporting changes in student status' to NSLDS.

Cause:

The College did not have proper training that allowed for changes in the Federal reporting regulations and the creation of an error summary report to process all errors in a timely manner.

Effect or Potential Effect:

A student's enrollment status determines eligibility for in-school status, deferment, and grace periods, as well as for the payment of interest subsidies to FFEL Program loan holders by ED. Enrollment Reporting in a timely and accurate manner is critical for effective management of the programs.

Questioned Costs:

None

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding: 2022-001 – Special Tests and Provisions – Enrollment Reporting (Continued)

Information of Federal Program:

Student Financial Aid Cluster

Federal Pell Grant Program – CFDA No. 84.063

Federal Direct Student Loans – CFDA No. 84.268

Context:

During our testing of the enrollment reporting process, it was noted that Coffeyville Community College's internal controls over enrollment reporting broke down after there was a change in the reporting process. Two (2) of forty (40) files tested, changes to a student's status was either incorrectly submitted or batch errors were not timely corrected.

Repeat Finding:

No

Recommendation:

Policies and procedures should be written to provide additional training and oversight of staff responsible for enrollment reporting. We recommend the College establish an oversight process that includes additional controls necessary until staff are fully trained in the area of enrollment reporting.

Views of responsible officials and planned corrective action:

Management is in agreement and will implement a Corrective Action Plan, see page 64 of the current year audit.

COFFEYVILLE COMMUNITY COLLEGE
Coffeyville, Kansas

Schedule of Resolution of Prior Year's Findings and Questioned Costs
For the Year Ended June 30, 2022

None

CORRECTIVE ACTION PLAN

Schedule 14

March 17, 2023

Cognizant or Oversight Agency for Audit

Coffeyville Community College respectfully submits the following corrective action plan for the year ended June 30, 2022.

Name and address of independent public accounting firm: Jarred, Gilmore & Phillips, PA, P.O. Box 779, 1815 S Santa Fe, Chanute, Kansas 66720.

Audit period: Year ended June 30, 2022.

The findings from the March 17, 2023 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

Finding: 2022-001 – Special Tests and Provisions – Enrollment Reporting

Condition: During our testing of the enrollment reporting, it was noted that Coffeyville Community College did not have internal controls of reporting changes in student status' to NSLDS.

Recommendation: Policies and procedures should be written to provide additional training and oversight of staff responsible for enrollment reporting. We recommend the College establish an oversight process that includes additional controls necessary until staff are fully trained in the area of enrollment reporting.

Views of responsible officials and planned corrective action: The VP for Academic Services will review and establish written policies/procedures to provide transparency regarding graduation deadline dates for awarding academic degrees, as well as student current enrollment status at the institution. The VP for Academic Services will hold meetings with the Registrar, Advising, Financial Aid, and Institutional Research departments to identify and address data inconsistencies prior to enrollment reporting dates.

If the Oversight Agency for Audit has questions regarding this plan, please call Jeff Morris, Vice President for Operations and Finance. (620)251-7700.

Sincerely,

Coffeyville Community College

Coffeyville Community College

