

Nebraska State Colleges

Student Fees and Facilities Revenue and Refunding Bond Program

Independent Auditor's Report and Financial Statements

June 30, 2023 and 2022

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
June 30, 2023 and 2022

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1248 O Street, Suite 1040 / Lincoln, NE 68508

P 402.473.7600 / F 402.473.7698

forvis.com

Independent Auditor's Report

The Board of Trustees
Nebraska State Colleges Student Fees and Facilities Revenue and Refunding Bond Program
Lincoln, Nebraska

Opinion

We have audited the financial statements of the Nebraska State Colleges Student Fees and Facilities Revenue and Refunding Bond Program (the Program), as of and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Program's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Program, as of June 30, 2023 and 2022, and the changes in financial position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the Nebraska State Colleges Student Fees and Facilities Revenue and Refunding Bond Program and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Program's ability to continue as a going concern for 12 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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Program's basic financial statements. Schedules 1-5, 7, and 8 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Schedules 1-5, 7, and 8 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the report. The other information comprises Schedules 6 and 9 but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

FORVIS, LLP

Lincoln, Nebraska
October 18, 2023

Nebraska State Colleges

Student Fees and Facilities Revenue and Refunding Bond Program

Management's Discussion and Analysis

Years Ended June 30, 2023 and 2022

Introduction

The following is an overview of the financial position and changes in net position of the Nebraska State Colleges Student Fees and Facilities Revenue and Refunding Bond Program (the Program). Management has prepared the following discussion and analysis and it is intended to be read in conjunction with the financial statements and related notes that follow this section.

The Board, for the benefit of the Nebraska State Colleges, issues bonds to finance the construction, repair, and maintenance of revenue bond buildings owned and operated by the Board of Trustees of the Nebraska State College System. The Program provides funding for general operations as well as funding for various construction and renovation projects as specified by the individual bond documents. The Program is designed to provide greater flexibility to finance revenue bond projects at the three Colleges. The current revenue bond master resolution was approved in 2002 by the Board.

The financial statements include the following bonded projects for the years ended June 30, 2023 and 2022:

Bonds	Financing Objective
Student Fees and Facilities Revenue Refunding Bonds Series 2012	Refund Series 2002 Bonds for Peru State College and Wayne State College
Student Fees and Facilities Revenue Series 2013	Eagle Ridge Housing and Various Roof Repairs for Chadron State College
Student Fees and Facilities Revenue Refunding Bonds Series 2014	Refund Series 2003 Bonds for Chadron State College
Student Fees and Facilities Revenue Bonds Series 2015	Delzell Hall Improvements at Peru State College
Student Fees and Facilities Revenue Bonds Series 2016	Bowen Hall Improvements at Wayne State College
Student Fees and Facilities Revenue Refunding Bonds Series 2016B	Refund Series 2010 Bonds for Wayne State College
Student Fees and Facilities Revenue Refunding Bonds Series 2016C	Refund Series 2011 Bonds for Peru State College

Financial Highlights

The financial position of the Program remained favorable during the year ended June 30, 2023, with operating income that provided debt service coverage ratios of 189% for Chadron State College, 211% for Peru State College and 319% for Wayne State College. Debt service coverage ratios were 229% for Chadron State College, 192% for Peru State College and 421% for Wayne State College in 2022 and 207% for Chadron State College, 186% for Peru State College and 340% for Wayne State College in 2021. This performance is in line with or exceeds expectations for the Colleges. The debt service coverage ratio required by the Master Resolution is 110%; however, Board policy requires the Colleges to maintain a minimum 125% debt service coverage ratio.

Nebraska State Colleges

Student Fees and Facilities Revenue and Refunding Bond Program

Management's Discussion and Analysis

Years Ended June 30, 2023 and 2022

The operations in the Program decreased in fiscal year 2023 with operating income posting a 16% decrease over 2022. The decrease in operations of the Program in fiscal year 2023 is mainly due to increased operating expenses due to inflation and a reduction in occupancy. This compares with an increase of 42% from fiscal year 2021 to 2022, mainly due to increased rental income and decreased repair and maintenance expenses.

The student fee portion of the Program is driven by a per credit hour fee paid by all students. For fiscal year 2023 the revenue bond portion of the facilities fee was \$16.75 per credit hour at Chadron State College, \$29.50 per credit hour at Peru State College and \$20.30 per credit hour at Wayne State College. The revenue bond portion of the facilities fee was \$16.75 per credit hour at Chadron State College, \$28 per credit hour at Peru State College and \$19.05 per credit hour (\$255 maximum per semester) at Wayne State College for fiscal years 2022 and 2021. Student fee revenue generated through this per credit facilities fee was \$3,793,121, \$3,651,687, and \$3,612,595 for fiscal years 2023, 2022 and 2021, respectively. The overall increase in facilities fee revenue from 2021 to 2023 was \$180,526 or 5.0%.

Overall Program occupancy of residence halls for fiscal year 2023 decreased with a 72.3% combined occupancy rate for the fall semester and a 65.2% combined occupancy rate for the spring semester. In 2022 and 2021, respectively, the combined occupancy rates for the fall semester were 74.3% and 72.8% and for the spring semester were 65.6% and 63.3%.

Using the Financial Statements

The financial statements of the Program include the statements of net position; the statements of revenues, expenses and changes in net position; and the statements of cash flows. These statements are prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as amended by GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*. The statements are presented on a combined basis to focus on the revenue-producing activities and the trustee accounts of the Program as a single reporting entity.

The statements of net position include the operating facilities of the Program and the related trustee accounts of the respective bond issues. The statements of revenues, expenses and changes in net position depict the combined operating revenues and expenses of the Program, which, when combined with the nonoperating revenues and expenses, provide resources for debt service as well as the purchase, construction and renovation of the designated facilities. The statements of cash flows show the sources and uses of cash from operations, investing activities and capital and other financing activities.

Nebraska State Colleges

Student Fees and Facilities Revenue and Refunding Bond Program

Management's Discussion and Analysis

Years Ended June 30, 2023 and 2022

The Statements

Condensed statements are presented below in an all-inclusive format for the Program for the fiscal years ended June 30, 2023, 2022 and 2021.

Current assets consist of resources held by the bond trustee that are designated or restricted by the bond covenants for current maturities of bonds and related interest. Noncurrent assets are primarily capital assets that are presented net of accumulated depreciation of \$44,939,699, \$43,305,823, and \$41,907,405 at June 30, 2023, 2022 and 2021, respectively, and resources held by the bond trustee for debt service and Program expenditures.

Current liabilities comprise accounts and accrued interest payable and amounts due the next year for accrued compensated absences, bond obligations payable and unearned revenues. Noncurrent liabilities represent accrued compensated absences, bond obligations due after one year, and the noncurrent portion of unearned revenue related to longevity bonus revenues and investment (improvement) revenues from food service and/or vending contractors.

The classification of net position includes amounts restricted for debt service of \$2,449,941, \$2,221,506, and \$2,181,737 as of June 30, 2023, 2022 and 2021, respectively. These amounts include bond reserves.

Condensed Statements of Net Position

	2023	2022	2021
Assets			
Current assets	\$ 28,000,586	\$ 25,486,428	\$ 21,486,015
Noncurrent assets	49,522,943	51,259,247	54,588,792
Total assets	<u>77,523,529</u>	<u>76,745,675</u>	<u>76,074,807</u>
Deferred Outflows of Resources	<u>17,068</u>	<u>20,846</u>	<u>24,625</u>
Liabilities			
Current liabilities	3,969,781	3,958,090	4,391,637
Noncurrent liabilities	29,828,766	32,451,804	35,032,452
Total liabilities	<u>33,798,547</u>	<u>36,409,894</u>	<u>39,424,089</u>
Net Position			
Net investment in capital assets	17,689,744	17,309,844	18,474,481
Restricted for			
Debt service	2,449,941	2,221,506	2,181,737
By enabling legislation	23,602,365	20,825,277	16,019,125
Total net position	<u>\$ 43,742,050</u>	<u>\$ 40,356,627</u>	<u>\$ 36,675,343</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Management's Discussion and Analysis
Years Ended June 30, 2023 and 2022

The condensed statements of revenues, expenses and changes in net position depict the combined financial activities of the Program. The operating income provides resources to pay debt service on bond obligations. The operating income is net of depreciation of \$2,094,166, \$2,124,253, and \$2,157,202 for the years ended June 30, 2023, 2022 and 2021, respectively.

Condensed Statements of Revenues, Expenses and Changes in Net Position			
	2023	2022	2021
Operating Revenues			
Rentals	\$ 10,028,929	\$ 9,669,622	\$ 8,860,458
Food service	9,383,154	9,030,736	8,653,085
Facilities	3,793,121	3,651,687	3,612,595
Bookstore	188,181	160,422	162,174
Other	366,002	595,217	309,214
Total operating revenues	<u>23,759,387</u>	<u>23,107,684</u>	<u>21,597,526</u>
Operating Expenses			
Food service	7,183,899	6,531,858	5,890,516
Other	13,196,760	12,534,280	12,860,753
Total operating expenses	<u>20,380,659</u>	<u>19,066,138</u>	<u>18,751,269</u>
Operating Income	3,378,728	4,041,546	2,846,257
Nonoperating Revenue (Expenses)	(35,360)	(360,262)	(224,024)
Capital Contributions	<u>42,055</u>	<u>-</u>	<u>429,936</u>
Increase in Net Position	3,385,423	3,681,284	3,052,169
Net Position, Beginning of Year	<u>40,356,627</u>	<u>36,675,343</u>	<u>33,623,174</u>
Net Position, End of Year	<u><u>\$ 43,742,050</u></u>	<u><u>\$ 40,356,627</u></u>	<u><u>\$ 36,675,343</u></u>

Capital Assets and Debt Administration

As of June 30, 2023, the Program had recorded \$46.2 million in the carrying value of capital assets. This includes land, buildings and improvements, equipment, and infrastructure, and is net of accumulated depreciation. This was a decrease of \$1.6 million from the previous year and is mainly due to the net effect of depreciation for the fiscal year, addition of equipment, and the expenditures related to the design of the new housing project at Wayne State College.

Nebraska State Colleges

Student Fees and Facilities Revenue and Refunding Bond Program

Management's Discussion and Analysis

Years Ended June 30, 2023 and 2022

The following table details the capital asset totals at fiscal year-end for 2023 and 2022. More detailed information is available in the notes to the financial statements.

	<u>2023</u>	<u>2022</u>
Land	\$ 542,204	\$ 498,649
Buildings and improvements	88,069,927	88,481,440
Equipment	1,507,530	1,449,902
Infrastructure	771,058	771,058
Construction in progress	296,813	-
Accumulated depreciation	<u>(44,939,699)</u>	<u>(43,305,823)</u>
Total	<u>\$ 46,247,833</u>	<u>\$ 47,895,226</u>

No new debt was issued during fiscal year 2021, 2022, or 2023.

At the end of fiscal years 2023, 2022 and 2021, the Program had \$31,755,000, \$33,965,000 and \$36,130,000, respectively, in outstanding debt. Debt service repayment will be entirely through charges for services and facility fees. Debt service payments decreased bonds payable by \$2,210,000 in 2023, \$2,165,000 in 2022, and \$2,115,000 in 2021.

Economic Outlook and Subsequent Events That Will Affect the Future

It is management's current belief that the Program will continue to realize revenues sufficient to cover debt service. Each College budgets expenses prudently while allocating sufficient funds to adequately repair and maintain the facilities so that services can be offered at competitive prices to students.

Upcoming revenue bond and auxiliary contingency maintenance projects include: Chadron State College Andrews Hall Corridor Upgrades & Lighting Retrofit, Kent Hall Elevator Upgrade, Revenue Bond Buildings Entrance Upgrades, Network Infrastructure Upgrades, Building Envelope Repairs & Mechanical Room/Infrastructure Upgrades, Student Center Equipment & Furnishings Replacements, and Residence Halls Room Furnishings, Repairs & Improvements; Peru State College Centennial Complex - Clayburn and Mathews Halls Roofs Replacement, Residence Halls Abatement, Painting, Flooring & Furnishings, and Oak Hill Apartments Demolition; Wayne State College Bowen Hall Water Softener & Water Line Replacement, Morey Hall Doors Replacement, Apartment Renovation & A/C Upgrades, Rec Center Recreation Improvements, Residence Halls Programming/Design for Renovation/Replacement, Student Center Exterior Improvements, Terrace Hall Restrooms, and Fire Sprinkler Heads & Window Improvements.

In August 2023, Student Fees and Facilities Revenue Refunding Bonds Series 2023 were issued for a par amount of \$24 million for Wayne State College to fund a new student residence hall project and to fund the Debt Service Reserve Fund. The New Student Residence Hall project will provide 276 new beds. Construction for this new facility started in September of 2023 and occupancy is anticipated in January of 2025.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Management's Discussion and Analysis
Years Ended June 30, 2023 and 2022

Additional Information

For additional information with respect to the management's discussion and analysis or for information concerning the financial statements, please contact:

Monte Kramer
Vice Chancellor for Finance and Administration
1233 Lincoln Mall, Suite 100
Lincoln, Nebraska 68508 or
mkramer@nscs.edu

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Statements of Net Position
June 30, 2023 and 2022

Assets and Deferred Outflows of Resources	2023	2022
Current Assets		
Restricted cash and cash equivalents	\$ 27,366,727	\$ 24,980,664
Accounts receivable, net	339,963	266,689
Interest receivable	96,954	25,043
Prepaid expenses and other charges	127,811	146,024
Other receivables	69,131	68,008
Total current assets	28,000,586	25,486,428
Noncurrent Assets		
Restricted cash and cash equivalents	3,275,110	3,359,802
Prepaid expenses and other charges	-	4,219
Capital assets, net of accumulated depreciation	46,247,833	47,895,226
Total noncurrent assets	49,522,943	51,259,247
Total assets	77,523,529	76,745,675
Deferred Outflows of Resources		
Unamortized bond refunding amount, net	17,068	20,846
Total deferred outflows of resources	17,068	20,846
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	737,014	741,503
Accrued compensated absences-current portion	34,124	30,747
Unearned revenue-fees and rentals	32,076	34,567
Unearned revenue-current portion	401,685	401,685
Interest payable	492,831	517,414
Revenue bonds payable-current portion	2,255,000	2,210,000
Other	17,051	22,174
Total current liabilities	3,969,781	3,958,090
Noncurrent Liabilities		
Accrued compensated absences, net of current portion	307,113	276,718
Unearned revenue, net of current portion	17,370	419,055
Revenue bonds payable, net of current portion	29,504,283	31,756,031
Total noncurrent liabilities	29,828,766	32,451,804
Total liabilities	33,798,547	36,409,894
Net Position		
Net investment in capital assets	17,689,744	17,309,844
Restricted		
Expendable		
Debt service	2,449,941	2,221,506
By enabling legislation	23,602,365	20,825,277
Total net position	\$ 43,742,050	\$ 40,356,627

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Statements of Revenues, Expenses and Changes in Net Position
Years Ended June 30, 2023 and 2022

	2023	2022
Operating Revenues		
Rentals	\$ 10,028,929	\$ 9,669,622
Food service	9,297,391	8,957,614
Food service commission	85,763	73,122
Facilities fees	3,793,121	3,651,687
Application fee	71,000	70,850
Bookstore	188,181	160,422
Parking permits	17,760	18,160
Vending	108,718	101,768
Recreation center	788	694
Other	167,736	403,745
	<hr/>	<hr/>
Total operating revenues	23,759,387	23,107,684
	<hr/>	<hr/>
Operating Expenses		
Compensation and benefits	5,057,966	4,748,352
Supplies, services, and other	2,525,083	1,979,050
Depreciation	2,094,166	2,124,253
Utilities	1,889,815	1,851,700
Repairs and maintenance	1,629,730	1,830,925
Food service	7,183,899	6,531,858
	<hr/>	<hr/>
Total operating expenses	20,380,659	19,066,138
	<hr/>	<hr/>
Operating Income	3,378,728	4,041,546
	<hr/>	<hr/>
Nonoperating Revenue (Expenses)		
Investment income	852,503	251,525
Interest expense	(992,974)	(1,041,860)
Other nonoperating revenue (expense)	(27,115)	-
Loss on disposal of asset	-	(1,287,871)
Federal grants	132,226	1,717,944
	<hr/>	<hr/>
Net nonoperating revenue (expenses)	(35,360)	(360,262)
	<hr/>	<hr/>
Other Revenues, Expenses, or Gains		
Capital contributions	42,055	-
	<hr/>	<hr/>
Net other revenues, expenses, or gains	42,055	-
	<hr/>	<hr/>
Increase in Net Position	3,385,423	3,681,284
	<hr/>	<hr/>
Net Position, Beginning of Year	40,356,627	36,675,343
	<hr/>	<hr/>
Net Position, End of Year	\$ 43,742,050	\$ 40,356,627
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Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Statements of Cash Flows
Years Ended June 30, 2023 and 2022

	2023	2022
Operating Activities		
Rentals	\$ 9,983,895	\$ 9,706,161
Food service	8,833,205	8,619,919
Food service commission	84,754	72,323
Facilities fees	3,736,386	3,639,591
Application fee	71,050	70,850
Bookstore	155,428	159,626
Parking permits	17,760	18,160
Vending	83,631	75,715
Recreation center	788	694
Payment to vendors	(13,275,839)	(12,539,965)
Payments to employees	(5,025,320)	(4,753,800)
Other	284,190	457,694
Net cash provided by operating activities	<u>4,949,928</u>	<u>5,526,968</u>
Non-Capital Financing Activities		
Federal grants	<u>132,226</u>	<u>1,717,944</u>
Net cash provided by non-capital financing activities	<u>132,226</u>	<u>1,717,944</u>
Capital and Related Financing Activities		
Capital contributions	42,055	-
Purchase of capital assets	(355,788)	(123,028)
Principal paid on bonds payable	(2,210,000)	(2,165,000)
Interest paid on bonds payable	(1,010,527)	(1,058,714)
Other	(27,115)	-
Net cash used in capital and related financing activities	<u>(3,561,375)</u>	<u>(3,346,742)</u>
Investing Activities		
Sale of investment	-	494,000
Investment income	<u>780,592</u>	<u>255,805</u>
Net cash provided by investing activities	<u>780,592</u>	<u>749,805</u>
Increase in Cash and Cash Equivalents	2,301,371	4,647,975
Cash and Cash Equivalents, Beginning of Year	<u>28,340,466</u>	<u>23,692,491</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 30,641,837</u></u>	<u><u>\$ 28,340,466</u></u>
Reconciliation of Cash and Cash Equivalents to the Statements of Net Position		
Restricted cash and cash equivalents - current	\$ 27,366,727	\$ 24,980,664
Restricted cash and cash equivalents - noncurrent	<u>3,275,110</u>	<u>3,359,802</u>
Total cash and cash equivalents	<u><u>\$ 30,641,837</u></u>	<u><u>\$ 28,340,466</u></u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Statements of Cash Flows - Continued
Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Reconciliation of Operating Income to Net Cash		
Provided by Operating Activities		
Operating income	\$ 3,378,728	\$ 4,041,546
Depreciation expense	2,094,166	2,124,253
Changes in operating assets and liabilities		
Accounts receivable	(74,397)	(50,997)
Prepaid expenses and other charges	22,432	232,252
Unearned revenue	(404,176)	(373,454)
Accounts payable and accrued liabilities	(95,474)	(444,025)
Accrued compensated absences	33,772	(7,730)
Other assets and liabilities	(5,123)	5,123
Net Cash Provided by Operating Activities	<u>\$ 4,949,928</u>	<u>\$ 5,526,968</u>
Supplemental Cash Flows Information		
Accounts payable incurred for capital asset purchases	\$ 90,985	\$ -

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 1: Description of the Entity and Program

The Board of Trustees (the Board) of the Nebraska State Colleges System (NSCS) was established in 1919 under a provision of the state constitution. The Board has seven members, six of whom are appointed by the governor to six-year terms with legislative approval. The Nebraska Commissioner of Education serves as an ex-officio member. The Board is responsible for policy and oversight of Nebraska's three state Colleges: Chadron State College (established in 1911), Peru State College (established in 1867) and Wayne State College (established in 1910).

The Board, for the benefit of the Nebraska State Colleges, issues bonds to finance the construction, repair and maintenance of revenue bond buildings owned and operated by the three state Colleges (the Colleges). The Student Fees and Facilities Revenue and Refunding Bond Program (the Program) provides funding for general operations as well as funding for various construction and renovation projects as specified by the individual bond documents. The Program is designed to provide greater flexibility to finance revenue bond projects at the three Colleges. The current revenue bond master resolution was approved in 2002 by the Board.

Note 2: Basis of Presentation

The accompanying financial statements of the Program, which include Bond Series 2012, 2013, 2014, 2015 and 2016, have been prepared in accordance with U.S. generally accepted accounting principles, as prescribed by the Governmental Accounting Standards Board (GASB) using the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange transaction takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from nonexchange activities are recognized when all applicable eligibility requirements are met. Nonexchange transactions that are not program specific, investment income and interest on capital asset-related debt are included in nonoperating revenues and expenses.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 3: Summary of Significant Accounting Policies

Cash and Cash Equivalents

Cash and cash equivalents held by the Nebraska State Treasurer are deposited on a pooled basis in a State fund or held by the bond trustee in money market accounts with brokers. Income earned by the pool is allocated to the Program based upon average daily balances. From time to time, the Nebraska State Investment Officer, as allowed by statute, participates in securities lending transactions, which make use of amounts on deposit from the Program. Securities lending transactions cannot be specifically identified as amounts on deposit from the Program and, as such, are not included in the financial statements for the years ended June 30, 2023 and 2022.

The Program considers all liquid investments with original maturities of three months or less to be cash equivalents. At June 30, 2023 and 2022, cash equivalents consisted of money market accounts held by the bond trustee and pooled funds invested by the Nebraska State Investment Officer. All amounts are considered restricted, either for debt service or by enabling legislation.

Use of 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, liabilities and deferred inflows and outflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expense and other changes in net position during the reporting period. Actual results could differ from those estimates.

Accounts Receivable

The Program's accounts receivable consist primarily of charges for student room and board and facilities fees, charges for room and board for various summer camps, a guaranteed bookstore commission and vending contract receivable. The accounts receivable for charges for student room and board and facilities fees are recorded net of estimated uncollectible amounts. The allowance for uncollectible amounts was \$80,476 and \$238,239 at June 30, 2023 and 2022, respectively. Management does not believe an allowance for doubtful accounts is necessary for the other accounts receivable at June 30, 2023 and 2022.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
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Note 3: Summary of Significant Accounting Policies - Continued

Capital Assets

The Program's capital assets are recorded at cost as of the date of acquisition, or acquisition value at the date of donation if acquired by gift. The Program follows the capitalization policy set forth by the Board for the NSCS. Generally, equipment that has a cost in excess of \$5,000 at the date of acquisition and has an expected useful life of two or more years is capitalized. Also, all land, buildings, infrastructure and construction in progress are capitalized if they are expected to meet the Program's capitalization threshold as dictated by the capitalization policy. Art objects, specimens, artifacts and collections are expensed so long as the items meet three conditions in accordance with generally accepted accounting principles. Asset depreciation is computed using the straight-line method over the estimated useful life of each asset beginning with the month of purchase. The following estimated useful lives are being used by the NSCS:

Buildings and improvements	25-50 years
Infrastructure	10-30 years
Furniture, fixtures and equipment	3-10 years

Compensated Absences

The NSCS's policies permit most employees to accumulate vacation benefits. Staff earn 12 to 25 days of vacation each year and may accrue vacation up to the maximums established in Board policy and/or in the respective bargaining agreements. An employee's accrued vacation is paid out to the employee upon termination. Expense and the related liability are recognized as vacation benefits when earned whether the employee is expected to realize the benefit as time off or cash. In addition, professional and support staff receive a cash payment of one-fourth of accrued sick leave upon retirement from the NSCS. Expense and the related liability for sick leave benefits are recognized when earned to the extent the employee is expected to realize the benefit in cash determined using the termination payment method. Sick leave benefits expected to be realized as paid time off are recognized as an expense when the time off occurs.

Unearned Revenue

Unearned revenue represents facilities fees collected in advance for the summer term for which the College has not met all the applicable eligibility requirements and longevity bonus revenues and investment (improvement) revenues from food service and/or vending contractors, which are being amortized over the life of the contracts.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 3: Summary of Significant Accounting Policies - Continued

Income Taxes

As a state institution, the income of the NSCS and the Program is generally exempt from federal and state income taxes under Section 115(a) of the Internal Revenue Code and provisions of state law. However, the NSCS and the Program are subject to federal income tax on any unrelated business taxable income.

Deferred Outflows of Resources and Deferred Inflows of Resources

A deferred outflow of resources is a consumption of net position by the Program that is applicable to a future reporting period and a deferred inflow of resources is an acquisition of net position by the Program that is applicable to a future reporting period. Both deferred inflows and outflows are reported in the statements of net position but are not recognized in the financial statements as revenues and expenses until the period(s) to which they relate. Deferred outflows of resources of the Program consist of unamortized bond refunding amounts. The Program has no deferred inflows of resources as of June 30, 2023 and 2022.

Classification of Revenues and Expenses

The Program has classified its revenues and expenses as either operating or nonoperating according to the following criteria:

Operating revenues include activities that have the characteristics of exchange transactions, such as 1) student tuition and fees, net of waivers and 2) sales and services of auxiliary enterprises. Operating expenses represent the full cost of providing the services and goods associated with operating revenues. These expenses are accrued when incurred and measurable.

Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, investment income, and federal grants. Nonoperating expenses include debt service expenses.

Application of Restricted and Unrestricted Resources

When both restricted and unrestricted resources are available for use, it is the Program's policy to use restricted resources first, and then unrestricted resources as they are needed.

Net Position

Net position of the Program is required to be classified into three components – net investment in capital assets, restricted and unrestricted. The Program has no unrestricted net position component as any Program revenues not restricted by other sources are restricted for the purpose of the operation and maintenance of the Program per enabling legislation. The Program's net position is classified as follows:

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 3: Summary of Significant Accounting Policies - Continued

Net Position - Continued

The net investment in capital assets component of net position represents the total investment in capital assets, net of accumulated depreciation and outstanding debt obligations related to the acquisition, construction or improvement of those capital assets. Deferred outflows and inflows of resources that are attributable to the acquisition, construction or improvement of those assets, if any, are included in this component of net position. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets.

The restricted expendable component of net position consists of constraints placed on net position use through external constraints imposed by creditors (such as through debt covenants), contributors, or law or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Waivers

Room and board are reported net of institutional waiver allowances in the statements of revenues, expenses and changes in net position. The institutional waivers on room and board for the Program for the years ended June 30, 2023 and 2022, were approximately \$2,537,000 and \$2,572,000, respectively.

Note 4: Cash and Cash Equivalents

Deposits

All Program deposits are either insured or collateralized. By state statute, the State Treasurer is required to ensure that all state funds are either insured by the Federal Deposit Insurance Corporation (FDIC), collateralized by securities held by the cognizant Federal Reserve Bank or invested in U.S. government obligations. The Program's deposits with the State Treasurer are pooled with the funds of other state agencies and then, in accordance with statutory limitations, deposited in banks or invested as the State Treasurer may determine. Interest on funds held by the State Treasurer is periodically disbursed to the participating agencies. These funds are considered to be cash and cash equivalents which are available for expenditures as needed.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 4: Cash and Cash Equivalents - Continued

Deposits - Continued

At June 30, 2023 and 2022, cash and cash equivalents of \$7,223,601 and \$19,945,045 on the statements of net position represents the Program's equity position in the State Treasurer's Short-term Investment Pool (STIP) funds. Additional information on the deposit and investment risk associated with STIP funds may be obtained from the State of Nebraska's Annual Comprehensive Financial Report (ACFR). An electronic version of this report is available by accessing the Nebraska Auditor of Public Accounts website (www.auditors.nebraska.gov) and clicking "APA Reports Issued."

Cash Equivalents

At June 30, 2023 and 2022, the Program has money market mutual funds and cash accounts held by the bond trustee totaling \$23,418,236 and \$8,395,421, respectively, which were entirely covered by collateral in the trustee's name. All money market mutual funds are redeemable in full immediately and are shown as restricted cash and cash equivalents in the statements of net position as they are held for the Program's debt service and expenditures. The money market mutual funds are rated AAAm by S&P and Aaa-mf by Moody's.

Note 5: Capital Assets

The Program's capital assets activity for the year ended June 30, 2023, was:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Assets					
Land	\$ 498,649	\$ 43,555	\$ -	\$ -	\$ 542,204
Building and improvements	88,481,440	-	(411,513)	-	88,069,927
Equipment	1,449,902	106,405	(48,777)	-	1,507,530
Infrastructure	771,058	-	-	-	771,058
Construction in progress	-	296,813	-	-	296,813
Total assets	91,201,049	446,773	(460,290)	-	91,187,532
Accumulated depreciation					
Building and improvements	41,833,323	1,990,193	(411,513)	-	43,412,003
Equipment	1,073,706	86,721	(48,777)	-	1,111,650
Infrastructure	398,794	17,252	-	-	416,046
Total accumulated depreciation	43,305,823	2,094,166	(460,290)	-	44,939,699
Net capital assets	<u>\$ 47,895,226</u>	<u>\$ (1,647,393)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,247,833</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 5: Capital Assets - Continued

The Program's capital assets activity for the year ended June 30, 2022, was:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Assets					
Land	\$ 498,649	\$ -	\$ -	\$ -	\$ 498,649
Building and improvements	90,491,975	-	(2,010,535)	-	88,481,440
Equipment	1,364,801	88,272	(3,171)	-	1,449,902
Infrastructure	617,129	-	-	153,929	771,058
Construction in progress	127,649	26,280	-	(153,929)	-
Total assets	93,100,203	114,552	(2,013,706)	-	91,201,049
Accumulated depreciation					
Building and improvements	40,543,425	2,012,562	(722,664)	-	41,833,323
Equipment	986,808	90,069	(3,171)	-	1,073,706
Infrastructure	377,172	21,622	-	-	398,794
Total accumulated depreciation	41,907,405	2,124,253	(725,835)	-	43,305,823
Net capital assets	<u>\$ 51,192,798</u>	<u>\$ (2,009,701)</u>	<u>\$ (1,287,871)</u>	<u>\$ -</u>	<u>\$ 47,895,226</u>

Note 6: Long-Term Liabilities

The following is a summary of long-term obligation transactions for the Program for the year ended June 30, 2023:

	Beginning Balance	Additions	Deductions	Ending Balance	Current Portion
Accrued compensated absences	\$ 307,465	\$ 85,148	\$ (51,376)	\$ 341,237	\$ 34,124
Bonds payable	33,965,000	-	(2,210,000)	31,755,000	2,255,000
Bond premium, net of accumulated amortization	163,466	-	(8,901)	154,565	-
Bond discount, net of accumulated amortization	(162,435)	-	12,153	(150,282)	-
Unearned revenue	820,740	-	(401,685)	419,055	401,685
Total long-term liabilities	<u>\$ 35,094,236</u>	<u>\$ 85,148</u>	<u>\$ (2,659,809)</u>	<u>\$ 32,519,575</u>	<u>\$ 2,690,809</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 6: Long-Term Liabilities - Continued

The following is a summary of long-term obligation transactions for the Program for the year ended June 30, 2022:

	Beginning Balance	Additions	Deductions	Ending Balance	Current Portion
Accrued compensated absences	\$ 315,195	\$ 46,342	\$ (54,072)	\$ 307,465	\$ 30,747
Bonds payable	36,130,000	-	(2,165,000)	33,965,000	2,210,000
Bond premium, net of accumulated amortization	172,366	-	(8,900)	163,466	-
Bond discount, net of accumulated amortization	(174,589)	-	12,154	(162,435)	-
Unearned revenue	1,179,000	43,424	(401,684)	820,740	401,685
Total long-term liabilities	<u>\$ 37,621,972</u>	<u>\$ 89,766</u>	<u>\$ (2,617,502)</u>	<u>\$ 35,094,236</u>	<u>\$ 2,642,432</u>

Note 7: Revenue and Refunding Bonds Outstanding

Under the bond resolutions for the Student Fees and Facilities Revenue and Refunding Bond Program, revenues and earnings derived from operations of all revenue facilities and special student fees are pledged for payment of the principal and interest amount of the bonds. The bonds are not obligations of the State of Nebraska, and no tax funds shall be appropriated for payment of principal and interest.

The official statements define an event of default as missing principal and/or interest payments, discontinuation, unreasonable delay, or failure to construct the Project or acquire the facility, promptly repair destroyed or damaged buildings and facilities, or the Board become insolvent. In the event of such default, the outstanding bonds contain a provision stating that the registered owners of 25% of the aggregate principal amount of the Bonds then outstanding may declare the principal of all bonds then outstanding to be due and payable immediately.

Student Fees and Facilities Revenue Refunding Bonds Series 2012

In April 2012, the Board authorized the issuance of \$8,750,000 of Student Fees and Facilities Revenue Refunding Bonds Series 2012 (Series 2012A - \$6,045,000 and Series 2012B - \$2,705,000). The purpose of the issuance was to redeem in full the outstanding principal amount of the Student Fees and Facilities Revenue and Refunding Bonds Series 2002.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 7: Revenue and Refunding Bonds Outstanding - Continued

Student Fees and Facilities Revenue Refunding Bonds Series 2012 - Continued

On July 1, 2012, the net proceeds from Series 2012 bonds were used to redeem the Series 2002 bonds. This advanced refunding reduced total debt service payments over the remaining 15 years by \$2,264,673. Bond refunding resulted in an estimated economic gain of \$1,515,352. The difference between the reacquisition price and the net carrying amount of the old debt has been deferred and is amortized over the remaining life of the new debt, which is same as the life of the refunded debt.

Bonds outstanding as of June 30, 2023 and 2022, totaled \$3,165,000 and \$3,760,000, respectively, and consisted of Series 2012A (Wayne State College Project - \$2,185,000 and \$2,595,000, respectively) and Series 2012B (Peru State College Project - \$980,000 and \$1,165,000, respectively). Annual principal installments are due on July 1. Series 2012A annual installments range from \$400,000 to \$460,000 through July 1, 2027, with interest rates ranging from 2.10% to 3.20%. Series 2012B annual installments range from \$180,000 to \$205,000 through July 1, 2027, with interest rates ranging from 2.10 % to 3.20%.

Bonds maturing on or after July 1, 2018, are able to be redeemed, in part or in whole, on or after July 1, 2017.

Student Fees and Facilities Revenue Bonds Series 2013

In September 2012, the Board authorized the issuance of \$7,735,000 of Student Fees and Facilities Revenue Bonds Series 2013. The purpose of the issuance was to finance the construction of Chadron State's Eagle Ridge housing and maintenance to several revenue bond building roofs.

Bonds outstanding as of June 30, 2023 and 2022, totaled \$4,815,000 and \$5,195,000, respectively. Annual principal installments are due on July 1 in variable amounts ranging from \$375,000 to \$435,000 through July 1, 2028, and term bonds of \$2,360,000 due on July 1, 2033, with mandatory sinking fund redemption payments ranging from \$445,000 to \$500,000, with interest ranging from 1.65% to 3.00%.

Bonds maturing on or after July 1, 2018, are able to be redeemed, in part or in whole, on or after January 3, 2018.

Student Fees and Facilities Revenue Refunding Bonds Series 2014

In April 2014, the Board authorized the issuance of \$4,270,000 of Student Fees and Facilities Revenue Refunding Bonds Series 2014. The purpose of the issuance was to redeem in full the outstanding principal amount of the Student Fees and Facilities Revenue Bonds Series 2003A.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 7: Revenue and Refunding Bonds Outstanding - Continued

Student Fees and Facilities Revenue Refunding Bonds Series 2014 - Continued

On June 5, 2014, the net proceeds from Series 2014 bonds were used to redeem the Series 2003A bonds. This current refunding reduced total debt service payments over the remaining 14 years by \$1,085,523. Bond refunding resulted in an estimated economic gain of \$654,661. The difference between the reacquisition price and the net carrying amount of the old debt has been deferred and is amortized over the remaining life of the new debt, which is same as the life of the refunded debt.

Bonds outstanding as of June 30, 2023 and 2022, totaled \$1,990,000 and \$2,300,000, respectively. Annual principal installments are due on July 1 in variable amounts ranging from \$300,000 to \$360,000 through July 1, 2028, with interest ranging from 2.50% to 4.00%.

Bonds maturing on or after July 1, 2020, are able to be redeemed, in part or in whole, on or after July 1, 2019.

Student Fees and Facilities Revenue Bonds Series 2015

In November 2015, the Board authorized the issuance of \$8,935,000 of Student Fees and Facilities Revenue Bonds Series 2015. The purpose of the issuance was to finance improvements to Peru State's Delzell Hall.

Bonds outstanding as of June 30, 2023 and 2022, totaled \$7,850,000 and \$8,075,000, respectively. Annual principal installments are due on July 1 in variable amounts ranging from \$220,000 to \$280,000 through July 1, 2031, term bonds of \$1,550,000 due on July 1, 2036, with mandatory sinking fund redemption payments ranging from \$290,000 to \$330,000, term bonds of \$1,840,000 due on July 1, 2041, with mandatory sinking fund redemption payments ranging from \$340,000 to \$395,000 and term bonds of \$2,205,000 due on July 1, 2046, with mandatory sinking fund redemption payments ranging from \$410,000 to \$475,000, with interest ranging from 1.65% to 3.75%.

Bonds maturing on or after July 1, 2026, are able to be redeemed, in part or in whole, on or after July 1, 2025.

Student Fees and Facilities Revenue Bonds Series 2016

In November 2015, the Board authorized the issuance of \$11,270,000 of Student Fees and Facilities Revenue Bonds Series 2016. The purpose of the issuance was to finance improvements to Wayne State's Bowen Hall.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 7: Revenue and Refunding Bonds Outstanding - Continued

Student Fees and Facilities Revenue Bonds Series 2016 - Continued

Bonds outstanding as of June 30, 2023 and 2022, totaled \$9,835,000 and \$10,090,000, respectively. Annual principal installments are due on July 1 in variable amounts ranging from \$250,000 to \$355,000 through July 1, 2031, term bonds of \$1,965,000 due on July 1, 2036, with mandatory sinking fund redemption payments ranging from \$370,000 to \$420,000, term bonds of \$2,305,000 due on July 1, 2041, with mandatory sinking fund redemption payments ranging from \$430,000 to \$495,000 and term bonds of \$2,735,000 due on July 1, 2046, with mandatory sinking fund redemption payments ranging from \$510,000 to \$585,000, with interest ranging from 2.50% to 5.00%.

Bonds maturing on or after July 1, 2026, are able to be redeemed, in part or in whole, on or after January 1, 2026.

Student Fees and Facilities Revenue Refunding Bonds Series 2016B

In January 2016, the Board authorized the issuance of \$3,810,000 of Student Fees and Facilities Revenue Refunding Bonds Series 2016B. The purpose of the issuance was to redeem in full the outstanding principal amount of the Student Fees and Facilities Revenue Bonds Series 2010.

On March 18, 2016, the net proceeds from Series 2016B bonds were used to redeem the Series 2010 bonds. This current refunding reduced total debt service payments over the remaining 14 years by \$611,743. Bond refunding resulted in an estimated economic gain of \$380,673. The reacquisition price equaled the net carrying amount of the old debt and therefore no amount was required to be deferred and amortized.

Bonds outstanding as of June 30, 2023 and 2022, totaled \$2,235,000 and \$2,490,000, respectively. Annual principal installments are due on July 1 in variable amounts ranging from \$255,000 to \$300,000 through July 1, 2030, with interest ranging from 1.30% to 2.80%.

Bonds maturing on or after July 1, 2021, are able to be redeemed, in part or in whole, on or after March 18, 2021.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 7: Revenue and Refunding Bonds Outstanding - Continued

Student Fees and Facilities Revenue Refunding Bonds Series 2016C

In November 2016, the Board authorized the issuance of \$2,865,000 of Student Fees and Facilities Revenue Refunding Bonds Series 2016C. The purpose of the issuance was to redeem in full the outstanding principal amount of the Student Fees and Facilities Revenue Bonds Series 2011.

On December 19, 2016, the net proceeds from Series 2016C bonds were used to redeem the Series 2011 bonds. This current refunding reduced total debt service payments over the remaining 14 years by \$604,271. Bond refunding resulted in an estimated economic gain of \$407,674. The reacquisition price equaled the net carrying amount of the old debt and therefore no amount was required to be deferred and amortized.

Bonds outstanding as of June 30, 2023 and 2022, totaled \$1,865,000 and \$2,055,000, respectively. Annual principal installments are due on July 1 in variable amounts ranging from \$185,000 to \$230,000 through July 1, 2031, with interest ranging from 1.60% to 3.20%.

Bonds maturing on or after July 1, 2022, are able to be redeemed, in part or in whole, on or after December 19, 2021.

Bond Maturities

Maturities of revenue and refunding bonds outstanding and related interest payments as of June 30, 2023, are as follows:

Chadron State College	Principal	Interest	Total
Year(s) ending June 30:			
2024	\$ 700,000	\$ 179,642	\$ 879,642
2025	715,000	162,907	877,907
2026	740,000	144,630	884,630
2027	760,000	125,145	885,145
2028	780,000	103,965	883,965
2029 – 2033	2,610,000	255,420	2,865,420
2034	500,000	7,500	507,500
	<u>\$ 6,805,000</u>	<u>\$ 979,209</u>	<u>\$ 7,784,209</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 7: Revenue and Refunding Bonds Outstanding - Continued

Bond Maturities - Continued

<u>Peru State College</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year(s) ending June 30:			
2024	\$ 605,000	\$ 336,083	\$ 941,083
2025	620,000	322,346	942,346
2026	635,000	307,026	942,026
2027	655,000	290,152	945,152
2028	650,000	272,195	922,195
2029 – 2033	2,225,000	1,137,209	3,362,209
2034 – 2038	1,600,000	832,982	2,432,982
2039 – 2043	1,910,000	517,623	2,427,623
2044 – 2047	1,795,000	137,719	1,932,719
	<u>\$ 10,695,000</u>	<u>\$ 4,153,335</u>	<u>\$ 14,848,335</u>

<u>Wayne State College</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year(s) ending June 30:			
2024	\$ 950,000	\$ 441,505	\$ 1,391,505
2025	980,000	411,929	1,391,929
2026	1,005,000	379,850	1,384,850
2027	1,045,000	345,346	1,390,346
2028	1,040,000	313,203	1,353,203
2029 – 2033	2,600,000	1,296,025	3,896,025
2034 – 2038	2,025,000	966,206	2,991,206
2039 – 2043	2,385,000	599,047	2,984,047
2044 – 2047	2,225,000	158,987	2,383,987
	<u>\$ 14,255,000</u>	<u>\$ 4,912,098</u>	<u>\$ 19,167,098</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 7: Revenue and Refunding Bonds Outstanding - Continued

Bond Maturities - Continued

<u>Nebraska State Colleges (Total)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year(s) ending June 30:			
2024	\$ 2,255,000	\$ 957,230	\$ 3,212,230
2025	2,315,000	897,182	3,212,182
2026	2,380,000	831,506	3,211,506
2027	2,460,000	760,643	3,220,643
2028	2,470,000	689,363	3,159,363
2029 – 2033	7,435,000	2,688,654	10,123,654
2034 – 2038	4,125,000	1,806,688	5,931,688
2039 – 2043	4,295,000	1,116,670	5,411,670
2044 – 2047	4,020,000	296,706	4,316,706
	<u>\$ 31,755,000</u>	<u>\$ 10,044,642</u>	<u>\$ 41,799,642</u>

Bond Covenants

The bond resolution requires the revenues of the facilities paid into the revenue bond fund during any fiscal year shall, after deducting these from the costs of operations and maintenance of the facilities and food service costs during such fiscal year, be at least equal to 110% of the amount of principal and interest maturing during such year. Board policy is more restrictive than the bond resolution and requires the Colleges to maintain a minimum 125% debt service coverage ratio. The debt service coverage for the year ended June 30, 2023 and 2022, was as follows:

	<u>2023</u>	<u>2022</u>
Chadron State College	189 %	229 %
Peru State College	211	192
Wayne State College	319	421

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 8: Pension Plan

The Nebraska State Colleges have a defined contribution retirement plan currently in effect, which was established by the Board of Trustees and may be amended by the Board in accordance with Neb. Rev. Stat. § 85-320 (Reissue 2014). The plan covers all faculty, professional staff and support staff, and provides investment options and annuity contracts administered by the Teachers Insurance and Annuity Association - College Retirement Equities Fund (TIAA-CREF). The plan provides retirement and death benefits to plan members and their beneficiaries. Benefit provisions are contained in the plan document and may be amended by action of the Board of Trustees. Contribution rates for both 2023 and 2022, expressed as a percentage of covered payroll, were 6% for plan members and 8% for the Nebraska State Colleges. Contributions actually made for the fiscal years ended June 30, 2023 and 2022, by plan members and the Nebraska State Colleges related to the Program were approximately \$164,000 and \$149,000; and \$218,600 and \$198,700, respectively. A total of 98 and 95 Program employees participated in the plan during fiscal years 2023 and 2022, respectively.

Membership in the plan was mandatory for all full-time faculty and staff who attained the age of thirty. Voluntary membership is permitted for all full-time faculty and staff upon reaching the second anniversary of their employment and the attainment of age twenty-five. The plan benefits are fully vested at the date of contribution.

The NSCS also sponsors a supplemental retirement annuity (SRA) plan, Roth individual retirement account (403(b)), and 457 deferred compensation supplemental plan. Program plan members contributed approximately \$14,700 to the SRA, \$9,100 to the Roth 403(b), and \$300 to the 457 plan in 2023 and contributed approximately \$28,700 to the SRA, \$10,100 to the Roth 403(b), and \$100 to the 457 plan in 2022. The NSCS does not contribute to these supplemental plans.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Notes to the Financial Statements
June 30, 2023 and 2022

Note 9: Commitments and Contingencies

The Board has approved resolutions for capital improvements and extraordinary repairs to be made from Contingency Maintenance and Surplus Funds held by the bond fund trustee. At June 30, 2023, the unexpended balance of outstanding Board resolutions under construction commitments totaled:

Chadron State College	\$ 1,704,000
Peru State College	1,206,000
Wayne State College	<u>3,243,000</u>
	<u>\$ 6,153,000</u>

Included in the table above are Board-approved resolutions for capital improvements and extraordinary repairs, which were approved at the January 12, 2023, Board meetings for \$500,000, \$175,000 and \$1,092,000 for Chadron State College, Peru State College, and Wayne State College, respectively. An additional \$100,000 for Peru State College was approved at the June 15, 2023 Board meeting. These funds are expended in accordance with procedures noted in Board Policy 9100.

The Board has also authorized and approved construction commitments of approximately \$45,000 at Chadron State College and \$1,388,000 at Wayne State College as of June 30, 2023, related to the Program.

Note 10: Subsequent Events

In June 2023, the Board of Trustees authorized the issuance of \$25 million of Student Fees and Facilities Revenue Bonds, Series 2023. The purpose of the issuance is to finance the construction of Wayne State College's New Student Residence Hall project. In August 2023, Student Fees and Facilities Revenue Refunding Bonds, Series 2023 were issued for a par amount of \$24 million. Construction for this new facility started in September 2023 and occupancy is anticipated in January 2025. The payments will be made over the course of thirty years, beginning in January 2024.

Supplementary Information

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Net Position
June 30, 2023

	Chadron	Peru	Wayne	Total
Assets and Deferred Outflows of Resources				
Current Assets				
Restricted cash and cash equivalents	\$ 6,204,623	\$ 6,779,262	\$ 14,382,842	\$ 27,366,727
Accounts receivable, net	114,019	181,981	43,963	339,963
Interest receivable	22,865	15,300	58,789	96,954
Prepaid expenses and other charges	3,028	69,385	55,398	127,811
Other receivables	4,639	6,725	57,767	69,131
Total current assets	6,349,174	7,052,653	14,598,759	28,000,586
Noncurrent Assets				
Restricted cash and cash equivalents	900,218	960,973	1,413,919	3,275,110
Capital assets, net of accumulated depreciation	9,983,977	12,612,981	23,650,875	46,247,833
Total noncurrent assets	10,884,195	13,573,954	25,064,794	49,522,943
Total assets	17,233,369	20,626,607	39,663,553	77,523,529
Deferred Outflow of Resources				
Unamortized bond refunding amount, net	9,779	2,596	4,693	17,068
Total deferred outflow of resources	9,779	2,596	4,693	17,068
Liabilities				
Current Liabilities				
Accounts payable and accrued liabilities	291,787	32,141	413,086	737,014
Accrued compensated absences-current portion	8,455	5,919	19,750	34,124
Unearned revenue-fees and rental	-	-	32,076	32,076
Unearned revenue-current portion	-	66,000	335,685	401,685
Interest payable	93,715	171,280	227,836	492,831
Revenue bonds payable-current portion	700,000	605,000	950,000	2,255,000
Other	17,051	-	-	17,051
Total current liabilities	1,111,008	880,340	1,978,433	3,969,781
Noncurrent Liabilities				
Accrued compensated absences, net of current portion	76,100	53,266	177,747	307,113
Unearned revenue, net of current portion	-	-	17,370	17,370
Revenue bonds payable, net of current portion	6,071,257	9,997,180	13,435,846	29,504,283
Total noncurrent liabilities	6,147,357	10,050,446	13,630,963	29,828,766
Total liabilities	7,258,365	10,930,786	15,609,396	33,798,547
Net Position				
Net investment in capital assets	4,122,717	2,974,371	10,592,656	17,689,744
Restricted				
Expendable				
Debt service	731,864	730,624	987,453	2,449,941
By enabling legislation	5,130,202	5,993,422	12,478,741	23,602,365
Total net position	\$ 9,984,783	\$ 9,698,417	\$ 24,058,850	\$ 43,742,050

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Net Position
June 30, 2022

	Chadron	Peru	Wayne	Total
Assets and Deferred Outflows of Resources				
Current Assets				
Restricted cash and cash equivalents	\$ 6,067,941	\$ 5,944,094	\$ 12,968,629	\$ 24,980,664
Accounts receivable, net	26,360	141,587	98,742	266,689
Interest receivable	5,256	1,320	18,467	25,043
Prepaid expenses and other charges	7,071	75,633	63,320	146,024
Other receivables	6,687	9,838	51,483	68,008
Total current assets	6,113,315	6,172,472	13,200,641	25,486,428
Noncurrent Assets				
Restricted cash and cash equivalents	900,217	1,045,666	1,413,919	3,359,802
Prepaid expenses and other charges	-	-	4,219	4,219
Capital assets, net of accumulated depreciation	10,308,585	13,163,914	24,422,727	47,895,226
Total noncurrent assets	11,208,802	14,209,580	25,840,865	51,259,247
Total assets	17,322,117	20,382,052	39,041,506	76,745,675
Deferred Outflow of Resources				
Unamortized bond refunding amount, net	11,735	3,245	5,866	20,846
Total deferred outflow of resources	11,735	3,245	5,866	20,846
Liabilities				
Current Liabilities				
Accounts payable and accrued liabilities	383,968	32,583	324,952	741,503
Accrued compensated absences-current portion	9,102	5,049	16,596	30,747
Unearned revenue-fees and rentals	1,434	-	33,133	34,567
Unearned revenue-current portion	-	66,000	335,685	401,685
Interest payable	101,975	177,151	238,288	517,414
Revenue bonds payable-current portion	690,000	600,000	920,000	2,210,000
Other	22,174	-	-	22,174
Total current liabilities	1,208,653	880,783	1,868,654	3,958,090
Noncurrent Liabilities				
Accrued compensated absences, net of current portion	81,916	45,441	149,361	276,718
Unearned revenue, net of current portion	-	66,000	353,055	419,055
Revenue bonds payable, net of current portion	6,769,276	10,597,240	14,389,515	31,756,031
Total noncurrent liabilities	6,851,192	10,708,681	14,891,931	32,451,804
Total liabilities	8,059,845	11,589,464	16,760,585	36,409,894
Net Position				
Net investment in capital assets	3,761,261	3,015,586	10,532,997	17,309,844
Restricted				
Expendable				
Debt service	690,090	610,952	920,464	2,221,506
By enabling legislation	4,822,656	5,169,295	10,833,326	20,825,277
Total net position	\$ 9,274,007	\$ 8,795,833	\$ 22,286,787	\$ 40,356,627

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2023

	Chadron	Peru	Wayne	Total
Operating Revenues				
Rentals	\$ 2,846,385	\$ 1,954,202	\$ 5,228,342	\$ 10,028,929
Food service	2,492,484	1,830,087	4,974,820	9,297,391
Food service commission	-	-	85,763	85,763
Facilities fees	914,159	944,206	1,934,756	3,793,121
Application fee	20,700	-	50,300	71,000
Bookstore	22,677	27,892	137,612	188,181
Parking permits	-	-	17,760	17,760
Vending	28,585	-	80,133	108,718
Recreation center	-	-	788	788
Other	69,483	41,433	56,820	167,736
Total operating revenues	6,394,473	4,797,820	12,567,094	23,759,387
Operating Expenses				
Compensation and benefits	1,403,445	872,946	2,781,575	5,057,966
Supplies, services, and other	658,296	269,466	1,597,321	2,525,083
Depreciation	385,463	550,933	1,157,770	2,094,166
Utilities	593,233	255,721	1,040,861	1,889,815
Repairs and maintenance	247,197	174,702	1,207,831	1,629,730
Food service	2,402,448	1,614,003	3,167,448	7,183,899
Total operating expenses	5,690,082	3,737,771	10,952,806	20,380,659
Operating Income	704,391	1,060,049	1,614,288	3,378,728
Nonoperating Revenue (Expenses)				
Investment income	205,590	176,769	470,144	852,503
Interest expense	(191,367)	(348,431)	(453,176)	(992,974)
Other nonoperating revenue (expense)	(7,838)	(9,201)	(10,076)	(27,115)
Federal grants	-	23,398	108,828	132,226
Net nonoperating revenue (expense)	6,385	(157,465)	115,720	(35,360)
Other Revenues, Expenses, or Gains (Losses)				
Capital contributions	-	-	42,055	42,055
Net other revenues, expenses, or gains (losses)	-	-	42,055	42,055
Increase in Net Position	710,776	902,584	1,772,063	3,385,423
Net Position, Beginning of Year	9,274,007	8,795,833	22,286,787	40,356,627
Net Position, End of Year	\$ 9,984,783	\$ 9,698,417	\$ 24,058,850	\$ 43,742,050

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2022

	Chadron	Peru	Wayne	Total
Operating Revenues				
Rentals	\$ 2,669,685	\$ 1,750,281	\$ 5,249,656	\$ 9,669,622
Food service	2,473,045	1,727,921	4,756,648	8,957,614
Food service commission	-	-	73,122	73,122
Facilities fees	912,366	1,042,507	1,696,814	3,651,687
Application fee	19,950	-	50,900	70,850
Bookstore	26,536	24,896	108,990	160,422
Parking permits	-	-	18,160	18,160
Vending	29,259	-	72,509	101,768
Recreation center	-	-	694	694
Other	105,641	16,365	281,739	403,745
Total operating revenues	6,236,482	4,561,970	12,309,232	23,107,684
Operating Expenses				
Compensation and benefits	1,468,465	780,768	2,499,119	4,748,352
Supplies, services, and other	502,037	337,229	1,139,784	1,979,050
Depreciation	383,292	550,135	1,190,826	2,124,253
Utilities	558,590	259,749	1,033,361	1,851,700
Repairs and maintenance	310,604	139,651	1,380,670	1,830,925
Food service	2,301,829	1,531,617	2,698,412	6,531,858
Total operating expenses	5,524,817	3,599,149	9,942,172	19,066,138
Operating Income	711,665	962,821	2,367,060	4,041,546
Nonoperating Revenue (Expenses)				
Investment income	35,767	54,436	161,322	251,525
Interest expense	(207,887)	(359,892)	(474,081)	(1,041,860)
Loss on disposal of asset	-	-	(1,287,871)	(1,287,871)
Federal grants	515,935	130,965	1,071,044	1,717,944
Net nonoperating revenues (expenses)	343,815	(174,491)	(529,586)	(360,262)
Increase in Net Position	1,055,480	788,330	1,837,474	3,681,284
Net Position, Beginning of Year	8,218,527	8,007,503	20,449,313	36,675,343
Net Position, End of Year	\$ 9,274,007	\$ 8,795,833	\$ 22,286,787	\$ 40,356,627

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Cash Flows
Year Ended June 30, 2023

	Chadron	Peru	Wayne	Total
Operating Activities				
Rentals	\$ 2,808,004	\$ 1,885,569	\$ 5,290,322	\$ 9,983,895
Food service	2,380,864	1,702,738	4,749,603	8,833,205
Food service commission	-	-	84,754	84,754
Facilities fees	887,768	910,246	1,938,372	3,736,386
Application fee	20,750	-	50,300	71,050
Bookstore	23,101	27,892	104,435	155,428
Perking permits	-	-	17,760	17,760
Vending	28,865	-	54,766	83,631
Recreation center	-	-	788	788
Payment to vendors	(3,903,297)	(2,307,335)	(7,065,207)	(13,275,839)
Payment to employees	(1,413,305)	(861,889)	(2,750,126)	(5,025,320)
Other	70,335	164,981	48,874	284,190
Net cash provided by operating activities	903,085	1,522,202	2,524,641	4,949,928
Non-Capital Financing Activities				
Federal grants	-	23,398	108,828	132,226
Net cash provided by non-capital financing activities	-	23,398	108,828	132,226
Capital and Related Financing Activities				
Capital Contributions	-	-	42,055	42,055
Purchase of capital assets	(60,855)	-	(294,933)	(355,788)
Principal paid on bonds payable	(690,000)	(600,000)	(920,000)	(2,210,000)
Interest paid on bonds payable	(195,690)	(348,713)	(466,124)	(1,010,527)
Other	(7,838)	(9,201)	(10,076)	(27,115)
Net cash used in capital and related financing activities	(954,383)	(957,914)	(1,649,078)	(3,561,375)
Investing Activities				
Investment income	187,981	162,789	429,822	780,592
Net cash provided by investing activities	187,981	162,789	429,822	780,592
Change in Cash and Cash Equivalents	136,683	750,475	1,414,213	2,301,371
Cash and Cash Equivalents, Beginning of Year	6,968,158	6,989,760	14,382,548	28,340,466
Cash and Cash Equivalents, End of Year	<u>\$ 7,104,841</u>	<u>\$ 7,740,235</u>	<u>\$ 15,796,761</u>	<u>\$ 30,641,837</u>
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position				
Restricted cash and cash equivalents - current	\$ 6,204,623	\$ 6,779,262	\$ 14,382,842	\$ 27,366,727
Restricted cash and cash equivalents - noncurrent	900,218	960,973	1,413,919	3,275,110
Total cash and cash equivalents	<u>\$ 7,104,841</u>	<u>\$ 7,740,235</u>	<u>\$ 15,796,761</u>	<u>\$ 30,641,837</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Cash Flows - Continued
Year Ended June 30, 2023

**Reconciliation of Net Operating Income to Net
Cash Provided by Operating Activities**

	Chadron	Peru	Wayne	Total
Operating income	\$ 704,391	\$ 1,060,049	\$ 1,614,288	\$ 3,378,728
Depreciation expense	385,463	550,933	1,157,770	2,094,166
Changes in operating assets and liabilities				
Accounts receivable	(85,611)	(37,281)	48,495	(74,397)
Prepaid expenses and other charges	4,043	6,248	12,141	22,432
Unearned revenue	(1,434)	(66,000)	(336,742)	(404,176)
Accounts payable and accrued liabilities	(92,181)	(442)	(2,851)	(95,474)
Accrued compensated absences	(6,463)	8,695	31,540	33,772
Other assets and liabilities	(5,123)	-	-	(5,123)
Net Cash Provided by Operating Activities	\$ 903,085	\$ 1,522,202	\$ 2,524,641	\$ 4,949,928

Supplemental Cash Flows Information

Accounts payable incurred for capital asset purchases	\$ -	\$ -	\$ 90,985	\$ 90,985
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Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Cash Flows
Year Ended June 30, 2022

	Chadron	Peru	Wayne	Total
Operating Activities				
Rentals	\$ 2,668,219	\$ 1,738,448	\$ 5,299,494	\$ 9,706,161
Food service	2,501,569	1,653,146	4,465,204	8,619,919
Food service commission	-	-	72,323	72,323
Facilities fees	915,519	1,041,378	1,682,694	3,639,591
Application fee	19,950	-	50,900	70,850
Bookstore	26,257	31,621	101,748	159,626
Perking permits	-	-	18,160	18,160
Vending	29,371	-	46,344	75,715
Recreation center	-	-	694	694
Payment to vendors	(3,645,856)	(2,097,510)	(6,796,599)	(12,539,965)
Payment to employees	(1,450,192)	(772,465)	(2,531,143)	(4,753,800)
Other	105,616	27,473	324,605	457,694
Net cash provided by operating activities	1,170,453	1,622,091	2,734,424	5,526,968
Non-Capital Financing Activities				
Federal grants	515,935	130,965	1,071,044	1,717,944
Net cash provided by non-capital financing activities	515,935	130,965	1,071,044	1,717,944
Capital and Related Financing Activities				
Purchase of capital assets	-	(40,429)	(82,599)	(123,028)
Principal paid on bonds payable	(675,000)	(585,000)	(905,000)	(2,165,000)
Interest paid on bonds payable	(213,044)	(359,486)	(486,184)	(1,058,714)
Net cash used in capital and related financing activities	(888,044)	(984,915)	(1,473,783)	(3,346,742)
Investing Activities				
Sale of investment	-	494,000	-	494,000
Investment income	33,279	68,276	154,250	255,805
Net cash provided by investing activities	33,279	562,276	154,250	749,805
Change in Cash and Cash Equivalents	831,623	1,330,417	2,485,935	4,647,975
Cash and Cash Equivalents, Beginning of Year	6,136,535	5,659,343	11,896,613	23,692,491
Cash and Cash Equivalents, End of Year	\$ 6,968,158	\$ 6,989,760	\$ 14,382,548	\$ 28,340,466
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position				
Restricted cash and cash equivalents - current	\$ 6,067,941	\$ 5,944,094	\$ 12,968,629	\$ 24,980,664
Restricted cash and cash equivalents - noncurrent	900,217	1,045,666	1,413,919	3,359,802
Total cash and cash equivalents	\$ 6,968,158	\$ 6,989,760	\$ 14,382,548	\$ 28,340,466

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Cash Flows - Continued
Year Ended June 30, 2022

**Reconciliation of Net Operating Income to
Net Cash Provided by Operating Activities**

	Chadron	Peru	Wayne	Total
Operating income	\$ 711,665	\$ 962,821	\$ 2,367,060	\$ 4,041,546
Depreciation expense	383,292	550,135	1,190,826	2,124,253
Changes in operating assets and liabilities				
Accounts receivable	3,264	(13,742)	(40,519)	(50,997)
Prepaid expenses and other charges	2,854	209,716	19,682	232,252
Unearned revenue	225	(66,000)	(307,679)	(373,454)
Accounts payable and accrued liabilities	56,098	(26,780)	(473,343)	(444,025)
Accrued compensated absences	7,932	5,941	(21,603)	(7,730)
Other assets and liabilities	5,123	-	-	5,123
Net Cash Provided by Operating Activities	\$ 1,170,453	\$ 1,622,091	\$ 2,734,424	\$ 5,526,968

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Revenues, Expenses and Changes in Net Position by Fund Type
Year Ended June 30, 2023

	Operation and Maintenance Funds				Funds Held by Trustee and State of Nebraska Operations				Plant				Overall Total
					Investment Pool								
	Chadron State College	Peru State College	Wayne State College	Total	Chadron State College	Peru State College	Wayne State College	Total	Chadron State College	Peru State College	Wayne State College	Total	
Operating Revenues													
Rentals	\$ 2,846,385	\$ 1,954,202	\$ 5,228,342	\$ 10,028,929	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,028,929
Food service	2,492,484	1,830,087	4,974,820	9,297,391	-	-	-	-	-	-	-	-	9,297,391
Food service commission	-	-	85,763	85,763	-	-	-	-	-	-	-	-	85,763
Facilities fees	914,159	944,206	1,934,756	3,793,121	-	-	-	-	-	-	-	-	3,793,121
Application fee	20,700	-	50,300	71,000	-	-	-	-	-	-	-	-	71,000
Bookstore	22,677	27,892	137,612	188,181	-	-	-	-	-	-	-	-	188,181
Parking permits	-	-	17,760	17,760	-	-	-	-	-	-	-	-	17,760
Vending	28,585	-	80,133	108,718	-	-	-	-	-	-	-	-	108,718
Recreation center	-	-	788	788	-	-	-	-	-	-	-	-	788
Other	69,483	41,433	56,820	167,736	-	-	-	-	-	-	-	-	167,736
Total operating revenues	6,394,473	4,797,820	12,567,094	23,759,387	-	-	-	-	-	-	-	-	23,759,387
Operating Expenses													
Compensation and benefits	1,403,445	872,946	2,781,575	5,057,966	-	-	-	-	-	-	-	-	5,057,966
Supplies, services, and other	453,970	211,370	1,497,680	2,163,020	204,326	58,096	99,641	362,063	-	-	-	-	2,525,083
Depreciation	-	-	-	-	-	-	-	-	385,463	550,933	1,157,770	2,094,166	2,094,166
Utilities	593,233	255,721	1,040,861	1,889,815	-	-	-	-	-	-	-	-	1,889,815
Repairs and maintenance	75,936	43,035	242,636	361,607	171,261	131,667	965,195	1,268,123	-	-	-	-	1,629,730
Food service	-	-	-	-	2,402,448	1,614,003	3,167,448	7,183,899	-	-	-	-	7,183,899
Total operating expenses	2,526,584	1,383,072	5,562,752	9,472,408	2,778,035	1,803,766	4,232,284	8,814,085	385,463	550,933	1,157,770	2,094,166	20,380,659
Operating Income (Loss)	3,867,889	3,414,748	7,004,342	14,286,979	(2,778,035)	(1,803,766)	(4,232,284)	(8,814,085)	(385,463)	(550,933)	(1,157,770)	(2,094,166)	3,378,728
Nonoperating Revenue (Expenses)													
Investment income	11,778	50,801	28,810	91,389	193,812	125,968	441,334	761,114	-	-	-	-	852,503
Interest expense	-	-	-	-	(191,367)	(348,431)	(453,176)	(992,974)	-	-	-	-	(992,974)
Other nonoperating revenue (expense)	-	(9,201)	(10,076)	(19,277)	(7,838)	-	-	(7,838)	-	-	-	-	(27,115)
Federal grants	-	23,398	108,828	132,226	-	-	-	-	-	-	-	-	132,226
Net nonoperating revenues (expenses)	11,778	64,998	127,562	204,338	(5,393)	(222,463)	(11,842)	(239,698)	-	-	-	-	(35,360)
Income (Loss) Before Other Revenues, Expenses, Gains or (Losses)	3,879,667	3,479,746	7,131,904	14,491,317	(2,783,428)	(2,026,229)	(4,244,126)	(9,053,783)	(385,463)	(550,933)	(1,157,770)	(2,094,166)	3,343,368
Other Revenues, Expenses, Gains or (Losses)													
Capital contributions	-	-	-	-	-	-	-	-	-	-	42,055	42,055	42,055
Transfers in (out), net	(3,671,588)	(2,966,450)	(7,819,644)	(14,457,682)	3,671,588	2,966,450	7,475,781	14,113,819	-	-	343,863	343,863	-
Net other revenues, expenses, gains or (losses)	(3,671,588)	(2,966,450)	(7,819,644)	(14,457,682)	3,671,588	2,966,450	7,475,781	14,113,819	-	-	385,918	385,918	42,055
Increase (Decrease) in Net Position	208,079	513,296	(687,740)	33,635	888,160	940,221	3,231,655	5,060,036	(385,463)	(550,933)	(771,852)	(1,708,248)	3,385,423
Net Position, Beginning of Year	254,999	2,931,514	307,448	3,493,961	(1,289,577)	(7,299,595)	(2,443,388)	(11,032,560)	10,308,585	13,163,914	24,422,727	47,895,226	40,356,627
Net Position, End of Year	\$ 463,078	\$ 3,444,810	\$ (380,292)	\$ 3,527,596	\$ (401,417)	\$ (6,359,374)	\$ 788,267	\$ (5,972,524)	\$ 9,923,122	\$ 12,612,981	\$ 23,650,875	\$ 46,186,978	\$ 43,742,050

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Schedules of Revenues, Expenses and Changes in Net Position by Fund Type
Year Ended June 30, 2022

	Funds Held by Trustee and State of Nebraska Operations												
	Operation and Maintenance Funds				Investment Pool				Plant				Overall Total
	Chadron State College	Peru State College	Wayne State College	Total	Chadron State College	Peru State College	Wayne State College	Total	Chadron State College	Peru State College	Wayne State College	Total	
Operating Revenues													
Rentals	\$ 2,669,685	\$ 1,750,281	\$ 5,249,656	\$ 9,669,622	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,669,622
Food service	2,473,045	1,727,921	4,756,648	8,957,614	-	-	-	-	-	-	-	-	8,957,614
Food service commission	-	-	73,122	73,122	-	-	-	-	-	-	-	-	73,122
Facilities fees	912,366	1,042,507	1,696,814	3,651,687	-	-	-	-	-	-	-	-	3,651,687
Application fee	19,950	-	50,900	70,850	-	-	-	-	-	-	-	-	70,850
Bookstore	26,536	24,896	108,990	160,422	-	-	-	-	-	-	-	-	160,422
Parking permits	-	-	18,160	18,160	-	-	-	-	-	-	-	-	18,160
Vending	29,259	-	72,509	101,768	-	-	-	-	-	-	-	-	101,768
Recreation center	-	-	694	694	-	-	-	-	-	-	-	-	694
Other	105,641	16,365	81,879	203,885	-	-	199,860	199,860	-	-	-	-	403,745
Total operating revenues	6,236,482	4,561,970	12,109,372	22,907,824	-	-	199,860	199,860	-	-	-	-	23,107,684
Operating Expenses													
Compensation and benefits	1,468,465	780,768	2,499,119	4,748,352	-	-	-	-	-	-	-	-	4,748,352
Supplies, services, and other	367,671	301,924	1,025,544	1,695,139	134,366	35,305	114,240	283,911	-	-	-	-	1,979,050
Depreciation	-	-	-	-	-	-	-	-	383,292	550,135	1,190,826	2,124,253	2,124,253
Utilities	558,590	259,749	1,033,361	1,851,700	-	-	-	-	-	-	-	-	1,851,700
Repairs and maintenance	62,173	63,165	233,233	358,571	248,431	76,486	1,147,437	1,472,354	-	-	-	-	1,830,925
Food service	-	-	-	-	2,301,829	1,531,617	2,698,412	6,531,858	-	-	-	-	6,531,858
Total operating expenses	2,456,899	1,405,606	4,791,257	8,653,762	2,684,626	1,643,408	3,960,089	8,288,123	383,292	550,135	1,190,826	2,124,253	19,066,138
Operating Income (Loss)	3,779,583	3,156,364	7,318,115	14,254,062	(2,684,626)	(1,643,408)	(3,760,229)	(8,088,263)	(383,292)	(550,135)	(1,190,826)	(2,124,253)	4,041,546
Nonoperating Revenue (Expenses)													
Investment income	7,704	37,667	23,698	69,069	28,063	16,769	137,624	182,456	-	-	-	-	251,525
Interest expense	-	-	-	-	(207,887)	(359,892)	(474,081)	(1,041,860)	-	-	-	-	(1,041,860)
Loss on disposal of asset	-	-	-	-	-	-	-	-	-	-	(1,287,871)	(1,287,871)	(1,287,871)
Federal grants	515,935	130,965	1,071,044	1,717,944	-	-	-	-	-	-	-	-	1,717,944
Net nonoperating revenues (expenses)	523,639	168,632	1,094,742	1,787,013	(179,824)	(343,123)	(336,457)	(859,404)	-	-	(1,287,871)	(1,287,871)	(360,262)
Income (Loss) Before Other Revenues, Expenses, Gains or (Losses)	4,303,222	3,324,996	8,412,857	16,041,075	(2,864,450)	(1,986,531)	(4,096,686)	(8,947,667)	(383,292)	(550,135)	(2,478,697)	(3,412,124)	3,681,284
Other Revenues, Expenses, Gains or (Losses)													
Transfers in (out), net	(4,341,542)	(2,768,500)	(7,913,821)	(15,023,863)	4,341,542	2,728,071	7,839,698	14,909,311	-	40,429	74,123	114,552	-
Net other revenues, expenses, gains or (losses)	(4,341,542)	(2,768,500)	(7,913,821)	(15,023,863)	4,341,542	2,728,071	7,839,698	14,909,311	-	40,429	74,123	114,552	-
Increase (Decrease) in Net Position	(38,320)	556,496	499,036	1,017,212	1,477,092	741,540	3,743,012	5,961,644	(383,292)	(509,706)	(2,404,574)	(3,297,572)	3,681,284
Net Position, Beginning of Year	293,319	2,375,018	(191,588)	2,476,749	(2,766,669)	(8,041,135)	(6,186,400)	(16,994,204)	10,691,877	13,673,620	26,827,301	51,192,798	36,675,343
Net Position, End of Year	\$ 254,999	\$ 2,931,514	\$ 307,448	\$ 3,493,961	\$ (1,289,577)	\$ (7,299,595)	\$ (2,443,388)	\$ (11,032,560)	\$ 10,308,585	\$ 13,163,914	\$ 24,422,727	\$ 47,895,226	\$ 40,356,627

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Cash Receipts and Disbursements, Trustee's Account
Year Ended June 30, 2023
(With Comparative Totals for June 30, 2022)

Chadron State College							
2023							
	Revenue Fund	Surplus Fund	Bond Fund	Reserve Fund 2013	Reserve Fund 2014	Total 2023	Total 2022
Receipts							
Board of trustees deposits	\$ 6,499,093	\$ -	\$ -	\$ -	\$ -	\$ 6,499,093	\$ 6,618,136
Income from investments	87,626	57,396	11,531	11,327	8,382	176,262	25,724
Receipts before transfer of funds	6,586,719	57,396	11,531	11,327	8,382	6,675,355	6,643,860
Transfer of funds, net	(1,587,162)	700,000	907,673	(11,710)	(8,801)	-	-
Total receipts	4,999,557	757,396	919,204	(383)	(419)	6,675,355	6,643,860
Disbursements							
Remitted to operation and maintenance fund	2,650,000	-	-	-	-	2,650,000	2,425,000
Payments on food service contract	2,490,760	-	-	-	-	2,490,760	2,275,613
Remitted to paying agent:							
Bond principal	-	-	690,000	-	-	690,000	675,000
Bond interest	-	-	195,690	-	-	195,690	213,044
Payments to contractors and others	-	433,500	-	-	-	433,500	343,955
Total disbursements	5,140,760	433,500	885,690	-	-	6,459,950	5,932,612
Excess (deficiency) of receipts over disbursements	(141,203)	323,896	33,514	(383)	(419)	215,405	711,248
Balance at Beginning of Year	1,664,949	2,723,964	792,065	518,693	382,327	6,081,998	5,370,750
Balance at End of Year	<u>\$ 1,523,746</u>	<u>\$ 3,047,860</u>	<u>\$ 825,579</u>	<u>\$ 518,310</u>	<u>\$ 381,908</u>	<u>\$ 6,297,403</u>	<u>\$ 6,081,998</u>
Balance at End of Year Consisted of							
Savings and money market accounts	\$ 1,523,746	\$ 1,301,006	\$ 825,579	\$ 518,310	\$ 381,908	\$ 4,550,549	\$ 3,470,826
State of Nebraska Operating Investment Pool	-	1,746,854	-	-	-	1,746,854	2,611,172
	<u>\$ 1,523,746</u>	<u>\$ 3,047,860</u>	<u>\$ 825,579</u>	<u>\$ 518,310</u>	<u>\$ 381,908</u>	<u>\$ 6,297,403</u>	<u>\$ 6,081,998</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Cash Receipts and Disbursements, Trustee's Account
Year Ended June 30, 2023
(With Comparative Totals for June 30, 2022)

Peru State College									
								Total	
								2023	2022
	Revenue Fund	Surplus Fund	Bond Fund	2023 Project Fund 2015	Reserve Fund 2012B	Reserve Fund 2015	Reserve Fund 2016C		
Receipts									
Board of trustees deposits	\$ 4,526,450	\$ -	\$ -	\$ -	\$ 1,250	\$ 1,250	\$ 1,250	\$ 4,530,200	\$ 4,332,251
Income from investments	58,993	25,021	13,197	594	7,005	13,612	6,698	125,120	16,757
Receipts before transfer of funds	4,585,443	25,021	13,197	594	8,255	14,862	7,948	4,655,320	4,349,008
Transfer of funds, net	(1,836,434)	900,000	1,049,035	(85,330)	(7,005)	(13,612)	(6,654)	-	-
Total receipts	2,749,009	925,021	1,062,232	(84,736)	1,250	1,250	1,294	4,655,320	4,349,008
Disbursements									
Remitted to operation and maintenance fund	1,560,000	-	-	-	-	-	-	1,560,000	1,560,000
Payments on food service contract	1,609,399	-	-	-	-	-	-	1,609,399	1,316,783
Remitted to paying agent:									
Bond principal	-	-	600,000	-	-	-	-	600,000	585,000
Bond interest	-	-	348,431	-	-	-	-	348,431	359,486
Payments to contractors and others	-	190,047	-	-	1,250	1,250	1,250	193,797	180,666
Total disbursements	3,169,399	190,047	948,431	-	1,250	1,250	1,250	4,311,627	4,001,935
Excess (deficiency) of receipts over disbursements	(420,390)	734,974	113,801	(84,736)	-	-	44	343,693	347,073
Balance at Beginning of Year	856,928	1,313,817	788,103	84,736	222,653	494,790	243,486	4,004,513	3,657,440
Balance at End of Year	<u>\$ 436,538</u>	<u>\$ 2,048,791</u>	<u>\$ 901,904</u>	<u>\$ -</u>	<u>\$ 222,653</u>	<u>\$ 494,790</u>	<u>\$ 243,530</u>	<u>\$ 4,348,206</u>	<u>\$ 4,004,513</u>
Balance at End of Year Consisted of									
Savings and money market accounts	\$ 436,538	\$ 1,022,583	\$ 901,904	\$ -	\$ 222,653	\$ 494,790	\$ 243,530	\$ 3,321,998	\$ 2,917,729
State of Nebraska Operating Investment Pool	-	1,026,208	-	-	-	-	-	1,026,208	1,086,784
	<u>\$ 436,538</u>	<u>\$ 2,048,791</u>	<u>\$ 901,904</u>	<u>\$ -</u>	<u>\$ 222,653</u>	<u>\$ 494,790</u>	<u>\$ 243,530</u>	<u>\$ 4,348,206</u>	<u>\$ 4,004,513</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Cash Receipts and Disbursements, Trustee's Account
Year Ended June 30, 2023
(With Comparative Totals for June 30, 2022)

Wayne State College								
2023								
	Revenue Fund	Surplus Fund	Bond Fund	Reserve Fund 2012A	Reserve Fund 2016	Reserve Fund 2016B	Total 2023	Total 2022
Receipts								
Board of trustees deposits	\$ 12,317,494	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,317,494	\$ 11,729,065
Income from investments	44,257	317,687	38,078	-	-	-	400,022	131,273
Receipts before transfer of funds	12,361,751	317,687	38,078	-	-	-	12,717,516	11,860,338
Transfer of funds, net	(3,604,583)	2,200,000	1,404,583	-	-	-	-	-
Total receipts	8,757,168	2,517,687	1,442,661	-	-	-	12,717,516	11,860,338
Disbursements								
Remitted to operation and maintenance fund	4,500,000	-	-	-	-	-	4,500,000	3,850,000
Payments on food service contract	3,167,448	-	-	-	-	-	3,167,448	2,698,412
Remitted to paying agent:								
Bond principal	-	-	920,000	-	-	-	920,000	905,000
Bond interest	-	-	466,124	-	-	-	466,124	486,184
Payments to contractors and others	-	1,360,190	-	-	-	-	1,360,190	1,529,316
Total disbursements	7,667,448	1,360,190	1,386,124	-	-	-	10,413,762	9,468,912
Excess (deficiency) of receipts over disbursements	1,089,720	1,157,497	56,537	-	-	-	2,303,754	2,391,426
Balance at Beginning of Year	453,560	10,215,732	1,158,752	489,780	607,884	316,255	13,241,963	10,850,537
Balance at End of Year	<u>\$ 1,543,280</u>	<u>\$ 11,373,229</u>	<u>\$ 1,215,289</u>	<u>\$ 489,780</u>	<u>\$ 607,884</u>	<u>\$ 316,255</u>	<u>\$ 15,545,717</u>	<u>\$ 13,241,963</u>
Balance at End of Year Consisted of								
Savings and money market accounts	\$ 1,543,280	\$ 11,373,201	\$ 1,215,289	\$ 489,780	\$ 607,884	\$ 316,255	\$ 15,545,689	\$ 2,006,866
State of Nebraska Operating Investment Pool	-	28	-	-	-	-	28	11,235,097
	<u>\$ 1,543,280</u>	<u>\$ 11,373,229</u>	<u>\$ 1,215,289</u>	<u>\$ 489,780</u>	<u>\$ 607,884</u>	<u>\$ 316,255</u>	<u>\$ 15,545,717</u>	<u>\$ 13,241,963</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Rentals
Years Ended June 30, 2023 and 2022

Chadron State College	2023	2022
Facility		
High Rise Dormitory	\$ 1,307,918	\$ 1,207,881
Andrews Hall	799,324	679,145
Kent Hall	560,584	718,080
Edna Work Hall	249,372	241,669
Edna Work Wing	252,908	254,899
Eagle Ridge	217,645	187,731
Guest housing	162,227	131,262
Less room waivers	<u>(703,593)</u>	<u>(750,982)</u>
Total rentals	<u>\$ 2,846,385</u>	<u>\$ 2,669,685</u>
Peru State College	2023	2022
Facility		
Centennial Complex	\$ 933,349	\$ 885,150
Eliza Morgan Hall	622,677	491,727
Delzell Hall	522,562	537,555
Guest and temporary housing	13,615	6,683
Faculty housing	59,406	51,625
Oak Hill	75,564	54,503
Less room waivers	<u>(272,971)</u>	<u>(276,962)</u>
Total rentals	<u>\$ 1,954,202</u>	<u>\$ 1,750,281</u>
Wayne State College	2023	2022
Facility		
Bowen Hall	\$ 1,810,559	\$ 1,783,959
Berry Hall	1,063,680	1,069,831
Morey Hall	801,167	777,301
Neihardt Hall	657,002	685,069
Anderson Hall	494,481	582,579
Pile Hall	625,930	581,982
Terrace Hall	640,204	592,633
Guest housing	32,403	21,824
Less room waivers	<u>(897,084)</u>	<u>(845,522)</u>
Total rentals	<u>\$ 5,228,342</u>	<u>\$ 5,249,656</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Operation and Maintenance Fund Expenditures
Years Ended June 30, 2023 and 2022

Chadron State College	2023	2022
Compensation and benefits	\$ 1,403,445	\$ 1,468,465
Utilities	593,233	558,590
Repairs and maintenance	75,936	62,173
Supplies, services, and other	453,970	367,671
Total operation and maintenance fund expenditures	<u>\$ 2,526,584</u>	<u>\$ 2,456,899</u>
Peru State College	2023	2022
Compensation and benefits	\$ 872,946	\$ 780,768
Utilities	255,721	259,749
Repairs and maintenance	43,035	63,165
Supplies, services, and other	211,370	301,924
Total operation and maintenance fund expenditures	<u>\$ 1,383,072</u>	<u>\$ 1,405,606</u>
Wayne State College	2023	2022
Compensation and benefits	\$ 2,781,575	\$ 2,499,119
Utilities	1,040,861	1,033,361
Repairs and maintenance	242,636	233,233
Supplies, services, and other	1,497,680	1,025,544
Total operation and maintenance fund expenditures	<u>\$ 5,562,752</u>	<u>\$ 4,791,257</u>

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Insurance in Force
(Unaudited)
Year Ended June 30, 2023

Chadron State College

Type	Coverage Amount
Business interruption value	\$ 3,012,942
Blanket contents	4,402,510
Fire and extended coverage:	
Dormitories and housing facilities, 90% coinsurance	59,683,433
Student union and other buildings, 90% coinsurance	10,455,615

Peru State College

Type	Coverage Amount
Business interruption value	\$ 3,994,457
Blanket contents	2,491,697
Fire and extended coverage:	
Dormitories and housing facilities, 90% coinsurance	30,882,702
Student union and other buildings, 90% coinsurance	6,538,073

Wayne State College

Type	Coverage Amount
Business interruption value	\$ 6,447,220
Blanket contents	7,072,008
Fire and extended coverage:	
Dormitories and housing facilities, 90% coinsurance	53,683,410
Student union and other buildings, 90% coinsurance	22,527,854

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Debt Service Coverage
Years Ended June 30, 2023 and 2022

Chadron State College	2023	2022
Receipts		
Rentals	\$ 2,846,385	\$ 2,669,685
Facilities fees	914,159	912,366
Food service	2,492,484	2,473,045
Federal grant	-	515,935
Other	141,445	181,386
	<u>6,394,473</u>	<u>6,752,417</u>
Total receipts	6,394,473	6,752,417
Interest earned	<u>205,590</u>	<u>35,767</u>
Total additions	<u>6,600,063</u>	<u>6,788,184</u>
Deductions		
Operation and maintenance expenditures (note)	2,526,584	2,456,899
Food service contract payments	<u>2,402,448</u>	<u>2,301,829</u>
Total deductions	<u>4,929,032</u>	<u>4,758,728</u>
Available for debt service, reserves, etc.	<u>\$ 1,671,031</u>	<u>\$ 2,029,456</u>
Debt service, principal and interest requirement (note)	\$ 885,690	\$ 888,044
Debt service coverage	189%	229%

Note: In accordance with the debt agreement, expenditures paid for capital improvements and extraordinary repairs that were charged to surplus and construction funds held by the trustee in the amount of \$375,587 and \$382,797 during the years ended June 30, 2023 and 2022, respectively, have not been deducted in arriving at the debt service coverage. The debt service requirement amount includes principal and interest payments due in 2023 and 2022.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Debt Service Coverage
Years Ended June 30, 2023 and 2022

Peru State College	2023	2022
Receipts		
Rentals	\$ 1,954,202	\$ 1,750,281
Facilities fees	944,206	1,042,507
Food service	1,830,087	1,727,921
Federal grant	23,398	130,965
Other	69,325	41,261
	<hr/>	<hr/>
Total receipts	4,821,218	4,692,935
Interest earned	176,769	54,436
	<hr/>	<hr/>
Total additions	4,997,987	4,747,371
	<hr/>	<hr/>
Deductions		
Operation and maintenance expenditures (note)	1,383,072	1,405,606
Food service contract payments	1,614,003	1,531,617
	<hr/>	<hr/>
Total deductions	2,997,075	2,937,223
	<hr/>	<hr/>
Available for debt service, reserves, etc.	\$ 2,000,912	\$ 1,810,148
	<hr/>	<hr/>
Debt service, principal and interest requirement (note)	\$ 948,713	\$ 944,486
Debt service coverage	211%	192%

Note: In accordance with the debt agreement, expenditures paid for capital improvements and extraordinary repairs that were charged to surplus and construction funds held by the trustee in the amount of \$189,763 and \$111,791 during the years ended June 30, 2023 and 2022, respectively, have not been deducted in arriving at the debt service coverage. The debt service requirement amount includes principal and interest payments due in 2023 and 2022.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Debt Service Coverage
Years Ended June 30, 2023 and 2022

Wayne State College	2023	2022
Receipts		
Rentals	\$ 5,228,342	\$ 5,249,656
Facilities fees	1,934,756	1,696,814
Food service	5,060,583	4,829,770
Federal grant	108,828	1,071,044
Other	343,413	333,132
	<hr/>	<hr/>
Total receipts	12,675,922	13,180,416
Interest earned	470,144	161,322
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Total additions	13,146,066	13,341,738
	<hr/>	<hr/>
Deductions		
Operation and maintenance expenditures (note)	5,562,752	4,791,257
Food service contract payments	3,167,448	2,698,412
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Total deductions	8,730,200	7,489,669
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Available for debt service, reserves, etc.	\$ 4,415,866	\$ 5,852,069
	<hr/>	<hr/>
Debt service, principal and interest requirement (note)	\$ 1,386,124	\$ 1,391,184
Debt service coverage	319%	421%

Note: In accordance with the debt agreement, expenditures paid for capital improvements and extraordinary repairs that were charged to surplus and construction funds held by the trustee in the amount of \$1,064,836 and \$1,061,817, net of other operating revenues, during the years ended June 30, 2023 and 2022, respectively, have not been deducted in arriving at the debt service coverage. The debt service requirement amount includes principal and interest payments due in 2023 and 2022.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Bonds Outstanding
Year Ended June 30, 2023

Chadron State College	Principal Amount, Series 2013 and Series 2014
Maturing July 1:	
2023	\$ 700,000
2024	715,000
2025	740,000
2026	760,000
2027	780,000
2028	750,000
2029	445,000
2030	460,000
2031	470,000
2032	485,000
2033	500,000
	<hr/>
Total	\$ 6,805,000
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Note: The schedule above has been prepared using the mandatory sinking fund redemption requirements for term bonds rather than the actual maturity date.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Bonds Outstanding
Year Ended June 30, 2023

Peru State College	Principal Amount, Series 2012B, Series 2015 and Series 2016C
Maturing July 1:	
2023	\$ 605,000
2024	620,000
2025	635,000
2026	655,000
2027	650,000
2028	470,000
2029	485,000
2030	500,000
2031	480,000
2032	290,000
2033	300,000
2034	310,000
2035	320,000
2036	330,000
2037	340,000
2038	355,000
2039	370,000
2040	380,000
2041	395,000
2042	410,000
2043	425,000
2044	440,000
2045	455,000
2046	475,000
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Total	\$ 10,695,000 <hr/> <hr/>

Note: The schedule above has been prepared using the mandatory sinking fund redemption requirements for term bonds rather than the actual maturity date.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Bonds Outstanding
Year Ended June 30, 2023

Wayne State College	Principal Amount, Series 2012A, Series 2016 and Series 2016B
Maturing July 1:	
2023	\$ 950,000
2024	980,000
2025	1,005,000
2026	1,045,000
2027	1,040,000
2028	620,000
2029	640,000
2030	615,000
2031	355,000
2032	370,000
2033	380,000
2034	390,000
2035	405,000
2036	420,000
2037	430,000
2038	445,000
2039	460,000
2040	475,000
2041	495,000
2042	510,000
2043	530,000
2044	545,000
2045	565,000
2046	585,000
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Total	\$ 14,255,000
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Note: The schedule above has been prepared using the mandatory sinking fund redemption requirements for term bonds rather than the actual maturity date.

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Occupancy
(Unaudited)
Year Ended June 30, 2023

Chadron State College									
Capacity	Summer 2022		First Term		Second Term		Summer 2023		
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	
High Rise Dormitory	433	5	1%	258	60%	227	52%	8	2%
Edna Work/Wing Hall	178	9	5%	87	49%	79	44%	17	10%
Kent Hall	292	2	1%	119	41%	92	32%	—	0%
Andrews Hall	292	—	0%	143	49%	141	48%	8	3%
Eagle Ridge	46	—	0%	37	80%	39	85%	2	4%
	1,241	16		644		578		35	

	Peru State College						
	First Term			Second Term		Summer 2023	
	Capacity	Number	Percentage	Number	Percentage	Number	Percentage
Centennial Complex	296	199	67%	181	61%	—	0%
Eliza Morgan Hall	148	127	86%	119	80%	—	0%
Delzell Hall	146	117	80%	90	62%	—	0%
Faculty housing	8	8	100%	8	100%	—	0%
Oak Hill	40	19	48%	11	28%	—	0%
	638	470		409		—	

Nebraska State Colleges
Student Fees and Facilities Revenue and Refunding Bond Program
Occupancy - Continued
(Unaudited)
Year Ended June 30, 2023

Wayne State College											
Capacity	Summer - July 2022		First Term		Second Term		Summer - May 2023		Summer - June 2023		
	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	Number	Percentage	
Anderson Hall	156	—	0.0%	130	83.3%	80	51.3%	—	0.0%	—	0.0%
Berry Hall	305	—	0.0%	263	86.2%	232	76.1%	—	0.0%	—	0.0%
Bowen Hall	417	—	0.0%	384	92.1%	358	85.9%	—	0.0%	—	0.0%
Morey Hall	209	—	0.0%	183	87.6%	177	84.7%	—	0.0%	—	0.0%
Neihardt Hall	162	15	9.3%	139	85.8%	139	85.8%	—	0.0%	—	0.0%
Pile Hall	139	—	0.0%	124	89.2%	126	90.6%	—	0.0%	—	0.0%
Terrace Hall	141	—	0.0%	128	90.8%	124	87.9%	20	14.2%	18	12.8%
	1,529	15		1,351		1,236		20		18	

Note: Occupancy numbers are based on occupancy levels at the end of each term and do not reflect changes that may occur during the course of each term. The occupancy percentages are based on the number of beds occupied, as the rooms were designed. In many cases, students elect to pay a higher rate for a two-bed room and occupy it as a private room. The “room occupancy” rate, which is higher at all three colleges than the bed occupancy percentages, gives a clearer picture of the situation that exists.