

## COLLIN COUNTY COMMUNITY COLLEGE DISTRICT

### Notes to Basic Financial Statements August 31, 2025 and 2024

#### NOTE 8. LONG-TERM LIABILITIES-continued

For comparison purposes, the following table summarizes changes in long-term liabilities for the year ended August 31, 2024:

	Balance 9/1/2023	Additions	Reductions	Amortization of Premium	Amortization of Discount	Balance 8/31/2024	Current Portion	Non-Current Portion
<b>Bonds:</b>								
General obligation bonds:								
Series 2018	\$ 209,556,723	\$ -	\$ (9,405,000)	\$ (931,437)	\$ 43,321	\$ 199,263,607	\$ 9,875,000	\$ 189,388,607
Series 2020	325,433,259	-	(11,080,000)	(2,430,485)	-	311,922,774	11,740,000	300,182,774
Total bonds	534,989,982		(20,485,000)	(3,361,922)	43,321	511,186,381	21,615,000	489,571,381
Compensated absences	2,285,061	5,421,712	(5,549,227)	-	-	2,157,546	276,391	1,881,155
Lease and SBITA liabilities:								
Leased equipment	2,172,625	-	(437,184)	-	-	1,735,441	454,482	1,280,959
Educational SBITAs	1,701,792	-	(188,308)	-	-	1,513,484	825,032	688,452
IT management SBITAs	730,755	70,941	-	-	-	801,696	376,770	424,926
Facilities management SBITAs	734,419	129,446	-	-	-	863,865	461,112	402,753
Financial SBITAs	9,405,950	-	(1,607,967)	-	-	7,797,983	1,650,578	6,147,405
Total lease and SBITA liabilities	14,745,541	200,387	(2,233,459)	-	-	12,712,469	3,767,974	8,944,495
Net pension liability	57,614,710	13,263,412	(4,934,682)	-	-	65,943,440	-	65,943,440
Net OPEB liability	95,640,043	14,546,246	(17,933,548)	-	-	92,252,741	2,580,438	89,672,303
<b>Total</b>	<b>\$ 705,275,337</b>	<b>\$ 33,431,757</b>	<b>\$ (51,135,916)</b>	<b>\$ (3,361,922)</b>	<b>\$ 43,321</b>	<b>\$ 684,252,577</b>	<b>\$ 28,239,803</b>	<b>\$ 656,012,774</b>

#### NOTE 9. BONDS PAYABLE

Bonds payable as of August 31, 2025 and 2024 consisted of the following:

Bond Issue	Purpose	Date Issued	Amount Issued and Authorized	Revenue Source	Outstanding Balance	
					August 31, 2025	August 31, 2024
Series 2018 Limited Tax Bonds	Constructing, renovating, improving and equipping buildings and purchasing necessary sites	4/12/2018	\$ 252,308,336	Ad valorem taxes	\$ 188,500,491	\$ 199,263,607
Series 2020 Limited Tax Bonds	Constructing, renovating, improving and equipping buildings and purchasing necessary sites	4/7/2020	\$ 352,084,877	Ad valorem taxes	\$ 297,752,289	\$ 311,922,774
Series 2024 Revenue Bonds	Constructing, renovating, improving and equipping buildings and purchasing necessary sites	11/21/2024	\$ 185,515,261	Pledged Tuition (25%), Investment Income, Auxiliary Enterprise Revenues	\$ 185,133,023	\$ -
				Total	\$ 671,385,803	\$ 511,186,381

Bonds payable are due in annual installments varying from \$13,581,106 to \$23,506,200 with interest rates of 3.00% to 5.00% and the final installments are due in 2045.

On January 23, 2018, the Board approved the sale of Limited Tax Bonds, Series 2018 with the following parameters:

- Maximum principal amount not to exceed \$250 million
- Maximum borrowing cost as measured by the True Interest Cost not to exceed 4.25%
- Final maturity on or before August 15, 2038

The sale of the bond issue closed on April 12, 2018 with an average coupon rate of 3.95%. Proceeds from the sale totaling \$252,308,336 included a net premium of \$18,058,336. The bonds are payable over 20 years, and the net premium is amortized over the life of the bonds using the straight-line method. The District paid and expensed as Other non-operating expenses in fiscal year 2018 a total of \$2.3 million for bond issuance cost and underwriter's discount in connection with the Series 2018 bond issuance.

**NOTE 9. BONDS PAYABLE-continued**

On February 25, 2020 the Board approved the sale of Limited Tax Bonds, Series 2020 with the following parameters:

- Maximum principal amount not to exceed \$350 million
- Maximum borrowing cost as measured by the True Interest Cost not to exceed 4.0%
- Final maturity on or before August 15, 2040

The sale of the bond issue closed on April 7, 2020 with an average coupon rate of 4.11%. Proceeds from the sale totaling \$352,084,877 included a net premium of \$49,419,877. The bonds are payable over 20 years, and the net premium is amortized over the life of the bonds using the straight-line method. The District paid and expensed as Other non-operating expenses in fiscal year 2020, a total of \$2.1 million for bond issuance cost and underwriter's discount in connection with the Series 2020 bond issuance.

The tax rates authorized and assessed to pay principal and interest on the Series 2018 and Series 2020 bonds are discussed in Note 17.

In August 2024, the Board of Trustees authorized the issuance of Consolidated Fund Revenue Bonds, Series 2024, with the following parameters:

- Maximum principal amount not to exceed \$200 million
- Maximum borrowing cost as measured by the True Interest Cost not to exceed 5.00%
- Final maturity on or before August 15, 2046

The sale of the bond issue closed on October 23, 2024 with an average coupon rate of 4.8%. Proceeds from the sale totaling \$185,515,261 included a net premium of \$10,575,261. The bonds are payable over 20 years, and the net premium is amortized over the life of the bonds using the straight-line method. The District will pay and expense as other non-operating expenses in the fiscal year 2025, a total of approximately \$515,000 for bond issuance costs in connection with the Series 2024 bond issuance.

## COLLIN COUNTY COMMUNITY COLLEGE DISTRICT

### Notes to Basic Financial Statements August 31, 2025 and 2024

## NOTE 9. BONDS PAYABLE-continued

### Bond Debt Schedules

Debt service requirements as of August 31, 2025 and 2024, were as follows:

August 31,	2025								
	General Obligation Bonds			Revenue Bonds			Total Bonds		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	
2026	\$ 22,695,000	\$ 18,258,156	\$ 40,953,156	\$ 5,315,000	\$ 8,270,856	\$ 13,585,856	\$ 28,010,000	\$ 26,529,012	
2027	23,825,000	17,123,406	40,948,406	5,580,000	8,005,106	13,585,106	29,405,000	25,128,512	
2028	25,020,000	15,932,156	40,952,156	5,860,000	7,726,106	13,586,106	30,880,000	23,658,262	
2029	26,275,000	14,681,156	40,956,156	6,150,000	7,433,106	13,583,106	32,425,000	22,114,262	
2030	27,585,000	13,367,406	40,952,406	6,460,000	7,125,606	13,585,606	34,045,000	20,493,012	
2031-35	157,510,000	47,246,006	204,756,006	37,465,000	30,449,031	67,914,031	194,975,000	77,695,037	
2036-40	155,340,000	14,525,525	169,865,525	47,820,000	20,098,031	67,918,031	203,160,000	34,623,556	
2041-45				60,290,000	7,624,781	67,914,781	60,290,000	7,624,781	
	<u>438,250,000</u>	<u>141,133,811</u>	<u>579,383,811</u>	<u>174,940,000</u>	<u>96,732,623</u>	<u>271,672,623</u>	<u>613,190,000</u>	<u>237,866,434</u>	
Net premium/discount	48,002,780	-	48,002,780	10,193,023	-	10,193,023	58,195,803	-	
	<u>\$ 486,252,780</u>	<u>\$ 141,133,811</u>	<u>\$ 627,386,591</u>	<u>\$ 185,133,023</u>	<u>\$ 96,732,623</u>	<u>\$ 281,865,646</u>	<u>\$ 671,385,803</u>	<u>\$ 237,866,434</u>	
2024									
August 31,	General Obligation Bonds			Revenue Bonds			Total Bonds		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	
2025	\$ 21,615,000	\$ 19,338,906	\$ 40,953,906	\$ -	\$ -	\$ -	\$ 21,615,000	\$ 19,338,906	
2026	22,695,000	18,258,156	40,953,156	-	-	-	22,695,000	18,258,156	
2027	23,825,000	17,123,406	40,948,406	-	-	-	23,825,000	17,123,406	
2028	25,020,000	15,932,156	40,952,156	-	-	-	25,020,000	15,932,156	
2029	26,275,000	14,681,156	40,956,156	-	-	-	26,275,000	14,681,156	
2030-34	150,930,000	53,822,544	204,752,544	-	-	-	150,930,000	53,822,544	
2035-39	166,685,000	20,631,794	187,316,794	-	-	-	166,685,000	20,631,794	
2040	22,820,000	684,600	23,504,600	-	-	-	22,820,000	684,600	
	<u>459,865,000</u>	<u>160,472,718</u>	<u>620,337,718</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>459,865,000</u>	<u>160,472,718</u>	
Net premium/discount	51,321,381	-	51,321,381	-	-	-	51,321,381	-	
	<u>\$ 511,186,381</u>	<u>\$ 160,472,718</u>	<u>\$ 671,659,099</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 511,186,381</u>	<u>\$ 160,472,718</u>	

## NOTE 10. EMPLOYEES' RETIREMENT PLAN

### Defined Benefit Plan

#### Plan Description

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

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