

**Item D.a. -
Annual Audit**

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2025



CLEAR TRAIL CPAS
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**OREGON COAST COMMUNITY COLLEGE
400 SE COLLEGE WAY
NEWPORT, OREGON 97366**

**FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2025**



CLEAR TRAIL CPAS
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OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

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OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

BOARD OF DIRECTORS

<u>Name</u>	<u>Position</u>	<u>Term Expires</u>
Rich Emery	Chair Director - Zone 1	June 30, 2025
Patrick Alexander	Interim Director - Zone 2	June 30, 2025
Paul Schuytema	Director - Zone 3	June 30, 2027
Bud Shoemake	Director - Zone 4	June 30, 2025
Chris Chandler	Director - Zone 5	June 30, 2025
Marion Mann	Director - Zone 6	June 30, 2027
Debbie Kilduff	Vice-Chair Director - Zone 7	June 30, 2027

ADMINISTRATION

Dr. Marshall Mease Roache
President
Date Appointed: January 1, 2025

MAILING ADDRESS

Oregon Coast Community College
400 SE College Way
Newport, Oregon 97366
Phone (541) 265-2383 – Fax (541) 265-3820



CLEAR TRAIL CPAS

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2850 SW Cedar Hills Blvd, #2074, Beaverton OR 97005 • 503-586-7170 • ClearTrailCPAS.com

March 5, 2026

To the Board of Directors
Oregon Coast Community College
Newport, Oregon

INDEPENDENT AUDITORS' REPORT

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of Oregon Coast Community College as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Oregon Coast Community College as of June 30, 2025, and the respective changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Change in Accounting Principle

The District adopted new accounting guidance, GASB Statement No. 101 – *Compensated Absences*, during the fiscal year under audit. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 Oregon Coast Community College's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, 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 opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CRF) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, as listed in the table of contents, 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the listing of board members containing their term expiration dates, located before the table of contents, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated March 5, 2026 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated March 5, 2026, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Kenneth Allen, CPA
Municipal Auditor
Clear Trail CPAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis section of the College's annual financial performance provides an overview of the financial activities of Oregon Coast Community College (the College) for the fiscal year ended June 30, 2025. This report has been prepared by management and should be read in conjunction with the College's Financial Statements. It is a required component of an annual financial report prepared in accordance with Generally Accepted Accounting Principles. The discussion is designed to assist readers in understanding the accompanying financial statements through an objective and easily readable analysis of the College's financial activities.

Overview of the Financial Statements

The discussion and analysis serve as an introduction to the College's basic entity-wide financial statements. The entity-wide presentation is designed to provide readers with a broad overview of the College's finances, in a manner similar to a private sector business. These financial statements focus on the College's overall financial condition, its results of operations and its cash flows. The entity-wide statements are comprised of the following:

- The ***Statement of Net Position*** presents the College's assets, deferred outflows, liabilities, and deferred inflows with the difference between the four reported as *net position*. Over time, increases or decreases in net position are indicators of the improvement or erosion of the College's financial condition. Assets and liabilities are generally measured using current values; capital assets are stated at historical cost, less an allowance for depreciation.
- The ***Statement of Revenues, Expenses and Changes in Net Position*** presents the revenues earned and the expenses incurred during the year. Revenues and expenses are generally reported using the accrual method of accounting, which records transactions as soon as they occur, regardless of when cash is exchanged. Usage of capital assets is reported as depreciation expense, which amortizes the cost of the assets over their estimated useful lives. Revenues and expenses are reported as either operating or non-operating. Primary sources of operating revenues include tuition, grants and contracts. State appropriations and property taxes are classified as non-operating revenues.
- The ***Statement of Cash Flows*** presents information on cash flows from operating activities, non-capital financial activities, capital financing activities and investing activities. It provides the net increase or decrease in cash between the beginning and end of the fiscal year. This statement assists in evaluating financial viability and the College's ability to meet financial obligations as they become due.
- The ***Notes to the Basic Financial Statements*** provide additional information that is essential to a full understanding of the data provided in the entity-wide financial statements.

The ***Fund Financial Statements*** are included in a latter section of the financial report. The governmental fund reporting focuses on how money flows in and out of funds and the balances left at year end that are available for spending. They are reported using the accounting method called "modified accrual" accounting, which measures cash and all other financial assets that can be readily converted to cash. This

information is essential for preparation of, and compliance with, annual budgets. Fund financial statements also report the College's operations in more detail than the government-wide financial statements by providing information about the College's most significant fund, the general fund. The remaining statement, the ***Statement of Fiduciary Net Position***, presents financial information about activities for which the College acts solely as an agent for the benefit of students.

Financial Highlights

- As of June 30, 2025, the College's assets and deferred outflows of resources exceeded its liabilities by \$18,619,363 (*Net Position*). Of this amount, (\$116,266) is classified as unrestricted net position. The largest component of net position, \$18,383,762, is the College's investment in capital assets, which represents its land, buildings, machinery and equipment, net of accumulated depreciation and related debt. The College uses its capital assets to provide educational services to its students consequently, these assets are not available for future spending. Additionally, there is \$241,628 that is restricted for the purpose of meeting grant requirements and \$110,239 that is restricted for Retirement Health Insurance Account (RHIA) purposes. RHIA is a post-employment defined insurance benefit for eligible retirees that is administered by Oregon PERS.
- In the May 2024 general election, the College was successful in passing a ballot to allow the issuance of new general obligation bonds through the State. The proceeds from the bond sale will be used to build the Oregon Coast Advanced Technology & Trades center and also to carry out needed renovations and equipment replacement in the four original buildings. The capital construction work will be carried out over the next several years.
- In response to community college funding uncertainties at the state level, ongoing state-wide enrollment fluctuations and also inflation, the College was deliberate and thoughtful in the execution of the fiscal year operating budget.

Analysis of the Statement of Net Position

The Statement of Net Position includes all assets, deferred outflows, liabilities, and deferred inflows of the College using the accrual basis of accounting. Net position is the difference between assets plus deferred outflows, and liabilities plus deferred inflows. It is an important measure of the financial condition of the college.

Oregon Coast Community College
For year ended June 30, 2025

Assets			
Current Assets	\$ 42,093,686	\$ 5,107,414	724.2%
Capital Assets, net of depreciation	20,099,690	18,785,703	7.0%
Other Non-current Assets	307,031	220,864	39.0%
Total Assets	<u>\$ 62,500,407</u>	<u>\$ 24,113,981</u>	159.2%
Deferred Outflows of Resources			
Pension Related Deferrals	\$ 2,834,769	\$ 1,973,152	43.7%
Other Post Employment Benefit Deferrals	7,975	11,174	
Deferred Loss on Bond Refunding	-	133,953	-100.0%
Total Deferred Outflows	<u>\$ 2,842,744</u>	<u>\$ 2,118,279</u>	34.2%
Liabilities			
Current Liabilities	\$ 2,378,427	\$ 3,778,768	-37.1%
Long-term Debt, Non-current Portion	43,725,630	5,992,476	629.7%
Total Liabilities	<u>\$ 46,104,057</u>	<u>\$ 9,771,244</u>	371.8%
Deferred Inflows of Resources			
Pension & Post Employment Benefit Deferrals	<u>\$ 619,731</u>	<u>\$ 558,979</u>	10.9%
Net Position			
Invested in Capital Assets, net of related debt	\$ 18,383,762	\$ 14,569,143	26.2%
Restricted	351,867	560,441	0.0%
Unrestricted	(116,266)	772,453	-115.1%
Total Net Position	<u>\$ 18,619,363</u>	<u>\$ 15,902,037</u>	17.1%

Current assets consist primarily of cash and cash equivalents, receivables from student accounts, property taxes and grants. At June 30, 2025, the College's ending balance of \$42,093,686 in current assets was sufficient to cover the College's current liabilities of \$2,378,427 representing a 17.70 current ratio. The College's pension-related deferrals outflow of \$2,834,769 represents actuarial adjustments related to the pension plan that have a positive effect on Net Position. The deferrals totaling \$7,975 for other post-employment benefits are related to cost and liability recognition rules under GASB 75 for health insurance benefits for retirees. Information around these requirements can be found in Notes 6 & 7. Included in non-current assets are capital assets, net of accumulated depreciation, used to provide services to students, a note receivable, detailed in Note 9, for financial aid-related loans to nursing students and an amount related to the PERS Retirement Health Insurance Account.

Current liabilities consist of accounts payable, payroll and payroll taxes payable, amounts held in a fiduciary capacity for the College's student clubs, current portions of long-term obligations and a liability for compensated absences. Long-term debt/non-current portion contains the greater-than-one-year portion of debt relating to general obligation bonds and pension bonds, an allocation for a portion of the State's pension liability as required by GASB 68, a note payable to the Department of Health & Human Services (HHS) for direct loans to nursing students, a post-employment benefit amount detailed in Note 7 and an amount for compensated absences related to the new GASB 101 requirement. See Note 9 for information related to direct borrowing for nursing loans and also compensated absences.

Within Net Position, the "net investment in capital assets" amount of \$18,383,762 represents the total original cost of all the College's land, buildings, machinery and equipment and infrastructure, less total accumulated depreciation on these assets, and also less debt related to their acquisition.

Analysis of the Statement of Revenues, Expenses and Changes in Net Position

The Statement of Revenues, Expenses and Changes in Net Position presents the operating results of the College as well as the non-operating revenues and expenses. Annual state reimbursements and property taxes, while budgeted to fund operations, are considered non-operating revenues according to generally accepted accounting principles in the United States of America (GAAP).

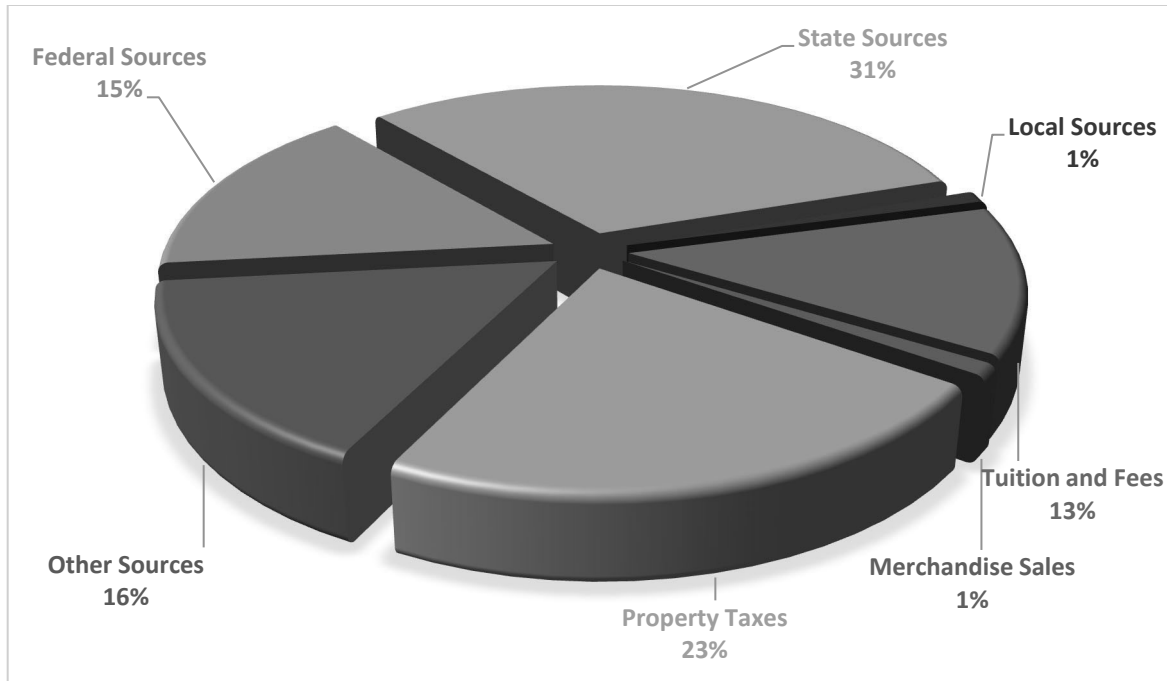
	2025	2024	% Change
Total operating revenues	\$ 2,499,773	\$ 2,053,934	21.7%
Total operating expenses	14,444,424	11,988,821	20.5%
Operating loss	\$ (11,944,651)	\$ (9,934,887)	20.2%
Non-operating revenues, net	15,083,250	11,542,701	30.7%
Total increase/(decrease) in net position	3,138,599	1,607,814	95.2%
Net position, beginning of year, as restated	15,480,764	14,294,223	8.3%
Net position, end of year	\$ 18,619,363	\$ 15,902,037	17.1%

Revenues:

The most significant sources of operating revenue for the College are state funding, student tuition & fees, property taxes, and grants and contracts from federal, state and local sources. Tuition & fees totaled \$2,314,727, which was \$409,692 more than the prior year. This increase reflects the College's efforts around outreach and retention after the significant enrollment decline that followed COVID. Community College Support Fund (CCSF) revenue from the State constituted 43.6% of the College's General Fund revenue. In this fiscal year, the College's General Fund received \$4,297,027 in CCSF funding for operations, which represented a 13.2% increase over the prior year. The State was the largest overall source of revenue for the College.

Of the total property tax resources, \$2,429,034 was received as a result of the general obligation bond levy approved by the voters in May 2004 and was used solely for the purpose of servicing the long-term debt obligation. The property taxes received for the funding of the general operations of the College was \$1,634,950, a 3% increase over the prior year.

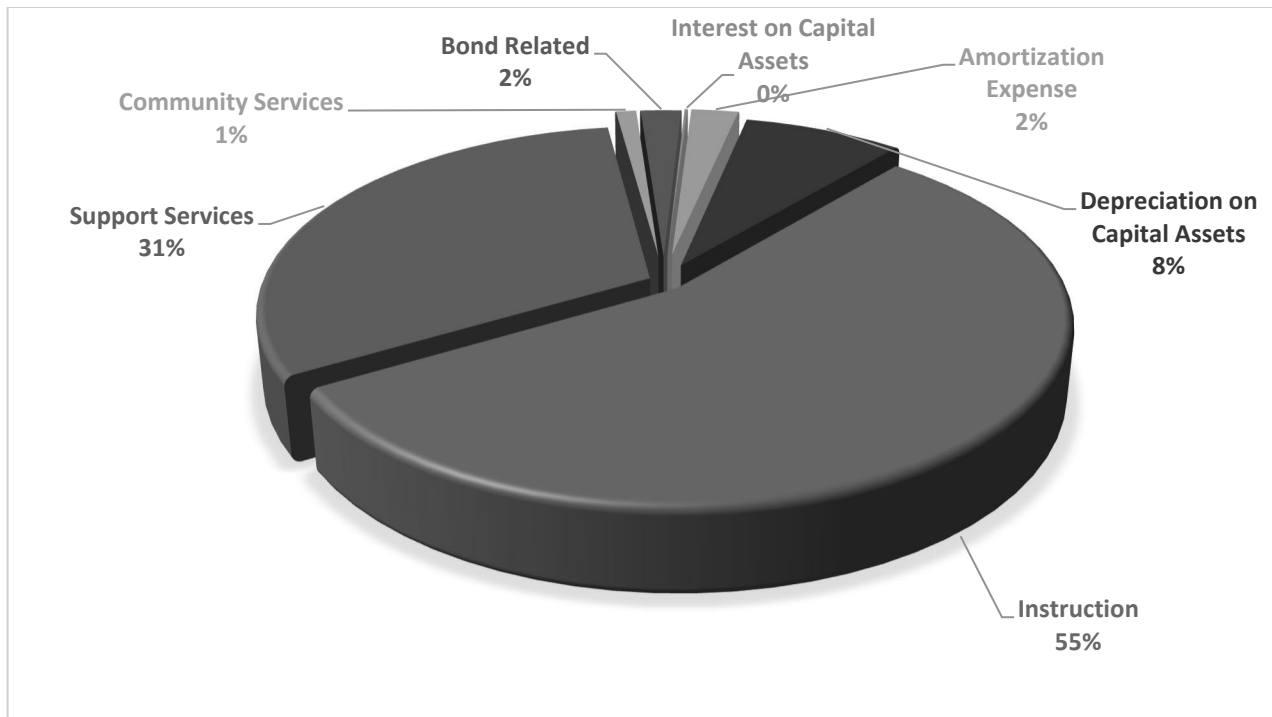
The following graph shows the allocation of total revenues for the College:



Expenses:

Operating expenses totaling \$14,444,424 include salaries and benefits, materials and supplies, utilities, grant expenses, amortization of a software subscription payable and depreciation of capital assets. This represents an increase in total operating expenses of 20% over the prior fiscal year. This was primarily due to additional Instructional costs of just under \$2M.

The following graph shows the allocation of total expenses for the College:



Analysis of the Statement of Cash Flows

The Statement of Cash Flows provides an assessment of the financial health of the College. Its primary purpose is to provide relevant information about the cash receipts and cash payments of the College during a stated period. The statement of cash flows also helps users assess the ability of the College to meet obligations as they become due and any need for external financing.

In summary, the cash flows for the year were:

	2025	2024	% Change
Cash Provided by (Used In):			
Operating Activities	\$ (10,432,876)	\$ (7,589,864)	37.5%
Noncapital Financing Activities	14,050,117	11,620,340	20.9%
Capital Financing Activities	33,373,787	(2,566,612)	-1400.3%
Investing Activities	(1,236,646)	213,291	-679.8%
Net change in cash	35,754,382	1,677,155	2031.8%
Cash - Beginning of year	3,975,329	2,298,174	73.0%
	\$ 39,729,711	\$ 3,975,329	899.4%

The major sources of cash from operating activities include student tuition and fees, program support agreements and auxiliary enterprises. Major uses were payments made to employees, employee benefit programs and vendors.

State reimbursements and property taxes are primary sources of non-capital financing. Accounting standards require that the College reflect these sources of revenue as non-operating even though the College's budget depends on them for ongoing operations. Property taxes are assessed annually on the properties that are within the College's tax base of Lincoln County, Oregon. The assessment is for the purpose of providing funding for the College's general operations. The College's assessment rate of \$0.1757 per thousand is the lowest of Oregon's seventeen community colleges.

In July 2004, the College began levying additional property taxes to service long-term general obligation bonds that were sold for the purpose of constructing its four current buildings back in 2008-2010. Those original bond obligations were paid in full in June 2025. A new issuance of general obligation bonds for capital construction work took place in August 2024 and property taxes will be levied annually to service that debt. Additional non-operating sources of non-capital financing include local, state and federal grants and funding.

Cash payments for the acquisition of capital assets and principal and interest payments on long-term debt are the primary uses of capital financing cash activities.

Capital Assets and Debt Administration

At June 30, 2025, the College had \$20,099,690, net of accumulated depreciation, invested in a broad range of capital assets, including land, buildings, and equipment. Additional information pertaining to the College's capital assets is located in Note 4 to these financial statements.

At June 30, 2025, the College had total long-term bond and note obligations outstanding of \$37,147,850. Additional information pertaining to the College's long-term debt obligations is located in Note 9 to these financial statements.

Requests for Information

This financial report is designed to provide a general overview of Oregon Coast Community College's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Vice President of Administrative Services, Oregon Coast Community College, 400 SE College Way, Newport, Oregon 97366

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

BASIC FINANCIAL STATEMENTS

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**STATEMENT OF NET POSITION
June 30, 2025**

ASSETS:	
Cash and Investments	\$ 39,729,711
Accounts Receivable, net	2,304,680
Inventory	58,777
Notes Receivable	196,792
Prepaid	518
OPEB Asset (PERS RHIA)	110,239
Capital Assets:	
Subscription Assets, net of amortization	23,553
Land	1,660,153
Construction In Progress	2,684,403
Buildings, net of depreciation	15,547,844
Equipment, net of depreciation	183,737
Total Assets	62,500,407
 DEFERRED OUTFLOWS OF RESOURCES	
Pension Related Deferrals	2,834,769
Other Post Employment Benefit Deferrals - PERS RHIA	3,113
Other Post Employment Benefit Deferrals - Health Insurance Subsid	4,862
Total Deferred Outflows	2,842,744
Total Assets and Deferred Outflows	\$ 65,343,151
 LIABILITIES	
Accounts Payable	\$ 591,714
Payroll Liabilities	980,240
Due to Other Groups	15,399
Long Term Liabilities	
Due Within One Year	
Compensated Absences	210,791
Bonds Payable	580,283
Due in More Than One Year	
Compensated Absences	535,941
Proportionate Share of the Net Pension Liability	6,488,790
Other Post Employment Benefits	133,332
Notes Payable	208,824
Bonds Payable	36,358,743
Total Liabilities	46,104,057
 DEFERRED INFLOWS:	
Pension Deferrals	531,636
Other Post Employment Benefit Deferrals - PERS RHIA	47,490
Other Post Employment Benefit Deferrals - Health Insurance Subsid	40,605
Total Deferred Inflows	619,731
 NET POSITION:	
Net Investment in Capital Asset	18,383,762
Restricted for:	
PERS RHIA	110,239
Grant Purpose Requirements	241,628
Unrestricted	(116,266)
Total Net Position	18,619,363
Total Liabilities, Deferred Inflows and Net Position	\$ 65,343,151

The accompanying notes are an integral part of this statement

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
For the Year Ended June 30, 2025

OPERATING REVENUES	
Tuition and Fees	\$ 2,314,727
Merchandise Sales	<u>185,046</u>
Total Operating Revenues	<u>2,499,773</u>
OPERATING EXPENSES	
Instruction	8,254,586
Support Services	4,670,509
Community Services	148,913
Amortization, Subscriptions	211,845
Depreciation, Buildings and Equipment	<u>1,158,571</u>
Total Operating Expenses	<u>14,444,424</u>
Operating Income (Loss)	<u>(11,944,651)</u>
NONOPERATING REVENUES (EXPENSES)	
Property Taxes	4,093,649
Investment Income	1,457,427
Donations	209,613
Miscellaneous	1,206,963
Interest Expense	(21,063)
Federal Sources	2,779,815
State Sources	5,608,975
Local Sources	180,766
Amortization of Deferred Loss on Bond Refunding	(133,953)
Bond Issue Costs	<u>(298,942)</u>
TEMP PROCEEDS	-
Gain/(Loss) on Sale of Assets	<u>-</u>
Net Nonoperating Revenues (Expenses)	<u>15,083,250</u>
Increase (Decrease) in Net Position	3,138,599
Net Position, Beginning of the Year	<u>15,902,037</u>
Restatement of Net Position	(421,273)
Net Position, End of the Year	<u><u>\$ 18,619,363</u></u>

The accompanying notes are an integral part of this statement.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2025

Cash Flows From Operating Activities:

Cash Received from Customers	\$ 1,332,592
Cash Paid to Suppliers	(5,381,691)
Cash Paid to Employees	<u>(6,383,777)</u>
Net cash provided (used) by Operating activities	<u>(10,432,876)</u>

Cash flows from investing activities

Capital Asset Purchases	(2,694,073)
Interest on Investments	<u>1,457,427</u>
Net cash provided (used) by Investing activities	<u>(1,236,646)</u>

Cash flows from Noncapital financing activities

Cash Received from Property Taxes	4,063,985
Cash Received from State	5,608,975
Cash Received from Federal Sources	2,779,815
Cash Received from Local Sources	<u>1,597,342</u>
Net cash provided (used) by Noncapital financing activities	<u>14,050,117</u>

Cash flows from Capital Financing activities

Subscription Principal Paid	(186,660)
Debt Issued	36,324,026
Cost of Debt Issuance	(298,942)
Debt Principal Paid	(2,310,000)
Debt Interest Paid	<u>(154,637)</u>
Net cash provided (used) by Capital financing activities	<u>33,373,787</u>

Net increase (decrease) in cash and investments

35,754,382

Cash and investments, beginning of year

3,975,329

Cash and investments, end of year

\$ 39,729,711

Reconciliation of Operating Income to Net Cash Provided by Operating Activities

Operating Income (Loss)	\$ (11,944,651)
Amortization Expense	211,845
Depreciation Expense	1,168,241
Pension and OPEB Adjustments	555,286
OPEB Adjustments	
(Increase) Decrease in Inventory	(10,693)
(Increase) Decrease in Receivables	(1,167,181)
(Increase) Decrease in Prepaid Expenses	(280)
Increase (Decrease) in Payables	497,606
Increase (Decrease) in Unearned Revenue	
Increase (Decrease) in Due to Other Groups	1,116
Increase (Decrease) in Payroll Liabilities	<u>255,835</u>
Net Cash Provided by Operating Activities	<u>\$ (10,432,876)</u>

Non-Cash Investing, Capital and Financing Activities:

Amortization of Premium on Bond Issue	\$ (123,843)
Amortization of Deferred Loss on Bond Refunding	(133,953)

The accompanying notes are an integral part of this statement.

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the College have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the College's accounting policies are described below.

REPORTING ENTITY

The Oregon Coast Community College ("College") was formed on May 19, 1987. The College is managed by a seven member Board of Directors whose members are elected independently.

The accompanying financial statements present the College and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. The College does not have any component units.

BASIS OF PRESENTATION

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB), including Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for state and local governments, and Statement No. 35, Basic Financial Statements and Management's Discussion and Analysis of Public College and Universities, issued in June and November of 1999. The College now follows the "business-type activities" reporting requirements of GASB Statement No. 35 that provides a comprehensive one-column look at the College's financial activities.

BASIS OF ACCOUNTING

The basic financial statements are accounted for on the flow of economic resources measurement focus and are prepared on the accrual basis of accounting, whereby revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Property taxes are recognized as revenue in the years for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the grantor have been met. Under terms of grant agreements, the College funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted portions of net position available to finance the program. It is the College's policy to first apply cost-reimbursement grant resources to such programs and then general revenues. The College's basic financial statements have elected to apply all applicable GASB pronouncements.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

OPERATING REVENUES AND EXPENSES

Proprietary funds (enterprise) distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund is tuition and sale of educational material. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

BUDGETS

A budget is prepared and legally adopted for each governmental fund type on the modified accrual basis of accounting in the main program categories required by the Oregon Local Budget Law. The budgets for all budgeted funds are adopted on a basis consistent with generally accepted accounting principles, except the property taxes received after year-end are not considered budgetary resources in the funds. A budget is not prepared for the agency funds as allowed by Oregon law.

The College begins its budget process early in each fiscal year with the establishment of the budget committee. Recommendations are developed through late winter with the budget committee approving the budget in early spring. Public notices of the budget hearing are generally published in spring with a public hearing being held approximately two weeks later. The Board may amend the budget prior to adoption. However, budgeted expenditures for each fund may not be increased by more than ten percent without re-publication. The budget is then adopted, appropriations are made, and the tax levy declared no later than June 30th.

Expenditure budgets are appropriated at the following levels for each fund:

LEVEL OF CONTROL

- Personnel Services
- Materials and Services
- Capital
- Other Uses - Debt Service and Interfund Transfers
- Operating Contingency

Expenditures cannot legally exceed the above appropriation levels except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year-end. Management may amend line items in the budget without Board approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Board approves them due to a need which exists which was not determined at the time the budget was adopted. The College adopted one supplemental budget in 2024-2025. All expenditures were within budget for the year.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, the statement of net position and the balance sheets, monies in the Oregon State Local Government Investment Pool, savings deposits, and demand deposits are considered to be cash and cash equivalents. Investments with a remaining maturity of more than one year at the time of purchase are stated at fair value.

PROPERTY TAXES RECEIVABLE

Uncollected real and personal property taxes are reflected on the statement of net position as receivables. Uncollected taxes are deemed to be substantially collectible or recoverable through liens. All property taxes receivable are due from property owners within the County.

Under state law, county governments are responsible for extending authorized property tax levies, computing tax rates, billing and collecting all property taxes, and making periodic distributions of collections to entities levying taxes. Property taxes become a lien against the property when levied on July 1 of each year and are payable in three installments due on November 15, February 15 and May 15. Property tax collections are distributed monthly except for November, when such distributions are made weekly.

GRANTS

Unreimbursed expenditures due from grantor agencies are reflected in the basic financial statements as receivables and revenues. Grant revenues are recorded at the time eligible expenditures are incurred. Cash received from grantor agencies in excess of related grant expenditures are recorded as unearned revenue on the statement of net position and the balance sheet.

INVENTORIES

Inventories are valued at the lower of cost (using the first-in/first-out (FIFO) method) or market. The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed.

CAPITAL ASSETS

Capital assets are recorded at original cost or estimated original cost. Donated capital assets are recorded at their estimated fair market value on the date donated. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life longer than a single reporting period. Interest incurred during construction is not capitalized. The cost of routine maintenance and repairs that do not add to the value of the assets or materially extend asset lives are charged to expenditures as incurred and not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	50 years
Vehicles and Equipment	5 years

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

COMPENSATED ABSENCES

The College recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example paid in cash to the employee or payment to an employee flex spending account) during or upon separation from employment. Based on the criteria listed, two types of leave qualify for liability recognition for compensated absences – vacation and sick leave. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Vacation

The College's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment at the employee's current pay rate upon separation from employment.

Sick Leave

The College's policy permits employees to accumulate earned but unused sick leave. All sick leave lapses when employees leave the employ of the College and, upon separation from service, no monetary obligation exists. However, a liability for estimated value of sick leave that will be used by employees as time off is included in the liability for compensated absences.

RETIREMENT PLANS

Substantially all of the College's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statements 68 and 71 have been implemented as of July 1, 2014.

USE OF ESTIMATES

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

LONG-TERM OBLIGATIONS

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period incurred.

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

LONG-TERM OBLIGATIONS (CONTINUED)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

During the 1996-1997 fiscal year, the State legislature passed HB 2610 that allows community colleges to incur bonded indebtedness.

NET POSITION

Net position comprises the various net earnings from operations, nonoperating revenues, expenses and contributions of capital. Net position is made up of items classified in the following three categories:

Net Investment in Capital Assets – consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – consists of all other assets that are not included in the other categories previously mentioned.

If both restricted and unrestricted net position is available for use, restricted net position is assumed to be utilized first.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

FAIR VALUE INPUTS, METHODOLOGIES AND HIERARCHY

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based up on the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FAIR VALUE INPUTS, METHODOLOGIES AND HIERARCHY (CONTINUED)

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market–corroborated inputs)

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund’s own assumptions used in determining the fair value of investments).

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

2. CASH AND INVESTMENTS

The College's cash management policies are governed by state statutes. Statutes authorize the College to invest in bankers' acceptances, time certificates of deposit, commercial paper, repurchase agreements, obligations of the United States and its agencies and instrumentalities, Local Government Investment Pools and fixed or variable life insurance or annuity contracts for funding the deferred compensation plan.

For financial reporting purposes, the College considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

DEPOSITS

Cash and Investments at June 30, 2025 (recorded at fair value) consisted of:

Deposits with Financial Institutions:

Petty Cash	\$ 700
Demand Deposits	608,119
Investments	<u>39,120,892</u>

Total Cash and Investments	<u>\$ 39,729,711</u>
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Deposits with financial institutions include bank demand deposits. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

INVESTMENTS

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments.

The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2025. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it approximates fair value. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2025, the fair value of the position in the LGIP is 100.49% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

There were no known violations of legal or contractual provisions for deposits.

As of June 30, 2025, the College had the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-17	18-59
Piper Sandler Investment	\$ 23,036,200	\$ -	\$ 5,886,360	\$ 17,149,840
State Treasurer's Investment Pool	16,084,692	16,084,692	-	-
Total	\$ 39,120,892	\$ 16,084,692	\$ 5,886,360	\$ 17,149,840

Interest Rate Risk

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB.

The College limits investment maturities as follows:

Less than 30 days	10%
Less than 1 year	50%
Less than 18 months	65%
Less than 3 years	100%

Deposit Risk

At year-end, the College's net carrying amount of deposits was \$608,119 and the bank balance was \$678,065 of which \$250,000 was covered by federal depository insurance. The remaining balance was collateralized by the State of Oregon.

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

INVESTMENTS (CONTINUED)

Concentration of Credit Risk

To avoid incurring unreasonable risks inherent to over-investing in specific instruments or in individual financial institutions, the College's investment policy sets maximum limits on the percentage of the portfolio that can be invested in any one type of security. At June 30, 2025 the College was in compliance with all percentage restrictions. Amounts in the State Treasurer's Local Government Investment Pool are not required by law to be collateralized.

No more than the stated percentage of the overall portfolio will be invested in each of the following categories of securities:

U.S. Treasury Obligations	100%
Federal Instrumentality Securities	100%
Commercial Paper and Corporate Indebtedness	35%
Banker's Acceptances	25%
Local Government Investment Pool (up to Statutory limit)	100%
Time Certificates of Deposit	25%
Repurchase Agreements	100%
Obligations of the States of Oregon, California, Idaho, and Washington	25%

3. ACCOUNTS/GRANTS RECEIVABLE

Total current receivables are equal to \$2,304,680 at June 30, 2025. Tuition receivable is recorded when earned. At June 30, 2025, General Fund accounts receivable consisted of tuition and fees for \$159,277 (equal to the gross amount of \$421,015 less an allowance for doubtful accounts of \$261,738), grants and reimbursements for \$718,243, and property taxes for \$77,971. The college reports the majority of balances that are delinquent over 90 days in the allowance account). The remaining receivables are composed of Property Taxes, Grants and other miscellaneous items reported in other funds.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

4. CAPITAL ASSETS

The changes in capital assets for the year ended June 30, 2025 are as follows:

	<u>6/30/2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/2025</u>
Land	\$ 1,660,153	\$ -	\$ -	\$ 1,660,153
Construction In Progress	-	2,684,403	-	2,684,403
Buildings	32,919,743	-	-	32,919,743
Furniture and Equipment	2,126,087	9,672	-	2,135,759
Total	<u>36,705,983</u>	<u>2,694,075</u>	<u>-</u>	<u>39,400,058</u>
 Accumulated Depreciation				
Buildings	(16,274,574)	(1,097,325)	-	(17,371,899)
Equipment	(1,881,104)	(70,918)	-	(1,952,022)
Total	<u>(18,155,678)</u>	<u>(1,168,243)</u>	<u>-</u>	<u>(19,323,921)</u>
 Totals	 <u>\$ 18,550,305</u>			 <u>\$ 20,076,137</u>

5. DEFINED BENEFIT PENSION PLAN

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Annual Comprehensive Financial Report which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/ACFR/2024-ACFR.pdf>

If the link is expired please contact Oregon PERS for this information.

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
 - i. **Pension Benefits.** The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results. A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier 1 general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

- retirement occurs prior to age 55 with fewer than 25 years of service. Tier 2 members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.
- ii. **Death Benefits.** Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following contributions are met:
- member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
- iii. **Disability Benefits.** A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.
- iv. **Benefit Changes After Retirement.** Members may choose to continue participation in their variable account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.
- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
- i. **Pension Benefits.** This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:
Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.
General service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.
A member of the pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.
- ii. **Death Benefits.** Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

- iii. **Disability Benefits.** A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Contributions – PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2022 actuarial valuation, which became effective July 1, 2023. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2025 were \$725,289, excluding amounts to fund employer specific liabilities. In addition approximately \$255,984 in employee contributions were paid or picked up by the College in fiscal 2025. At June 30, 2025, the College reported a net pension liability of \$6,488,790 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2022. The College's proportion of the net pension liability was based on a projection of the College's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of the measurement date of June 30, 2024 and 2023, the College's proportion was .029 percent and .027 percent, respectively. Pension expense for the year ended June 30, 2025 was \$606,823.

The rates in effect for the year ended June 30, 2025 were:

- (1) Tier 1/Tier 2 – 20.00%
- (2) OPSRP general services – 16.81%

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 384,401	\$ 15,487
Changes in assumptions	652,385	836
Net difference between projected and actual earnings on pension plan investments	412,220	-
Net changes in proportionate share	660,474	-
Differences between contributions and proportionate share of contributions	-	515,313
Subtotal - Amortized Deferrals (below)	2,109,480	531,636
Contributions subsequent to measuring date	725,289	-
Deferred outflow (inflow) of resources	\$ 2,834,769	\$ 531,636

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2026.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

<u>Year ending June 30,</u>	<u>Amount</u>
2026	\$ 90,825
2027	784,219
2028	425,457
2029	231,339
2030	46,004
Thereafter	-
Total	<u>\$ 1,577,844</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated January 31, 2025. Oregon PERS produces an independently audited ACFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/ACFR/2024-ACFR.pdf>

Actuarial Valuations – The employer contribution rates effective July 1, 2023 through June 30, 2025, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Methods and Assumptions:

Valuation date	December 31, 2022
Experience Study Report	2022, Published July 24, 2023
Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll
Asset valuation method	Fair value
Inflation rate	2.40 percent
Investment rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increase	3.40 percent
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision; blend based on service
Mortality	Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2022 Experience Study which is reviewed for the four-year period ending December 31, 2022.

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	20.0%	30.0%	25.0%
Public Equity	22.5%	32.5%	27.5%
Real Estate	7.5%	17.5%	12.5%
Private Equity	15.0%	27.5%	20.0%
Real Assets	2.5%	10.0%	7.5%
Diversifying Strategies	2.5%	10.0%	7.5%
Opportunity Portfolio	0.0%	5.0%	0.0%
Total			100.0%

(Source: June 30, 2024 PERS ACFR; p. 116)

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in January 2023 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Global Equity	27.50%	7.07%
Private Equity	25.50%	8.83%
Core Fixed Income	25.00%	4.50%
Real Estate	12.25%	5.83%
Master Limited Partnerships	0.75%	6.02%
Infrastructure	1.50%	6.51%
Hedge Fund of Funds - Multistrategy	1.25%	6.27%
Hedge Fund Equity - Hedge	0.63%	6.48%
Hedge Fund - Macro	5.62%	4.83%
<i>Assumed Inflation - Mean</i>		2.35%

(Source: June 30, 2024 PERS ACFR; p. 88)

Discount Rate – The discount rate used to measure the total pension liability was 6.90 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the College’s proportionate share of the net pension liability to changes in the discount rate – the following presents the College’s proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the College’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate.

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Proportionate share of the net pension liability	\$ 10,235,803	\$ 6,488,790	\$ 3,350,484

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

There are no changes subsequent to the June 30, 2024 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

Deferred Compensation Plan

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the College for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of resignation, death, disability, or retirement; unforeseeable emergency; or by requesting a de minimis distribution from inactive accounts valued less than \$5,000. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the College.

OPSRP Individual Account Program (OPSRP IAP)

Plan Description:

Employees of the College are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

Pension Benefits:

Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies. Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Death Benefits:

Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

Contributions:

Employees of the College pay six (6) percent of their covered payroll. Effective July 1, 2020, currently employed Tier 1/Tier 2 and OPSRP members earning \$2,500 or more per month (increased to \$3,333 per month in 2022) will have a portion of their 6 percent monthly IAP contributions redirected to an Employee Pension Stability Account. The Employee Pension Stability Account will be used to pay part of the member's future benefit. Of the 6 percent monthly IAP contribution, Tier 1/Tier 2 will have 2.5 percent redirected to the Employee Pension Stability Account and OPSRP will have 0.75 percent redirected to the Employee Pension Stability Account, with the remaining going to the member's existing IAP account. Members may voluntarily choose to make additional after-tax contributions into their IAP account to make a full 6 percent contribution to the IAP. The College made approximately \$255,984 of optional contributions to member IAP accounts for the year ended June 30, 2025.

Additional disclosures related to Oregon PERS not applicable to specific employers are available online, or by contacting PERS at the following address: PO Box 23700 Tigard, OR 97281-3700.

<http://www.oregon.gov/pers/EMP/Pages/GASB.aspx>

6. OTHER POST EMPLOYMENT BENEFIT PLAN – (RHIA)

Plan Description:

As a member of Oregon Public Employees Retirement System (OPERS) the College contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700.

Funding Policy:

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 dollars or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 dollars shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. OTHER POST EMPLOYMENT BENEFIT PLAN – (RHIA) – (CONTINUED)

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the College currently contributes 0.06% of annual covered OPERF payroll and 0.0% of OPSRP payroll under a contractual requirement in effect until June 30, 2025. Consistent with GASB Statement 75, the OPERS Board of Trustees sets the employer contribution rates as a measure of the proportionate relationship of the employer to all employers consistent with the manner in which contributions to the OPEB plan are determined. The basis for the employer's portion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the plan with the total actual contributions made in the fiscal year of all employers. The College has not made significant contributions to RHIA in any of the three previous fiscal years.

At June 30, 2025, the College reported a net OPEB liability/(asset) of (\$110,239) for its proportionate share of the net OPEB liability/(asset). The OPEB liability/(asset) was measured as of June 30, 2024, and the total OPEB liability/(asset) used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of December 31, 2022. Consistent with GASB Statement No. 75, paragraph 59(a), the College's proportion of the net OPEB liability/(asset) is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. As of the measurement date of June 30, 2024 and 2023, the College's proportion was .03 percent and .00 percent, respectively. OPEB expense for the year ended June 30, 2025 was (\$57,557).

Components of OPEB Expense/(Income):

Employer's proportionate share of collective system OPEB Expense/(Income)	\$ (13,106)
Net amortization of employer-specific deferred amounts from:	
- Changes in proportionate share (per paragraph 64 of GASB 75)	(44,451)
- Differences between employer contributions and employer's proportionate share of system contributions (per paragraph 65 of GASB 75)	-
Employer's Total OPEB Expense/(Income)	<u>\$ (57,557)</u>

Components of Deferred Outflows/Inflows of Resources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ -	\$ 2,156
Changes in assumptions	-	1,394
Net difference between projected and actual earnings on pension plan investments	3,113	-
Net changes in proportionate share	-	43,940
Differences between contributions and proportionate share of contributions	-	-
Subtotal - Amortized Deferrals (below)	<u>3,113</u>	<u>47,490</u>
Contributions subsequent to measuring date	-	-
Deferred outflow (inflow) of resources	<u>\$ 3,113</u>	<u>\$ 47,490</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net OPEB liability/(asset) in the fiscal year ended June 30, 2026.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. OTHER POST EMPLOYMENT BENEFIT PLAN – (RHIA) – (CONTINUED)

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

Year ending June 30,	Amount
2026	\$ (46,364)
2027	(57)
2028	1,684
2029	359
2030	-
Thereafter	-
Total	\$ (44,378)

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS Retirement Health Insurance Account Cost-Sharing Multiple-Employer Other Postemployment Benefit (OPEB) Plan Schedules of Employer Allocations and OPEB Amounts by Employer report, as of and for the Year Ended June 30, 2024. That independently audited report was dated January 31, 2025 and can be found at:

<https://www.oregon.gov/pers/emp/Documents/GASB/2024/Oregon-Public-Employees-Retirement-System-RHIA-Schedule-Plan-FY06302024.pdf>

Actuarial Methods and Assumptions:

Valuation Date	December 31, 2022
Experience Study Report	2022, Published July 24, 2023
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Investment rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increase	3.40 percent
Retiree healthcare participation	Healthy retirees: 25%; Disabled retirees: 15%
Mortality	Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. OTHER POST EMPLOYMENT BENEFIT PLAN – (RHIA) – (CONTINUED)

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2022 Experience Study which is reviewed for the four-year period ending December 31, 2022.

Discount Rate:

The discount rate used to measure the total OPEB liability as of the measurement date of June 30, 2024 was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability.

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in January 2023 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Global Equity	27.50%	7.07%
Private Equity	25.50%	8.83%
Core Fixed Income	25.00%	4.50%
Real Estate	12.25%	5.83%
Master Limited Partnerships	0.75%	6.02%
Infrastructure	1.50%	6.51%
Hedge Fund of Funds - Multistrategy	1.25%	6.27%
Hedge Fund Equity - Hedge	0.63%	6.48%
Hedge Fund - Macro	5.62%	4.83%
<i>Assumed Inflation - Mean</i>		2.35%

(Source: June 30, 2024 PERS ACFR; p. 88)

Sensitivity of the College’s proportionate share of the net OPEB liability/(asset) to changes in the discount rate – The following presents the College’s proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 6.90 percent, as well as what the College’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. OTHER POST EMPLOYMENT BENEFIT PLAN – (RHIA) – (CONTINUED)

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Proportionate share of the net OPEB liability (asset)	\$ (102,048)	\$	\$ (117,292)

Changes Subsequent to the Measurement Date

There are no changes subsequent to the June 30, 2024 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

7. OTHER POST EMPLOYMENT BENEFIT PLAN (GASB 75)

Plan Description

The College administers a single-employer defined benefit healthcare plan that covers both active and retired participants. The plan provides post-retirement healthcare benefits for eligible retirees and their dependents through the College’s group health insurance plans. The College’s post-retirement plan was established in accordance with Oregon Revised Statutes (ORS) 243.303 which states, in part, that for the purposes of establishing healthcare premiums, the calculated rate must be based on the cost of all plan members, including both active employees and retirees. Because claim costs are generally higher for retiree groups than for active members, the premium amount does not represent the full cost of coverage for retirees. The resulting additional cost, or implicit subsidy, is required to be valued under GASB Statement 75 related to Other Post-Employment Benefits (OPEB). Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective. The valuation date was July 1, 2024 and the measurement date was June 30, 2025.

Funding Policy

The College has not established a trust fund to finance the cost of post-employment health care benefits related to implicit rate subsidies. Premiums are paid by retirees based on the rates established for active employees. Additional costs related to an implicit subsidy are paid by the College on a pay-as-you-go basis. There is no obligation on the part of the College to fund these benefits in advance. The College considered the liability to be solely the responsibility of the College as a whole and it is allocated to the governmental statements.

Actuarial Methods and Assumptions

The College engaged an actuary to perform a valuation as of July 1, 2024 using the Entry Age Normal, level percent of salary Actuarial Cost Method. Mortality rates were based on the Pub-2010 Teachers table, separate Employee/Healthy Annuitant, sex distinct, generational with no setback. Demographic assumptions regarding retirement, disability, and turnover are based on the amounts actuarially determined on behalf of Oregon PERS. Election rate and lapse assumptions are based on experience implied by valuation data for this and other Oregon public employers.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFIT PLAN (GASB 75) – (CONTINUED)

Health Care Cost Trend	Medical and vision:																				
	<table border="0" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th style="text-align: center; border-bottom: 1px solid black;">Year</th> <th style="text-align: center; border-bottom: 1px solid black;">Pre-65 Trend</th> </tr> </thead> <tbody> <tr><td style="text-align: center;">2022</td><td style="text-align: center;">3.50%</td></tr> <tr><td style="text-align: center;">2023</td><td style="text-align: center;">4.00%</td></tr> <tr><td style="text-align: center;">2024</td><td style="text-align: center;">4.50%</td></tr> <tr><td style="text-align: center;">2025</td><td style="text-align: center;">5.00%</td></tr> <tr><td style="text-align: center;">2026</td><td style="text-align: center;">5.50%</td></tr> <tr><td style="text-align: center;">2026-2031</td><td style="text-align: center;">5.60%-6.00%</td></tr> <tr><td style="text-align: center;">2031-2036</td><td style="text-align: center;">5.10%-5.50%</td></tr> <tr><td style="text-align: center;">2036-2041</td><td style="text-align: center;">4.60%-4.90%</td></tr> <tr><td style="text-align: center;">2041+</td><td style="text-align: center;">4.50%</td></tr> </tbody> </table>	Year	Pre-65 Trend	2022	3.50%	2023	4.00%	2024	4.50%	2025	5.00%	2026	5.50%	2026-2031	5.60%-6.00%	2031-2036	5.10%-5.50%	2036-2041	4.60%-4.90%	2041+	4.50%
Year	Pre-65 Trend																				
2022	3.50%																				
2023	4.00%																				
2024	4.50%																				
2025	5.00%																				
2026	5.50%																				
2026-2031	5.60%-6.00%																				
2031-2036	5.10%-5.50%																				
2036-2041	4.60%-4.90%																				
2041+	4.50%																				

Health care cost trend affects both the projected health care costs as well as the projected health care premiums.

General Inflation

2.00% per year, used to develop other economic assumptions

Annual Pay Increases

3.00% per year, based on general inflation and the likelihood of raises throughout participants' careers

Mortality

Mortality rates for active male participants are 125% of the Pub-210 rates, 100% for females

Disability

Based on the Oregon PERS assumptions

Withdrawal

Based on Oregon PERS assumptions. Annual rates are based on employment classification, gender, and duration from hire date.

Retirement

Based on Oregon PERS assumptions. Annual rates are based on age, Tier/OPSRP, duration of service, and employment classification.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFIT PLAN (GASB 75) – (CONTINUED)

Changes in the Net OPEB Liability

	Increase/ (Decrease)
Total OPEB Liability at June 30, 2024	\$ 115,497
Changes for the year:	
Service cost	14,886
Interest	5,171
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions or other input	-
Benefit payments	(2,222)
Balance as of June 30, 2025	\$ 133,332

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Trend Rates

The following analysis presents the net OPEB liability using a discount rate of 4.00%, as well as what the College's net OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (3.00%) or one percentage point higher (5.00%) than the current rate, a similar sensitivity analysis is presented for the changes in the healthcare trend assumption:

	1% Decrease 3.00%	Current Discount Rate 4.00%	1% Increase 5.00%
Total OPEB Liability	\$ 142,880	\$ 133,332	\$ 124,313
	1% Decrease Healthcare	Current Trend Rate Healthcare	1% Increase Healthcare
Total OPEB Liability	\$ 115,906	\$ 133,332	\$ 154,308

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFIT PLAN (GASB 75) – (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB Benefits

The College reports information on deferred outflows and deferred inflows of resources at year end as well as a schedule of amounts of those deferred outflows of resources and deferred inflows of resources that will be recognized in other post-employment benefit expense for the following five years.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 3,980	\$ 8,936
Changes in assumptions or other input	882	31,669
Benefit Payments	-	-
Deferred outflow (inflow) of resources	\$ 4,862	\$ 40,605

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

Year ending June 30,	Amount
2026	\$ (7,613)
2027	(7,425)
2028	(7,429)
2029	(6,636)
2030	(6,640)
Thereafter	-
Total	\$ (35,743)

8. INTERFUND BALANCES AND TRANSFERS

The composition of interfund balances as of June 30, 2025 is as follows:

Fund	Due From	Due To	Transfer In	Transfer Out
General	\$ -	\$ 164,396	\$ -	\$ 7,553
Debt Service	-	133,076	-	-
Special Revenue Grant	-	74,718	7,553	-
Reserve	307,024	-	229,342	-
Campus Project	-	5,220	-	229,342
Enterprise	-	83,525	-	-
Internal Service	153,911	-	-	-
Total	\$ 460,935	\$ 460,935	\$ 236,895	\$ 236,895

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

9. DEBT

All long-term obligations of the College are payable from the General and Debt Service funds.

GO Bonds

In July of 2004 the College issued general obligation bonds. The proceeds were used for capital construction projects. The interest rates range from 2.25% to 5.25%. In March of 2012, \$17,295,000 of these bonds was defeased through the issuance of \$17,425,000 in advance refunding bonds. The proceeds of the refunding bonds have been set aside in an irrevocable escrow account pending the call date or maturity of the defeased bonds. The interest rates on the refunding bonds range from 1.50% to 5.00%. The amount of defeased bonds outstanding (but no longer owed by the College) was \$17,295,000. The advance refunding bonds were also issued at a premium of \$1,609,971, resulting in a deferred loss on the transaction of \$1,739,971.

In July, 2024, the College issued general obligation bonds in the amount of \$33,161,742 for the purpose of financing construction. The bonds were sold at a premium of \$3,162,284 which increased the proceeds received. The bonds bear interest at 5% annually and are scheduled to be paid off in 2045. The premium is amortized over the life of the bonds and the annual amortization will offset interest expense for the year.

Pension Obligation Bonds

In June of 2005, the College issued \$2,370,000 of limited tax pension obligation bonds to finance its unfunded actuarially accrued liability (UAL) with the State of Oregon Public Employees Retirement System (PERS). The issuance of the bonds was considered an advance refunding of the College's UAL and resulted in an estimated present value savings of approximately \$729,811 over the life of the bonds. The actual savings realized by the College over the life of the bonds is uncertain because of the various legislative changes and legal issues pending with the PERS system which could impact the College's future required contribution rate. The interest rates range from 4.643% to 4.831%, which change over the life of the bonds.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

9. DEBT (continued)

Current year activity and future maturities for long term debt are as follows:

	Outstanding 6/30/2024	Issued	Matured and Redeemed	Outstanding 6/30/2025
2005 Pension Bonds	\$ 825,000	\$ -	\$ 210,000	\$ 615,000
2012 GO Refunding Bonds	2,100,000	-	2,100,000	-
2024 GO Bonds	-	33,161,742	-	33,161,742
Unamortized Premium on 2024 GO Bonds	123,843	3,162,284	123,843	3,162,284
Total Bonds Payable	\$ 3,048,843	\$ 36,324,026	\$ 2,433,843	\$ 36,939,026
Amounts Payable in Fiscal Year:	2005 Pension Bonds		2024 GO Bonds	
2025-2026	\$ 230,000	\$ 29,711	\$ 350,283	\$ 1,727,750
2026-2027	250,000	18,599	431,856	1,709,500
2027-2028	135,000	6,522	571,010	1,687,000
2028-2029	-	-	666,978	1,657,250
2029-2030	-	-	762,946	1,622,500
2030-2035	-	-	5,940,420	7,364,000
2035-2040	-	-	9,707,163	5,438,000
2040-2045	-	-	14,731,086	2,428,750
Total	\$ 615,000	\$ 54,832	\$ 33,161,742	\$ 23,634,750

Direct Borrowing

The College receives loans from HHS to distribute to Nursing Students. As of June 30, 2025 \$208,824 has been drawn down by the College. This amount is recorded as Notes Payable on the balance sheet. As of the date of this report, no formal payback timeline has been set. HHS evaluates the loan status annually and amends future distributions accordingly.

As of June 30, 2025, the College has distributed \$196,792 in loans to students. This amount is recorded as Notes Receivable on the balance sheet.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

Subscription Assets and Subscriptions Payable

For the year ended 6/30/2025, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

As of 06/30/2025, Oregon Coast Community College, OR had 4 active subscriptions. The subscriptions have payments that range from \$20,000 to \$108,532 and interest rates that range from 2.3540% to 2.5330%. As of 06/30/2025, the total combined value of the subscription liability is \$0, and the total combined value of the short-term subscription liability is \$0. The combined value of the right to use asset, as of 06/30/2025 of \$76,035 with accumulated amortization of \$52,483 is included within the Subscription Class activities table found below. The subscriptions had \$0 of Variable Payments and \$0 of Other Payments, not included in the Subscription Liability, within the Fiscal Year.

Principal and Interest Requirements to Maturity

<u>Fiscal Year</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total Payments</u>
2026	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

Current Year Changes in Subscription Assets and Subscriptions Payable

	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025
Subscription Liability				
Software				
Campus Management	\$ 106,954	\$ -	\$ 106,954	\$ -
Dark Trace	54,603	-	54,603	-
Faronics	-	-	-	-
Watermark	25,103	-	25,103	-
Total Software Subscription Liability	186,660	-	186,660	-
Total Subscription Liability	\$ 186,660	\$ -	\$ 186,660	\$ -
Subscription Assets				
Software				
Campus Management	\$ 315,321	\$ -	\$ -	\$ 315,321
Dark Trace	163,243	-	-	163,243
Faronics	1,369	-	-	1,369
Watermark	80,450	-	-	80,450
Total Software Subscription Assets	560,383	-	-	560,383
Total Subscription Assets	\$ 560,383	\$ -	\$ -	\$ 560,383
Subscription Accumulated Amortization				
Software				
Campus Management	\$ 210,214	\$ 105,107	\$ -	\$ 315,321
Dark Trace	108,828	54,414	-	163,242
Faronics	1,473	392	-	1,865
Watermark	4,470	51,932	-	56,402
Total Software Subscription Accumulated Amortizat	324,985	211,845	-	536,830
Total Subscription Accumulated Amortization	324,985	211,845	-	536,830
Total Governmental Subscription Assets, Net	\$ 235,398	\$ (211,845)	\$ -	\$ 23,553

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

11. PROPERTY TAX LIMITATIONS

The voters of the State of Oregon approved ballot Measure 5, a constitutional limit on property taxes for schools and non-school government operations, in November 1990. School operations include community colleges, local school districts and education service districts. The limitation provides that property taxes for school operations are limited to \$5.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt. The result of this initiative has been that entities have become more dependent upon state funding and less dependent upon property tax revenues as their major source of operating revenue. The voters of the State of Oregon passed ballot Measure 50 in May, 1997 to further reduce property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit.

Measure 50 reduced the amount of operating property tax revenues available to the College for its 1997-98 fiscal year, and thereafter. This reduction is accomplished by rolling assessed property values back to their 1995-96 values less 10%, and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The Measure also sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State of Oregon to minimize the impact of the tax cuts to schools. The State of Oregon, in its 2001 legislative session, provided additional State revenues for the 2002-2003 biennium to help alleviate the impact on school operations.

12. RISK MANAGEMENT

The College sets aside funds to pay worker unemployment claims and insurance deductible expenses and other related costs. This activity is accounted for in the Internal Service Funds. The College is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The College purchases commercial insurance to minimize its exposure to these risks. Settled claims did not exceed this commercial coverage for the past three years.

13. COMMITMENTS AND CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by grantor agencies cannot be determined at this time although the College expects such amounts, if any, to be immaterial.

14. CERTAIN RISK DISCLOSURES

State and Federal Funding

The College operates as a subdivision of the state, and as such, its funding is heavily reliant on appropriations from the state legislature. For the year ended June 30, 2025, approximately 25% of the College's total revenues were provided by unrestricted funding from the State of Oregon. This concentration of funding exposes the College to significant financial risk should state funding levels decrease. Although the legislature approved the next biennial funding cycle, effective beginning July 1, 2025, the College's future funding remains uncertain, particularly given the state's dependence on federal aid for various programs, including education. Federal funding, as noted in subsequent sections, is currently experiencing reductions and is expected to face further reductions in the foreseeable future.

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

14. CERTAIN RISK DISCLOSURES (Continued)

The College also receives federal grants, which made up 15% of its revenues for the year ending June 30, 2025. Most of these federal grants are scheduled to begin in the upcoming fiscal year starting October 1, 2025. As of the financial statement date, federal budget negotiations for 2025-26 are ongoing, and the College's reliance on federal funding introduces exposure to the broader implications of national debt levels and potential federal spending adjustments. Management actively monitors economic and legislative developments to assess potential impacts on future federal funding.

The College's long-term financial strategies are reviewed periodically to address the risks associated with these funding concentrations.

15. RESTATEMENT OF NET POSITION

Implementation of GASB No. 101 – Compensated Absences

In fiscal year 2024-25, the College implemented Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences. This Statement was issued to improve the recognition and measurement of compensated absences and liabilities, such as vacation and sick leave, and to enhance consistency in financial reporting among governments.

GASB 101 requires that compensated absences be recognized as a liability when the related leave is earned rather than when it is paid or taken. Under the previous standard, GASB Statement No. 16, certain leave types were only recognized when they were due and payable.

As a result of implementing GASB 101, the beginning net position as of July 1, 2024 has been restated as follows:

Government-wide Statement of Net Position	Governmental Activities
Beginning Net Position, as previously reported	\$ 15,902,037
Adjustment for implementation of GASB 101 (increase in compensated absences liability)	<u>(421,273)</u>
Beginning Net Position, as restated	\$ 15,480,764

The adjustment reflects the cumulative effect of applying the new standard retroactively to beginning balances. The change had to impact on fund balance in the governmental fund financial statements because liabilities for compensated absences are recognized only to the extent they are due and payable in those statements.

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2025**

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability - NPL or, (OPEB asset)	(b) Employer's proportionate share of the net pension liability - NPL or, (OPEB asset)	(c) College's covered payroll	(b/c) NPL or (OPEB asset) as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
<u>Net Pension Liability - Oregon PERS</u>					
2025	0.03 %	\$ 6,488,790	\$ 3,731,409	173.9 %	79.3 %
2024	0.03	5,043,434	3,713,973	135.8	81.3
2023	0.02	3,771,359	3,465,755	108.8	84.5
2022	0.02	2,815,431	3,077,541	91.5	87.6
2021	0.02	4,859,574	2,978,837	163.1	75.8
2020	0.02	3,621,489	2,750,965	131.6	80.2
2019	0.02	2,783,955	2,548,423	109.2	82.1
2018	0.01	1,923,104	2,255,421	85.3	83.1
2017	0.02	2,709,625	1,854,386	146.1	80.5
2016	0.02	1,145,957	2,035,890	56.3	91.2

SCHEDULE OF CONTRIBUTIONS

Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
<u>Oregon PERS</u>					
2025	\$ 725,289	\$ 725,289	\$ -	\$ 4,266,404	17.0 %
2024	634,339	634,339	-	3,731,409	17.0
2023	594,236	594,236	-	3,713,973	16.0
2022	560,578	560,578	-	3,465,755	16.2
2021	393,043	393,043	-	3,077,541	12.8
2020	369,491	369,491	-	2,978,837	12.4
2019	188,441	188,441	-	2,750,965	6.8
2018	197,758	197,758	-	2,548,423	7.8
2017	143,781	143,781	-	2,255,421	6.4
2016	147,514	147,514	-	1,854,386	8.0

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2025**

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY/(ASSET)

Year Ended June 30,	(a) Employer's proportion of the net pension liability - NPL or, (OPEB asset)	(b) Employer's proportionate share of the net pension liability - NPL or, (OPEB asset)	(c) College's covered payroll	(b/c) NPL or (OPEB asset) as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
<u>Net OPEB Liability/(Asset) - PERS RHIA</u>					
2025	0.03 % \$	(110,239) \$	3,731,409	(3.0) %	220.6 %

SCHEDULE OF CONTRIBUTIONS

Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
<u>PERS RHIA</u>					
2025	\$ -	\$ -	\$ -	\$ 4,266,404	- %

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF CHANGES IN OTHER POST-EMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
For the Year Ended June 30, 2025**

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Total Other Post Employment Benefits Liability, Beginning	\$ 115,497	\$ 147,767	\$ 134,826
Changes for the year:			
Service Cost	14,886	15,084	14,645
Interest	5,171	5,586	5,112
Differences between expected and actual experience	-	(11,012)	-
Changes in assumptions or other input	-	(35,444)	-
Benefit Payments	<u>(2,222)</u>	<u>(6,484)</u>	<u>(6,816)</u>
Net changes for the year	<u>17,835</u>	<u>(32,270)</u>	<u>12,941</u>
Total Other Post Employment Benefits Liability, Ending	<u>\$ 133,332</u>	<u>\$ 115,497</u>	<u>\$ 147,767</u>
Fiduciary Net Position - Beginning	\$ -	\$ -	\$ -
Contributions - Employer	2,222	6,484	6,816
Contributions - Employee	-	-	-
Net Investment Income	-	-	-
Benefit Payments	(2,222)	(6,484)	(6,816)
Administrative Expense	<u>-</u>	<u>-</u>	<u>-</u>
Net changes for the year	<u>-</u>	<u>-</u>	<u>-</u>
Fiduciary Net Position - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net Liability for Other Post Employment Benefits - End of Year	<u>\$ 133,332</u>	<u>\$ 115,497</u>	<u>\$ 147,767</u>
Fiduciary Net Position as a percentage of the total Single Employer Pension Liability	0%	0%	0%
Covered Payroll	\$ 3,775,713	\$ 3,578,875	\$ 3,169,867
Net Single Employer Pension Plan as a Percentage of Covered Payroll	4%	3%	5%

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
\$	127,095	\$ 115,189	\$ 107,034	\$ 63,356	\$ 52,215
	14,748	14,249	13,441	12,986	9,014
	3,139	2,854	4,361	3,664	2,127
	9,288	-	(7,490)	-	-
	(14,815)	-	6,192	28,706	-
	<u>(4,629)</u>	<u>(5,197)</u>	<u>(8,349)</u>	<u>(1,678)</u>	<u>-</u>
	<u>7,731</u>	<u>11,906</u>	<u>8,155</u>	<u>43,678</u>	<u>11,141</u>

<u>\$ 134,826</u>	<u>\$ 127,095</u>	<u>\$ 115,189</u>	<u>\$ 107,034</u>	<u>\$ 63,356</u>
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\$	-	\$ -	\$ -	\$ -	\$ -
-	4,629	5,197	8,349	1,678	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(4,629)	(5,197)	(8,349)	(1,678)	-
-	-	-	-	-	-
-	-	-	-	-	-

<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
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<u>\$ 134,826</u>	<u>\$ 127,095</u>	<u>\$ 115,189</u>	<u>\$ 107,034</u>	<u>\$ 63,356</u>
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	0%	0%	0%	0%	0%
\$	3,077,541	\$ 2,467,260	\$ 2,383,826	\$ 2,734,412	\$ 2,641,944

	4%	5%	5%	4%	2%
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OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

SUPPLEMENTARY INFORMATION

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**COMBINING BALANCE SHEET - MODIFIED ACCRUAL BASIS
June 30, 2025**

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE GRANT FUND</u>	<u>DEBT SERVICE FUND</u>	<u>CAMPUS PROJECT FUND</u>	<u>ENTERPRISE FUND</u>
ASSETS:					
Cash and Investments	\$ 4,427,725	\$ 38,736	\$ 703,391	\$ 34,559,167	\$ 692
Receivables:					
Property Taxes	77,971	-	108,360	-	-
Accounts, net	175,922	-	16,758	136,875	13,072
Grants and Reimbursements	1,306,601	469,121	-	-	-
Other	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Inventory	-	-	-	-	58,777
Prepaid Expenses	518	-	-	-	-
Total Assets	<u>\$ 5,988,737</u>	<u>\$ 507,857</u>	<u>\$ 828,509</u>	<u>\$ 34,696,042</u>	<u>\$ 72,541</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 97,720	\$ 179,479	\$ -	\$ 312,066	\$ -
Payroll Liabilities	980,240	-	-	-	-
Due to Other Groups	15,399	-	-	-	-
Due To Other Funds	164,396	74,718	133,076	5,220	83,525
Unearned Revenue	-	12,032	-	-	-
Total Liabilities	<u>1,257,755</u>	<u>266,229</u>	<u>133,076</u>	<u>317,286</u>	<u>83,525</u>
Deferred Inflows:					
Unavailable Revenue - Property Taxes	77,971	-	108,360	-	-
Fund Balances:					
Restricted for Grant Programs	-	241,628	-	-	-
Unrestricted	4,653,011	-	587,073	34,378,756	(10,984)
Total Fund Balances	<u>4,653,011</u>	<u>241,628</u>	<u>587,073</u>	<u>34,378,756</u>	<u>(10,984)</u>
Total Liabilities, Deferred Inflows, and Fund Balance:	<u>\$ 5,988,737</u>	<u>\$ 507,857</u>	<u>\$ 828,509</u>	<u>\$ 34,696,042</u>	<u>\$ 72,541</u>

<u>INTERNAL SERVICE FUND</u>	<u>RESERVE FUND</u>	<u>TOTAL COLLEGE</u>
\$ -	\$ -	\$ 39,729,711
-	-	186,331
-	-	342,627
-	-	1,775,722
-	-	-
153,911	307,024	460,935
-	-	58,777
<u>-</u>	<u>-</u>	<u>518</u>
<u>\$ 153,911</u>	<u>\$ 307,024</u>	<u>\$ 42,554,621</u>

\$ 2,449	\$ -	\$ 591,714
-	-	980,240
-	-	15,399
-	-	460,935
<u>-</u>	<u>-</u>	<u>12,032</u>
<u>2,449</u>	<u>-</u>	<u>2,060,320</u>

<u>-</u>	<u>-</u>	<u>186,331</u>
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-	-	241,628
<u>151,462</u>	<u>307,024</u>	<u>40,066,342</u>

<u>151,462</u>	<u>307,024</u>	<u>40,307,970</u>
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<u>\$ 153,911</u>	<u>\$ 307,024</u>	<u>\$ 42,554,621</u>
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OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

Reconciliation of the Modified Accrual
Combining Balance Sheet to the Statement of Net Position
June 30, 2025

Total Fund Balances - Governmental Funds	\$	40,307,970
<p>The cost of capital assets (land, buildings, equipment, subscriptions) purchased or constructed is reported as an expenditure in governmental funds. The statement of Net Position includes those capital assets among the assets of the District as a whole.</p>		
Net Capital Assets		20,099,690
Long-Term Notes Receivable are deferred in the Governmental Funds Balance Sheet but are fully realized on the Statement of Net Position		196,792
The net pension liability is not accrued in the governmental funds. In the funds, expenditures are recorded for actual contributions only.		(6,488,790)
The net OPEB asset is not recognized in the governmental funds		110,239
The cost of compensated absences is expended in the governmental funds, but is capitalized on the Statement of Net Position.		(746,732)
<p>Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long term, are reported in the Statement of Net Position.</p>		
Long term Liabilities		
Bonds payable	(36,939,026)	
Notes Payable	(208,824)	
Other Postemployment Benefits - Health Insurance Subsidy	(133,332)	(37,281,182)
<p>Deferred Outflows and Inflows are recorded on the Statement of Net Position to account for changes in the College's pension and OPEB obligations. These deferred items are not recorded in the governmental funds.</p>		
Deferred Outflows - Pension	2,834,769	
Deferred Outflows - OPEB (Health Subsidy)	4,862	
Deferred Outflows - OPEB (PERS RHIA)	3,113	
Deferred Inflows - Pension	(531,636)	
Deferred Inflows - OPEB (Health Subsidy)	(40,605)	
Deferred Inflows - OPEB (PERS RHIA)	(47,490)	2,223,013
Unspent Advances received for Nursing Loans are recorded as Deferred Revenue on the Governmental Funds Balance Sheet. On the Statement of Net Position, however, the full amount received is already included in Notes Payable		12,032
Unavailable Revenue - Property Taxes		186,331
Net Position	\$	<u><u>18,619,363</u></u>

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**Reconciliation of the Change in Total Fund Balances - Modified Accrual Basis
to the Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2025**

Total Net Changes in Fund Balances - Governmental Funds	\$	36,303,199
Repayment of bond principal and premium is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Additions to bond principal and premium are expenses for the Statement of Activities but not the governmental funds.		2,433,843
Proceeds from newly issued bonds are revenues to the governmental funds, but add to the liability balance on the government-wide statements.		(36,324,026)
Repayment of the principal balance of subscriptions payable are expenditures to the funds but simply reduce the balance of the liability on the Statement of Net Position.		186,660
Amortization of Subscription Assets is not expensed in the funds		(211,845)
Amortization of the deferred loss on bond refunding is not recognized in the governmental funds, but is expensed to reduce the balance of the deferred amount on the Statement of Net Position.		(133,953)
Changes in the estimated balances of Other Postemployment Benefits are not recognized in the fund financial statements, but are recorded as a net (increase)/decrease to expenditures on the Statement of Activities		51,537
Capital Outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeds depreciation.		
Capitalized Expenditures, land, buildings, equipment	\$	2,684,403
Depreciation Expense		(1,158,571)
		1,525,832
Changes in net pension related assets, deferred outflows, liabilities and deferred inflows are recognized in expenses on the Statement of Activities. These changes are not reflected in the governmental funds		(606,823)
Compensated Absences are an expenditure when used in the governmental funds, but is expensed as earned in the Statement of Activities		(103,350)
The change in deferred nursing loans receivable is recognized as revenue on the statement of activities		(12,140)
Property tax revenue in the Statement of Activities differs from the amount reported in the governmental funds. In the governmental funds, which are on the modified accrual basis, the District recognizes unavailable revenue for all property taxes levied but not received, however in the Statement of Activities, there is no unavailable revenue and the full property tax receivable is accrued.		29,665
Change in Net Position of Governmental Activities	\$	3,138,599

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
For the Year Ended June 30, 2025**

	<u>GENERAL FUND</u>			VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
REVENUES:				
Revenue From Local Sources:				
Property Taxes	\$ 1,594,984	\$ 1,594,984	\$ 1,634,950	\$ 39,966
Tuition and Fees	2,006,942	2,006,942	2,314,727	307,785
Interest	105,662	105,662	113,192	7,530
Donations	100,000	100,000	209,613	109,613
Miscellaneous	319,450	319,450	1,243,133	923,683
Total Local Revenue	4,127,038	4,127,038	5,515,615	1,388,577
Revenue From State Sources:				
Total State Revenue	4,297,713	4,297,713	4,297,027	(686)
Revenue From Federal Sources:				
Total Federal Revenue	48,886	48,886	21,242	(27,644)
Total Revenues	8,473,637	8,473,637	9,833,884	1,360,247
EXPENDITURES:				
Personnel Services	7,237,099	7,237,099 (1)	5,967,168	1,269,931
Materials and Services	1,985,304	1,985,304 (1)	1,949,433	35,871
Capital Outlay	150,000	150,000 (1)	-	150,000
Debt Service	188,683	188,683 (1)	33,929	154,754
Contingency	1,147,330	1,147,330 (1)	-	1,147,330
Total Expenditures	10,708,416	10,708,416	7,950,530	2,757,886
Excess of Revenues Over, (Under) Expenditures	(2,234,779)	(2,234,779)	1,883,354	4,118,133
OTHER FINANCING SOURCES, (USES)				
Subscription Proceeds	-	-	-	-
Transfers Out	(15,000)	(15,000) (1)	(7,553)	7,447
Total Other Financing Sources, (Uses)	(15,000)	(15,000)	(7,553)	7,447
Net Change in Fund Balance	(2,249,779)	(2,249,779)	1,875,801	4,125,580
Beginning Fund Balance	2,249,779	2,249,779	2,777,210	527,431
Ending Fund Balance	\$ -	\$ -	\$ 4,653,011	\$ 4,653,011

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2025**

<u>SPECIAL REVENUE GRANT FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
REVENUES:				
Interest	\$ -	\$ -	\$ 2,486	\$ 2,486
State Sources	2,243,124	2,243,124	1,311,948	(931,176)
Federal Sources	4,486,851	4,486,851	2,763,945	(1,722,906)
Local Sources	<u>210,500</u>	<u>210,500</u>	<u>175,394</u>	<u>(35,106)</u>
Total Revenues	<u>6,940,475</u>	<u>6,940,475</u>	<u>4,253,773</u>	<u>(2,686,702)</u>
EXPENDITURES:				
Instruction:				
Personnel Services	1,890,558	1,890,558 (1)	1,128,856	761,702
Materials and Services	1,760,988	1,510,988 (1)	837,726	673,262
Financial Aid Disbursements	3,572,101	3,572,101 (1)	2,613,557	958,544
Capital	<u>100,000</u>	<u>350,000 (1)</u>	<u>-</u>	<u>350,000</u>
Total Expenditures	<u>7,323,647</u>	<u>7,323,647</u>	<u>4,580,139</u>	<u>2,743,508</u>
Excess of Revenues Over (Under) Expenditures	(383,172)	(383,172)	(326,366)	56,806
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>15,000</u>	<u>15,000</u>	<u>7,553</u>	<u>(7,447)</u>
Net Change in Fund Balance	(368,172)	(368,172)	(318,813)	49,359
Beginning Fund Balance	<u>368,172</u>	<u>368,172</u>	<u>560,441</u>	<u>192,269</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 241,628</u>	<u>\$ 241,628</u>

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2025**

<u>DEBT SERVICE FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
REVENUES:				
Property Taxes	\$ 2,337,467	\$ 2,337,467	\$ 2,429,034	\$ 91,567
Interest	26,980	26,980	76,818	49,838
Other Local Revenue	236,391	236,391	193,663	(42,728)
Total Revenues	2,600,838	2,600,838	2,699,515	98,677
EXPENDITURES:				
Materials and Services	-	-	50	(50)
Debt Service - GO Bonds	3,505,167	3,505,167 (1)	2,205,000	1,300,167
Debt Service - PERS Bonds	249,856	249,856 (1)	249,856	-
Contingency	542,875	542,875 (1)	-	542,875
Total Debt Expenditures	4,297,898	4,297,898	2,454,906	1,842,992
Total Expenditures	4,297,898	4,297,898	2,454,906	1,843,042
Excess of Revenues Over (Under) Expenditures	(1,697,060)	(1,697,060)	244,609	1,941,669
OTHER FINANCING SOURCES (USES):				
Transfers In	1,300,000	1,300,000	-	(1,300,000)
Transfers Out	-	-	-	-
Total Other Financing Sources, (Uses)	1,300,000	1,300,000	-	(1,300,000)
Net Change in Fund Balance	(397,060)	(397,060)	244,609	641,669
Beginning Fund Balance	397,060	397,060	342,464	(54,596)
Ending Fund Balance	\$ -	\$ -	\$ 587,073	\$ 587,073

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2025**

<u>ENTERPRISE FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
REVENUES:				
Merchandise Sales	\$ 200,151	\$ 200,151	\$ 185,046	\$ (15,105)
Total Revenues	200,151	200,151	185,046	(15,105)
EXPENDITURES:				
Enterprise and Community Services:				
Personal Services	47,852	47,852 (1)	33,874	13,978
Materials and Services	130,850	130,850 (1)	115,039	15,811
Total Enterprise and Community Services	178,702	178,702	148,913	29,789
Contingency	-	- (1)	-	-
Total Expenditures	178,702	178,702	148,913	29,789
Net Change in Fund Balance	21,449	21,449	36,133	14,684
Beginning Fund Balance	(21,449)	(21,449)	(47,117)	(25,668)
Ending Fund Balance	\$ -	\$ -	\$ (10,984)	\$ (10,984)

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2025**

<u>INTERNAL SERVICE FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
REVENUES:				
Internal Charges	\$ 44,511	\$ 44,511	\$ 32,354	\$ (12,157)
Total Revenues	<u>44,511</u>	<u>44,511</u>	<u>32,354</u>	<u>(12,157)</u>
EXPENDITURES:				
Materials and Services	35,200	35,200 (1)	11,073	24,127
Contingency	<u>142,617</u>	<u>142,617 (1)</u>	<u>-</u>	<u>142,617</u>
Total Expenditures	<u>177,817</u>	<u>177,817</u>	<u>11,073</u>	<u>166,744</u>
Net Change in Fund Balance	(133,306)	(133,306)	21,281	154,587
Beginning Fund Balance	<u>133,306</u>	<u>133,306</u>	<u>130,181</u>	<u>(3,125)</u>
Ending Fund Balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 151,462</u></u>	<u><u>\$ 151,462</u></u>

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2025**

	<u>Capital Projects</u>			VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
REVENUES:				
Interest	\$ -	\$ -	\$ 1,267,417	\$ 1,267,417
Total Revenues	<u>-</u>	<u>-</u>	<u>1,267,417</u>	<u>1,267,417</u>
EXPENDITURES:				
Facilities:				
Personal Services	-	-		-
Materials and Services	-	1,000,000	1,058,043	(58,043)
Capital Outlay	<u>39,400,000</u>	<u>38,400,000</u>	<u>1,626,360</u>	<u>36,773,640</u>
Total Expenditures	<u>39,400,000</u>	<u>39,400,000 (1)</u>	<u>2,684,403</u>	<u>36,715,597</u>
Excess of Revenues Over (Under) Expenditures	(39,400,000)	(39,400,000)	(1,416,986)	37,983,014
OTHER FINANCING SOURCES (USES):				
Bond Sales & Local Financing	33,000,000	33,000,000	36,025,084	3,025,084
State Matching Funds	8,000,000	8,000,000	-	(8,000,000)
Transfers Out	<u>(1,600,000)</u>	<u>(1,600,000)</u>	<u>(229,342)</u>	<u>1,370,658</u>
Total Other Financing Sources, (Uses)	39,400,000	39,400,000	35,795,742	(3,604,258)
Net Change in Fund Balance	-	-	34,378,756	34,378,756
Beginning Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,378,756</u>	<u>\$ 34,378,756</u>

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2025**

	<u>RESERVE FUND</u>			VARIANCE TO FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
Materials and Services	\$ 214,364	\$ 214,364 (1)	\$ 163,910	\$ 50,454
Contingency	<u>300,000</u>	<u>300,000 (1)</u>	<u>-</u>	<u>300,000</u>
Total Expenditures	<u>514,364</u>	<u>514,364</u>	<u>163,910</u>	<u>350,454</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>300,000</u>	<u>300,000</u>	<u>229,342</u>	<u>(70,658)</u>
Net Change in Fund Balance	(214,364)	(214,364)	65,432	279,796
Beginning Fund Balance	<u>214,364</u>	<u>214,364</u>	<u>241,592</u>	<u>27,228</u>
Ending Fund Balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 307,024</u></u>	<u><u>\$ 307,024</u></u>

(1) Appropriation Level

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**BALANCE SHEET - FIDUCIARY FUNDS
June 30, 2025**

	<u>STUDENT GOVERNMENT</u>	<u>PHI THETA KAPPA</u>	<u>AQUANAUTS</u>
ASSETS:			
Due From other Funds	\$ 7,119	\$ 1,814	\$ 860
Total Assets	<u>\$ 7,119</u>	<u>\$ 1,814</u>	<u>\$ 860</u>
LIABILITIES , DEFERRED INFLOWS AND FIDUCIARY NET POSITION:			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fiduciary Net Position:	<u>7,119</u>	<u>1,814</u>	<u>860</u>
DUE TO OTHER GROUPS	<u>\$ 7,119</u>	<u>\$ 1,814</u>	<u>\$ 860</u>

<u>STUDENT NEWS</u>	<u>STEM CLUB</u>	<u>LITERACY</u>	<u>SBM ALUMNI</u>	<u>STUDENT NURSES ORGANIZATION</u>	<u>TRIANGLE CLUB</u>	<u>TOTAL</u>
\$ 25	\$ 164	\$ 1,251	\$ -	\$ 3,916	\$ 250	\$ 15,399
<u>\$ 25</u>	<u>\$ 164</u>	<u>\$ 1,251</u>	<u>\$ -</u>	<u>\$ 3,916</u>	<u>\$ 250</u>	<u>\$ 15,399</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
25	164	1,251	-	3,916	250	15,399
<u>\$ 25</u>	<u>\$ 164</u>	<u>\$ 1,251</u>	<u>\$ -</u>	<u>\$ 3,916</u>	<u>\$ 250</u>	<u>\$ 15,399</u>

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**STATEMENT OF ADDITIONS AND REDUCTIONS - FIDUCIARY FUNDS
For the Year Ended June 30, 2025**

	<u>STUDENT GOVERNMENT</u>	<u>PHI THETA KAPPA</u>	<u>AQUANAUTS</u>	<u>STUDENT NEWS</u>	<u>STEM CLUB</u>
ADDITIONS:					
Membership Fees	\$ -	\$ 100	\$ -	\$ -	\$ -
Cash Donations	2,000	-	-	-	-
Miscellaneous	3,095	60	-	-	-
Total Additions	<u>5,095</u>	<u>160</u>	<u>-</u>	<u>-</u>	<u>-</u>
REDUCTIONS:					
Materials and services	4,382	-	-	-	-
Total Reductions	<u>4,382</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Additions Over/(Under) Reduction	713	160	-	-	-
Due to Other Groups - Beginning	<u>6,406</u>	<u>1,654</u>	<u>860</u>	<u>25</u>	<u>164</u>
Due to Other Groups - Ending	<u>\$ 7,119</u>	<u>\$ 1,814</u>	<u>\$ 860</u>	<u>\$ 25</u>	<u>\$ 164</u>

<u>LITERACY</u>	<u>SBM ALUMNI</u>	<u>STUDENT NURSES ORGANIZATION</u>	<u>TRIANGLE CLUB</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ -	\$ 100
-	-	-	-	2,000
<u>-</u>	<u>-</u>	<u>535</u>	<u>-</u>	<u>3,690</u>
<u>-</u>	<u>-</u>	<u>535</u>	<u>-</u>	<u>5,790</u>
<u>-</u>	<u>-</u>	<u>292</u>	<u>-</u>	<u>4,674</u>
<u>-</u>	<u>-</u>	<u>292</u>	<u>-</u>	<u>4,674</u>
<u>-</u>	<u>-</u>	<u>243</u>	<u>-</u>	<u>1,116</u>
<u>1,251</u>	<u>-</u>	<u>3,673</u>	<u>250</u>	<u>14,283</u>
<u>\$ 1,251</u>	<u>\$ -</u>	<u>\$ 3,916</u>	<u>\$ 250</u>	<u>\$ 15,399</u>

OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON

INDEPENDENT AUDITORS' REPORT REQUIRED
BY OREGON STATE REGULATIONS



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March 5, 2026

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the Oregon Coast Community College as of and for the year ended June 30, 2025, and have issued our report thereon dated March 5, 2026. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

As part of obtaining reasonable assurance about whether the Oregon Coast Community College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- **Deposit of public funds with financial institutions (ORS Chapter 295)**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Programs funded from outside sources.**
- **Authorized investment of surplus funds (ORS Chapter 294).**
- **Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).**

In connection with our testing nothing came to our attention that caused us to believe the Oregon Coast Community College was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

OAR 162-10-0240 Internal Control

In planning and performing our audit, we considered the internal controls over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal controls over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal controls over financial reporting.

We noted one matter involving the internal control structure and its operation that we consider to be a significant deficiency under standards established by the American Institute of Certified Public Accountants which we noted in the Schedule of Findings and Questioned Costs on page 60.

This report is intended solely for the information and use of the Board of Directors, management and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

A handwritten signature in black ink, appearing to read "Ken Allen".

Kenneth Allen, CPA
Municipal Auditor
Clear Trail CPAS

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2025**

FUND GRANTOR/ PROGRAM	PASS THROUGH ORGANIZATION	FEDERAL AL NUMBER	PASS THROUGH ENTITY NUMBER	GRANT PERIOD	EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS
Programs:	Direct Award	84.063	N/A	7/1/24-6/30/25	\$ 1,121,013	\$ -
	Direct Award	84.268	N/A	7/1/24-6/30/25	757,814	-
Opportunity Grants	Direct Award	84.007	N/A	7/1/24-6/30/25	13,433	-
	Direct Award	84.033	N/A	7/1/24-6/30/25	21,242	-
Distance Programs					<u>1,913,502</u>	<u>-</u>
Agency	Oregon Department of Community Colleges and Workforce Development	84.002	24-008K	7/1/24-6/30/25	202,968	-
Basic Grants to States	Oregon Department of Community Colleges and Workforce Development	84.048	81273	7/1/24-6/30/25	33,350	-
National Programs	Oregon Department of Community Colleges and Workforce Development	84.051	1078400	7/1/24-6/30/25	23,497	-
Secondary Education	Direct Award	84.116	N/A	7/1/24-6/30/25	64,745	-
	Portland Community College	84.421C	P105803	7/1/24-6/30/25	3,987	-
Primary and Secondary (SSER)*	Linn-Benton Community College	84.425	24-002K-001	7/1/24-6/30/25	142,578	-
					<u>2,384,627</u>	<u>-</u>
HUMAN SERVICES						
	Direct Award	93.493	N/A	7/1/24-6/30/25	211,630	-
Human Services					<u>211,630</u>	<u>-</u>

ION	Oregon SBDC	59.037	SBA-2025	7/1/24-6/30/25	<u>182,355</u>	<u>-</u>
on					<u>182,355</u>	<u>-</u>
HUMANITIES						
eral/State Partnership	Direct Award	45.129	N/A	7/1/24-6/30/25	<u>1,203</u>	<u>-</u>
anities					<u>1,203</u>	<u>-</u>
WARDS					<u>\$ 2,779,815</u>	<u>\$ -</u>



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March 5, 2026

To the Board of Directors
Oregon Coast Community College
Newport, Oregon

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Oregon Coast Community College as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated March 5, 2026.

Report on Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected, on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies.

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

Report on Compliance and Other Matters

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

Entity’s Response to Findings

The entity’s response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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



Kenneth Allen, CPA
Municipal Auditor
Clear Trail CPAS



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March 5, 2026

To the Board of Directors
Oregon Coast Community College
Newport, Oregon

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Oregon Coast Community College's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2025. The major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Oregon Coast Community College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

A handwritten signature in black ink, appearing to read "Ken Allen". The signature is fluid and cursive, with a large initial "K" and a long horizontal stroke at the end.

Kenneth Allen, CPA
Municipal Auditor
Clear Trail CPAS

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2025

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of auditors’ report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes no

Significant deficiency(s) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Any GAGAS audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified? yes no

Significant deficiency(s) identified that are not considered to be material weaknesses? yes none reported

Type of auditors’ report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

IDENTIFICATION OF MAJOR PROGRAMS

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM CLUSTER</u>
84.063, 84.268, 84.007, 84.033 & 93.364	Student Financial Assistance Cluster

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? yes no

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2025

SECTION II – FINANCIAL STATEMENT FINDINGS

2025 – FS- 1

Condition:

The College’s accounting software that was designed by Rogue Community College (RCC) is old and not adequately supported. All support and trouble-shooting services are provided by RCC, an entity with a limited IT staff that has not had formal training in accounting.

Criteria:

The accounting system should be appropriately designed and supported.

Effect:

The support limitations increase the risk of errors occurring and not being corrected. In addition, in the event of any substantial breakdown in RCC’s support apparatus, there is a risk that the College could be stuck with a completely unsupported system.

Cause:

Due to time and budget constraints, the College has not updated its accounting software in many years.

Recommendations:

The College should move to new accounting software as soon as possible.

Management’s Response:

The College has purchased new enterprise management software with full general ledger capabilities. The new software is now being used for student tuition and fees tracking and the full accounting system transition will happen as soon as possible.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONS COSTS:

None

**OREGON COAST COMMUNITY COLLEGE
NEWPORT, OREGON**

SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2025

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes federal grant activity under programs of the federal government. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations, it is not intended to and does not present the net position, changes in net position, or cash flows of the entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The entity has not elected to use the ten percent de minimus indirect cost rate as allowed under Uniform Guidance, due to the fact that they already have a negotiated indirect cost rate with Oregon Department of Education, and thus is not allowed to use the de minimus rate.



OREGON COAST
COMMUNITY COLLEGE

Nursing Program

OCCC Board of Education Spring 2026 Update

DR. CRYSTAL BOWMAN, PH.D., RN, MSN-ED., CHSE, CNE. CNE-CL,

Nursing



Current Nursing Cohorts

First Year – Class of 2027

- 32 students
- 1 more will return in Spring

Second Year – Class of 2026

- 52 students – Largest class ever!
 - LPN – RN Students
- Spring Capstone placements are being finalized due to last minute changes



We are growing – and we are popular

AAS Fall 2026 Applications

- 45 applicants will be admitted
 - Another increase
- Applications close 3/31/2025
- Currently have 69 applicants

LPN-RN Applications

- Number of available spots will be determined over the Spring term
 - Estimated to be around 20
- Currently have 83 applicants
- The most popular LPN-RN program in Oregon

OCCC NCLEX Results & Program Ranking

Volume and Passing Rate of Your Graduates Completing the NCLEX®

Table 3.4 provides information on the number of your graduates who tested during the current and previous reporting periods and the number and percentage who passed.

Table 3.4 Percentage of Your Graduates Passing the NCLEX®

Select Timeframe:

Period	Total Number of Graduates Tested	Number Passing	Passing Rate
2024-2025 Annual	28	27	96.43%
2023-2024 Annual	21	20	95.24%
2022-2023 Annual	22	18	81.82%
2021-2022 Annual	19	15	78.95%
2020-2021 Annual	16	13	81.25%
2019-2020 Annual	17	14	82.35%

Rank of Your Program Based on Percentage of Graduates Passing

Table 3.2, *Rank of Your Program Based on Percentage of Graduates Passing* (see sample below), shows how your program's passing rate compares with that of other programs (1) within your licensing jurisdiction (state/province or territory), (2) with that of other programs of a similar type (BSN, Associate Degree, or Diploma), and (3) within the United States, the District of Columbia, and the U.S. territories. Beneath the sample table are interpretation hints and more complete explanations of the table entries.

Table 3.2 Rank of Your Program Based on Percentage of Graduates Passing

Select Timeframe:

Period	Oregon	ADN	USA
2024-2025 Annual	7 out of 32	271 out of 1206	556 out of 2304
2023-2024 Annual	19 out of 30	605 out of 1179	1111 out of 2232
2022-2023 Annual	22 out of 30	668 out of 1181	1269 out of 2226
2021-2022 Annual	25 out of 29	776 out of 1166	1574 out of 2185
2020-2021 Annual	26 out of 29	815 out of 1158	1634 out of 2142
2019-2020 Annual	27 out of 28	866 out of 1154	1691 out of 2123

Mentorship Model

- Reduce attrition
 - We have seen decreases since the implementation
- Ensure success
- Identify risk
- Multiple presentations
- Publishing in process



Clinical/Community Partnerships

- We are working with our clinical and community partners to secure clinical placements so we can;
 - Increase enrollment Increase the healthcare pipeline in Lincoln County



We love our community – and we enjoy giving back

- Community service is our focus – each student must complete at least 24 hours of community service per term
 - Hygiene drive for children in foster care
 - Older adult engagement and activity
 - Increasing interest in nursing & allied health programs through the local schools
 - School supply drive in Tillamook County



Goals Status Check...

- Increase enrollment in the nursing program by 30% for the Class of 2026 – **DONE!!**
- Development of BSN Program – **DONE!!**
- LPN-RN Pathway – **DONE & THRIVING!!**
- Paramedic to RN Pathway
- Expansion of simulation programs – **DONE!!**
- Development of additional community partnerships – **DONE!!**



BSN - From Vision to Reality

- Consortium model
- Applications open in June – 7 per college will be admitted
- First cohort will start classes in August 2026
- Shared resources, time and energy
- OCCC will confer the degree



Goals for 2026 and Beyond

- 100% NCLEX Pass rate
- Hire faculty, continue to grow
- Continue work on Paramedic to RN pathway
- Continue to increase enrollment and reduce attrition
- Increased access to simulation
- Increased job placement
- Successfully transition a new Dean of Nursing & Allied Health

Allied Health

Spring 2026 Numbers

Medical Assistant – 7

**New cohort will be admitted in Fall 2026

- All of them wish to work within Lincoln County

EMT – 5

**Program has been revised and is running again

NA 1 – Have consistently ran two cohorts since Spring of 2024. We will likely need to run three in the Spring 2026. We will also run the first ever Summer 2026 cohort

What questions do you have for me?



Dr. Crystal Bowman, Ph.D. RN, MSN-Ed.,
CHSE, CNE, CNE-Cl.
She/Her/Hers

Dean of Nursing & Allied Health
Oregon Coast Community College

O: 541-867-8520
C: 623-764-5825

400 SE College Way
Newport, OR 97366

crystal.bowman@oregoncoast.edu

**Item D.f. -
President's Report**



OREGON COAST
COMMUNITY COLLEGE

March 18, 2026
President's Board of Education Report
Dr. Marshall Mease Roache, President

The following is a summary of the activities I have been involved in on behalf of the college since February 24, 2026. This is not an exhaustive list of my daily work at the college. This list highlights specific activities that align with our college mission, vision, strategies and values.

Internal College Relations

AQS Visiting Group Meeting
OCCC Health Occupations Day
OCCC Board of Education Meeting
OCCC Town Hall All-Staff Meeting
OCCC All-Managers Meeting
OCCC All-Staff Lunch & Learn
OCCC Foundation Board Meeting
SBDC Advisory Committee Meeting
OCCC College Council Meeting
OCCC Pearls of Wisdom Scholarship Event

External Relations/Partnerships and Collaboration

Newport Boosters Meeting
Lincoln City Rotary Meeting
Lincoln County School District Meeting
United Way Board Meeting
Newport Rotary Meeting
Lincoln County Emergency Response Meeting
Yaquina Bay Economic Foundation Board Meeting
Toledo Rotary Meeting
Economic Development Alliance of Lincoln County Board Meeting
City of Newport 2026 Bond Initiative Meeting
Newport Chamber of Commerce Presentation
Yakona Board Meeting
Waldport Chamber of Commerce Meeting

Professional Development

2026 Lincoln County Economic Summit

OCCA/Legislative Relations/OPC/HECC

OCCA Legislative Update
OPC March Board Meeting
OCCA Federal Updates

SOUTH COUNTY CENTER
3120 Crestline Drive
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541-563-4502

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NORTH COUNTY CENTER
3788 SE High School Drive
Lincoln City, Oregon 97367
541-994-4166

OCCC WELDING LABORATORY
625 N. Bay Blvd.
Toledo, Oregon 97391
541-867-8501

Academic & Student Affairs Report

Dr. Bruce Clemetsen, Vice President

Career Fair was held last Friday with great attendance by employers and job seekers. Co-sponsored by WorkSource Oregon and lead by Tracy Jones, Benefits and STEP Navigator. All high schools attended.

Dr. Carla Schubiger and Dan Lara have submitted a grant application to USDA for designing an aquaculture concentration to complement the current AQS program.

Dr. Sarah Whiteford and Dr. Carla Schubiger along with the WOU Provost have devised a 1 : 2 : 1 option; first year at OCCC, 2 at WOU, last at OCCC. Working on formalizing for next year.

Library hosting Lincoln County Elections Clerk to present about the voter registration and vote counting processes.

Library hosted information for Open Education Resources Week.

The library research room has been partly converted into a room to use A&P, VR and Transfer Career Exploration VR systems.

Financial Aid has opened the Oregon Coast Scholars application for next year.

We are updating and aligning our program information with NWCCU, HECC, and Dept of Ed. This is something NWCCU has requested all institutions work on. Only having to correct a few small differences.

Nursing and AQS applications are robust.

Craig Watkins-Brandt and the Northwest Oregon Works team have had all our early childhood education, psychology, and sociology courses approved to be part of a QMHA in Early Childhood Pre-Apprenticeship and to be taken as supplemental instruction for the apprenticeship.

Ending winter term with enrollment up over 3%. Spring looks solid.

Engagement Report

Dave Price, Vice President

SBDC

The SBDC is currently recruiting for the Non-Profit Small Business Management Program, starting in May. For your calendars, mark May 13 – the Youth Entrepreneurship Program (YEP) “Pitch Night,” Live at OSU’s Gladys Valley building’s auditorium. The SBDC hosted its advisory committee on March 11 in Newport. The group, made up of economic development and business partners from across the county and the region, heard updates from Director Greg Price and Assistant Director Kelliane Parker, and helped plan future services.

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Marketing

Work continues on OCCC's new website; expect accelerating progress in the late spring. OCCC is contracting with a local vendor for videography work to support the Aquarium Science Program and will soon be deploying a new Aquarium Science-focused annual search ad campaign on Google.

Foundation

Pearls of Wisdom will have taken place after this report was due. We'll have a preliminary total of funds raised at the Board meeting. Also, importantly, the Foundation has selected a new donor database management platform. The new platform is robust, user friendly, and will save thousands of dollars each year, thus freeing up additional funds for scholarships and operations. Kudos to Kelsey Gilseth and Julia Ryan for running point on this project and seeing it to a successful conclusion.

Community Education

'Catch the Wave' began arriving in mailboxes on March 12. With only e-newsletter support, we've sold just over \$1800 in community ed as of 8pm March 12, and more than .8FTE in reimbursable FTE for Community Ed offerings. The distribution of the printed magazine will accelerate sales markedly.

Administrative Services Report **Robin Gintner, Vice President**

Finance:

- Implementation of the Sage finance software is making steady progress, and the configuration phase is almost concluded. The College will then have a "sandbox" environment for testing and training.
- The College's audit has been received from the auditors. It received an "unmodified" opinion and included just the one recommendation, that has been in previous year's audits, related to replacement of the RogueNet accounting software. This recommendation will finally be resolved in FY 26-27 with the transition to Sage.
- Only a couple of annual compliance reports remain to be submitted, one federal and one state.

IT:

- The Fortinet network upgrade is currently being considered for June 17th through the 19th. There will be no network available on campus on those days. This will include Lincoln City and Waldport.
- DarkTrace processed 30Tbs of raw network traffic, conducted 220 Cyber AI Analyst investigations (1 of which led to actioned incidents), and controlled 13 anomalous and potentially dangerous network behaviors in the month of February. Much of the anomalous behavior was due to our new network operations, investigating our configuration and settling in.
- DarkTrace's email system scanned 40,455 inbound emails, and 6,199 outbound emails. 5,031 suspect email messages were managed by moving them to Junk, locking suspect Web URLs, or converting the attachments to text.

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Facilities and Public Safety:

- Delta Controls is nearing completion of the AQS building controls upgrades and will soon move to starting work on the North Center.
- Pearls of Wisdom setup is in full swing, and the globes have been hung in the Commons. Final preparation will be completed on Friday, March 13th.
- The annual fire system test will be conducted during Spring Break, along with a fire hydrant flush occurring on March 12th.
- Lease Crutcher Lewis is working with Chris Rogers on preparations for the College to take delivery of their construction trailer. It will live in the northeast corner of the parking lot and will require that temporary power be run to the location. This should all finish up on March 20th.

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**Item D.e. –
OCATT & Renovations
Update**



Oregon Coast Community College Bond Projects Project Manager's Report



Report Date: March 12, 2026

GENERAL OVERVIEW

Design for the new OCATT building is 90% complete and in the final design of Phase 3 for interiors and facilities. Construction of the new OCATT building will resume at the end of March for Phase 2 which includes underground utilities, foundations, building exterior and roof. Phase 3 construction will begin in October with completion in May 2027.

Priority HVAC equipment and controls replacement is in construction with work nearing completion in the AQS building and beginning this month at North Center and the Central Campus. Controls switchover will be accomplished in zones to minimize impacts to occupants. All work will be completed this summer.

Priority Access Controls & Security design has been completed and construction costs were approved by the BOE last month. Procurement is in progress and work is scheduled to be executed this summer.

Summer 2026 Fix-It construction costs were approved by the BOE last month. This includes roof replacement at North Center and recoating floors in the AQS aquatic species rooms. Procurement is in progress and work is scheduled to be executed this summer. A late lighting replacement design in AQS is also being completed this month and will be added to the project when construction costs are determined in April.

Other bond-funded projects are in early design, including renovations to the Central Campus commons, kitchen/bookstore expansion, renovations to the North Campus commons, and commons furnishings at both locations. We expect to have concepts developed by May for initial cost estimates which will allow OCCC leadership to make decisions on which projects to prioritize with the remaining bond program budget.

BUDGET

The current bond program budget summary is shown on the next page. Significant changes since last month are described below.

Income

No changes.

Current Budgets

Budgets for Central, AQS, North, and South were adjusted to match new committed costs described below.

Committed Costs

OCATT Design fee was increased \$56,357 for HVAC system design adjustments and to add dust hazard analysis.

INTEGRITY MANAGEMENT SOLUTIONS LLC

18525 Van Horn Road, Alsea, Oregon 97324
(541) 452-1919 (541) 760-5885

915 SW Rimrock Wy, Redmond, OR 97756
(541) 207-7084

Oregon Coast Community College Bond Program Project Manager's Report

OCATT Consultants fee was increased \$37,494 for Phase 2 special inspections.

Central Construction cost was increased \$1,055,907 for Summer 2026 Fix-It and Priority Security & Access Controls.

AQS Construction cost was increased \$480,892 for Priority Security & Access Controls.

AQS Design fee was increased \$48,600 for lighting design.

North Construction cost was increased \$1,388,972 for Summer 2026 Fix-It and Priority Security & Access Controls.

South Construction cost was increased \$60,393 for Priority Security & Access Controls.

To date, \$23.65 million has been committed.

Actual Costs

To date, \$7.79 million has been spent.

Budget Income Elements

	Original Budget	Current Budget	Actual To-Date	Notes
Bond Sale	\$ 33,100,000.00	\$ 36,262,284.40	\$ 36,262,284.40	Bond sale date of August 15, 2024. Current budget includes premium from bond sale of \$3,162,284.40.
State Matching Grant	\$ 8,000,000.00	\$ 8,000,000.00		
Interest on Bond Proceeds	\$ -	\$ 2,508,859.51	\$ -	Projected interest value added 10/24.
Energy Trust Incentives	\$ -	\$ 6,400.00	\$ 6,400.00	ETO incentive of \$2,500 for OCATT energy charette plus \$3,900 for AQS boiler replacement.
Totals	\$ 41,100,000.00	\$ 46,777,543.91	\$ 36,268,684.40	

Original Project Budgets

	OCATT Building	Central County Campus	Aquarium Building	North County Center	South County Center	Total
Construction	\$ 12,309,000.00	\$ 3,740,600.00	\$ 534,200.00	\$ 942,290.00	\$ 291,300.00	\$ 17,817,390.00
Soft Costs	\$ 1,510,900.00	\$ 1,009,962.00	\$ 144,234.00	\$ 254,418.00	\$ 78,651.00	\$ 2,998,165.00
Furnishings & Equipment	\$ 250,000.00				\$ -	\$ 250,000.00
Construction Inflation	\$ -	\$ 299,248.00	\$ 42,736.00	\$ 75,383.00	\$ 23,304.00	\$ 440,671.00
Owners Contingency	\$ 1,830,100.00	\$ 374,060.00	\$ 53,420.00	\$ 94,229.00	\$ 29,130.00	\$ 2,380,939.00
Total Original Project Budget	\$ 15,900,000.00	\$ 5,423,870.00	\$ 774,590.00	\$ 1,366,320.00	\$ 422,385.00	\$ 23,887,165.00
					Non-Project Costs	\$ 100,000.00
						\$ 23,987,165.00

Note: Original budgets taken from 2023 GLAS Architects Assessment.

Current Budgets

	OCATT Building	Central County Campus	Aquarium Building	North County Center	South County Center	Total
Construction	\$ 26,045,000.00	\$ 4,521,480.06	\$ 2,069,451.74	\$ 2,367,305.89	\$ 195,895.47	\$ 35,199,133.16
Design	\$ 2,830,180.00	\$ 292,899.16	\$ 96,505.00	\$ 262,840.00	\$ 35,905.00	\$ 3,518,329.16
Consultants	\$ 520,900.00	\$ 36,505.71	\$ 24,700.00	\$ 23,811.50	\$ 15,000.00	\$ 620,917.21
Project Management	\$ 793,694.16	\$ 130,970.00	\$ 59,145.00	\$ 71,655.00	\$ 6,660.00	\$ 1,062,124.16
Permits & Fees	\$ 520,900.00	\$ 892.97	\$ 2,131.97	\$ 5,623.76	\$ -	\$ 529,548.70
Furnishings & Equipment	\$ 785,600.00	\$ -	\$ -	\$ -	\$ -	\$ 785,600.00
Owners Contingency	\$ 1,400,000.00	\$ 83,000.00	\$ 76,000.00	\$ 43,000.00	\$ 6,000.00	\$ 1,608,000.00
Total Current Project Budget	\$ 32,896,274.16	\$ 5,065,747.90	\$ 2,327,933.71	\$ 2,774,236.15	\$ 259,460.47	\$ 43,323,652.39
					Non-Project Costs	\$ 58,532.41
						\$ 43,382,184.80

Committed Costs To-Date

	OCATT Building	Central County Campus	Aquarium Building	North County Center	South County Center	Total
Construction	\$ 9,919,553.69	\$ 4,521,480.06	\$ 2,069,451.74	\$ 2,367,305.89	\$ 195,895.47	\$ 19,073,686.85
Design	\$ 2,830,180.00	\$ 292,899.16	\$ 96,505.00	\$ 262,840.00	\$ 35,905.00	\$ 3,518,329.16
Consultants	\$ 216,009.52	\$ 36,505.71	\$ 24,700.00	\$ 23,811.50	\$ 15,000.00	\$ 316,026.73
Project Management	\$ 354,138.56	\$ 130,970.00	\$ 59,145.00	\$ 71,655.00	\$ 6,660.00	\$ 622,568.56
Permits & Fees	\$ 48,922.78	\$ 892.97	\$ 2,131.97	\$ 5,623.76	\$ -	\$ 57,571.48
Furnishings & Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Project Committed Costs	\$ 13,368,804.55	\$ 4,982,747.90	\$ 2,251,933.71	\$ 2,731,236.15	\$ 253,460.47	\$ 23,588,182.78
					Non-Project Costs	\$ 58,532.41
						\$ 23,646,715.19

Actual Costs To-Date

	OCATT Building	Central County Campus	Aquarium Building	North County Center	South County Center	Total
Construction	\$ 1,371,982.19	\$ 1,909,188.08	\$ 930,347.19	\$ 439,231.35	\$ 61,971.00	\$ 4,712,719.81
Design	\$ 1,897,485.97	\$ 239,059.62	\$ 54,557.30	\$ 203,284.70	\$ 35,905.00	\$ 2,430,292.59
Consultants	\$ 122,707.02	\$ 14,747.68	\$ 1,135.00	\$ 2,026.75	\$ 1,170.00	\$ 141,786.45
Project Management	\$ 287,509.36	\$ 62,555.60	\$ 22,688.00	\$ 13,172.20	\$ 4,380.00	\$ 390,305.16
Permits & Fees	\$ 48,922.78	\$ 892.97	\$ 2,131.97	\$ 5,623.76	\$ -	\$ 57,571.48
Furnishings & Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Project Actual Costs	\$ 3,728,607.32	\$ 2,226,443.95	\$ 1,010,859.46	\$ 663,338.76	\$ 103,426.00	\$ 7,732,675.49
					Non-Project Costs	\$ 58,532.41
						\$ 7,791,207.90

Oregon Coast Community College Bond Program
Project Manager's Report

SCHEDULE

The Master Schedule for the Bond Program is shown below. This schedule shows the primary design and construction elements for the projects. Project elements with firm schedules are shown in color according to the key at the bottom of the schedule, and with start/finish dates. Other projected project activities are shown in gray.

Changes since last month are:

- 2026 Fix-It project schedules have been added.

OCCC Bond Program Master Schedule Updated March 2026

ACTIVITIES	Start	Finish	2025				2026				2027						
			Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4			
OCCAT Building																	
Programming	1/24/25	3/31/25	█														
Schematic Design	4/14/25	6/13/25		█	█												
Phase 1 Sitework Design	6/23/25	7/31/25			█												
Phase 1 Sitework Bidding & Permitting	8/4/25	9/12/25															
Phase 1 Sitework Construction	9/24/25	11/14/25				█											
Phase 2 Building Design	7/28/25	11/7/25			█	█											
Phase 2 Building Bidding & Permitting	11/7/25	1/16/26															
Phase 2 Building Construction	3/25/26	9/29/26							█	█	█	█					
Phase 3 Interior Design	11/10/25	4/10/26							█	█	█						
Phase 3 Interior Bidding & Permitting	4/13/26	TBD															
Phase 3 Interior Construction	9/30/26	TBD															
Close-Out & Equipment Move-In	TBD	TBD															
Existing Facility Fix-It Packages																	
2025 Projects - Completed	2/10/25	12/31/26	█	█	█	█	█										
2026 Projects (AQS & North)	1/5/26	9/1/26		█	█												
Existing Facility Priority Packages																	
HVAC, Security & Access Controls	3/10/25	8/15/26		█	█	█	█										
Other Bond Projects																	
Lighting Upgrade Central Commons & AQS	1/20/26	TBD							█	█	█						
Central & North Multiple Renovations	2/18/26	TBD							█	█	█						

Legend: █ Design █ Bidding & Permitting █ Construction █ Projected Activity

PROJECT-SPECIFIC ACTIVITY

OCCAT Design

The Phase 3 design documents for interior walls, flooring, finishes, HVAC, electrical, plumbing, fire sprinklers and network are in progress. A more economical HVAC system design is being incorporated into the final design as requested by OCCC. The final Phase 3 construction documents will be issued mid-April for permits and bidding. We hope to have the bid results to share at the May BOE meeting.

OCCAT Construction

The temporary fence remains in place around the stabilized construction area. Construction will resume in late March, starting with underground utilities and then proceeding into foundations, slab and building structure through the summer.

Oregon Coast Community College Bond Program Project Manager's Report

Priority System Replacement Projects

HVAC equipment and controls upgrades in the AQS building are nearing completion; first zone switchovers expected this month. The North Center upgrades will begin this month, followed by the Central Campus and South Center. All work is scheduled to be completed by the end of summer 2026.

Priority Access Controls and Security. Procurement is in progress. Construction will be done during Summer Break 2026 in all the existing buildings.

Other Bond Projects

The OCCC Leadership developed a list of project priorities for the remaining bond funds. These projects include the following ideas (not in order of priority):

Central Campus Main Building

- Commons renovations, including lighting replacement and removal of shelving units, to enable larger gatherings and ceremonies
- Kitchen expansion
- Renovations to the library, large lecture room, testing lab and other spaces to accommodate current needs.
- Lactation room addition

North Center

- Roof replacement – approved in February and added to current budget
- Lobby and commons renovations
- Adding food warming capabilities to the community room
- Lactation room addition

AQS

- Aquatic species room floor refinishing – approved in February and added to current budget
- Tank room floor and pad repairs – approved in February and added to current budget
- Lighting replacement

Conceptual design is in progress for these projects and we will obtain budgetary cost estimates from the contractor in April/May as concepts are completed. OCCC Leadership will then determine which projects to pursue for final design and construction based on the remaining bond funds. Construction for these projects will be completed by summer 2027 to wrap up the bond program.

Oregon Coast Community College Bond Program
Project Manager's Report

Communications

IMS monthly reports are being provided to the Board of Education and Bond Oversight Committee each month. Reports are also being published on the college website.

**Item D.d. -
OCCA End of Session &
Implementation Report**



2026

END OF SESSION LEGISLATIVE REPORT



**Oregon Community
College Association
3/9/2026**

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This report was prepared by the staff at Oregon Community College Association (OCCA):

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2026 Legislative Session Highlights

Session Overview

As the 2026 Legislative Session began, legislators faced a \$63 million shortfall in the 2025–2027 state budget and projections of \$15.1 billion in federal revenue losses between 2027 and 2031, primarily related to Medicaid and SNAP. Earlier quarterly revenue forecasts had also raised concerns that Oregon might be heading toward an economic slowdown or recession that could further reduce state resources.

Before the session, the Legislative Fiscal Office (LFO) directed all state agencies, including the Higher Education Coordinating Commission (HECC), to prepare 5 percent and 2.5 percent budget reduction scenarios. These scenarios affected every HECC-managed program, including the Community College Support Fund (CCSF), the Public University Support Fund (PUSF), the Oregon Opportunity Grant, and the Oregon Promise. Under the 5 percent scenario, the Oregon Promise would have stopped accepting new students, the CCSF would have been reduced by \$41 million, and Career Pathways funding would have been reduced by \$3 million.

Given the potential for significant reductions, OCCA focused its advocacy on preventing cuts to the CCSF and other HECC programs that directly support community college students.

On February 4, the Legislature received the quarterly economic forecast, which showed modest improvement. The 2025–2027 budget moved from a projected deficit to a \$38 million surplus, and the state economist lowered the probability of a recession to 20 percent.

In the end, the Legislature passed [HB 5204](#), the budget reconciliation bill, which made approximately \$155 million in statewide reductions. None of those cuts were applied to higher education, and funding for the CCSF, PUSF, Oregon Opportunity Grant, and Oregon Promise remained intact.

Community College Governance (SB 1537)

[SB 1537](#) followed [SB 478](#), which was introduced in the 2025 session by Senator Lew Frederick and Senator Kayse Jama. That bill would have required each board to have a voting student member, required publicly available email addresses for board members, and established a timeline and process for filling board vacancies, among other governance provisions. OCCA opposed [SB 478](#) in 2025, and it did not move forward.

[SB 1537](#) incorporated most of the changes OCCA had requested during the 2025 discussions, with the exception of language excluding nonvoting board members from executive session. OCCA worked with Senator Frederick to include language allowing

boards to adopt policies regarding whether a nonvoting student member could participate in executive session.

The bill would have required community colleges to provide publicly accessible email addresses for board members, established a requirement for a nonvoting student member on each board, and created procedures for filling board vacancies. The legislation also would have required colleges to report to the Legislature on compliance with these requirements.

SB 1537 passed the Senate and was referred to the House Committee on Education. House Education Committee Vice Chair Rep. Emily McIntire raised concerns about the executive session language and proposed an amendment to fully exclude the nonvoting board member from executive session. The committee adopted the amendment and passed the bill to the House Floor.

After reaching the House Floor, the bill was re-referred to the House Committee on Education, which typically occurs when there are insufficient votes for passage. The bill did not move forward.

Capital Construction Projects (SB 5701, SB 5702)

During the session, OCCA worked with Southwestern Oregon Community College (SWOCC), HECC, and LFO to correct a capital construction authorization approved in 2025. Although SB 5505 (2025) approved SWOCC's project, it inadvertently retained the original 2023 project scope and \$8 million funding level rather than the college's updated \$5 million workforce training project.

OCCA coordinated with partners and provided legislative testimony to ensure the correction was made so the college could proceed with its local match and remain on schedule. The correction was enacted through [SB 5701-2](#), which updated the project's name, scope, and funding level, and [SB 5702-1](#), which adjusted the bond authorization.

SB 5701-2 also updated the name and scope of Portland Community College's previously authorized capital project from the 2023–2025 biennium. The authorized funding level remained unchanged.

Advocacy

OCCA provided community college board members, presidents, students, faculty, and staff with tools and opportunities to connect with legislators and advocate for community college budget and policy priorities during the 2026 Legislative Session.

Direct Advocacy

OCCA engaged in direct legislative advocacy before and during the session. OCCA

provided in-person and written testimony on numerous bills and worked with legislators on amendments related to community college governance and public meetings law. OCCA also coordinated with advocacy partners including labor organizations, student groups, and other higher education stakeholders.

Advocacy Toolkit

OCCA created an online advocacy toolkit for board members, advocates, and stakeholders. The toolkit, available on the OCCA website, included talking points, one-page information sheets for legislative priorities, and other materials supporting advocacy efforts. OCCA updated the toolkit throughout the session.

One-Click Politics

OCCA continued to use the One-Click Politics grassroots advocacy platform to provide board members, presidents, staff, faculty, students, and other stakeholders with a simple way to contact legislators. Users could communicate with legislators through email, video message, the social media platform X, or phone.

During the session, OCCA also opened the platform for colleges to create their own advocacy campaigns. Portland Community College and Central Oregon Community College used this service, which is now included with OCCA membership.

Because the 2026 session was a short session, OCCA conducted one statewide advocacy campaign.

- *Community College Lobby Day*: This campaign encouraged legislators not to reduce CCSF funding for the remainder of the 2025–27 biennium. The campaign coincided with Community College CTE and Lobby Day at the Capitol on February 18, 2026, and provided an option for advocates who could not attend in person to contact legislators. The campaign generated 345 emails to 68 legislators and 141 posts on X.
- *Thank You Campaign*: OCCA also is planning a post-session campaign to thank legislators for maintaining CCSF funding through the biennium.

CTE Month

During National CTE Month in February, OCCA again supported a virtual campaign highlighting community college Career and Technical Education programs. Using guidance and resources provided by OCCA, colleges promoted their programs on social media with weekly themes highlighting different career pathways.

CTE Day and Lobby Day

For the first time since 2020, OCCA hosted an in-person CTE Day and Community College Lobby Day at the Capitol on February 18, 2026. Twelve colleges provided hands-on CTE demonstrations in the Capitol's East Galleria highlighting programs across several career pathway areas. Legislators, staff, and members of the public engaged with students and faculty to learn about community college workforce programs.

Community college presidents, board members, staff, and students also scheduled meetings with legislators, and several participants were recognized through floor courtesies in the House and Senate. The day began with an OCCA-hosted breakfast at Willamette University to allow participants to network before visiting the Capitol.

Weekly Legislative Calls

OCCA hosted a weekly Zoom call each Tuesday afternoon during the session to update college board members, presidents, and staff on legislative developments. Each call included updates on activity at the Capitol, upcoming bill hearings, opportunities for advocacy or testimony, and time for questions. Participation was strong throughout the session.

OCCA Digest

The weekly OCCA Digest e-newsletter provided updates on the legislative session, advocacy opportunities, and a calendar of upcoming hearings. The Digest currently has nearly 750 subscribers, primarily community college board members, presidents, staff, and faculty. Other stakeholders also subscribe to stay informed about community college issues.

Campus Advocacy Coordinators (CACs)

OCCA worked closely with Campus Advocacy Coordinators from the colleges to share consistent messages and coordinate advocacy efforts throughout the session. CACs served as key liaisons between OCCA and the colleges, helped organize participation in CTE Day, and assisted in identifying students, faculty, and community partners to provide testimony. To prepare for the session, OCCA hosted a CAC retreat in July 2025.

Tracked Bills by Category

(P) = Passed (DNP) = Did Not Pass

Budget

(P) State Agency/Emergency Board Budget & Expenditure Limitation Bill (HB 5204) – Modifies certain biennial appropriations made from the General Fund to specified state agencies and the Emergency Board. This legislation became the vehicle for the rebalance of the state budget. There were no cuts to the Community College Support Fund or other higher education budgets in this legislation.

- **Required Implementation:** No implementation action is required.

Campus Safety

(DNP) Local Government Cybersecurity Incident Reporting Requirements (HB 4055) – Requires a local government, local service district or special government body to notify and submit a report to the State Chief Information Officer within 48 hours of an information security incident or ransomware incident. This legislation received a public hearing but did not move any further in the process.

(P) Immigration Enforcement Response Policies for Schools & Higher Education (HB 4079) – Directs school district boards and governing bodies of institutions of higher education to adopt policies that address how the school district or the institution of higher education will respond when a federal immigration authority enters school property or a campus. OCCA joined public universities and school districts in working with Rep. Finger McDonald to address concerns about how the bill as introduced would be implemented by institutions. OCCA submitted [written testimony](#) to the House and Senate Education Committees during consideration of the bill and supported the bill as amended. HB 4079 becomes effective on **September 30, 2026**.

HB 4079 requires community college boards to adopt a policy for providing notice when a federal immigration authority is confirmed to have entered a campus for immigration enforcement. “Campus” is defined as “real property owned or controlled by an institution of higher education that is accessed by students of the institution of higher education on a regular basis, as identified by the governing board.” The policy must be consistent with the Attorney General’s Model Immigration Policies and must:

- Identify at least one administrator who is responsible for confirming that a federal immigration authority has entered campus for immigration enforcement, and providing notice to students and employees;
- Describe property that is considered the campus for purposes of a notice;

- Require, unless prohibited by law or court order, reasonable efforts to provide notice to a student when the college has provided information related to the student to a federal immigration authority;
- Require notice that when a federal immigration authority has been confirmed to be on campus be provided to enrolled students and employees using existing notification systems;
- Specify the contents and delivery requirements of notice consistent with required information outlined in Section 2(3)(e) of HB 4079 which must be provided as expediently as possible;
- Ensure compliance with Oregon’s Sanctuary Promise laws;
- Require initial training of any person identified as responsible for confirming the presence of a federal immigration authority on campus and providing notice to students and employees, and subsequent training at least once every two years; and
- Require that the adopted policy be made available on the college’s website and any other locations where the college provides information about immigration or emergencies.

The bill grants immunity from tort liability for college employees and institutions. Finally, HECC is required to submit a report by October 1, 2026, to the legislative interim education committees that summarizes for each higher education institution the real property that has been identified by governing boards as a campus.

- **Required Implementation:** 1) Community college boards of education must adopt a board policy consistent with the requirements outlined above. In addition, the board must define real property owned or controlled by the college that is within the definition of campus for purposes of required notifications to students and employees. *OCCA will develop a model board policy template for member colleges to use in complying with the new law.*
2) Administrators responsible for confirming federal immigration authorities are on campus for purposes of immigration enforcement and sending out notifications must attend an initial training on the requirements of HB 4079 and any applicable model policies published by the Attorney General.
3) The adopted board policy must be posted on the college’s website and in any other locations where the college provides information about immigration or emergencies.
4) Colleges will need to provide the adopted campus definition to HECC so HECC can meet its reporting requirement by October 1, 2026.

Capital Construction

(P) State Capital Construction Expenditure Limitations (SB 5701) – Modifies previously approved lottery bonding provisions. OCCA worked closely with Southwestern Oregon Community College (SWOCC), the HECC, and LFO to correct a technical issue from 2025 legislation that inadvertently retained the original project scope and funding level for SWOCC’s capital project. OCCA coordinated with partners and provided testimony to ensure the Legislature updated the project’s name, scope, and funding level this session so the college can proceed with its local match and move forward with a revised \$5 million project to modernize welding and manufacturing labs in Fairview Hall.

SB 5701-2 also updates the name and scope of Portland Community College’s (PCC) previously authorized capital project from 2023-2025. Following additional planning and design work, PCC will renovate the existing Rock Creek Building 2 to support updated instructional, CTE, and student collaboration space while constructing a new facility to house the Building Construction Technology program.

- **Required Implementation:** No implementation action is required.

(P) State Capital Construction Expenditure Limitations (SB 5702) – Establishes and modifies limits on payment of expenses from specified funds by certain state agencies for capital construction. This bill adjusts the bond authorization amount to align with the corrected project scope and funding level included in SB 5701.

- **Required Implementation:** No implementation action is required.

Education Policy

(DNP) Senator Aaron Woods Commission on Artificial Intelligence (HB 4103) – Establishes the Senator Aaron Woods Commission on Artificial Intelligence within the office of Enterprise Information Services. This legislation would have created the Commission on Artificial Intelligence, named after former Clackamas Community College Board member and former State Senator Aaron Woods. The legislation passed out of committee and was then referred to the Joint Committee on Ways and Means where it did not move further in the process.

Ethics

(P) Local Government Representation on Ethics Commission (HB 4159) – Provides that the Governor shall appoint one member of the Oregon Government Ethics Commission (OGEC) who has local government experience. This consensus bill is the product of a legislative workgroup led by Rep. Nathan Sosa to address several issues related to Oregon ethics and public meetings laws. It requires that at least one member of OGEC must have local government experience. In addition, HB 4159 importantly clarifies that attorney-client privilege is not waived when communication is made to OGEC for purposes of information

regarding a complaint pending before the commission. OCCA participated in the workgroup and supported the bill.

- **Required Implementation:** No implementation action is required.

(P) OGEC Meals & Beverages Opinion Fix (HB 4161) – Provides exceptions to the prohibited use by a public official of official position or office to obtain financial gain or avoid financial detriment that permit a public body to give public officials food, beverages and merchandise. This consensus bill is the product of a legislative workgroup led by Rep. Nathan Sosa to address several issues related to Oregon ethics and public meetings laws. HB 4161 was introduced to clarify an advisory opinion issued by the OGEC that defined food and beverages provided by public bodies to their boards and employees during meetings and other events as prohibited financial gain under Oregon’s Ethics Law. The bill creates an explicit exception from the financial gain prohibition for food and beverages provided to public officials by their public body during meetings and other official events. In addition, it exempts the cost of merchandise provided to a public official by a public body up to \$100 in value in a calendar year. The bill is effective on passage. OCCA participated in the workgroup and supported the bill.

- **Required Implementation:** Community colleges are no longer required to adopt a policy under Oregon Ethics Law defining meals as a part of “official compensation” and may continue to provide food and beverages to board members and college employees during meetings and other official events.

(P) Updates Serial Communication Rules and Complaint Process Under Public Meetings Law (HB 4177) – Restates the serial communications prohibitions for public meetings law purposes, amends training requirements for board members, and changes some aspects of Oregon Public Meetings Law enforcement. This bill was developed by a coalition of local governments, including OCCA, to clarify several issues with existing Oregon Public Meetings Law to ensure transparency and common-sense application of the law. The bill is effective June 5, 2026.

The bill amends current law related to serial communications between a quorum of board members in the following ways:

- Changes the definition of “convening” and “deliberation”
- Prohibits a quorum of a governing body from using a series of any communications, including directly or through intermediaries, to decide or deliberate on any matter or to meet in private,
- Clarifies allowed communications between board members.

HB 4177 also makes several changes to the enforcement of public meetings law. This includes:

- Extending the deadline for individuals to file a grievance from 30 days to 90 days of the alleged violation,
- Changing the grievance process to require a public body to provide an initial response to written grievances within 21 days,

- Clarifying requirements allowing boards to cure a violation and correct procedures to ensure procedural errors do not occur again,
- Allows OGEC to not consider a complaint if the person alleging a violation has not satisfied the grievance process, and
- Allows OGEC to investigate and impose a penalty on a public body rather than individual board members for violations related to administrative errors related to meeting locations, notices, minutes, and recording violations.

Finally, the bill adds a certain time for mandatory public meetings law training that is required at least once during a board member's term by requiring governing body members to attend certified training at any time between three months of assuming office and 12 months after taking office.

- **Required Implementation:** Ensure all board members attend OGEC certified training at least once during their terms and are aware of the changes to definitions of serial communications. Newly elected board members must attend training within the time frame required by HB 4177. *Note: OCCA's Public Meetings Law training is certified by OGEC and it will be conducted next year to ensure board members can comply with this requirement.*

Governance

(P) Oregon Higher Education Coordination Act – OHECA (HB 4124) – Directs the Higher Education Coordinating Commission to conduct a study of the condition of Oregon's post-secondary education system and to develop detailed recommendations for the design, implementation and operation of a viable and superior institutional framework. OCCA worked with the sponsor of the legislation, Rep. Pam Marsh, to add language explicitly recognizing the colleges' elected boards, taxing authority and ownership of real property. OCCA also provided [written testimony](#) on the bill.

Major Topics in the Study

- Institutional missions and roles, including distinctions between community colleges, regional universities, and research universities
- Opportunities for collaboration, restructuring, or integration across the postsecondary system
- Alignment of academic programs with regional workforce and economic development needs
- Review of potential program duplication and identification of unmet program demand
- Strategies to better connect students and graduates with employers
- Funding strategies that support collaboration or system improvements
- Metrics related to student affordability and institutional financial health

Key Provisions

- Requires consultation with institutions, including faculty, staff, students, and other stakeholders
- Recognizes the locally elected governance and taxing authority of community colleges in any system recommendations
- Preliminary report due October 1, 2026
- Final report with recommendations due April 1, 2027

Ultimately, the legislation initiates a statewide review of Oregon’s higher education system that could shape future legislative proposals affecting institutional roles, program coordination, and funding structures, while explicitly recognizing the locally governed structure of community colleges.

- **Required Implementation:** There is no direct impact to colleges in HB 4124, but the bill requires consultation with students, staff, faculty, and other stakeholders.

(DNP) Community College Governance Bill (SB 1537) – Requires the members of a board of education of a community college district to have an official electronic mail address that is posted on a publicly accessible website. (See description above.)

Operations

(P) Limits Actions of Public Employees on Federal Law Enforcement Activities (HB 4138) – Requires law enforcement agencies to require officers to wear uniforms with specified identifying information and adopt policies related to the use of facial coverings. These requirements do not apply to community college public safety personnel. HB 4138 also prohibits employees of public bodies, including community colleges from intentionally assisting federal or out-of-state law enforcement agencies in investigating, apprehending, or arresting people if those activities are done on the basis of a person exercising First Amendment rights, the person’s membership in a protected class, or a part of an unlawful search or seizure unless required by state and federal law, a judicial subpoena, or if the public body is providing information available to the general public. Creates a process for providing assistance in some cases based on receipt of an attestation from federal or out-of-state law enforcement agencies and allows individuals to seek an injunction to stop a threatened or actual violation of these prohibitions.

- **Required Implementation:** Community colleges as public bodies must enact policies consistent with the requirements outlined in Section 9 of the bill no later than 180 days after the bill’s effective date. *OCCA will develop a model policy template for member colleges to use in complying with the new law.*

(P) Rounding Procedures for Cash Transactions (HB 4178) - The measure allows places of public accommodation that offer goods or services, and public bodies, to adopt a

rounding policy for in-person cash or mixed-tender transactions. HB 4178 allows a public body, including community colleges, to establish a reasonable rounding policy under which the final digit of the total amount due or remaining amount due in certain in-person transactions with the public body may be rounded to the nearest five-cent increment. Requires a public body to post signs giving notice of the rounding policy and publicize the rounding policy. The bill has an emergency clause and is effective on passage.

- **Required Implementation:** There is no requirement that community colleges adopt rounding policies, but it allows colleges as public bodies to adopt such policies consistent with the requirements outlined in Section 2 of HB 4178. This includes the adoption of a consistently applied procedure for cash and mixed-tender transactions where the final digit of the total amount due or the remaining amount due may be rounded to the nearest amount divisible by five cents. If a policy is adopted, the college must post signs to give notice to the public and must publicize the policy.

(P) Equal Access to School Programs Regardless of Immigration Status (SB 1538) –

Requires district school boards to admit all students to all schools and instructional programs of the school district. The bill also amends existing statutory language in ORS 659.850 relating to prohibited discrimination in education by adding “immigration or citizenship status” to the definition of “discrimination.” It clarifies that under the expanded definition, discrimination in higher education programs does not include compliance with immigration or citizenship requirements that are required under federal law, or the terms of a grant funded by a source other than the higher education institution. Further, the definition of discrimination does not include the charging of an international program fee.

During consideration of the bill by the House Education Committee, an amendment was offered by Senator Broadman to allow two community colleges formed before 1970 to use the past name of the college district without the word “community college” in the official name. This amendment was not adopted by the committee.

- **Required Implementation:** SB 1538 is effective on July 1, 2026. Institutions must ensure that current definitions related to discrimination in education are revised to include immigration and citizenship status in the definition.

Miscellaneous

(P) Memorial Resolution Honoring Senator Aaron Woods (SCR 206) – This resolution honors Senator Aaron Woods, who also served on the Clackamas Community College Board beginning in 2020. SCR 206 honors the life and service of former Oregon State Senator Aaron Woods, who passed away in April 2025 while serving in office. The resolution recognizes his distinguished career in technology, public service, and community leadership, including his work advancing STEM education, expanding technology access, and supporting economic opportunities. The measure also highlights his service on the board of Clackamas Community College. The resolution expresses the Legislature’s gratitude for his service and extends condolences to his family.

- **Required Implementation:** No implementation action is required.

PERS

(DNP) Expands PERS Police Officer Classification Eligibility (SB 1569) – Provides that certain members of the Public Employees Retirement System qualify as police officers under the system. This bill would have expanded certain categories of public employees who would be eligible for more favorable PERS retirement benefits. While the bill would not impact community college employees, OCCA monitored the bill for potential impacts on systemwide PERS costs. The bill passed out of the Senate Labor and Business Committee without recommendation to the Joint Ways and Means Committee where it did not move forward.

Personnel

(DNP) Disability Accommodation and Employment Protection Act (HB 4093) – Directs the Bureau of Labor and Industries to create certain guidance and informational materials to assist employers and employees. While this bill passed out of the House Labor and Workforce Development Committee with amendments, it remained in the Joints Ways and Means Committee at the end of the session.

(DNP) Mandatory Payout of Accrued Vacation Time at Separation (HB 4094) – Requires employers that provide, by written policy or employment contract, for the payment of earned or accrued but unused paid time off upon termination to make such payments in accordance with statutory requirements governing final wages. The House Labor and Workforce Committee adopted amendments that significantly changed the underlying bill and would have required employers to pay out employees' unused accrued vacation leave at the same time final wages are paid. The bill was then sent to the Joint Ways and Means Committee where it did not move forward.

(DNP) Repeals Strike-Related Unemployment Benefits (HB 4109) – Repeals Enrolled Senate Bill 916 (2025), which authorized unemployment insurance benefits for individuals who are unemployed due to a strike. This bill was referred to the House Labor and Workforce Development Committee and was not heard.

Public Contracting

(DNP) Prompt Payment Requirements for Public Works Change Orders (HB 4010) – Requires contracting agencies that procure public improvement contracts or contracts for public works and require additional work outside the scope set forth in the public improvement contract or contract for public works to issue change orders for the additional work within a specific time or to pay interest for failing to do so. This bill was referred to the House Labor and Workforce Development Committee and did not receive a public hearing.

Revenue

(DNP) Modifies Kicker Refund to Fund Schools, Community Colleges, and Wildfire Prevention (SJR 201) – Proposes an amendment to the Oregon Constitution to require a half of the revenue from Oregon’s “Kicker” that would otherwise be returned to personal income taxpayers to be used for funding public kindergarten through grade 12 education, community colleges and wildfire prevention and suppression, if surplus revenue exceeds a certain threshold.

Oregon’s “kicker” law, established in 1979, requires the state to return tax revenue to taxpayers when actual collections exceed official forecasts by more than 2 percent over a two-year budget cycle. If triggered, this surplus is returned as a personal income tax credit. In years where the kicker was triggered, community colleges would receive a portion of the kicker revenue along with the other services listed in the proposed amendment to the Oregon Constitution. However, the amount of revenue generated through the kicker varies widely and often does not occur.

SJR 201 received a hearing but did not move further in the process.

Students

(DNP) Public University Student Government Governance and Fee Changes (HB 4122) – Establishes statutory definition of “student government” for purposes of public universities in this state. HB 4122 would have made several changes related to student government and student fees at Oregon public universities. The bill would have established a statutory definition of student government, clarified the authority of student governments to allocate student-initiated fees and engage in advocacy, and renamed “mandatory incidental fees” as “mandatory student-initiated fees.” The measure would have also required universities to publish fee descriptions and report annually on fee collection and use. While community colleges were not included in any of the key provisions of the legislation, it would have removed the word “recognized” from references to “recognized student government” in statutes related to community college student government. The Legislation was referred to the House Committee on Education but did not receive a hearing.

Workforce

(P) Creates Joint Permitting Council to Accelerate Industrial and Business Development (HB 4084) – Establishes a new Joint Permitting Council within the Governor’s office to administer a fast-track permitting program for large economic development projects that meet investment and job creation thresholds. HB 4084 was the legislation for Governor Tina Kotek’s Prosperity Roadmap, which she unveiled in 2025.

The council will coordinate with multiple state agencies to streamline regulatory approvals and develop accelerated permitting timelines for eligible projects. The bill also requires

several state agencies to publish a catalog of permits related to economic development projects and identify opportunities to improve permitting timelines and reduce administrative barriers. In addition, the legislation updates eligibility criteria and program requirements for Oregon’s enterprise zone property tax exemption program, including changes to job creation standards and performance options for participating businesses. The measure also restricts the use of enterprise zone incentives for certain data center projects and modifies the state tax credit for businesses that create new jobs in targeted industry sectors. It also establishes the Joint Permitting Council.

Notably, the legislation did not include any elements related to workforce, and while the bill does not directly affect community college operations, it may indirectly influence regional workforce development needs by accelerating large economic development projects and expanding incentives for job creation in key industry sectors.

- **Required Implementation:** No implementation action is required.

(DNP) State Participation in Federal Education Scholarship Program (HB 4133) – Requires participation by the state in a federal program that allows tax credits for contributions by individuals to scholarship granting organizations.

HB 4133 would have directed state agencies to take steps necessary to align Oregon with new federal education and workforce funding programs. The bill would have required the Oregon Department of Education to participate in a federal program that provides tax credits for contributions to scholarship granting organizations and to maintain and publish a list of eligible scholarship organizations. The legislation also directed the Governor and the State Workforce and Talent Development Board to approve and coordinate eligible workforce training programs to ensure Oregon institutions can participate in the federal Workforce Pell Grant program and align state and federal workforce funding streams.

The legislation was intended to position Oregon to participate in new federal Workforce Pell Grant and scholarship tax credit programs, which could expand federal funding opportunities for workforce training programs offered by community colleges. HB 4133 did not receive a hearing.

(P) Prosperity 10,000 Workforce Program Expansion (SB 1512) – Expands the goals and purposes of the Prosperity 10,000 Program. SB 1512 modifies and expands the Prosperity 10,000 Program, a statewide workforce initiative administered through the Higher Education Coordinating Commission that provides training, career coaching, and job placement services for individuals seeking to enter or reenter the workforce. The bill clarifies the program’s goals and administration, directs funding to be distributed through local workforce development boards, and expands allowable services such as paid work experiences, wraparound supports, and industry-recognized credential pathways. The measure also strengthens coordination with employers and workforce partners and

encourages collaboration with community colleges and other education and training providers.

- **Required Implementation:** There is no direct impact to community colleges or their operations, but it potentially creates additional opportunities for community colleges to partner with local workforce development boards to deliver training, credentials, and work-based learning aligned with regional workforce needs.

Questions

Please contact OCCA Deputy Director John Wykoff (jwykoff@occa17.com, 503-399-9912) if you have any questions about the 2026 Legislative Session or any bills OCCA tracked.

**Item D.c. -
Financials Through Qtr. 2
(*Current Year*)**

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-DRAFT
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

*ALL GOVERNMENTAL FUNDS

	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference
REVENUES:							
Revenue From Local Sources:							
Property Taxes	\$ 3,260,822	\$ 3,726,194	\$ 3,213,266	\$ 3,461,574	93%	50%	43%
Tuition and Fees	726,318	862,537	949,660	2,379,805	40%	50%	-10%
Operating Grants	2,853	72,066	99,892	258,368	39%	50%	-11%
Donations	180,000	75,000	75,000	80,000	94%	50%	44%
Interest	73,990	152,700	387,206	1,128,214	34%	50%	-16%
Merchandise Sales	89,492	123,928	179,547	246,000	73%	50%	23%
Miscellaneous	159,182	245,297	797,713	425,977	187%	50%	137%
Revenue From State Sources:							
State Appropriation	1,945,410	2,208,804	2,446,722	4,782,336	51%	50%	1%
Operating Grants	136,094	417,984	99,306	1,621,574	6%	50%	-44%
Financial Aid Received	170,011	389,424	393,788	605,000	65%	50%	15%
Construction Funds	-	-	2,500	8,000,000	0%	50%	-50%
Revenue From Federal Sources:							
Operating Grants	246,633	164,368	467,586	1,835,179	25%	50%	-25%
Financial Aid Received	555,754	674,793	671,842	2,330,000	29%	50%	-21%
Total Revenues	7,546,559	9,113,096	9,784,028	27,154,027	36%	50%	-14%
EXPENDITURES:							
Salary	1,809,242	2,279,746	2,369,874	6,566,162	36%	50%	-14%
Benefits	930,236	1,112,607	1,222,446	3,465,804	35%	50%	-15%
Personnel Services	2,739,478	3,392,353	3,592,320	10,031,966	36%	50%	-14%
Materials and Services	1,268,388	1,983,646	6,063,763	12,174,813	50%	50%	0%
Financial Aid Disbursed	672,157	897,105	870,854	2,933,735	30%	50%	-20%
Capital Outlay	9,861	1,458,773	111,872	38,682,409	0%	50%	-50%
Debt Service - Principal	-	-	-	580,283	0%	50%	-50%
Debt Service - Interest	120,005	72,428	14,855	1,772,178	1%	50%	-49%
Total Expenditures	4,809,889	7,804,305	10,653,665	66,175,385	16%	50%	-34%
Year To Date Surplus (Deficit)	2,736,670	1,308,790	(869,637)	(39,021,357)			
OTHER FINANCING SOURCES (USES):							
Proceeds From Sale of Assets	-	-	-	-	-	-	-
Proceeds From Debt	-	-	-	-	-	-	-
Proceeds From GO Bonds	-	36,025,084	-	-	-	-	-
Contingency	-	-	-	(1,832,008)	-	-	-
Unappropriated	-	-	-	-	-	-	-
Transfers From Other Funds	-	229,342	1,267,981	2,141,000	-	-	-
Transfers To Other Funds	-	(229,342)	(1,267,981)	(2,141,000)	-	-	-
Total Other Financing Sources (Uses)	-	36,025,084	-	(1,832,008)			
Net Change in Fund Balance	2,736,670	37,333,874	(869,637)	(40,853,366)			
FUND BALANCE:							
Beginning Fund Balance	3,132,202	4,004,772	-	40,853,365	0%		
Ending Fund Balance	\$ 5,868,873	\$ 41,338,646	\$ (869,637)	\$ -			

* All budgeted college funds, fiduciary funds are excluded (i.e. Club funds).

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-DRAFT
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

GENERAL FUND

	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference	Notes
REVENUES:								
Revenue From Local Sources:								
Property Taxes	\$ 1,440,454	\$ 1,497,607	\$ 1,506,945	\$ 1,643,092	92%	50%	42%	After completion of the second quarter, total revenue went from 8% over budget to 13%. The main areas now contributing to this were Property Taxes, Donations, interest, and the funds from the IRS tax credit (Misc Rev). Tuition & Fees were 10%, under the 50% fiscal year completion mark but it will likely improve with the remaining two full terms. Work study remained significantly under budget.
Tuition and Fees	726,318	862,537	949,660	2,379,805	40%	50%	-10%	
Operating Grants	-	-	-	-	-	-	-	
Donations	180,000	75,000	75,000	80,000	94%	50%	44%	
Interest	49,976	68,116	101,001	101,550	99%	50%	49%	
Merchandise Sales	-	-	-	-	-	-	-	
Miscellaneous	141,085	236,247	779,681	380,379	205%	50%	155%	
Revenue From State Sources:								
State Appropriation	1,885,109	2,120,289	2,335,396	4,508,974	52%	50%	2%	
Operating Grants	-	-	-	-	-	-	-	
Construction Funds	-	-	-	-	-	-	-	
Revenue From Federal Sources:								
Federal Work Study	-	6,399	6,923	48,886	14%	50%	-36%	
Total Revenues	4,422,942	4,866,195	5,754,606	9,142,687	63%	50%	13%	
EXPENDITURES:								
Salary	1,616,019	1,936,991	2,024,876	5,362,341	-	-	-	Personnel remained under budget due to the low Summer faculty costs. Materials & Services was still over budget due to the high annual contract expenditures in the summer but it improved by 1% moving from 9% over budget in first quarter to 8% over budget after the second quarter.
Benefits	834,092	945,343	1,087,660	2,834,980	-	-	-	
Personnel Services	2,450,111	2,882,334	3,112,536	8,197,321	38%	50%	-12%	
Materials and Services	944,636	1,140,495	1,413,513	2,428,115	58%	50%	8%	
Capital Outlay	-	-	-	185,000	0%	50%	-50%	
Debt Service - Principal	-	-	-	-	-	-	-	
Debt Service - Interest	-	-	-	-	-	-	-	
Total Expenditures	3,394,747	4,022,829	4,526,050	10,810,436	42%	50%	-8%	
Year To Date Surplus (Deficit)	1,028,195	843,366	1,228,557	(1,667,749)				
OTHER FINANCING SOURCES (USES):								
Proceeds From Sale of Assets	-	-	-	-	-	-	-	
Proceeds From Debt	-	-	-	-	-	-	-	
Contingency	-	-	-	(1,297,252)	-	-	-	
Unappropriated	-	-	-	-	-	-	-	
Transfers From Other Funds	-	(7,553)	-	-	-	-	-	
Transfers To Other Funds	-	-	(1,267,781)	(1,610,000)	-	-	-	
Total Other Financing Sources (Uses)	-	(7,553)	(1,267,781)	(2,907,252)				
Net Change in Fund Balance	1,028,195	835,813	(39,224)	(4,575,001)				
FUND BALANCE:								
Beginning Fund Balance	1,972,666	2,777,210	-	4,575,001	0%			
Ending Fund Balance	<u>\$ 3,000,861</u>	<u>\$ 3,613,023</u>	<u>\$ (39,224)</u>	<u>\$ -</u>				

General Fund is a major fund of the College and is used to account for the activities directly related to the College's basic education objectives.

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-DRAFT
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

SPECIAL REVENUE FUNDS

	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference	Notes
REVENUES:								
Revenue From Local Sources:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	-	-	-	
Tuition and Fees	-	-	-	-	-	-	-	
Operating Grants	2,853	72,066	99,892	258,368	39%	50%	-11%	
Donations	-	-	-	-	-	-	-	
Interest	-	1,148	1,809	-	-	-	-	
Merchandise Sales	-	-	-	-	-	-	-	
Miscellaneous	-	205	1,088	-	-	-	-	
Revenue From State Sources:								
Operating Grants	136,094	417,984	99,306	1,621,574	6%	50%	-44%	
Financial Aid Received	170,011	389,424	393,788	605,000	65%	50%	15%	
Construction Funds	-	-	-	-	-	-	-	
Revenue From Federal Sources:								
Operating Grants	246,633	157,970	460,662	1,786,293	26%	50%	-24%	
Financial Aid Received	555,754	674,793	671,842	2,330,000	29%	50%	-21%	
Total Revenues	1,111,346	1,713,589	1,728,387	6,601,235	26%	50%	-24%	
			<i>1,728,387</i>	<i>4,601,235</i>	<i>38%</i>	<i>50%</i>	<i>-12%</i>	
EXPENDITURES:								
Salary	188,405	323,915	329,499	1,168,968				
Benefits	94,416	157,618	128,018	615,848				
Personnel Services	282,820	481,533	457,517	1,784,816	26%	50%	-24%	
Materials and Services	221,690	466,680	283,189	2,598,475	11%	50%	-39%	
Financial Aid Disbursed	672,157	897,105	870,854	2,933,735	30%	50%	-20%	
Capital Outlay	9,861	-	5,926	500,000	1.19%	50%	-49%	
Debt Service - Principal	-	-	-	-	-	-	-	
Debt Service - Interest	-	-	-	-	-	-	-	
Total Expenditures	1,186,528	1,845,318	1,617,486	7,817,025	21%	50%	-29%	
			<i>1,617,486</i>	<i>5,817,025</i>	<i>28%</i>	<i>50%</i>	<i>-22%</i>	
Year To Date Surplus (Deficit)	(75,182)	(131,729)	110,901	(1,215,791)				
OTHER FINANCING SOURCES (USES):								
Proceeds From Sale of Assets	-	-	-	-	-	-	-	
Proceeds From Debt	-	-	-	-	-	-	-	
Contingency	-	-	-	-	-	-	-	
Unappropriated	-	-	-	-	-	-	-	
Transfers From Other Funds	-	7,553	-	-	-	-	-	
Transfers To Other Funds	-	-	-	-	-	-	-	
Total Other Financing Sources (Uses)	-	7,553	-	-	-	-	-	
Net Change in Fund Balance	(75,182)	(124,176)	110,901	(1,215,791)				
FUND BALANCE:								
Beginning Fund Balance	260,215	560,441	-	1,215,791	0.00%			
Ending Fund Balance	\$ 185,033	\$ 436,265	\$ 110,901	\$ -				

*Looking at it without the \$2M additional grant capacity.
 Total revenue gained 2%, moving from 14% under budget in first quarter to 12% in the second quarter. We expect this to continue to improve as more grant funds are received.
 Total expenditures moved from 17% under budget after summer to 22% at the end of Fall term. Grant spending is often slower in the first part of the year but ramps up as the year progresses and grants approach their end dates.

Special Revenue Funds account for the resources that are legally restricted to expenditures for specific purposes.

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-DRAFT
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

DEBT SERVICE FUNDS

REVENUES:	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference	Notes
Revenue From Local Sources:								
Property Taxes	\$ 1,820,368	\$ 2,228,587	\$ 1,706,321	\$ 1,818,482	94%	50%	44%	
Tuition and Fees	-	-	-	-	-	-	-	
Operating Grants	-	-	-	-	-	-	-	
Donations	-	-	-	-	-	-	-	
Interest	24,013	26,900	25,498	66,200	39%	50%	-11%	
Merchandise Sales	-	-	-	-	-	-	-	
Miscellaneous	-	-	2,110	-	-	-	-	
Revenue From State Sources:								
Unfunded PERS Liability Set-Aside	60,301	88,515	111,326	273,362	41%	50%	-9%	
Operating Grants	-	-	-	-	-	-	-	
Construction Funds	-	-	-	-	-	-	-	
Revenue From Federal Sources:								
Operating Grants	-	-	-	-	-	-	-	
Total Revenues	<u>1,904,683</u>	<u>2,344,002</u>	<u>1,845,254</u>	<u>2,158,044</u>	<u>86%</u>	<u>50%</u>	<u>36%</u>	
EXPENDITURES:								
Salary	\$ -	\$ -	\$ -	\$ -	-	-	-	
Benefits	-	-	-	-	-	-	-	
Personnel Services	-	-	-	-	-	-	-	
Materials and Services	10	30	-	167	0%	50%	-50%	
Capital Outlay	-	-	-	-	-	-	-	
Debt Service - Principal	-	-	-	580,283	0%	50%	-50%	
Debt Service - Interest	120,005	72,428	14,855	1,772,178	1%	50%	-49%	
Total Expenditures	<u>120,015</u>	<u>72,458</u>	<u>14,855</u>	<u>2,352,628</u>	<u>1%</u>	<u>50%</u>	<u>-49%</u>	
Year To Date Surplus (Deficit)	<u>1,784,668</u>	<u>2,271,544</u>	<u>1,830,399</u>	<u>(194,584)</u>				
OTHER FINANCING SOURCES (USES):								
Proceeds From Sale of Assets	-	-	-	-	-	-	-	
Proceeds From Debt	-	-	-	-	-	-	-	
Contingency	-	-	-	(379,938)	-	-	-	
Unappropriated	-	-	-	-	-	-	-	
Transfers From Other Funds	-	-	-	566,000	-	-	-	
Transfers To Other Funds	-	-	-	(566,000)	-	-	-	
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(379,938)</u>				
Net Change in Fund Balance	<u>1,784,668</u>	<u>2,271,544</u>	<u>1,830,399</u>	<u>(574,522)</u>				
FUND BALANCE:								
Beginning Fund Balance	499,139	342,464	-	574,522	0%	-	-	
Ending Fund Balance	<u>\$ 2,283,807</u>	<u>\$ 2,614,008</u>	<u>\$ 1,830,399</u>	<u>\$ -</u>				

With the receipt of the November tax collections, revenue has swung from a 20% shortfall to 36% over budget at the end of the second quarter. It will now move towards flattening out over the rest of the year.

Due to a US Bank error, the first interest payment on the new general obligation bonds was not made until the start of January so it will be reflected on the third quarter financials. The PERS bond interest payment was made in December as scheduled. The next of the interest payments and annual principal payments will be made in June.

Note: Shortfalls in the Set-Aside result from actual payroll costs being lower than budgeted.

Debt Service Funds accounts for the accumulation of resources, and the repayment of general long-term debt, interest and related cost.

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

CAPITAL PROJECT FUND

	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference	Notes
REVENUES:								
Revenue From Local Sources:								
Property Taxes	\$ -	\$ -	\$ -	\$ -				
Tuition and Fees	-	-	-	-				
Operating Grants	-	-	-	-				
Donations	-	-	-	-				
Interest	-	56,536	258,898	960,464	27%	50%	-23%	
Merchandise Sales	-	-	-	-				
Miscellaneous	-	-	-	-				
Revenue From State Sources:								
State Appropriation	-	-	-	-				
Operating Grants	-	-	2,500	8,000,000	0%	50%	-50%	
Construction Funds	-	-	-	-				
Revenue From Federal Sources:								
Operating Grants	-	-	-	-				
Total Revenues	-	56,536	261,398	8,960,464	3%	50%	-47%	
EXPENDITURES:								
Salary	-	-	-	-				
Benefits	-	-	-	-				
Personnel Services	-	-	-	-				
Materials and Services	-	100,763	4,218,295	5,000,000	84%	50%	34%	
Capital Outlay	-	1,458,773	105,947	37,997,409	0%	50%	-50%	
Debt Service - Principal	-	-	-	-				
Debt Service - Interest	-	-	-	-				
Total Expenditures	-	1,559,536	4,324,242	42,997,409	10%	50%	-40%	
Year To Date Surplus (Deficit)	-	(1,503,000)	(4,062,844)	(34,036,945)				
OTHER FINANCING SOURCES (USES):								
Proceeds From Sale of Assets	-	-	-	-				
Proceeds From Debt	-	-	-	-				
Proceeds From GO Bonds	-	36,025,084	-	-				
Contingency	-	-	-	-				
Unappropriated	-	-	-	-				
Transfers From Other Funds	-	-	-	-				
Transfers To Other Funds	-	(229,342)	(200)	-				
Total Other Financing Sources (Uses)	-	35,795,741	(200)	-				
Net Change in Fund Balance	-	34,292,741	(4,063,044)	(34,036,945)				
FUND BALANCE:								
Beginning Fund Balance	-	-	-	34,036,945	0%			
Ending Fund Balance	\$ -	\$ 34,292,741	\$ (4,063,044)	\$ -				

Interest was 23% under budget at the end of the second quarter but this is only interest earned on the LGIP. Interest earned on the treasury bonds will be reflected in January and that will close some of that gap. None of the State matching funds have yet been applied for - the small amount listed as Construction Funds was a credit we received from the Energy Trust of Oregon.

After the second quarter, Materials and Services is significantly over budget. It is expected that it will ultimately exceed the budgeted amount and a formal budget adjustment will need to be brought to the BOE before year end.

Capital Project Fund is used for the acquisition of land, new construction and major equipment purchases. The Capital Project Fund is a Special Revenue Fund that for reporting purposes the college has chosen not to aggregate with the other funds.

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-DRAFT
 For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

ENTERPRISE FUND - YOUR COLLEGE STORE

	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference	Notes
REVENUES:								
Revenue From Local Sources:								
Property Taxes	\$ -	\$ -	\$ -	\$ -				
Tuition and Fees	-	-	-	-				
Operating Grants	-	-	-	-				
Donations	-	-	-	-				
Interest	-	-	-	-				
Merchandise Sales	89,492	123,928	179,547	246,000	73%	50%	23%	
Miscellaneous	-	-	-	-				
Revenue From State Sources:								
State Appropriation	-	-	-	-				
Operating Grants	-	-	-	-				
Construction Funds	-	-	-	-				
Revenue From Federal Sources:								
Operating Grants	-	-	-	-				
Total Revenues	<u>89,492</u>	<u>123,928</u>	<u>179,547</u>	<u>246,000</u>	<u>73%</u>	<u>50%</u>	<u>23%</u>	
EXPENDITURES:								
Salary	4,818	18,840	15,499	34,852				
Benefits	1,729	9,646	6,768	14,977				
Personnel Services	<u>6,547</u>	<u>28,486</u>	<u>22,267</u>	<u>49,829</u>	<u>45%</u>	<u>50%</u>	<u>-5%</u>	
Materials and Services	90,894	106,269	142,574	225,833	63%	50%	13%	
Capital Outlay	-	-	-	-				
Debt Service - Principal	-	-	-	-				
Debt Service - Interest	-	-	-	-				
Total Expenditures	<u>97,441</u>	<u>134,755</u>	<u>164,841</u>	<u>275,662</u>	<u>60%</u>	<u>50%</u>	<u>10%</u>	
Year To Date Surplus (Deficit)	<u>(7,949)</u>	<u>(10,827)</u>	<u>14,707</u>	<u>(29,663)</u>				
OTHER FINANCING SOURCES (USES):								
Proceeds From Sale of Assets	-	-	-	-				
Proceeds From Debt	-	-	-	-				
Contingency	-	-	-	-				
Unappropriated	-	-	-	-				
Transfers From Other Funds	-	-	-	-				
Transfers To Other Funds	-	-	-	35,000				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,000</u>				
Net Change in Fund Balance	<u>(7,949)</u>	<u>(10,827)</u>	<u>14,707</u>	<u>5,337</u>				
FUND BALANCE:								
Beginning Fund Balance	(33,676)	(47,117)	-	(5,338)	0%			
Ending Fund Balance	<u>\$ (41,625)</u>	<u>\$ (57,944)</u>	<u>\$ 14,707</u>	<u>\$ (0)</u>				

Revenue in the bookstore was still well above budget at the end of second quarter - 23%.
 Personnel costs remain 7% under budget, the same as after the first quarter. Materials & Services has dropped from 29% over budget after Summer to just 13% after Fall term.
 The bookstore is still running a surplus balance.

An enterprise fund furnishes goods to students, staff and the public (i.e. Your College Store). The goal is for the fund to be self supporting.

OREGON COAST COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-DRAFT
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget

INTERNAL SERVICE FUNDS

	YTD DEC 2023	YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	% Executed	Fiscal Year Completion	Difference	Notes
REVENUES:								
Revenue From Local Sources:								
Property Taxes	\$ -	\$ -	\$ -	\$ -				
Tuition and Fees	-	-	-	-				
Operating Grants	-	-	-	-				
Donations	-	-	-	-				
Interest	-	-	-	-				
Merchandise Sales	-	-	-	-				
Miscellaneous	18,097	8,845	14,835	45,598	33%	50%	-17%	
Revenue From State Sources:								
State Appropriation	-	-	-	-				
Operating Grants	-	-	-	-				
Construction Funds	-	-	-	-				
Revenue From Federal Sources:								
Operating Grants	-	-	-	-				
Total Revenues	<u>18,097</u>	<u>8,845</u>	<u>14,835</u>	<u>45,598</u>	<u>33%</u>	<u>50%</u>	<u>-17%</u>	
EXPENDITURES:								
Salary	-	-	-	-				
Benefits	-	-	-	-				
Personnel Services	-	-	-	-				
Materials and Services	11,158	5,498	6,192	40,200	15%	50%	-35%	
Capital Outlay	-	-	-	-				
Debt Service - Principal	-	-	-	-				
Debt Service - Interest	-	-	-	-				
Total Expenditures	<u>11,158</u>	<u>5,498</u>	<u>6,192</u>	<u>40,200</u>	<u>15%</u>	<u>50%</u>	<u>-35%</u>	
Year To Date Surplus (Deficit)	<u>6,939</u>	<u>3,347</u>	<u>8,643</u>	<u>5,398</u>				
OTHER FINANCING SOURCES (USES):								
Proceeds From Sale of Assets	-	-	-	-				
Proceeds From Debt	-	-	-	-				
Contingency	-	-	-	(154,818)				
Unappropriated	-	-	-	-				
Transfers From Other Funds	-	-	-	-				
Transfers To Other Funds	-	-	-	-				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(154,818)</u>				
Net Change in Fund Balance	<u>6,939</u>	<u>3,347</u>	<u>8,643</u>	<u>(149,420)</u>				
FUND BALANCE:								
Beginning Fund Balance	126,634	130,181	-	149,420	0%			
Ending Fund Balance	<u>\$ 133,573</u>	<u>\$ 133,528</u>	<u>\$ 8,643</u>	<u>\$ -</u>				

Total revenue and expenditures continue to be well under budget at the end of the second quarter.

The income into the fund was 41% unemployment funds from the General Fund payroll and 59% printer/copier revenue.

Expenditures were related to printer/copier costs - a pallet of paper and the maintenance contract with Pacific Automation.

The fund is maintaining a surplus balance at the halfway point in the fiscal year.

Internal Service Funds (ISFs) exist primarily to provide services to the other instruction or administrative units of the College. The College has 3 ISFs, Unemployment, Copier and Insurance Deductible funds.

**OREGON COAST COMMUNITY COLLEGE
CHANGE IN FUND BALANCE-DRAFT
For the year to date (YTD) December 2023, 2024, 2025 & 2025/26 Budget**

YTD DEC 2024	YTD DEC 2025	BUDGET 2025/26	%	Notes
Executed	Executed	Executed	Executed	Executed

RESERVE FUND - STRATEGIC INITIATIVES 5000

Established: 12/18/2013 Education Board resolution 14-12.08

Reviewed: n/a

Purpose: Funds reserved for strategic initiatives

Materials & Services	163,911	-	1,882,024	0%
Total Expenditures	163,911	0	1,882,024	0%
Excess of Revenues Over (Under) Expenditures	(163,911)	0	(1,882,024)	

OTHER FINANCING SOURCES (USES)

Contingency	0	0	0	
Transfers In/(Out)	229,342	1,267,981	1,575,000	
Total Other Financing Sources (Uses)	229,342	1,267,981	1,575,000	81%
Net Change in Fund Balance	65,431	1,267,981	(307,024)	
Beginning Fund Balance	241,592	307,024	307,024	100%
Ending Fund Balance	307,024	1,575,005	0	

The IRS tax credit money was transferred into this fund as planned. Contrast this with the \$55k balance that was in this fund in 2014.

The Reserve Fund is used to account for specific programs where money is Board of Education restricted.