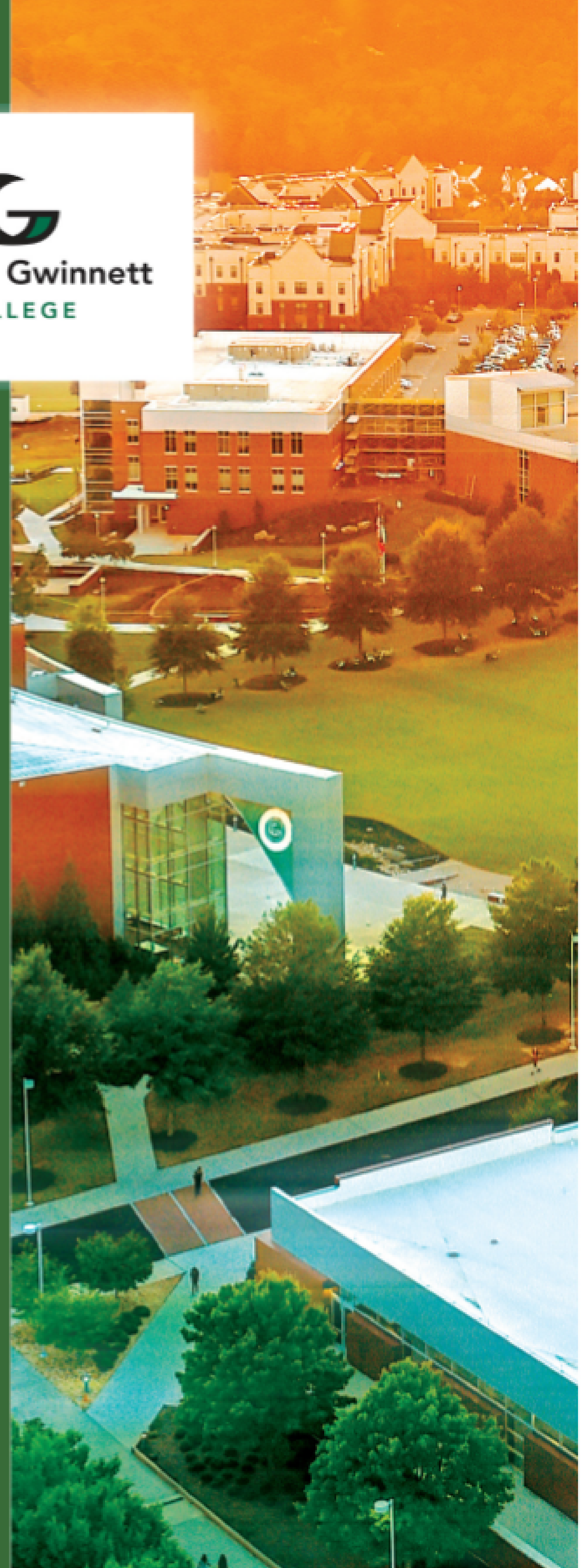
Georgia Gwinnett College

Fiscal Year 2024



ANNUAL FINANCIAL REPORT

GEORGIA GWINNETT COLLEGE
TABLE OF CONTENTS
For the Fiscal Year Ended June 30, 2024

Introductory Section

Office of the President

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A Message from the President – 2024 GGC Financial Report

We are excited to share the 2024 annual financial report, celebrating Georgia Gwinnett College's (GGC) ongoing commitment to student success and educational excellence. This year has been marked by exceptional growth, with a notable increase in both student enrollment, retention and graduation, underscoring the strength and appeal of our programs.

Another significant achievement was the reaffirming of our accreditation through the Southern Association of Colleges and Schools and Commission on Colleges. Built into this reaffirming is GGC's commitment to emphasize experiential learning and critical thinking in our academic programs.

Our success is deeply rooted in the collaboration that defines GGC, both within our institution and with our community partners. These partnerships have been vital, providing the necessary resources and opportunities that extend learning beyond the classroom offering our students real-world experiences and connections that will serve them well into the future.

Financial stewardship remains a top priority for Georgia Gwinnett College. This year, we have strategically leveraged our finances and invested in expanding our educational programs, ensuring that every dollar is used to maximize student impact and fund needed resources. These investments have not only fueled our growth but have also positioned GGC as a leader in providing quality education tailored to our students.

GGC's faculty and staff have worked diligently to create innovative and supportive programs that inspire students to excel academically and personally. Through collective efforts, we have built a learning environment that nurtures talent, fosters skill development and prepares students for successful careers.

The GGC's leadership team remains committed to upholding fiscal responsibility and delivering exceptional educational opportunities for all our students. Together, we look forward to an even brighter future.

Dr. Jann L. Joseph
President

Financial Section

DOAA
Georgia Department
of Audits & Accounts

Greg S. Griffin
State Auditor

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The Honorable Brian P. Kemp, Governor of Georgia
Members of the General Assembly of the State of Georgia
Members of the State Board of Regents of the
University System of Georgia
and
Dr. Jann Joseph, President
Georgia Gwinnett College

We have reviewed the accompanying financial statements of the business-type activities and the fiduciary funds of Georgia Gwinnett College, as of and for the year ended June 30, 2024, and the related notes (financial statements), as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility 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; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Georgia Gwinnett College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

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 listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a required 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the responsibility of management. We have not audited, reviewed, or compiled the required supplementary information and we do not express an opinion, a conclusion, nor provide any assurance on it.

Other Matters

The accompanying supplementary information listed in the table of contents is presented for additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. We have not audited, reviewed, or compiled the supplementary information and we do not express an opinion, a conclusion, nor provide any assurance on it. We did, however, perform certain procedures on the supplementary information.

Included in a separate Report on Review is a section on findings and other items for any matters that came to our attention during our engagement.

Additionally, we have performed certain procedures at Georgia Gwinnett College to support our audit of the basic financial statements of the State of Georgia presented in the State of Georgia Annual Comprehensive Financial Report and the issuance of a State of Georgia Single Audit Report pursuant to the Single Audit Act Amendments, as of and for the year ended June 30, 2024.

This report is intended solely for the information and use of the management of Georgia Gwinnett College, and members of the Board of Regents of the University System of Georgia and is not intended to be, and should not be, used by anyone other than these specified parties.

Respectfully submitted,

Greg S. Griffin
State Auditor

October 28, 2024

GEORGIA GWINNETT COLLEGE
Management’s Discussion and Analysis

Introduction
Georgia Gwinnett College (College) is one of the 26 institutions of higher education of the University System of Georgia. The College, located in Lawrenceville, Georgia, was founded in 2005. The College offers baccalaureate degrees in a wide variety of subjects. This broad range of educational opportunities attracts a highly qualified faculty and a student body of more than 10,000 students each year.

Fiscal Year	Student Headcount	Full Time Equivalent (FTE)
FY 2024	11,918	10,437
FY 2023	11,030	9,669
FY 2022	10,949	9,498

Overview of the Financial Statements and Financial Analysis
The College is pleased to present its financial statements for fiscal year 2024. The emphasis of discussions about these statements will be on current year data. There are three business-type activity financial statements presented: the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and the Statement of Cash Flows. This discussion and analysis of the College’s financial statements provides an overview of its financial activities for the year. Comparative data is provided for fiscal year 2024 and fiscal year 2023.

Statement of Net Position
The Statement of Net Position is a financial condition snapshot as of June 30, 2024 and includes all assets and liabilities, both current and noncurrent and deferred outflows and inflows. The differences between current and non-current assets are discussed in the Notes to the Financial Statements. The Statement of Net Position is prepared under the accrual basis of accounting which requires revenue and asset recognition when the service is provided, and expense and liability recognition when goods or services are received despite when cash is actually exchanged.

From the data presented, readers of the Statement of Net Position are able to determine the assets available to continue the operations of the College and how much the College owes vendors. The difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources (net position) is one indicator of the College’s financial health. Increases or decreases in net position provide an indicator of the improvement or decline of the College’s financial health when considered in conjunction with other non-financial conditions, such as facilities and enrollment. Net Position is divided into three major categories. The first category, net investment in capital assets, provides the College’s equity in property, plant and equipment owned by the College.

The next category is restricted, which is divided into two categories, non-expendable and expendable. The corpus of non-expendable, restricted resources is available only for investment purposes. Expendable, restricted resources are available for expenditure by the College but must be spent for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets.

The final category is unrestricted. Unrestricted resources are available to the College for any lawful purpose.

CONDENSED STATEMENT OF NET POSITION	June 30, 2024	June 30, 2023	Increase/ (Decrease)
ASSETS			
Current Assets	$ 77,571,789	$ 78,796,896	$ (1,225,107)
Capital Assets, Net	216,972,240	219,531,148	(2,558,908)
Intangible Right-to-Use Assets, Net	160,540	330,464	(169,924)
Other Assets	1,036,006	1,081,984	(45,978)
TOTAL ASSETS	295,740,575	299,740,492	(3,999,917)
DEFERRED OUTFLOWS	47,332,654	$ 65,191,885	(17,859,231)
LIABILITIES			
Current Liabilities	16,220,879	15,219,279	1,001,600
Non-Current Liabilities	239,703,369	264,713,242	(25,009,873)
TOTAL LIABILITIES	255,924,248	279,932,521	(24,008,273)
DEFERRED INFLOWS	30,638,705	27,128,351	3,510,354
NET POSITION			
Net Investment in Capital Assets	106,725,060	104,664,262	2,060,798
Restricted, Non-Expendable	—	—	—
Restricted, Expendable	95,620	776,755	(681,135)
Unrestricted	(50,310,404)	(47,569,512)	(2,740,892)
TOTAL NET POSITION	$ 56,510,276	$ 57,871,505	$ (1,361,229)

Total assets decreased $3,999,917 which was due to a decrease in current assets of $1,225,107, a decrease in net capital assets of $2,558,908, a decrease in intangible right-to-use assets of $169,924 and a decrease in other assets of $45,978. The total assets decrease is primarily related to an decrease Federal Financial Assistance (HEERF) receivable of $2 million which was offset by an increase in other assets and cash and cash equivalents.

Total deferred outflows of resources decreased by $17,859,231 which was primarily due to the College's proportionate share of the actuarially determined deferred loss on the USG's Other Post Employment Benefits (OPEB) plan and the defined benefit pension plans administered by Teachers Retirement System of Georgia and Employees' Retirement System of Georgia.

Total liabilities decreased by $24,008,273 which was due to an increase in current liabilities of $1,001,600 and a decrease in non-current liabilities of $25,009,873. The decrease in net liabilities is primarily attributable to the decrease in net pension liability by $6,641,188 and the decrease in net other post employment benefits liability of $12,320,028. The substantial decreases are related to Teachers Retirement System of Georgia and Employees' Retirement System of Georgia change in assumptions and an update in their respective experience study as well as the decrease in College's proportionate share of the actuarially determined liability for other post employment benefits plans (OPEB).

Total deferred inflows of resources increased by $3,510,354 which was primarily due to the College's proportionate share of the actuarially determined deferred gain on OPEB with a decrease in Deferred gain on Pensions. The substantial increase is related to the Teachers Retirement System of Georgia and Employees' Retirement System of Georgia change in assumptions and an update in their respective experience study.

The combination of the change in total assets and deferred outflows of resources and the change in total liabilities and deferred inflows of resources yielded a decrease in net position of $1,361,229. This change in net position is primarily in the category of Unrestricted (deficit) Net Position, in the amount of $2,740,892. These changes are primarily attributable to the College's proportionate share of the actuarially determined liability for defined benefit plans and OPEB.

Statement of Revenues, Expenses and Changes in Net Position
Changes in total net position as presented on the Statement of Net Position are based on the activity presented in the Statement of Revenues, Expenses and Changes in Net Position. The purpose of the statement is to present the revenues received by the College, both operating and non-operating, and the expenses paid by the College, operating and non-operating, and any other revenues, expenses, gains and losses received or spent by the College. Generally, operating revenues are received for providing goods and services to the various customers and constituencies of the College. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues, and to carry out the mission of the College. Non-operating revenues are revenues received for which goods and services are not provided. For example state appropriations are non-operating because they are provided by the Legislature to the College without the Legislature directly receiving commensurate goods and services for those revenues.

CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	June 30, 2024	June 30, 2023	Increase/ (Decrease)
Operating Revenue	$ 49,505,996	$ 51,788,859	$ (2,282,863)
Operating Expense	151,855,492	154,986,209	(3,130,717)
Operating Income/Loss	(102,349,496)	(103,197,350)	847,854
Non-Operating Revenue and Expense	100,550,996	118,901,409	(18,350,413)
Income (Loss) before Other Revenues, Expenses, Gains, or Losses	(1,798,500)	15,704,059	(17,502,559)
Other Revenues, Expenses, Gains, Losses and Special Items	437,270	—	437,270
Change in Net Position	(1,361,230)	15,704,059	(17,065,289)
Net Position at beginning of year	57,871,506	42,167,447	15,704,059
Net Position at End of Year	$ 56,510,276	$ 57,871,506	$ (1,361,230)

The Statement of Revenues, Expenses and Changes in Net Position reflect a decrease but stable year, which is represented by an decrease in net position at the end of the year. Some highlights of the information presented on this statement are as follows:

Revenues
In fiscal year 2024, state appropriations decreased $2.2 million due to decreased formula funding provided by the state as a result of the College's Fall 2021 (fiscal year 2022) enrollment decrease. Tuition and fees net of waivers decreased $5.1 million. Overall, total operating revenues decreased by $2.3 million which was mostly attributed to a decrease in tuition and fees.

Increased financial flexibility resulting from the College’s ability to replace revenues lost due to COVID-19 with federal funds allowed the college to increase its investment in software, consultants and support staff that support student retention initiatives.

For the years ended June 30, 2024 and June 30, 2023, revenues by source were as follows:

REVENUES BY SOURCE	June 30, 2024	June 30, 2023	Increase/ (Decrease)
Tuition and Fees	$ 26,786,276	31,920,510	$ (5,134,234)
Grants and Contracts	2,888,830	1,461,610	1,427,220
Sales and Services	533,182	532,518	664
Auxiliary Enterprises	18,772,374	16,966,817	1,805,557
Other Operating Revenues	525,334	907,404	(382,070)
Total Operating Revenues	49,505,996	51,788,859	(2,282,863)
State Appropriations	67,899,103	70,102,846	(2,203,743)
Grants and Contracts	38,518,494	56,432,735	(17,914,241)
Gifts	156,443	342,181	(185,738)
Investment Gain/Loss	659,234	304,967	354,267
Other Nonoperating Revenues	(284,011)	458,701	(742,712)
Total Nonoperating Revenues	106,949,263	127,641,430	(20,692,167)
State Capital Gifts and Grants	305,953	—	305,953
Other Capital Gifts and Grants	131,317	—	131,317
Total Capital Gifts and Grants	437,270	—	437,270
Total Revenues	$ 156,892,529	$ 179,430,289	$ (22,537,760)

Expenses

For the years ended June 30, 2024 and June 30, 2023, expenses by functional classification were as follows:

EXPENSES BY FUNCTIONAL CLASSIFICATION	June 30, 2024	June 30, 2023	Increase/ (Decrease)
Instruction	58,233,721	59,590,353	(1,356,632)
Research	329,891	208,057	121,834
Public Service	314,803	331,166	(16,363)
Academic Support	13,170,210	11,167,511	2,002,699
Student Services	13,278,970	11,652,179	1,626,791
Institutional Support	22,456,519	21,442,839	1,013,680
Plant Operations and Maintenance	14,559,049	9,893,524	4,665,525
Scholarships and Fellowships	16,839,421	27,519,122	(10,679,701)
Auxiliary Enterprises	12,672,908	13,181,458	(508,550)
Total Operating Expenses	151,855,492	154,986,209	(3,130,717)
Interest Expense	6,398,267	8,740,021	(2,341,754)
Total Nonoperating Expenses	6,398,267	8,740,021	(2,341,754)
Total Expenses	158,253,759	163,726,230	(5,472,471)

Total operating expenses were $151,855,492 in fiscal 2024, a decrease of $3.1 million when compared with fiscal 2023. This increase is primarily attributable to the following functional classifications:

Research, Academic Support, Institutional Support and Student Services combined increased a total of $4.8 million. These increases were spread evenly among the listed areas.

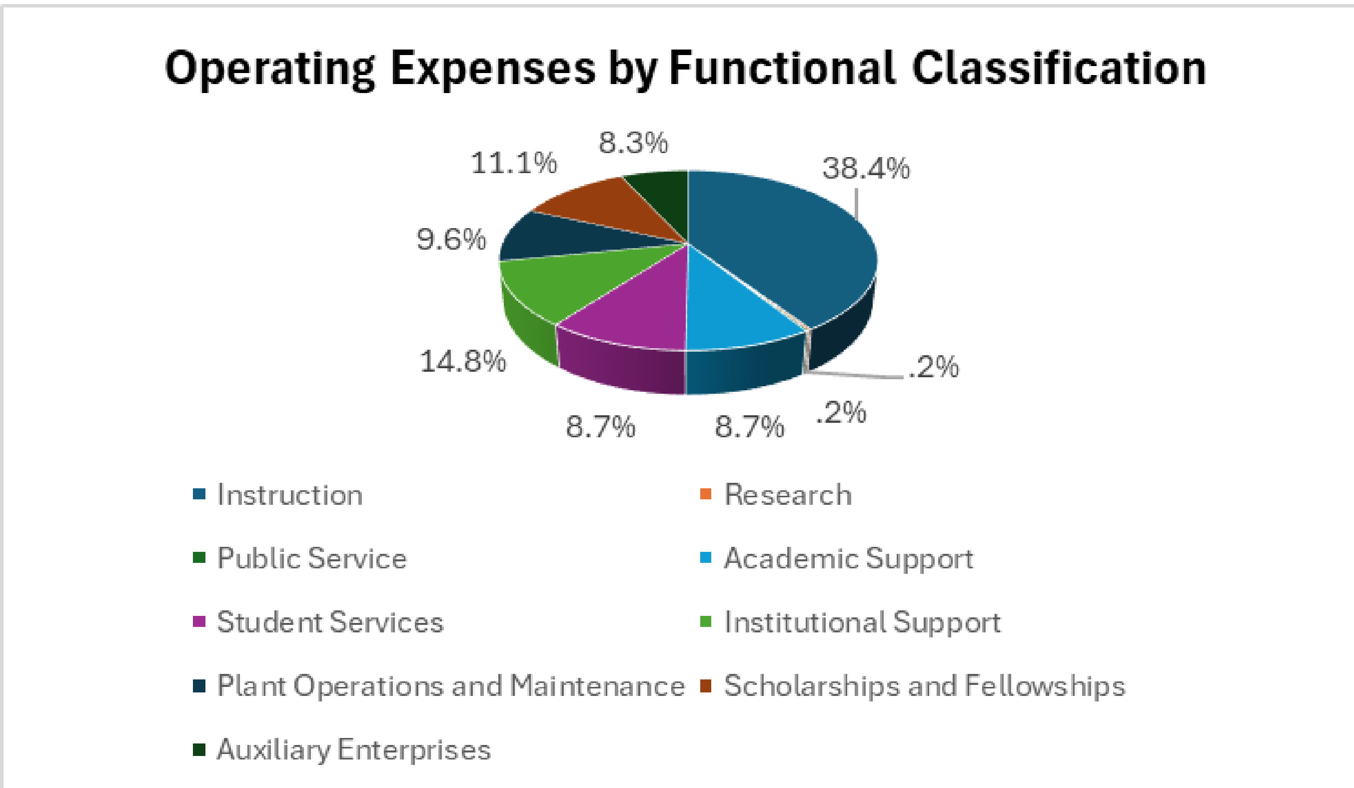
Plant Operations and Maintenance increased $4.7 million in the Supplies and Other Services category. In fiscal year 2024, there has been an increased commitment to address repair and maintenance needs of the college to meet the increase in the age of buildings and usage.

These amounts were partially offset by decreases in the following areas:

Scholarships and Fellowships decreased $10.7 million. This decrease was due largely to declining HEERF funding from FY23 to FY24.

Instruction decreased by 1.4 million in the payroll and benefits category.

The following chart depicts the fiscal 2024 operating expenses by functional classification.



Statement of Cash Flows

The Statement of Cash Flows presents detailed information about the cash activity of the College during the year and is divided into five sections. The first section is concerned with operating cash flows and reflects the net cash used by the various operating activities of the College. The second section is related to cash flows from non-capital financing activities, which reflects the cash received and spent for non-capital financing purposes. The third section summarizes cash flows from capital and related financing activities and contains cash used for the acquisition and construction of capital and related items. The fourth section is comprised of the cash flows from investing activities and includes the purchases, proceeds and interest received from investing activities. The fifth, and final, section reconciles the net cash used to the operating income or loss as reflected on the Statement of Revenues, Expenses and Changes in Net Position.

Cash Flows for the Years Ended June 30, 2024 and 2023, Condensed

CONDENSED STATEMENT OF NET CASH FLOWS	June 30, 2024	June 30, 2023	Increase (Decrease)
Cash Provided (Used) by:			
Operating Activities	$ (95,966,754)	(88,093,113)	(7,873,641)
Non-Capital Financing Activities	106,446,596	126,743,195	(20,296,599)
Capital and Related Financing Activities	(11,696,237)	(24,466,460)	12,770,223
Investing Activities	659,234	304,968	354,266
NET CHANGE IN CASH	$ (557,161)	$ 14,488,590	$ (15,045,751)
Cash, beginning of year	58,585,066	44,096,476	14,488,590
CASH, end of year	$ 58,027,905	$ 58,585,066	$ (557,161)

Capital & Intangible Right-to-Use Assets
Capital assets, net of accumulated depreciation, at June 30, 2024 and June 30, 2023 were as follows:

CAPITAL ASSETS, net of accumulated depreciation	June 30, 2024	June 30, 2023	Increase (Decrease)
Land and Land Improvements	$ 16,250,760	16,250,760	$ —
Capitalized Collections	156,588	84,300	72,288
Infrastructure	2,282,041	2,429,093	(147,052)
Building and Building Improvements	195,658,365	197,962,963	(2,304,598)
Equipment	2,356,884	2,395,226	(38,342)
Library Collections	267,602	408,811	(141,209)
Capital Assets, net of accumulated depreciation	$ 216,972,240	$ 219,531,153	$ (2,558,913)

Intangible Right-to-Use assets, net of accumulated amortization, at June 30, 2024 and June 30, 2023 were as follows:

INTANGIBLE RIGHT-TO-USE ASSETS, net of accumulated amortization	June 30, 2024	June 30, 2023	Increase (Decrease)	% Change
Land and Land Improvements	$ 111,089.00	$ 213,633.00	$ (102,544)	(48.0)
Equipment	49,451	$ 116,831	(67,380)	(57.7)
Intangible Right-to-Use Assets, net of accumulated amortization	$ 160,540	$ 330,464	$ (169,924)	(51.4)

For additional information concerning Capital and Intangible Right-to-Use Assets, see Notes 1, 6, 8, and 13 in the Notes to the Financial Statements.

Long Term Liabilities

The College had Long-Term Liabilities of $127,186,225 of which $7,660,080 was reflected as current liability at June 30, 2024.

For additional information concerning Long-Term Liabilities, see Note 8 and 13 in the Notes to the Financial Statements.

The Notes to the Financial Statements are an integral part of the basic financial statements and communicate information essential for fair presentation. For example, the notes convey information concerning significant accounting policies used to prepare the financial statements, detailed information on cash and investments, receivables, leases, compensated absences, retirement and other postemployment benefits, capital assets and a report of operating expenses by function.

Restatement
The College had no restatements for FY 2024.

Economic Outlook

Georgia Gwinnett College’s enrollment increased approximately 8% from Fall of 2022 (fiscal year 2023) to the Fall of 2023 academic term (fiscal year 2024). Although, the college experienced a substantial increase in enrollment, there was a decrease of 5.1 million in overall net tuition resulting from an increase in waivers. Housing revenues grew significantly in FY24 resulting from the college’s commitment to increasing capacity in the residence halls.

The College was able to maintain operations and reduce overall operating expenses by $3.1 million in fiscal year 2024. This was a result of a reduction in budgeted expenditures enacted for the fiscal year to offset tuition and state appropriation funding declines resulting from lower enrollment experienced by the college during the pandemic.

With enrollment versus prior academic term increasing each term since the Fall of 2022, the college is positioned to see revenue growth in FY25. It is anticipated that this increased growth will provide increased funding that can address ongoing operational needs while potentially allowing the college to reduce long term liabilities.

Looking beyond FY25, the college will face a challenge to continually increase enrollment to sustain its debt and operating costs. The college has been preparing for this financial challenge for the last several year. The college's conservative approach to financial management as well as its commitment to achieve enrollment growth will help offset the funding declines that may occur in future fiscal years.

Financial Statements (GAAP Basis)

GEORGIA GWINNETT COLLEGE
STATEMENT OF NET POSITION
JUNE 30, 2024

	Georgia Gwinnett College
ASSETS	
Current Assets	
Cash and Cash Equivalents	$ 57,904,498
Cash and Cash Equivalents (Externally Restricted)	123,407
Accounts Receivable, net	
Federal Financial Assistance	672,509
Affiliated Organizations	37,644
Other	2,327,402
Prepaid Items	16,507,855
Other Assets	(1,526)
Total Current Assets	77,571,789
Non-Current Assets	
Accounts Receivable, net	
Due From USO - Capital Liability Reserve Fund	967,569
Other	68,437
Capital Assets, net	216,972,240
Intangible Right-to-Use Assets, net	160,540
Total Non-Current Assets	218,168,786
TOTAL ASSETS	295,740,575
DEFERRED OUTFLOWS OF RESOURCES	$ 47,332,654

GEORGIA GWINNETT COLLEGE
STATEMENT OF NET POSITION
JUNE 30, 2024

LIABILITIES	
Current Liabilities	
Accounts Payable	$ 4,248,289
Salaries Payable	742,218
Benefits Payable	327,143
Due to Component Units	64,057
Advances (Including Tuition and Fees)	2,574,579
Deposits	369,555
Deposits Held for Other Organizations	79,886
Other Liabilities	155,072
Notes and Loans Payable - Component Units	5,731,760
Lease Obligations - External	203,545
Compensated Absences	1,724,775
Total Current Liabilities	16,220,879
Non-Current Liabilities	
Notes and Loans Payable - Component Units	118,526,511
Compensated Absences	999,634
Net Other Post Employment Benefits Liability	48,862,551
Net Pension Liability	71,314,673
Total Non-Current Liabilities	239,703,369
TOTAL LIABILITIES	255,924,248
DEFERRED INFLOWS OF RESOURCES	30,638,705
NET POSITION	
Net Investment in Capital Assets	106,725,060
Restricted for:	
Expendable	95,620
Unrestricted (Deficit)	(50,310,404)
TOTAL NET POSITION	$ 56,510,276

GEORGIA GWINNETT COLLEGE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024

OPERATING REVENUES	
Student Tuition and Fees (net)	$ 26,786,276
Grants and Contracts	
Federal	1,948,324
State	334,082
Other	606,424
Sales and Services	533,182
Rents and Royalties	80,559
Auxiliary Enterprises	
Residence Halls	10,091,355
Bookstore	250,582
Food Services	823,417
Parking/Transportation	2,009,286
Health Services	1,026,073
Intercollegiate Athletics	4,394,956
Other Organizations	176,705
Other Operating Revenues	444,775
Total Operating Revenues	49,505,996
OPERATING EXPENSES	
Faculty Salaries	42,815,229
Staff Salaries	27,123,723
Employee Benefits	24,360,682
Other Personal Services	564,649
Travel	637,269
Scholarships and Fellowships	17,171,994
Utilities	2,606,552
Supplies and Other Services	32,967,006
Depreciation and Amortization	3,608,388
Total Operating Expenses	151,855,492
Operating Loss	$ (102,349,496)

GEORGIA GWINNETT COLLEGE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024

NONOPERATING REVENUES (EXPENSES)		
State Appropriations	$	67,899,103
Grants and Contracts		
Federal		38,021,090
Other		497,404
Gifts		156,443
Investment Income		659,234
Interest Expense		(6,398,267)
Other Nonoperating Revenues		(284,011)
Net Nonoperating Revenues		100,550,996
Income Before Other Revenues, Expenses, Gains, or Losses		(1,798,500)
Capital Grants and Gifts		
State		305,953
Other		131,317
Total Other Revenues, Expenses, Gains or Losses		437,270
Change in Net Position		(1,361,230)
Net Position, Beginning of Year		57,871,506
Net Position, End of Year	$	56,510,276

The notes to the financial statements are an integral part of this statement.

GEORGIA GWINNETT COLLEGE
STATEMENT OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2024

	Georgia Gwinnett College
CASH FLOWS FROM OPERATING ACTIVITIES	
Payments from Customers	$ 45,955,754
Grants and Contracts (Exchange)	4,488,702
Payments to Suppliers	(58,877,461)
Payments to Employees	(70,563,940)
Payments for Scholarships and Fellowships	(17,171,994)
Other Receipts	56,593
Other Payments	145,592
Net Cash Used by Operating Activities	(95,966,754)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
State Appropriations	67,899,103
Gifts and Grants Received for Other Than Capital Purposes	38,543,619
Other Non-Capital Financing Receipts	4,289
Other Non-Capital Financing Payments	(415)
Net Cash Flows Provided by Non-Capital Financing Activities	106,446,596
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital Gifts and Grants Received	395,287
Purchases of Capital Assets and Intangible Rights-to-Use Assets	(903,624)
Principal Paid on Capital Debt and Leases	(5,688,036)
Interest Paid on Capital Debt and Leases	(5,499,864)
Net Cash Used by Capital and Related Financing Activities	(11,696,237)
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment Income	659,234
Net Cash Provided by Investing Activities	659,234
Net Decrease in Cash and Cash Equivalents	(557,161)
Cash and Cash Equivalents, Beginning of Year	58,585,066
Cash and Cash Equivalents, End of Year	$ 58,027,905

GEORGIA GWINNETT COLLEGE
STATEMENT OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2024

	Georgia Gwinnett College
RECONCILIATION OF OPERATING LOSS TO	
NET CASH USED BY OPERATING ACTIVITIES:	
Operating Loss	$ (102,349,496)
Adjustments to Reconcile Net Operating Loss to	
Net Cash Used by Operating Activities	
Depreciation	3,608,388
Change in Assets and Liabilities:	
Receivables, net	1,100,035
Prepaid Items	(348,417)
Accounts Payable	670,661
Salaries Payable	(186,112)
Benefits Payable	15,326
Deposits	(381,776)
Advances (Including Tuition and Fees)	330,007
Other Liabilities	(291,410)
Funds Held for Others	(17,500)
Compensated Absences	198,177
Due to Affiliated Organizations	44,081
Net Pension Liability	(6,641,188)
Other Post-Employment Benefit Liability	(12,320,028)
Change in Deferred Inflows/Outflows of Resources:	
Deferred Inflows of Resources	3,641,671
Deferred Outflows of Resources	16,960,827
Net Cash Used by Operating Activities	$ (95,966,754)
NON-CASH INVESTING, NON-CAPITAL FINANCING, AND CAPITAL AND	
RELATED FINANCING TRANSACTIONS	
Amortization of Non-capital Financing Activities Advances and Deferred Inflows	$ 131,317
Current Year Accruals Related to Capital Financing Activities	$ 266,165
Gain (Loss) on Disposal of Capital Assets	$ (61,296)
Amortization of Deferred Gain (Loss) of Capital Debt Refunded	$ (898,403)

The notes to the financial statements are an integral part of this statement.

GEORGIA GWINNETT COLLEGE
STATEMENT OF FIDUCIARY NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024

	Custodial Funds
ASSETS	
Cash and Cash Equivalents	$ 67,842
Receivables	
Other Receivables	$ 93,326
Total Assets	161,168
LIABILITIES	
Deposits held for other organizations	38,893
Total Liabilities	38,893
NET POSITION	
Restricted for:	
Individuals, Organizations, and Other Governments	$ 122,275

The notes to the financial statements are an integral part of this statement.

GEORGIA GWINNETT COLLEGE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024

	Custodial Funds
ADDITIONS	
Federal Financial Aid	$ 23,133,779
State Financial Aid	12,676,972
Other Financial Aid	2,347,934
Clubs and Other Organizations Fund Raising	319,428
Total Additions	38,478,113
DEDUCTIONS	
Scholarships and Other Student Support	38,163,535
Student Organizations Support	667,648
Total Deductions	38,831,183
Net Increase (Decrease) in Fiduciary Net Position	(353,070)
Net Position, Beginning of Year	475,345
Net Position, End of Year	$ 122,275

The notes to the financial statements are an integral part of this statement.

Notes to the Financial Statements

Note 1 Summary of Significant Accounting Policies

Nature of Operations
The Georgia Gwinnett College (College) serves the state and national communities by providing its students with academic instruction that advances fundamental knowledge and by disseminating knowledge to the people of Georgia, the nation, and throughout the world.

Reporting Entity
As defined by Official Code of Georgia Annotated (O.C.G.A) § 20-3-50, the College is part of the University System of Georgia (USG), an organizational unit of the State of Georgia (the State) under the governance of the Board of Regents (Board). The Board has constitutional authority to govern, control and manage the USG. The Board is composed of 19 members, one member from each congressional district in the State and five additional members from the state-at-large, appointed by the Governor and confirmed by the Senate. Members of the Board serve a seven year term and members may be reappointed to subsequent terms by a sitting governor.

The College does not have the right to sue/be sued without recourse to the State. The College's property is the property of the State and subject to all the limitations and restrictions imposed upon other property of the State by the Constitution and laws of the State. In addition, the College is not legally separate from the State. Accordingly, the College is included within the State's basic financial statements as part of the primary government as defined in section 2100 of the Governmental Accounting Standards Board (GASB) Codification of Governmental Accounting and Financial Reporting Standards.

The accompanying basic financial statements are intended to supplement the State's Annual Comprehensive Financial Report (ACFR) by presenting the financial position and changes in financial position and cash flows of only that portion of the business-type activities of the State that is attributable to the transactions of the College.These financial statements do not purport to, and do not, present fairly the financial position of the State as of June 30, 2024, the changes in its financial position or its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The accompanying basic financial statements should be read in conjunction with the State's ACFR. The most recent State of Georgia ACFR can be obtained through the State Accounting Office, 200 Piedmont Avenue, Suite 1604 (West Tower), Atlanta, Georgia 30334 or online at sao.georgia.gov/annual-comprehensive-financial-reports.

Basis of Accounting and Financial Statement Presentation
The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) as prescribed by the GASB and are presented as required by these standards to provide a comprehensive, entity-wide perspective of the College's assets, deferred outflows, liabilities, deferred inflows, net position, revenues, expenses, changes in net position and cash flows.

The College's business-type activities and fiduciary fund financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. Grants and similar items are recognized as revenues in the fiscal year in which eligibility requirements imposed by the provider have been met. All significant intra-fund transactions have been eliminated.

The College reports the following fiduciary funds:

- Custodial Funds - Accounts for activities resulting from the Institution acting as an agent or fiduciary for various governments, companies, clubs or individuals.

New Accounting Pronouncements
In April 2022, the GASB issued Statement No. 99, Omnibus 2022, effective for certain elements of the requirement effective upon issuance. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation. The adoption of this statement does not have a significant impact on the financial statements.

In June 2022, the GASB issued Statement No. 100, Accounting Changes and Error Corrections, effective for fiscal years beginning after June 15, 2023. The objectives of this Statement are to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability. The adoptions of this statement does not have a significant impact on the financial statements and will be applied prospectively.

Cash and Cash Equivalents

Cash and cash equivalents consist of petty cash, demand deposits and time deposits in authorized financial institutions, and cash management pools that have the general characteristics of demand deposit accounts. This includes the Board of Regents Short-Term Investment Pool. Cash and Cash Equivalents that cannot be used to pay current liabilities are classified as non-current assets in the Statement of Net Position. Cash and Cash Equivalents restricted as to use by a third party are reported as externally restricted.

Accounts Receivable
Accounts receivable consists of tuition and fees charged to students and auxiliary enterprise services provided to students, faculty and staff, the majority of whom reside in the State of Georgia. Accounts receivable also includes amounts due from federal, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the College's grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts.

Prepaid Items
Payments made to vendors and state and local government organizations for services that will benefit periods beyond June 30, 2024 are recorded as prepaid items.

Capital Assets
Capital assets are recorded at cost at the date of acquisition, or acquisition value (entry price) at the date of donation in the case of gifts. For equipment, the College's capitalization policy includes all items with a unit cost of $5,000 or more, and an estimated useful life of greater than one year. Renovations to buildings, infrastructure, and land improvements that exceed $100,000 and/or significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred.

Depreciation, which also includes amortization of intangible assets such as water, timber, and mineral rights, easements, patents, trademarks, and copyrights, as well as software, is computed using the straight-line method over the estimated useful lives of the assets, generally 40 to 60 years for buildings, 20 to 25 years for infrastructure and land improvements, 10 years for library books, and 3 to 20 years for equipment. Residual values will generally be 10% of historical costs for infrastructure, buildings and building improvements, and facilities and other improvements.

To fully understand plant additions in the College, it is necessary to look at the activities of the Georgia State Financing and Investment Commission (GSFIC) - an organization that is external to the System. GSFIC issues bonds for and on behalf of the State of Georgia, pursuant to powers granted to it in the Constitution of the State of Georgia and the Act creating the GSFIC. The bonds so issued constitute direct and general obligations of the State of Georgia, to the payment of which the full faith, credit and taxing power of the State are pledged.

For projects managed by GSFIC, GSFIC retains construction in progress in its accounting records throughout the construction period and transfers the entire project to the institutional unit of the University System when complete. For projects managed by institutions of the USG, the institutions retain construction in progress on their books and are reimbursed by GSFIC.

Intangible Right-To-Use Assets
The College leases equipment and parking under lease agreements. Leases, as a lessee, are included in intangible right-to-use assets and lease obligations on the Statement of Net Position. Financed leases, which transfer ownership, are included in capital assets and notes payable on the Statement of Net Position.

An intangible right-to-use asset represents the College's right to use an underlying asset for the lease term. Lease a obligations represent the College's liability to make lease payments arising from the lease agreement. Intangible right-to-use assets and lease obligations are recognized based on the present value of lease payments over the lease term, where the initial term exceeds 12 months. Residual value guarantees and the value of an option to extend or terminate a lease are reflected to the extent it is reasonably certain to be paid or exercised. Variable payments based on future performance or usage are not included in the measurement of the lease. Intangible right-to-use assets are amortized using a straight-line basis over the shorter of the lease term or useful life of the underlying asset. Prepayments made before the commencement of the lease are reported as intangible right-to-use assets in progress.

Capital Liability Reserve Fund
The Capital Liability Reserve Fund (Fund) was established by the Board of Regents to protect the fiscal integrity of the USG to maintain the strongest possible credit ratings associated with Public Private Venture (PPV) projects and to ensure that the Board of Regents can effectively support its long-term capital lease obligations. All USG institutions participating in the PPV program finance the Fund. The Fund serves as a pooled reserve that is managed by the Board of Regents. The Fund shall only be used to address significant shortfalls and only insofar as a requesting USG institution is unable to make the required PPV capital lease payment to the designated affiliated organization. The Fund will continue as long as the Board of Regents has rental obligations under the PPV program and at the conclusion of the program, funds will be returned to each institution. The balance included on the College's Statement of Net Position as Due from USO - Capital Liability Reserve Fund represents the College's contribution to the Fund.

Deferred Outflows of Resources
Deferred outflows of resources consist of the consumption of net position that is applicable to a future reporting period.

Deposits
Deposits represent good faith deposits from students to reserve housing assignments, meal plans or other auxiliary services.

Advances
Advances include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Advances also include amounts received from grant and contract sponsors that have not yet been earned.

Deposits Held for Other Organizations
Deposits held for others result primarily from escheated funds that are the result of unclaimed property.

Compensated Absences
Employee vacation pay is accrued at the end of the fiscal year for financial statement purposes. The liability and expense incurred are recorded at the end of the fiscal year as compensated absences in the Statement of Net Position, and as a component of compensation and benefit expense in the Statements of Revenues, Expenses, and Changes in Net Position.

Non-current Liabilities
Non-current liabilities include: (1) liabilities that will not be paid within the next fiscal year; (2) lease obligations with contractual maturities greater than one year; and (3) other liabilities that, although payable within one year, are to be paid from funds that are classified as non-current assets.

Deferred Inflows of Resources
Deferred inflows of resources consist of the acquisition of net position that is applicable to a future reporting period.

Other Post-Employment Benefit (OPEB) Liability
The net OPEB liability represents the College's proportionate share of the difference between the total OPEB liability and the fiduciary net position or the fair value of the plan assets as of a given measurement date.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Board of Regents Retiree Health Benefit Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Pensions and Net Pension Liability
The net pension liability represents the College's proportionate share of the difference between the total pension liability as a result of the exchange for employee services for compensation and the fiduciary net position or the fair value of the plan assets as of a given measurement date.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plans' fiduciary net position, additions to/deductions from the plans fiduciary net position have been determined on the same basis as they are reported by Teachers Retirement System of Georgia and Employees' Retirement System of Georgia. 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.

Public-Private and Public-Public Partnerships
A public-private or public-public partnership (PPP) is an arrangement in which a government (the transferor) contracts with an operator to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset. Some PPP's are service concession arrangements.

Net Position
The College's net position is classified as follows:

Net investment in capital assets represents the College's total investment in capital assets, net of outstanding debt obligations related to those capital assets and intangible right-to-use assets. To the extent debt has been incurred but not yet expended for capital assets or intangible right-to-use assets, such amounts are not included as a component of net investment in capital assets. The term "debt obligations" as used in this definition does not include debt of the GSFIC as discussed previously in Note 1 - Capital Assets section.

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

Unrestricted net position represents resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College, and may be used at the discretion of the governing board or management to meet current expenses for those purposes, except for unexpended state appropriations (surplus). Unexpended state appropriations must be refunded to the Office of the State Treasurer. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

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

Income Taxes
The College, as a political subdivision of the State of Georgia, is excluded from Federal income taxes under Section 115(1) of the Internal Revenue Code, as amended.

Classification of Revenues and Expenses
The Statement of Revenues, Expenses and Changes in Net Position classifies fiscal year activity as operating and nonoperating according to the following criteria:

- Operating revenue includes activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances, (2) certain federal, state and local grants and contracts, and (3) sales and services.

- Nonoperating revenue includes activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenue by GASB Statements No. 9, *Reporting Cash Flows of Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting,* and No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments,* such as state appropriations and investment income.

- Operating expense includes activities that have the characteristics of exchange transactions.

- Nonoperating expense includes activities that have the characteristics of non-exchange transactions, such as capital financing costs and costs related to investment activity.

Scholarship Allowances
Scholarship allowances are the difference between the stated charge for goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other Federal, state or nongovernmental programs are recorded as either operating or non-operating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition, fees and other student charges, the College has recorded contra revenue for scholarship allowances. Tuition, fees and other student charges reported on the Statement of Revenues, Expenses and Changes in Net Position are net of discounts and allowances of $27,402,670.

Note 2 Deposits and Investments

Cash and cash equivalents and investments as of June 30, 2024 are classified in the accompanying statement of net position and statement of fiduciary net position are as follows:

Statement of Net Position		
Current		
Cash and Cash Equivalents	$	57,904,498
Cash and Cash Equivalents (Externally Restricted)		123,407
Statement of Fiduciary Net Position		
Cash and Cash Equivalents		67,842
	$	58,095,747

Cash on hand, deposits and investments as of June 30, 2024 consist of the following:

Cash on Hand	$	499
Deposits with Financial Institutions		48,689,580
Investments		9,405,668
	$	58,095,747

A. Deposits with Financial Institutions
Deposits include certificates of deposits and demand deposit accounts, including certain interest bearing demand deposit accounts. The custodial credit risk for deposits is the risk that in the event of a bank failure, the College's deposits may not be recovered. Funds belonging to the State of Georgia (and thus the College) cannot be placed in a depository paying interest longer than ten days without the depository providing a surety bond to the State. In lieu of a surety bond, the depository may pledge as collateral any one or more of the following securities as enumerated in the Official Code of Georgia Annotated (O.C.G.A.) § 50-17-59:

1. Bonds, bills, notes, certificates of indebtedness, or other direct obligations of the United States or of the State of Georgia.

2. Bonds, bills, notes, certificates of indebtedness or other obligations of the counties or municipalities of the State of Georgia.

3. Bonds of any public authority created by the laws of the State of Georgia, providing that the statute that created the authority authorized the use of the bonds for this purpose.

4. Industrial revenue bonds and bonds of development authorities created by the laws of the State of Georgia.

5. Bonds, bills, certificates of indebtedness, notes or other obligations of a subsidiary corporation of the United States government, which are fully guaranteed by the United States government both as to principal and interest and debt obligations issued by the Federal Land Bank, the Federal Home Loan Bank, the Federal Intermediate Credit Bank, the Central Bank for Cooperatives, the Farm Credit Banks, the Federal Home Loan Mortgage Association and the Federal National Mortgage Association.

6. Letters of credit issued by a Federal Home Loan Bank.

7. Guarantee or insurance of accounts provided by the Federal Deposit Insurance Corporation.

The College participates in the State's Secure Deposit Program (SDP), a multi-bank pledging pool. The SDP requires participating banks that accept public deposits in Georgia to operate under the policy and procedures of the program. The Georgia Office of State Treasurer (OST) sets the collateral requirements and pledging level for each covered depository. There are four tiers of collateralization levels specifying percentages of eligible securities to secure covered Deposits: 25%, 50%, 75%, and 110%. The SDP also provides for collateral levels to be increased to amount of up to 125% if economic or financial conditions warrants. The program lists the type of eligible collateral. The OST approves authorized custodians.

In accordance with the SDP, if a covered depository defaults, losses to public depositors are first satisfied with any applicable insurance, followed by demands of payment under any letters of credit or sale of the covered depository's collateral. If necessary, any remaining losses are to be satisfied by assessments made against the other participating covered depositories. Therefore, for disclosure purposes, all deposits of the SDP are considered to be fully collateralized.

At June 30, 2024, the bank balances of the College’s deposits totaled $49,031,791. This balance includes deposits in Fiduciary funds as these balances are not separable from the holdings of the College. Of these deposits, $0 were exposed to custodial credit risk.

B. Investments

The College maintains an investment policy which fosters sound and prudent judgment in the management of assets to ensure safety of capital consistent with the fiduciary responsibility it has to the citizens of Georgia and which conforms to Board of Regents investment policy. All investments are consistent with donor intent, Board of Regents policy and applicable federal and state laws.

The following table summarizes the valuation of the College’s investments measured at fair value on a recurring basis and at net asset value as of June 30, 2024.

	Fair Value
Investment Pools	
Board of Regents	
Short-Term Fund	$ 9,405,668

Board of Regents Pooled Investment Program

The USG serves as fiscal agent for various units of the University System of Georgia and affiliated organizations. The USG pools the monies of these organizations with the USG's monies for investment purposes. The investment pool is not registered with the U.S. Securities and Exchange Commission as an investment company. The fair value of the investments is determined daily. The pool does not issue shares. Each participant is allocated a pro rata share of each pooled investment fund balance at fair value along with a pro rata share of the pooled fund's investment returns.

The USG maintains investment policy guidelines for each pooled investment fund that is offered to qualified University System participants. These policies are intended to foster sound and prudent responsibility each institution has to the citizens of Georgia and which conforms to the Board of Regents investment policy. All investments must be consistent with donor intent, Board of Regents policy, and applicable Federal and state laws. Units of the University System of Georgia and their affiliated organizations may participate in the pooled investment fund program. The overall character of the pooled fund portfolio should be one of above average quality, possessing at most an average degree of investment risk.

The College's position is the pooled investment fund options are described below.

1. Short-Term Fund
   The Short-Term Fund is available to both University System of Georgia institutions and their affiliated organizations. The Fund provides a current return and stability of principal while affording a means of overnight liquidity for projected cash needs. Investments are in securities allowed under O.C.G.A. § 50-17-59 and 50-17-63. The average maturities of investments in this fund will typically range between daily and four years, and the fund will typically have an overall average duration of ¾ - 1 year. The overall character of the portfolio is of Agency quality, possessing a minimal degree of financial risk. The market value of the College's position in the Short-Term Fund at June 30, 2024 was $9,405,668, of which 100% is invested in debt securities. The Effective Duration of the Fund is 1.08 years.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The College does not have interest rate risk for investments.

Credit Quality Risk

Credit quality risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.The College's policy for managing credit quality risk is contained in the investment policy guidelines for the various pooled investment funds, colleges, universities, and foundations:

1. In the Short-Term Fund, all debt issues must be available under O.C.G.A 50-17-59 and 50-17-63. Other investment portfolios of debt securities funds also must meet the eligible investment criteria under the same code section.

Note 3 Accounts Receivable

Accounts receivable consisted of the following at June 30, 2024:

	Business Type Activities	Fiduciary Fund
Student Tuition and Fees	$ 1,634,352	$ 8,531
Auxiliary Enterprises and Other Operating Activities	2,184,810	
Federal Financial Assistance	672,509	74,959
Georgia State Financing and Investment Commission	981,094	
Due from Affiliated Organizations		
Due from Component Units	37,644	
Due From Other USG Institutions	1,002,169	
Lease Receivables	68,584	
Other	228,612	15,979
	6,809,774	99,469
Less: Allowance for Doubtful Accounts	2,736,213	6,143
Net Accounts Receivable	$ 4,073,561	$ 93,326

Note 4   Inventories

The College did not have any inventories at June 30, 2024.

Note 5   Notes and Loans Receivable

The College did not have any notes or loans receivable at June 30, 2024.

Note 6 Capital and Intangible Right-to-Use Assets

Changes in capital assets for the year ended June 30, 2024 are shown below:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024
Capital Assets, Not Being Depreciated:				
Land	$ 16,250,760		$ —	$ 16,250,760
Capitalized Collections	84,300	72,288		156,588
Total Capital Assets Not Being Depreciated	16,335,060	72,288	—	16,407,348
Capital Assets, Being Depreciated:				
Infrastructure	3,619,923			3,619,923
Building and Building Improvements	285,025,256	—		285,025,256
Equipment	12,705,065	856,104	107,716	13,453,453
Library Collections	6,662,734	12,455	210,546	6,464,643
Total Capital Assets Being Depreciated	308,012,978	868,559	318,262	308,563,275
Less: Accumulated Depreciation				
Infrastructure	1,190,830	159,306	12,254	1,337,882
Building and Building Improvements	87,062,293	2,304,598	—	89,366,891
Equipment	10,309,839	875,701	88,971	11,096,569
Library Collections	6,253,923	153,664	210,546	6,197,041
Total Accumulated Depreciation	104,816,885	3,493,269	311,771	107,998,383
Total Capital Assets Being Depreciated, Net	203,196,093	(2,624,710)	6,491	200,564,892
Capital Assets, net	$ 219,531,153	$ (2,552,422)	$ 6,491	$ 216,972,240

For projects managed by GSFIC, GSFIC retains construction-in-progress on its books throughout the construction period and transfers the entire project to the College when complete. For projects managed by the College, the College retains construction-in-progress on its books and is reimbursed by GSFIC. For the year ended June 30, 2024, GSFIC transferred no capital additions from GSFIC managed projects to the College In addition, at June 30, 2024, GSFIC had construction in progress of $28,035,897 for incomplete GSFIC managed projects for the College.

Changes in intangible right-to-use assets for the year ended June 30, 2024 are shown below:

	Beginning Balances July 1, 2023	Additions	Reductions	Ending Balance June 30, 2024
Intangible Right-to-use Assets, Being Amortized:				
Land and Land Improvements	$ 410,174	$ —	$ —	$ 410,174
Equipment	291,527		63,350	228,177
Total Leased Assets Being Amortized	701,701	—	63,350	638,351
Less: Accumulated Amortization				
Land and Land Improvements	196,541	111,089	8,545	299,085
Equipment	174,696	4,030		178,726
Total Accumulated Amortization	371,237	115,119	8,545	477,811
Intangible Right-to-use Assets, net	330,464	$ (115,119)	$ 54,805	$ 160,540

A comparison of depreciation and amortization expense for the last three fiscal years is as follows:

Fiscal Year	Depreciation & Amortization Expense
2024	3,608,388
2023	8,242,306
2022	8,965,626

Note 7 Advances (Including Tuition and Fees)

Advances, including tuition and fees, consisted of the following at June 30, 2024:

	Current Liabilities
Prepaid Tuition and Fees	$ 1,445,163
Research	123,409
Other - Advances	1,006,007
Totals	$ 2,574,579

The college had no Fiduciary fund advances in FY2024..

Note 8 Long-Term Liabilities

Changes in long-term liability for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Current Portion
Lease & Subscription Obligations					
Lease Obligations	$ 580,827	$ —	$ 377,282	$ 203,545	$ 203,545
Total	580,827	—	377,282	203,545	203,545
Other Liabilities					
Compensated Absences	2,526,232	2,026,297	1,828,120	2,724,409	1,724,775
Notes and Loans Payable	129,569,025	—	5,310,754	124,258,271	5,731,760
Total	132,095,257	2,026,297	7,138,874	126,982,680	7,456,535
Total Long-Term Obligations	$ 132,676,084	$ 2,026,297	$ 7,516,156	$ 127,186,225	$ 7,660,080

See Note 14, Retirement Plans, for information related to net pension liability. See Note 17, Post-Employment Benefits Other Than Pension Benefits, for information related to net other post employment benefits liability.

Notes and Loans Payable

Financing Lease Agreements

The College is obligated under various multi-year financing lease agreements for the acquisition or use of real property and equipment, whereby the asset(s) transfers ownership at the end of the agreement**.**

In accordance with O.C.G.A. § 50-5-64, these agreements shall terminate absolutely and without further obligation at the close of the fiscal year in which it was executed and at the close of each succeeding fiscal year for which it may be renewed. These agreements may be renewed only by a positive action taken by the College In addition, these agreements shall terminate if the State does not provide adequate funding, but that is considered a remote possibility. The College's principal and interest payments related to financing lease agreements for fiscal year 2024 were $5,310,754 and $5,497,445, respectively. Interest rates range from 3.47% to 5.02%.

The College has $124,258,271 in outstanding notes and loans payable due to affiliated organizations for financing lease agreements.

The following is a summary of the carrying values of assets held under financing lease agreements at June 30, 2024:

Description	Gross Amount	Less: Accumulated Amortization	Net Assets Held Under Financing Lease Arrangements at June 30, 2024	Outstanding Balances per Lease Schedules at June 30, 2024
	(+)	(-)	(=)	
Finance Buildings and Building Improvements	$ 129,285,829	$ 5,310,757	$ 123,975,072	$ 124,258,271
Total Assets Held Under Finance Lease Arrangement	$ 129,285,829	$ 5,310,757	$ 123,975,072	$ 124,258,271

The following schedule lists the pertinent information for each of the College's financing lease agreements:

Description	Lessor	Original Principal	Lease Term	Begin Month/ Year	End Month/ Year	Outstanding Principal	
Building D	GGC Foundation	6,310,574	14 years	May 2018	June 2032	0	(1)
Student Center	GGC Foundation	33,820,641	23 years	May 2017	June 2040	26,604,193	(1)
Fitness Center	GGC Foundation	5,288,645	14 years	May 2018	June 2032	0	(1)
Athletics Complex	GGC Foundation	14,084,181	28 years	June 2014	June 2042	12,786,705	(1)
Parking Deck	GGC Foundation	10,535,875	14 years	May 2018	December 2032	6,869,164	(1)
Housing	GGC Foundation	95,538,669	23 years	May 2017	June 2040	77,998,209	(1)
Total Leases		$ 165,578,585				$ 124,258,271	

(1) These financing lease agreements are related party transactions.

Below is the annual debt service related to the outstanding notes and loans payable at June 30, 2024.

	Principal	Interest
Year Ending June 30:		
2025	$ 5,731,760	$ 5,447,549
2026	6,126,844	5,188,951
2027	6,403,358	4,913,758
2028	6,686,561	4,626,040
2029	6,986,307	4,325,361
2030 through 2034	37,811,570	16,690,456
2035 through 2039	43,414,540	7,959,171
2040 through 2044	11,097,331	537,021
Total Minimum Lease Payments	$ 124,258,271	$ 49,688,307

Note 9 Deferred Outflows and Inflows of Resources

Deferred outflows and inflows of resources reported on the Statement of Net Position as of June 30, 2024, consisted of the following:

Deferred Outflow of Resources		
Deferred Loss on Debt Refunding	$	14,054,088
Deferred Outflow on Defined Benefit Pension Plans (See Note 14)		23,725,379
Deferred Outflow on OPEB Plan (See Note 17)		9,553,187
Total Deferred Outflows of Resources	$	47,332,654
Deferred Inflow of Resources		
Deferred Inflows Public-Private or Public-Public Partnership (PPP)		787,904
Deferred Inflow on Defined Benefit Pension Plans (See Note 14)		1,877,969
Deferred Inflow on OPEB Plan (See Note 17)		27,904,248
Deferred Inflows of Resources - Leases		68,584
Total Deferred Inflows of Resources	$	30,638,705

Deferred Loss/Gain on Debt Refunding
The unamortized deferred gain or loss on debt refunding related to changes in the provisions of various leases that resulted from a refunding by the lessor of tax-exempt debt in which a portion of the perceived economic advantages of the refunding where passed through to the Institution.

In fiscal year 2017, the Georgia Gwinnett College Foundation, Inc. refunded the bonds associated with the Student Center and Housing leases and passed the perceived economic advantages of the refund to the Institution. The modifications to the lease agreements occurred in conjunction with the extinguishment and advanced refunding of tax exempt debt. Interest was adjusted so that that the net investment equals the present value of the future lease payments discounted by the interest rate applicable to the revised lease agreements. The adjustments to interest resulted in a gain on the lease modification that approximately offsets the refunding losses. The net loss resulting from this debt refund is $20,600,634 for the difference in the cash flow requirements between the original lease and the revised lease. In fiscal year 2024, the institution recognized a Deferred Outflow/Loss on Debt refunding in the amount of $858,360. The unamortized Deferred Outflow/Loss on Debt Refunding at year end related to this transaction is $13,733,754.

In May 2018, the Georgia Gwinnett College Foundation, Inc. refunded the bonds associated with parking and passed the perceived economic advantage of the refund to the institution. Modifications to the lease agreement for Parking occurred in conjunction with the extinguishment and advanced refunding of tax exempt debt. Interest was adjusted so that that the net investment equals the present value of the future lease payments discounted by the interest rate applicable to the revised lease agreements. The adjustments to interest resulted in a gain on the lease modification that approximately offsets the refunding losses. The net loss resulting from this refund is $560,603 for the difference in the cash flow requirements between the original lease and the revised lease. In fiscal year 2024, the institution recognized a Deferred Outflow/Loss on Debt refunding in the amount of $40,043. The unamortized Deferred Outflow/Loss on Debt Refunding at year end related to this transaction is $320,334.

Deferred Inflows Public-Private or Public-Public Partnership (PPP)
On July 1, 2020, the College entered into an agreement with Aladdin Food Management Services, LLC whereby Aladdin will operate food services operations. The agreement is renewable for each year for ten years. Under the terms of the contract, Aladdin committed a lump sum upfront payment of $1,313,317 to the College to pay off the prior capital investment with Aramark Education Services, LLC.

The amortized revenue recorded related to the lump sum payment in fiscal year 2024 was $131,317 and the remaining deferred inflow was $787,904.

Leases
In January 2021, the College entered into an agreement with Clear Channel Outdoor, LLC for billboard space located at 316 Buford Drive. The agreement is renewable for 5 years for a total payable to GGC for $216,854. The revenue received in fiscal year 2024 was $47,731 and the remaining deferred inflow of resources was $68,584.

Note 10 Net Position

The breakdown of business-type activity net position for the College fund at June 30, 2024 is as follows:

NET POSITION	
Net Investment in Capital Assets	$ 106,725,060
Restricted for	
Expendable	
Sponsored and Other Organized Activities	95,620
Unrestricted	
Auxiliary Enterprises Operations	21,305,253
Reserve for Encumbrances	17,975,280
Capital Liability Reserve Fund	1,013,537
Other Unrestricted	(90,604,474)
Sub-Total	(50,310,404)
Total Net Position	$ 56,510,276

Other unrestricted net position is reduced by $67,213,612 related to the recording of net OPEB liability, deferred inflow on OPEB plan, and deferred outflow on OPEB plan. Other unrestricted net position is also reduced by $49,467,263 related to the recording of net pension liability, deferred inflow on defined benefit pension plans, and deferred outflow on defined benefit pension plans. These OPEB and pension balances are mostly funded through state appropriation, student tuition and fees that are subject to State surplus rules which prevents the accumulation of budgetary fund balance. Therefore, the College is statutorily unable to maintain accumulated net position to offset these OPEB and pension balances.

Changes in Net Position for the year ended June 30, 2024 are as follows:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024
Net Investments in Capital Assets	$ 104,664,262	$ 6,628,897	$ 4,568,099	$ 106,725,060
Restricted Net Position	776,756	41,844,594	42,525,730	95,620
Unrestricted Net Position	(47,569,512)	115,331,946	118,072,838	(50,310,404)
Total Net Position	$ 57,871,506	$ 163,805,437	$ 165,166,667	$ 56,510,276

Note 11 Endowments

The College did not have donor restricted endowments at June 30, 2024.

Note 12 Significant Commitments

See the Net Position note for amounts reserved for outstanding encumbrances at June 30, 2024.

Note 13 Leases

Lease Obligations

The College leases land, facilities, office and computer equipment, and other assets. Although lease terms vary, many lease agreements are subject to appropriation from the General Assembly to continue the obligation. In accordance with O.C.G.A. § 50-5-64, these agreements shall terminate absolutely and without further obligation at the close of the fiscal year in which it was executed and at the close of each succeeding fiscal year for which it may be renewed. These agreements may be renewed only by a positive action taken by the College. In addition, these agreements shall terminate if the State does not provide adequate funding, but that is considered a remote possibility. The College's principal and interest payments related to leases for fiscal year 2024 were $377,282 and $2,418, respectively. Interest rate ranges from .345% to 1.37%.

There were no residual guaranteed payment, variable payments based on performance, nor termination penalties expensed for fiscal year ended June 30, 2024.

The following is a summary of the carrying values of intangible right-to-use assets held at June 30, 2024:

Description	Gross Amount	Less: Accumulated Depreciation	Net, Assets Held Under Lease Obligations at June 30, 2024	Outstanding Balance per Lease Schedules at June 30, 2024
	(+)	(-)	(=)	
Leased Land and Land Improvements	$ 410,174	$ 299,084	$ 111,090	$ 107,228
Leased Equipment	228,176	178,726	49,450	96,317
Total Assets Held Under Capital Lease	$ 638,350	$ 477,810	$ 160,540	$ 203,545

The following schedule lists the pertinent information for each of the College's leases. There were several leases that were paid out early in fiscal year 2024.

Description	Lessor	Original Principal	Lease Term	Begin Month/ Year	End Month/ Year	Outstanding Principal
501087: Mail Machine	Pitney Bowes	$ 166,311	57 Months	Jul 2021	Apr 2026	$ 75,358
501089: Copiers	Ricoh	12,367	31 Months	Jul 2021	Feb 2024	—
501093: Lockers	Pitney Bowes	55,409	51 Months	Jul 2021	Oct 2025	20,959
501095: Parking	HWK Investments	410,174	48 Months	Jul 2021	Jul 2025	107,228
501312: Copiers	Ricoh	3,829	48 Months	Jul 2021	Jul 2025	—
501094: 400-OL 032021 MULTILOC-COPIERS	Ricoh	41,233	32 months	Jul 2021	Mar 2024	—
501339: GGC_SAA_FLEET_032921 Agreement	Ricoh	234,467	33 months	Jul 2021	Apr 2024	—
501573: Roland Truevis	Roland TrueVis	26,374	59 months	July 2021	June 2026	—
501574: Ricoh IMC3500 (Dining) Copier	Ricoh	7,139	36 Months	January 2022	Dec 2024	—
501575: Ricoh (IMC3500 (Dean Suite) Copier	Ricoh	6,667	36 months	Oct 2021	Sept 2024	—
501576: Ricoh IMC3500 (OD) Copier	Ricoh	8,385	36 months	Oct 2021	Sept 2024	—
Total Leases		$ 972,355				$ 203,545

Certain leases provide for renewal and/or purchase options. Generally purchase options at bargain prices of one dollar are exercisable at the expiration of the lease terms.

Below is the future commitments related to the outstanding lease obligations year at June 30, 2024:

	Principal	Interest
Year Ending June 30:		
2025	$ 203,545	$ 1,612

Subscription Obligations
The College does not have outstanding subscription obligations.

Note 14. Retirement Plans

The College participates in various retirement plans administered by the State of Georgia under two major retirement systems: Teachers Retirement System of Georgia (TRS) and Employees' Retirement System of Georgia (ERS). These two systems issue separate publicly available financial reports that include the applicable financial statements and required supplementary information. The reports may be obtained from the respective administrative offices.

The College also provides the Regents Retirement Plan.

The significant retirement plans that the College participates in are described below. More detailed information can be found in the plan agreements and related legislation. Each plan, including benefit and contribution provisions, was established and can be amended by State law.

A. Teachers Retirement System of Georgia and Employees' Retirement System of Georgia

General Information about the Teachers Retirement System

Plan description

All teachers of the College as defined in O.C.G.A. § 47-3-60 are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at trsga.com/publications.

Benefits Provided

TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

Contributions

Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6% of their annual pay during fiscal year 2024. The College's contractually required contribution rate for the year ended June 30, 2024 was 19.98% of the annual College payroll. The College's contributions to TRS totaled $7,191,463 for the year ended June 30, 2024.

General Information about the Employees' Retirement System

Plan description

ERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at ers.ga.gov/financials.

Benefits provided

The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan (GSEPS). Employees under the old plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are new plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

Under the old plan, the new plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, postretirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

Contributions

Member contributions under the old plan are 4% of annual compensation, up to $4,200, plus 6% of annual compensation in excess of $4,200. Under the old plan, the State pays member contributions in excess of 1.25% of annual compensation. Under the old plan, these State contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the new plan and GSEPS are 1.25% of annual compensation. The required contribution rate for the year ended June 30, 2024 was 29.35% of annual covered payroll for old and new plan members and 25.51% for GSEPS members. The College's contributions to ERS totaled $18,342 for the year ended June 30, 2024. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the College reported a liability for its proportionate share of the net pension liability for TRS and ERS. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2022. An expected total pension liability as of June 30, 2023 was determined using standard roll-forward techniques. The College's proportion of the net pension liability was based on contributions to TRS and ERS during the fiscal year ended June 30, 2023. At June 30, 2023, the College's TRS proportion was 0.240787%, which was an increase of 0.002316% from its proportion measured as of June 30, 2022. At June 30, 2023, the College's ERS proportion was 0.003755%, which was a decrease of (0.004027)% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the College recognized pension expense of $14,119,019 for TRS and $(40,590) for ERS. At June 30, 2024, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	TRS		ERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 3,609,888	$ 293,936	$ 3,403	$ 525
Changes of assumptions	7,313,703	—	8,620	—
Net difference between projected and actual earnings on pension plan investments	4,999,997	—	9,125	—
Changes in proportion and differences between contributions and proportionate share of contributions	570,839	1,475,312.00	—	108,196
Contributions subsequent to the measurement date	7,191,463		18,342	
Total	$ 23,685,890	$ 1,769,248	$ 39,490	$ 108,721

The College's contributions subsequent to the measurement date are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:	TRS	ERS
2025	4,259,509	(81,325)
2026	2,538,513	(20,311)
2027	9,624,350	18,235
2028	(1,697,193)	(4,172)

Actuarial assumptions
The total pension liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022 using the following actuarial assumptions, applied to all periods included in the measurement:

Teachers Retirement System

Inflation	2.50%
Salary increases	3.00% - 8.75%, average, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Post-retirement benefit increases	1.50% semi-annually

Post-retirement mortality rates for service retirements and beneficiaries were based on the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality table (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. Post-retirement mortality rates for disability retirements were based on the Pub-2010 Teachers Mortality Table for Disabled Retirees (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. The Pub-2010 Teachers Headcount Weighted Below Median Employee mortality table with ages set forward one year and adjusted 106% as used for death prior to retirement. Future improvement in mortality rates was assumed using the MP-2019 projection scale generationally. These rates of improvement were reduced by 20% for all years prior to the ultimate rate.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2013 – June 30, 2018.

Employees' Retirement System

Inflation	2.50%
Salary increases	3.00 – 6.75%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Cost-of-living adjustment	1.05%, annually

Post-retirement mortality rates were based on the Pub-2010 General Employee Table, with no adjustments, projected generationally with the MP-2019 scale used for both males and females while in active service. Post–retirement mortality rates were based on the Pub–2010 Family of Tables, with the MP-2019 projection scale applied generationally, as follows: service retirees – General Healthy Annuitant mortality table with further adjustments (set forward one year and adjusted 105% and 108% respectively for males and females); disability retirees – General Disabled Table (set back three years for males, and adjusted 103% and 106% for males and females, respectively); beneficiaries – General Contingent Survivors Table (set forward to two years for both males and females and adjusted 106% and 105% respectively).

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2014 – June 30, 2019.

The long-term expected rate of return on TRS and ERS pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	TRS target allocation	TRS Long-term expected real rate of return*	ERS target allocation	ERS Long-term expected real rate of return*
Fixed income	30.00 %	0.90 %	30.00 %	0.90 %
Domestic large equities	46.30 %	9.40 %	46.30 %	9.40 %
Domestic small equities	1.20 %	13.40 %	1.20 %	13.40 %
International developed market equities	12.30 %	9.40 %	12.30 %	9.40 %
International emerging market equities	5.20 %	11.40 %	5.20 %	11.40 %
Alternatives	5.00 %	10.50 %	5.00 %	10.50 %
Total	100.00 %		100.00 %	

* Rates shown are net of inflation

Discount rate
The discount rate used to measure the total TRS and ERS pension liability was 6.90% and 7.00%, respectively. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the TRS and ERS pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Institute'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% for TRS and 7.00% for ERS, 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 1-percentage-point lower or 1-percentage-point higher than the current rate:

Teachers Retirement System:

	1% Decrease 5.90%	Current discount rate 6.90%	1% Increase 7.90%
Proportionate share of the net pension liability	$ 112,402,610	$ 71,090,664	$ 37,353,899

Employees' Retirement System:

	1% Decrease 6.00%	Current discount rate 7.00%	1% Increase 8.00%
Proportionate share of the net pension liability	$ 307,386	$ 224,008	$ 153,843

Pension plan fiduciary net position
Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS and ERS financial reports which are publically available at trsga.com/publications and ers.ga.gov/financials, respectively.

B. Defined Contribution Plan:

Regents Retirement Plan
Plan Description
The Regents Retirement Plan, a single-employer defined contribution plan, is an optional retirement plan that was created/established by the Georgia General Assembly in O.C.G.A. § 47-21-1 et.seq. and administered by the Board of Regents of the University System of Georgia (Board). O.C.G.A. § 47-3-68(a) defines who may participate in the Regents Retirement Plan. An "eligible university system employee" is a faculty member or all exempt full and partial benefit eligible employees, as designated by the regulations of the Board. Under the Regents Retirement Plan, a plan participant may purchase annuity contracts from three approved vendors (VALIC, Fidelity, and TIAA-CREF) for the purpose of receiving retirement and death benefits. Benefits depend solely on amounts contributed to the plan plus investment earnings. Benefits are payable to participating employees or their beneficiaries in accordance with the terms of the annuity contracts.

Funding Policy
The institutions of the USG make monthly employer contributions to the Regents Retirement Plan on behalf of participants at rates determined by the Board. The Board reviews the contribution amount every three (3) years. For fiscal year 2024, the employer contribution was 9.24% for the participating employee's earnable compensation. Employees contribute 6.00% of their earnable compensation. Amounts attributable to all plan contributions are fully vested and non-forfeitable at all times.

The College and the covered employees made the required contributions of $2,612,389 (9.24%) and $1,696,359 (6.00%), respectively.

VALIC, Fidelity, and TIAA-CREF have separately issued financial reports which may be obtained through their respective corporate offices.

Note 15 Risk Management

The USG offers its employees and retirees under the age of 65 access to three self insured healthcare plan options and one fully insured plan option. For the USG's Plan Year 2024, the following self-insured health care options were available: Blue Choice HMO plan, (Blue Cross and Blue Shield of Georgia) Consumer Choice HSA plan, and the (Blue Cross and Blue Shield of Georgia) Comprehensive Care plan.

The College's participating employees and eligible retirees pay premiums into the plan fund to access benefits coverage. All units of the USG share the risk of loss for claims associated with these plans. The plan fund is considered to be a self-sustaining risk fund. The USG has contracted with Blue Cross and Blue Shield of Georgia, a wholly owned subsidiary of Anthem, Inc., to serve as the claims administrator for the self-insured healthcare plan options. In addition to the self-insured healthcare plan options offered to the employees and eligible retirees of the USG, a fully insured HMO healthcare plan option also is offered through Kaiser Permanente. The Comprehensive Care plan has a carved-out prescription drug plan administered through CVS Caremark. Pharmacy drug claims are processed in accordance with guidelines established for the Board of Regents' Prescription Drug Benefit Program. Generally, claims are submitted by participating pharmacies directly to CVS Caremark for verification, processing and payment. CVS Caremark maintains an eligibility file based on information furnished by Blue Cross and Blue Shield of Georgia on behalf of the various organizational units of the University System of Georgia. The self-insured dental plan is administered through Delta Dental.

Retirees age 65 and older participate in a secondary healthcare coverage for Medicare-eligible retirees and dependents provided through a retiree health care exchange option. The USG makes contributions to a health reimbursement account, which can be used by the retiree to pay premiums and out-of-pocket healthcare-related expenses.

The Department of Administrative Services (DOAS) has the responsibility for the State of Georgia of making and carrying out decisions that will minimize the adverse effects of accidental losses that involve State government assets. The State believes it is more economical to manage its risks internally and set aside assets for claim settlement. Accordingly, DOAS processes claims for risk of loss to which the State is exposed, including general liability, property and casualty, workers' compensation, unemployment compensation, and law enforcement officers' indemnification. Limited amounts of commercial insurance are purchased applicable to property, employee and automobile liability, fidelity and certain other risks.

The College is part of the State of Georgia reporting entity, and as such, is covered by the State of Georgia risk management program administered by DOAS. Premiums for the risk management program are charged to the various state organizations by DOAS to provide claims servicing and claims payment.

A self-insured program of professional liability for its employees was established by the Board of Regents of the University System of Georgia under powers authorized by the O.C.G.A § 45-9-1.

The program insures the employees to the extent that they are not immune from liability against personal liability for damages arising out of the performance of their duties or in any way connected therewith. The program is administered by DOAS as a Self-Insurance Fund.

Note 16 Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. This could result in refunds to the grantor agency for any expenditure disallowed under grant terms. The amount of expenditures which may be disallowed by the grantor cannot be determined at this time although the Institution expects such amounts, if any, to be immaterial to its overall financial position.

Litigation, claims and assessments filed against the College, if any, are generally considered to be actions against the State of Georgia. Accordingly, significant litigation, claims and assessments pending against the State of Georgia are disclosed in the State of Georgia Comprehensive Annual Financial Report for the fiscal year ended June 30, 2024.

Note 17 Post-Employment Benefits Other Than Pension Benefits

Board of Regents Retiree Health Benefit Plan

Plan Description and Funding Policy
The Board of Regents Retiree Health Benefit Plan (Plan) is a single-employer, defined-benefit, healthcare plan administered by the University System Office, an organizational unit of the USG. The Plan was authorized pursuant to OCGA § 47-21-21 for the purpose of accumulating funds necessary to meet employer costs of retiree post-employment health insurance benefits.

Pursuant to the general powers conferred by the OCGA § 20-3-31, the USG has established group health and life insurance programs for regular employees of the USG. It is the policy of the USG to permit employees of the USG eligible for retirement or who become permanently and totally disabled to continue as members of the group health and life insurance programs. The USG offers its employees and retirees under the age of 65 access to three self-insured healthcare plan options and one fully insured plan option. For the USG’s Plan Year 2024, the following self-insured health care options were available: Blue Choice HMO plan, (Blue Cross and Blue Shield of Georgia) Consumer Choice HSA plan, and the (Blue Cross and Blue Shield of Georgia) Comprehensive Care plan. The USG offers a self-insured dental plan administered by Delta Dental.

Retirees age 65 and older participate in a secondary healthcare coverage for Medicare-eligible retirees and dependents provided through a retiree health care exchange option. The USG makes contributions to the retirees’ health reimbursement account, which can be used by the retiree to pay premiums and out-of-pocket healthcare related expenses.

The College's membership in the Plan consisted of the following at June 30, 2024:

Active Employees	804
Retirees or Beneficiaries Receiving Benefits	67
Retirees Receiving Life Insurance Only	15
Total	886

The contribution requirements of plan members and the employer are established and may be amended by the Board. The Plan is substantially funded on a “pay-as-you-go” basis; however, amounts above the pay-as-you-go basis may be contributed annually, either by specific appropriation or by Board designation.

The College pays the employer portion for group insurance for eligible retirees. The employer portion of health insurance for its eligible retirees is based on rates that are established annually by the Board for the upcoming plan year. For the 2024 plan year, the employer rate was approximately 83% of the total health insurance cost for eligible retirees and the retiree rate was approximately 17%. For employees hired on or after January 1, 2013 and retirees after January 1, 2018, the amount the USG contributes is tied to years of service, which ranges from 0% to 100%. With regard to life insurance, the employer covers the total premium cost for $25,000 of basic life insurance. If an individual elects to have supplemental, and/or, dependent life insurance coverage, such costs are borne entirely by the retiree.

For fiscal year 2024, the College contributed $1,435,633 to the plan for current premiums or claims.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the College reported a liability for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023. The total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of May 1, 2023. An expected total OPEB liability as of June 30, 2023 was determined using standard roll-forward techniques. The College’s proportion of the net OPEB liability was actuarially determined based on employer contributions during the fiscal year ended June 30, 2023. At June 30, 2023, the College’s proportion was 1.537841%, which was an decrease of (0.006658)% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the College recognized OPEB expense of $(3,743,983). At June 30, 2024, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,097,930	$ 373,270
Changes of assumptions	4,091,681	26,603,213
Net difference between projected and actual earnings on OPEB plan investments	221,551	—
Changes in proportion and differences between contributions and proportionate share of contributions	1,706,392	927,765
Contributions subsequent to the measurement date	1,435,633	—
Total	$ 9,553,187	$ 27,904,248

The College's contributions subsequent to the measurement date of $1,435,633 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:		
2025	$	(6,065,402)
2026	$	(6,047,786)
2027	$	(4,842,853)
2028	$	(2,471,757)
2029	$	(358,896)
Thereafter	$	—

Actuarial assumptions
The total OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of May 1, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

Cost Method	Entry Age Normal
Amortization Method	Closed amortization period for initial unfunded and subsequent actuarial gains/ losses.
Asset Method	Fair Value
Interest Discounting and Salary Growth	Interest Rate as of 6/30/2023 of 3.65% from Bond Buyers GO 20-Municipal Bond Index Rate; Discount Rate 3.69% Interest Rate as of 6/30/2022 of 3.54% from Bond Buyers GO 20- Municipal Bond Index Long-term Rate of Return 5.40% General Inflation 2.30% Salary Increase 3.75%
Mortality Rates	Pub - 2010 for Teachers (headcount weighted) projected with a scale MP-2021
Initial Healthcare Cost Trend	
Pre-Medicare Eligible	7.7%
Medicare Eligible	2%
Ultimate Trend Rate	
Pre-Medicare Eligible	4.5%
Medicare Eligible	2%
Year Ultimate Trend is Reached	Fiscal Year 2034 for Pre-Medicare Eligible, Fiscal Year 2023 for Medicare Eligible
Experience Study	Economic and demographic assumptions are based on the results of the most recent actuarial experience study over the Plan, which covered a three-year period ending June 30, 2019 with the exception of the disability and salary increase assumptions. These assumptions are based on the results of the most recent actuarial experience study of the Teachers Retirement System of Georgia, which covered the five year period ending June 30, 2018.

Changes in Assumptions Since Prior Valuation
The financial accounting valuation reflects the following assumption changes:
- Expected claims costs were updated to reflect actual experience.
- Trend rate schedule was updated to reflect anticipated future experience.
- The Catastrophic Drug Claim Fund assumption was updated from $200,000 annually to a one time cost of $130,000 to reflect the elimination of the catastrophic gap effective January 1, 2024 as part of the Inflation Reduction Act.
- The discount rate was updated from 3.54% as of June 30, 2022, to 3.69% as of June 30, 2023.
- The Expected Return on Assets was changed from 4.36% to 5.40%.
- The HRA trend rate assumption was updated from 4.00% to 2.00% to reflect anticipated future experience as a result of the constant HRA amount from 2016 through 2023, and the decrease in HRA amount effective January 1, 2024.

Changes in Plan Since Prior Valuation
The following plan amendments were reflected since the prior measurement date:
- Effective January 1, 2024, the Health Reimbursement Account (HRA) for medicare eligible retirees was decreased from $2,736 to $2,640 to purchase individual coverage and from $5,472 to $5,280 for dual coverage.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the target asset allocation as of June 30, 2023 are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return, Net of Inflation	Target Allocation
Fixed Income	1.63 %	70 %
Equity Allocation	4.52 %	30 %

Discount rate

The Plan's projected fiduciary net position at the end of 2027 is $0, based on the valuation completed for the fiscal year ending June 30, 2023. As such, the Plan's fiduciary net position was not projected to be available to make all projected future benefit payments for current Plan members. The projected "depletion date" when projected benefits are not covered by projected assets is 2028. Therefore, the long-term expected rate of return on Plan investments of 5.40% per annum was not applied to all periods of projected benefit payments to determine the total OPEB liability as of June 30, 2023, pursuant to paragraph 48 of GASB Statement No. 74. Instead, a single equivalent yield or index rate of 3.69% was used. This rate is comprised primarily of the yield or index rate for a 20 year, tax-exempt general obligation municipal bond with an average rating of AA or higher (3.65% from the Bond Buyers GO 20-Bond Municipal Bond Index).

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the the College's proportionate share of the net OPEB liability, as well as what the College's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.69%) or 1% higher (4.69%) than the current discount rate (3.69%):

	1% Decrease 2.69%	Current Rate 3.69%	1% Increase 4.69%
Proportionate Share of the Net OPEB Liability	$ 56,762,294	$ 48,862,552	$ 42,443,656

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the College's proportionate share of the net OPEB liability, as well as what the College's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Proportionate Share of the Net OPEB Liability	$ 42,864,809	$ 48,862,552	$ 56,312,918
Pre-Medicare Eligible	6.7% decreasing to 3.5%	7.7% decreasing to 4.5%	8.7% decreasing to 5.5%
Medicare Eligible	1%	2%	3%

OPEB plan fiduciary net position:

Detailed information about the Plan's fiduciary net position is available in the USG Consolidated Annual Financial Report which is publicly available at usg.edu/fiscal_affairs/financial_reporting/.

Note 18 Operating Expenses with Functional Classifications

Business-type activity operating expenses by functional classification for fiscal 2024 are shown below:

Functional Classification	Natural Classification Faculty Salaries	Staff Salaries	Employee Benefits	Personal Services	Travel
Instruction	$ 39,477,255	$ 852,620	$ 15,710,945	$ 4,000	$ 42,725
Research	101,024	85,652	43,553	—	10,944
Public Service	39,293	179,669	41,100	—	5,654
Academic Support	2,917,556	3,661,002	2,095,485	16,500	227,187
Student Services	271,828	7,182,824	2,392,559	6,500	130,305
Institutional Support	6,273	10,213,800	2,163,485	2,500	149,264
Plant Operations and Maintenance	—	2,749,535	1,106,650	—	17,709
Scholarships and Fellowships	—	—	—	535,149	—
Auxiliary Enterprises	2,000	2,198,621	806,905	—	53,481
Total Operating Expenses	$ 42,815,229	$ 27,123,723	$ 24,360,682	$ 564,649	$ 637,269

Functional Classification	Natural Classification Scholarships and Fellowships	Utilities	Supplies and Other Services	Depreciation/ Amortization	Total Operating Expenses
Instruction		$ 276,038	$ 1,125,384	$ 744,754	$ 58,233,721
Research	11,040	—	75,689	1,989	329,891
Public Service	—	—	49,087	—	314,803
Academic Support	—	—	3,691,526	560,954	13,170,210
Student Services	15,800	218,414	2,490,850	569,890	13,278,970
Institutional Support	—	808	9,181,842	738,547	22,456,519
Plant Operations and Maintenance	—	1,563,215	8,606,424	515,516	14,559,049
Scholarships and Fellowships	16,304,272	—	—	—	16,839,421
Auxiliary Enterprises	840,882	548,077	7,746,204	476,738	12,672,908
Total Operating Expenses	$ 17,171,994	$ 2,606,552	$ 32,967,006	$ 3,608,388	$ 151,855,492

Note 19 Subsequent Event

The College did not have any subsequent event disclosures for fiscal year 2024.

Required Supplementary Information

GEORGIA GWINNETT COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
DEFINED BENEFIT PENSION PLAN
FOR THE LAST TEN FISCAL YEARS

	Year Ended	Actuarially Determined Contribution (a)	Contributions in Relation to the Actuarially Determined Contribution (b)	Contribution Deficiency (Excess) (b-a)	Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
Employees' Retirement System	June 30, 2024	$ 18,342	$ 18,342	$ —	$ 62,495	29.35%
	June 30, 2023	$ 20,839	$ 20,839	$ —	$ 67,204	31.01%
	June 30, 2022	$ 39,915	$ 39,915	$ —	$ 162,059	24.63%
	June 30, 2021	$ 48,673	$ 48,673	$ —	$ 197,377	24.66%
	June 30, 2020	$ 40,982	$ 40,982	$ —	$ 166,189	24.66%
	June 30, 2019	$ 31,895	$ 31,895	$ —	$ 130,084	24.52%
	June 30, 2018	$ 19,180	$ 19,180	$ —	$ 77,309	24.81%
	June 30, 2017	$ 7,691	$ 7,691	$ —	$ 31,000	24.81%
	June 30, 2016	$ 7,993	$ 7,993	$ —	$ 28,615	27.93%
	June 30, 2015	$ 20,642	$ 20,642	$ —	$ 94,000	21.96%
Teachers' Retirement System	June 30, 2024	$ 7,191,463	$ 7,191,463	$ —	$36,158,140	19.89%
	June 30, 2023	$ 7,031,523	$ 7,031,523	$ —	$35,134,955	20.01%
	June 30, 2022	$ 6,389,548	$ 6,389,548	$ —	$32,237,334	19.82%
	June 30, 2021	$ 6,077,507	$ 6,077,507	$ —	$31,979,054	19.00%
	June 30, 2020	$ 7,063,036	$ 7,063,036	$ —	$33,084,179	21.35%
	June 30, 2019	$ 6,351,429	$ 6,351,429	$ —	$30,317,769	20.95%
	June 30, 2018	$ 4,899,687	$ 4,899,687	$ —	$29,163,768	16.80%
	June 30, 2017	$ 4,005,751	$ 4,005,751	$ —	$26,991,922	14.84%
	June 30, 2016	$ 3,435,054	$ 3,435,054	$ —	$23,856,480	14.40%
	June 30, 2015	$ 2,861,395	$ 2,861,395	$ —	$21,759,636	13.15%

GEORGIA GWINNETT COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
MULTIPLE EMPLOYER DEFINED BENEFIT PENSION PLANS
FOR THE LAST TEN FISCAL YEARS*

	Year Ended	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Employees' Retirement System	June 30, 2024	0.003755%	$ 224,008	$ 67,204	333.33%	71.20%
	June 30, 2023	0.007782%	$ 519,718	$ 162,059	320.70%	67.44%
	June 30, 2022	0.008515%	$ 199,158	$ 197,377	100.90%	87.62%
	June 30, 2021	0.006591%	$ 277,808	$ 166,189	167.16%	76.21%
	June 30, 2020	0.005161%	$ 212,970	$ 130,084	163.72%	76.68%
	June 30, 2019	0.003031%	$ 124,605	$ 77,309	161.18%	76.33%
	June 30, 2018	0.001264%	$ 51,335	$ 31,000	165.60%	72.34%
	June 30, 2017	0.010977%	$ 61,306	$ 28,615	214.24%	76.20%
	June 30, 2016	0.012000%	$ 166,553	$ 94,000	177.18%	77.99%
	June 30, 2015	0.011000%	$ 154,901	$ 93,000	166.56%	77.99%
Teachers Retirement System	June 30, 2024	0.240787%	$ 71,090,664	$ 35,134,955	202.34%	76.29%
	June 30, 2023	0.238471%	$ 77,436,143	$ 32,237,334	240.21%	72.85%
	June 30, 2022	0.245905%	$ 21,748,657	$ 31,979,054	68.01%	92.03%
	June 30, 2021	0.255823%	$ 61,970,344	$ 33,084,179	187.31%	77.01%
	June 30, 2020	0.248297%	$ 53,390,569	$ 30,317,769	176.10%	80.27%
	June 30, 2019	0.244856%	$ 45,450,518	$ 29,163,768	155.85%	79.33%
	June 30, 2018	0.234960%	$ 43,668,040	$ 26,991,922	161.78%	76.06%
	June 30, 2017	0.220000%	$ 45,252,081	$ 23,856,480	189.68%	81.44%
	June 30, 2016	0.210000%	$ 31,380,484	$ 21,759,636	144.21%	84.03%
	June 30, 2015	0.174813%	$ 22,085,317	$ 17,849,882	123.73%	84.03%

GEORGIA GWINNETT COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION
DEFINED BENEFIT PENSION PLAN
METHODS AND ASSUMPTIONS
FOR FISCAL YEAR ENDED JUNE 30, 2024

Changes of assumptions

Employees' Retirement System:

On December 17, 2020, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System based on the experience study prepared for the five-year period ending June 30, 2019. Primary among the changes were the updates to the rates of mortality, retirement, withdrawal, and salary increases. This also included a change in the long-term assumed investment rate of return to 7.00%. These assumption changes were first reflected in the calculation of the June 30, 2021 Total Pension Liability.

On April 21, 2022, the Board adopted a new funding policy which, in part, provides that the Actuarial Accrued Liability and Normal Cost of the System will include a prefunded variable Cost-of-Living Adjustment (COLA) for eligible retirees and beneficiaries of the System. Under the new policy, future COLAs are provided through a profit-sharing mechanism using the System's asset performance. After studying the parameters of this new policy, the assumption for future COLAs was set at 1.05%. Previously, no future COLAs were assumed. In addition, the funding policy set the assumed rate of return at 7.20% for the June 30, 2021 valuation and established a new Transitional Unfunded Actuarial Accrued Liability as of June 30, 2021 which will be amortized over a closed 20-year period.

Teachers Retirement System:

On November 18, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, withdrawal and salary increases.

On May 15, 2019, the Board adopted recommended changes from the smoothed valuation interest rate methodology that has been in effect since June 30, 2009, to a constant interest rate method. In conjunction with the methodology, the long-term assumed rate of return in assets (discount rate) has been changed from 7.50% to 7.25%, and the assumed annual rate of inflation has been reduced from 2.75% to 2.50%.

In 2019 and later, the expectation of retired life mortality was changed to the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality table from the RP-2000 Mortality Tables. In 2019, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience.

On May 11, 2022, the Board adopted recommended changes to the long-term assumed rate of return and payroll growth assumption utilized by the System. The long-term assumed rate of return was changed from 7.25% to 6.90%, and the payroll growth assumption was changed from 3.00% to 2.50%.

GEORGIA GWINNETT COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN
FOR THE LAST EIGHT FISCAL YEARS*

Year Ended	Contractually Required Contribution (a)	Contributions in Relation to the Contractually Required Contribution (b)	Contribution Deficiency (Excess) (b-a)	Covered Employee Payroll (c)	Contributions as a Percentage of Covered Employee Payroll (b/c)
June 30, 2024	$ 1,435,633	$ 1,435,633	$ —	$ 65,106,224	2.21%
June 30, 2023	$ 1,560,694	$ 1,560,694	$ —	$ 63,263,830	2.47%
June 30, 2022	$ 2,260,265	$ 2,260,265	$ —	$ 64,495,178	3.50%
June 30, 2021	$ 1,820,555	$ 1,820,555	$ —	$ 62,104,863	2.93%
June 30, 2020	$ 1,616,596	$ 1,616,596	$ —	$ 62,352,340	2.59%
June 30, 2019	$ 2,453,872	$ 2,453,872	$ —	$ 59,797,311	4.10%
June 30, 2018	$ 2,345,717	$ 2,345,717	$ —	$ 56,968,064	4.12%
June 30, 2017	$ 1,461,592	$ 1,461,592	$ —	$ 55,554,258	2.63%

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

GEORGIA GWINNETT COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN
FOR THE LAST SEVEN FISCAL YEARS*

Year Ended	Proportion of the Net OPEB Liability	Proportionate Share of the Net OPEB Liability	Covered Employee Payroll	Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
June 30, 2024	1.537841%	$ 48,862,552	$ 63,263,830	77.24%	6.44%
June 30, 2023	1.544499%	$ 61,182,579	64,495,178	94.86%	5.08%
June 30, 2022	1.550985%	$ 78,062,325	$ 62,104,863	125.69%	3.74%
June 30, 2021	1.572687%	$ 83,882,709	$ 62,352,340	134.53%	2.91%
June 30, 2020	1.530008%	$ 68,415,348	$ 59,797,311	114.41%	3.13%
June 30, 2019	1.480696%	$ 65,309,815	$ 56,968,064	114.64%	1.69%
June 30, 2018	1.467699%	$ 61,932,874	$ 55,554,258	111.48%	0.19%

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

GEORGIA GWINNETT COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION FOR OPEB PLAN
BOARD OF REGENTS RETIREE HEALTH BENEFIT PLAN
METHODS AND ASSUMPTIONS
FOR FISCAL YEAR ENDED JUNE 30, 2024

Changes in Assumptions Since Prior Valuation

The financial accounting valuation reflects the following assumption changes:

- Expected claims costs were updated to reflect actual experience.
- Trend rate schedule was updated to reflect anticipated future experience.
- The Catastrophic Drug Claim Fund assumption was updated from $200,000 annually to a one time cost of $130,000 to reflect the elimination of the catastrophic gap effective January 1, 2024 as part of the Inflation Reduction Act.
- The discount rate was updated from 3.54% as of June 30, 2022, to 3.69% as of June 30, 2023.
- The Expected Return on Assets was changed from 4.36% to 5.40%.
- The HRA trend rate assumption was updated from 4.00% to 2.00% to reflect anticipated future experience as a result of the constant HRA amount from 2016 through 2023, and the decrease in HRA amount effective January 1, 2024.

Changes in Plan Since Prior Valuation

The following plan amendments were reflected since the prior measurement date:

- Effective January 1, 2024, the Health Reimbursement Account (HRA) for medicare eligible retirees was decreased from $2,736 to $2,640 to purchase individual coverage and from $5,472 to $5,280 for dual coverage.

Supplementary Information

GEORGIA GWINNETT COLLEGE
BALANCE SHEET (NON-GAAP BASIS)
BUDGET FUNDS
JUNE 30. 2024

ASSETS		
Cash and Cash Equivalents	$	19,028,887.71
Accounts Receivable		
Federal Financial Assistance		672,509.47
Other		2,902,238.59
Prepaid Expenditures		190,196.47
Other Assets		34,610.00
Total Assets	$	22,828,442.24
LIABILITIES AND FUND EQUITY		
Liabilities		
Accrued Payroll	$	729,063.17
Encumbrance Payable		13,866,977.17
Accounts Payable		557,946.94
Unearned Revenue		1,626,196.16
Funds Held for Others		79,770.70
Other Liabilities		338,344.78
Total Liabilities		17,198,298.92
Fund Balances		
Reserved		
Department Sales and Services		1,097,241.17
Indirect Cost Recoveries		846,483.40
Technology Fees		1,029,156.61
Restricted/Sponsored Funds		143,508.64
Uncollectible Accounts Receivable		885,993.27
Tuition Carry - Forward		1,202,775.45
Unreserved		
Surplus		424,984.78
Total Fund Balances		5,630,143.32
Total Liabilities and Fund Balances	$	22,828,442.24

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

GEORGIA GWINNETT COLLEGE
STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET
BY PROGRAM AND FUNDING SOURCE
BUDGET FUND
FOR THE FISCAL YEAR ENDED JUNE 30. 2024

	Original Appropriation	Final Budget	Funds Available Compared to Budget: Current Year Revenues	Funds Available Compared to Budget: Prior Year Reserve Carry-Over
Public Service / Special Funding Initiatives				
State Appropriation				
State General Funds	$ —	$ 134,646.00	$ 134,646.00	$ —
Total Public Service / Special Funding Initiatives	—	134,646.00	134,646.00	—
Teaching				
State Appropriation				
State General Funds	66,177,932.00	67,942,319.00	67,942,319.00	—
Federal Funds	33,672,410.00	42,778,246.00	39,361,284.90	—
Other Federal Stimulus Funds	—	475,316.00	475,316.00	—
Other Funds	42,680,102.00	52,997,551.00	46,404,897.51	3,277,452.57
Total Teaching	142,530,444.00	164,193,432.00	154,183,817.41	3,277,452.57
Total Operating Activity	$ 142,530,444.00	$ 164,328,078.00	$ 154,318,463.41	$ 3,277,452.57

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

GEORGIA GWINNETT COLLEGE
STATEMENT OF FUNDS AVAILABLE AND EXPENDITURES COMPARED TO BUDGET
BY PROGRAM AND FUNDING SOURCE
BUDGET FUND
FOR THE FISCAL YEAR ENDED JUNE 30. 2024

	Funds Available Compared to Budget			Expenditures Compared to Budget		
	Program Transfers or Adjustments	Total Funds Available	Variance Positive (Negative)	Actual	Variance Positive (Negative)	Excess (Deficiency) of Funds Available Over/(Under) Expenditures
Public Service / Special Funding Initiatives						
State Appropriation						
State General Funds	$ —	$ 134,646.00	$ —	$ 134,646.00	$ —	$ —
Total Public Service / Special Funding Initiatives	—	134,646.00	—	134,646.00	—	—
Teaching						
State Appropriation						
State General Funds	—	67,942,319.00	—	67,606,825.40	335,493.60	335,493.60
Federal Funds	—	39,361,284.90	$ (3,416,961.10)	39,349,502.87	3,428,743.13	11,782.03
Other Federal Stimulus Funds	—	475,316.00	—	475,316.00	—	—
Other Funds	—	49,682,350.08	$ (3,315,200.92)	45,150,415.98	7,847,135.02	4,531,934.10
Total Teaching	—	157,461,269.98	$ (6,732,162.02)	152,582,060.25	11,611,371.75	4,879,209.73
Total Operating Activity	$ —	$ 157,595,915.98	$ (6,732,162.02)	$ 152,716,706.25	$ 11,611,371.75	$ 4,879,209.73

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

GEORGIA GWINNETT COLLEGE
STATEMENT OF CHANGES TO FUND BALANCE
BY PROGRAM AND FUNDING SOURCE
BUDGET FUND
FOR THE FISCAL YEAR ENDED JUNE 30. 2024

	Beginning Fund Balance/(Deficit)	Fund Balance Carried Over from Prior Year as Funds Available	Return of Fiscal Year 2023 Surplus	Prior Year Adjustments	Other Adjustments
Teaching					
State Appropriation					
State General Funds	16,705.82	—	(16,705.82)	(25,055.62)	—
Federal Funds	—	—	—	—	—
Other Funds	3,438,608.05	(3,277,452.57)	(161,155.48)	(46,447.55)	(63,556.51)
Total Teaching	3,455,313.87	(3,277,452.57)	(177,861.30)	(71,503.17)	(63,556.51)
Total Operating Activity	3,455,313.87	(3,277,452.57)	(177,861.30)	(71,503.17)	(63,556.51)
Prior Year Reserves					
Not Available for Expenditure					
Uncollectible Accounts Receivable	822,436.76				63,556.51
Budget Unit Totals	$ 4,277,750.63	(3,277,452.57)	(177,861.30)	(71,503.17)	$ —

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

GEORGIA GWINNETT COLLEGE
STATEMENT OF CHANGES TO FUND BALANCE
BY PROGRAM AND FUNDING SOURCE
BUDGET FUND
FOR THE FISCAL YEAR ENDED JUNE 30. 2024

	Early Return of Fiscal Year 2024 Surplus	Excess (Deficiency) of Funds Available Over/Under) Expenditures	Ending Fund Balance/(Deficit) June 30, 2024	Analysis of Ending Fund Balance Reserved	Surplus/(Deficit)	Total
Teaching						
State Appropriation						
State General Funds	$ —	$ 335,493.60	$ 310,437.98	$ —	$ 310,437.98	$ 310,437.98
Federal Funds						
Federal Funds Not Specifically Itemized	—	11,782.03	11,782.03	11,782.03	—	11,782.03
Other Funds	—	4,531,934.10	4,421,930.04	4,307,383.24	114,546.80	4,421,930.04
Total Operating Activity	—	4,879,209.73	4,744,150.05	4,319,165.27	424,984.78	4,744,150.05
Prior Year Reserves						
Not Available for Expenditure						
Uncollectible Accounts Receivable	—	—	885,993.27	885,993.27	—	885,993.27
Budget Unit Totals	$ —	$ 4,879,209.73	$ 5,630,143.32	$ 5,205,158.54	$ 424,984.78	$ 5,630,143.32

	Reserved	Surplus/(Deficit)	Total
Departmental Sales and Services	1,097,241.17	—	1,097,241.17
Indirect Cost Recovery	846,483.40	—	846,483.40
Technology Fees	1,029,156.61	$ —	1,029,156.61
Restricted/Sponsored Funds	143,508.64	—	143,508.64
Tuition Carry-Forward	1,202,775.45	—	1,202,775.45
Uncollectible Accounts Receivable	885,993.27	—	885,993.27
Surplus	—	424,984.78	424,984.78
	$ 5,205,158.54	$ 424,984.78	$ 5,630,143.32

Actual amounts were prepared on a prescribed basis of accounting that demonstrates compliance with budgetary statutes and regulations of the State of Georgia, which is a special purpose framework.

GEORGIA GWINNETT COLLEGE

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