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Mississippi Gulf Coast Community College

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

June 30, 2021

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REPORT

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INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Dr. Mary Graham, President
and Board of Trustees
Mississippi Gulf Coast Community College
Perkinston, Mississippi

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of Mississippi Gulf Coast Community College (the College) and its aggregate discretely presented component unit, the Mississippi Gulf Coast Community College Foundation, Inc., as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Mississippi Gulf Coast Community College Foundation, Inc. were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component unit of the College, as of June 30, 2021, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the College's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated August 3, 2022 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC

Ridgeland, Mississippi
August 3, 2022

This section of the Mississippi Gulf Coast Community College annual financial report presents our discussion and comparative analysis of the financial performance of the College during the fiscal year ended June 30, 2021. This discussion has been prepared by management along with the financial statements and related footnote disclosures and should be read in conjunction with, and is qualified in its entirety by the financial statements and footnotes. The financial statements, footnotes, and this discussion are the responsibility of management.

Using the Annual Report

This annual report consists of a series of financial statements, prepared in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. These statements focus on the financial condition of the College, the results of operations, and cash flows of the College as a whole.

One of the most important questions asked is whether the College as a whole is better or worse off because of the year's activities. The key to understanding this question is the Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows. These statements present financial information in a form similar to that used by corporations. It is prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service is provided and expenses and liabilities are recognized when others provide the service, regardless of when cash is exchanged.

The Statement of Net Position

The Statement of Net Position includes all assets, deferred outflows, liabilities, and deferred inflows. The College's net position (the sum of assets and deferred outflows less liabilities and deferred inflows) is one indicator of the College's financial health. Over time, increases or decreases in net position is one indicator of the improvement or erosion of the College's financial health when considered with non-financial facts such as enrollment levels and the condition of the facilities.

Condensed Statements of Net Position

June 30,	2021	2020
Assets		
Current assets	$ 75,714,065	$ 77,052,727
Non-current assets		
Refundable deposits	500	500
Restricted cash	7,920,631	16,643,864
Restricted investments	9,000,000	5,000,000
Capital assets, net	265,871,613	248,957,029
Total assets	$ 358,506,809	$ 347,654,120
Deferred outflows	$ 14,291,553	$ 8,992,850
Liabilities		
Current liabilities	$ 9,219,914	$ 12,412,166
Non-current liabilities	195,017,439	187,420,252
Total liabilities	$ 204,237,353	$ 199,832,418
Deferred inflows	$ 1,083,704	$ 1,586,025
Net position		
Net investment in capital assets	$ 198,026,049	$ 187,916,169
Restricted:		
Expendable	23,977,996	24,047,173
Unrestricted	(54,526,740)	(56,734,815)
Total net position	$ 167,477,305	$ 155,228,527

Assets

Current Assets

Cash and Cash Equivalents

Cash, cash equivalents and short-term investments consist of cash in the College's bank accounts, petty cash, and certificate of deposit investments. The total amount of cash, cash equivalents and short-term investments reported as current assets on the College's financial statements were $60,522,445 at June 30, 2021, and $67,831,342 at June 30, 2020. This represented a decrease of $7,308,897.

Accounts Receivable

Accounts receivable relate to several transactions including local appropriations and student tuition and fees. In addition, receivables arise from grant awards and financial aid revenues. The receivables are shown net of allowance for doubtful accounts. The College's net accounts receivables totaled $14,383,768 at June 30, 2021, and $7,657,919 at June 30, 2020, which represents an increase of $6,725,849 or 88%. A large portion of the increase is due to the federal CARES Act funding, which is a federal grant program related to the Coronavirus pandemic. Additionally, the College is precluded by statute from discharging amounts owed. Accordingly, gross accounts receivables and the allowance for doubtful accounts include amounts considered to be 100% uncollectible and fully reserved in a prior year.

Inventories

The College maintains inventories of resale merchandise within the College bookstore. Books, student supplies, sportswear, gift items, and institutional memorabilia make up the majority of the resale inventory. Inventories totaled $759,985 at June 30, 2021, and $1,232,089 at June 30, 2020, a decrease of $472,104 or 38%. The decrease is due to less inventory being purchased in FY21 resulting from the reduction of activity in the bookstores because of the Coronavirus pandemic.

Prepaid Expenses

The College prepays certain amounts including advances for construction activities, as related to projects managed by the Mississippi Bureau of Building, Grounds, and Real Property Management. Prepaid expenses totaled $47,670 at June 30, 2021 and $46,870 at June 30, 2020.

Non-current assets

Capital Assets, Net

Capital assets, net, consist of land, improvements, buildings, equipment, historical library holdings, and construction in progress at June 30, 2021. The amount reported is net of accumulated depreciation. Capital assets, net totaled $265,871,613 at June 30, 2021, and $248,957,029 at June 30, 2020. This represents an increase of $16,914,584 or 7% and relates principally to new facility construction.

Restricted Cash, Cash Equivalents and Investments

Non-current restricted cash, cash equivalents and investments consist of cash and certificates of deposit restricted for capital projects. Non-current restricted cash, cash equivalents and investments totaled $16,920,631 at June 30, 2021, as compared to $21,643,864 at June 30, 2020. The decrease of $4,723,233 is related to drawdown of funds spent on construction related projects.

Deferred Outflows of Resources

The College has deferred outflows related to (i) a loss on bond refunding, which is amortized over the remaining life of the bonds, (ii) pension related deferrals as further described in Note 8 to the financial statements, and (iii) other postemployment benefits (OPEB) related contributions paid subsequent to the measurement date as further described in Note 9 to the financial statements.

Liabilities

Current Liabilities

Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities represent amounts due at June 30, 2021 for goods and services received before the end of the fiscal year. The accounts payable and accrued liabilities totaled $4,665,780 at June 30, 2021, and $7,094,970 at June 30, 2020. The decrease from prior year is related primarily to a decrease in construction invoices payable at year-end, as projects have been completed during the year.

Accrued interest payable is presented separately from other accrued liabilities, and totaled $220,446 at June 30, 2021 compared to $223,203 at June 30, 2020.

Unearned Revenue

Unearned revenue represents revenue that was received by the College during the fiscal year, but the College did not earn the revenue by the end of the June 30, 2021 fiscal year. The unearned revenue totaled $1,736,430 at June 30, 2021, and $2,608,376 at June 30, 2020. The decrease of $871,946 is due primarily to the decrease in advanced enrollment in summer classes because the College did not offer "Buy One Get One" for summer 2021 classes as in summer 2020.

Annual Leave and Other Postemployment Benefits Liabilities-Current Portion

Annual leave liabilities-current portion represents the portion of accrued compensated balances that would be payable by the end of the June 30, 2021 fiscal year. The amount of the current portion of compensated absences totaled $398,004, at June 30, 2021 and $315,442 at June 30, 2020. In addition, with the adoption of GASB No. 75, the College recorded a liability related to the current portion of other postemployment benefits, which was $181,400 at June 30, 2021, and $187,400 as of June 30, 2020.

Long-Term Liabilities-Current Portion

Long-term liabilities-current portion represents the portion of long-term debt that would be payable by the end of the June 30, 2021 fiscal year. The amount of the current portion of long-term debt totaled $2,017,854 at June 30, 2021, and includes $207,642 of future bond premium amortization, which will reduce interest costs in the following year. The amount of the current portion of long-term debt totaled $1,982,775 at June 30, 2020 and included $208,259 of future bond premium amortization.

Non-current Liabilities

Deferred Inflows of Resources

The College has deferred pension inflows resulting from (i) differences between expected and actual experience, which are being amortized over the average expected remaining service lives of participants, (ii) changes in actuarial assumptions which are being amortized over the average expected remaining service lives of participants and (iii) differences between estimated and actual return on pension plan investments, which is being amortized over a five year period using the straight-line method. These deferred inflows totaled $73,244 at June 30, 2021 compared to $1,241,427 at June 30, 2020. In addition, with the adoption of GASB No. 75, the College has OPEB related deferred inflows resulting from (i) changes in actuarial assumptions and (ii) changes in proportion and differences between the employer's contributions and the proportionate share of contributions, both of which are being amortized over the average expected remaining service lives of participants. These deferred inflows totaled $1,010,460 at June 30, 2021 and $344,598 at June 30, 2020.

Accrued Leave

This liability consists of accrued compensated balances that represent the amount payable to employees for earned but unpaid vacation. The total amount of the non-current portion of accrued compensation balances totaled $3,462,108 at June 30, 2021, and $3,447,269 at June 30, 2020.

Net Pension and OPEB Liability

The net pension liability consists of the College's proportionate share of the collective PERS net pension liability and was $113,285,985 at June 30, 2021, and $103,306,750 at June 30, 2020.

The net OPEB liability consists of the College's proportionate share of the collective net OPEB liability for retiree health and life insurance benefits offered through the State of Mississippi State and School Employees' Life and Health Insurance Plan. The net OPEB liability, excluding the current portion, was $4,447,102 at June 30, 2021, and $4,826,136 as of June 30, 2020.

Long-Term Liabilities

This liability consists of long-term debt for outstanding bonds and notes. The total amount of the non-current portion of long-term debt, including unamortized bond premiums was $73,819,128 at June 30, 2021, and $75,840,097 at June 30, 2020.

Net Position

Net position represents the College's sum of assets and deferred outflows less the sum of liabilities and deferred inflows, and is one indicator of whether the College's overall financial position has improved or worsened during the year. Total net position was $167,477,305 at June 30, 2021 as compared to $155,228,527 at June 30, 2020.

Analysis of Net Position

The College's net position related to its net investment in capital assets was $198,026,049 at June 30, 2021, and $187,916,169 at June 30, 2020. This net position represents the College's capital assets, net of accumulated depreciation and any outstanding indebtedness incurred in the acquisition of capital assets. The increase in 2021 of $10,109,880 resulted from a combination of purchased assets, the retirement of indebtedness paid during the year, current year depreciation expense, capital asset disposals, and the expended portion of new debt related to the Series 2016 bond issue.

Restricted expendable net position consists of grants from third party agencies with expenditure restrictions, capital projects and lease agreements, and forestry escrow funds.

The following is a breakdown of the restricted net position:

June 30,	2021	2020
Capital projects	$ 12,814,542	$ 15,516,709
Other purposes	11,163,454	8,530,464
Total restricted net position	$ 23,977,996	$ 24,047,173

Unrestricted net position represents those balances from operational activities that have not been restricted by parties external to the College such as donors or grant agencies. This includes funds that are normal working capital balances maintained for departmental and auxiliary enterprise activities, and is net of the College's proportionate share of the Public Employee's Retirement System of Mississippi net pension liability and net OPEB liability and the related deferred inflows and outflows.

The following is a breakdown of the unrestricted net position:

June 30,	2021	2020
Unrestricted - available for operations:		
General and educational	$ 40,562,414	$ 35,105,603
Auxiliary enterprises	9,688,271	9,167,425
Deficit from recognition of net pension liability and related deferred inflows and outflows	(100,159,889)	(96,359,592)
Deficit from recognition of net OPEB liability and related deferred inflows and outflows	(4,617,536)	(4,648,251)
Total unrestricted net position	$ (54,526,740)	$ (56,734,815)

The Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Revenues, Expenses, and Changes in Net Position presents the revenues earned and the expenses incurred during the year. Activities are reported as either operating or non-operating. The financial reporting model classifies state appropriations and gifts as non-operating revenues. The College's dependency on state aid and gifts results in an operating deficit. The utilization of long-lived assets, referred to as Capital Assets, is reflected in the financial statements as depreciation, which amortizes the cost of an asset over its expected useful life.

Condensed Statement of Revenues, Expenses, and Changes in Net Position

Years Ended June 30,	2021	2020
Operating Revenues:		
Tuition and fees, net	$ 20,414,718	$ 25,279,146
Grants and contracts	75,426,548	54,593,988
Auxiliary sales and services, net	6,745,149	6,604,438
Sales & service of educational activities	217,302	460,272
Other operating revenues	416,652	324,687
Total operating revenues	103,220,369	87,262,531
Total operating expenses	137,259,341	129,541,633
Operating gain (loss)	(34,038,972)	(42,279,102)
Non-Operating revenues (expenses):		
State appropriations	26,280,774	27,491,984
Local appropriations	10,560,127	10,214,929
Investment income, net	180,214	1,373,312
Interest expense on indebtedness	(2,800,165)	(2,886,932)
Bond premium amortization	184,663	347,023
Other non-operating revenue (expenses)	143,243	5,534
Net non-operating revenues	34,548,856	36,545,850
Income (loss) before other revenues (expenses)	509,884	(5,733,252)
Total other revenues (expenses)	11,738,894	11,143,299
Change in net position	12,248,778	5,410,047
Net position		
Net position, beginning of year	155,228,527	149,818,480
Net position, end of year	$ 167,477,305	$ 155,228,527

Total operating loss for the fiscal year 2021 was $34,038,972, and for the fiscal year 2020 was $42,279,102. Since the State of Mississippi appropriation is not included within operating revenue per GASB No. 35, the College will always show a significant operating loss.

The primary sources of operating revenue for the College are tuition and fees, grants and contracts, auxiliary services, and other operating revenues.

The College strives to provide students with the opportunity to obtain a quality education. Future enrollments at the College may be affected by a number of factors including any material increases in tuition and other mandatory charges stemming from any material decrease in appropriation funding from the State of Mississippi.

Total operating revenues for fiscal year 2021 were $103,220,369, and for the fiscal year 2020 were $87,262,531; an increase of $15,957,838 or 18%. Tuition and fees, net, were $20,414,718 for fiscal year 2021, and $25,279,146 for fiscal year 2020. Tuition and auxiliary services discounts were $14,650,611 for fiscal year 2021, and $9,803,352 for fiscal year 2020. Additionally, the provision for uncollectable accounts, netted against tuition and fee revenue, and against auxiliary and sales and services revenue was $210,779 for fiscal year 2021, and $249,483 for fiscal year 2020. Operating expenses for 2021, including depreciation of $8,826,470, totaled $137,259,341. Operating expenses for 2020, including depreciation of $7,621,899, totaled $129,541,633.

Revenues

Operating Revenues

Tuition and Fees

This category includes all tuition and fees assessed for educational purposes totaling $20,414,718 for fiscal year 2021, and $25,279,146 for fiscal year 2020. Tuition discounts were $13,696,133 for 2021 and $9,279,630 for 2020.

Operating Grants and Contracts

This includes all restricted revenues made available by government agencies as well as private agencies. Grant revenues are recorded only to the extent that the funds have been expended for exchange transactions. Non-exchange revenues are recorded when received or when eligibility criteria have been met.

The following table details the College's operating grant and contract awards for the fiscal years ended June 30, 2021 and June 30, 2020.

June 30,	2021	2020
Federal sources	$ 64,840,605	$ 44,860,721
State sources	6,518,782	6,585,965
Other	4,067,161	3,147,302
Total grants and contracts operating revenues	$ 75,426,548	$ 54,593,988

Sales and Services from Educational Activities

Other operating revenues consist of income from educational activities and other income that totaled $217,302 for fiscal year ended June 30, 2021, and $460,272 for fiscal year ended June 30, 2020.

Auxiliary Sales and Services

Auxiliary enterprises sales and services include the college bookstore, food services, and housing totaling $6,745,149 for fiscal year ended June 30, 2021, and $6,604,438 for fiscal year ended June 30, 2020. This is net of discounts of $954,478 for fiscal year ended June 30, 2021, and $523,722 for fiscal year ended June 30, 2020; and a provision for uncollectible accounts of $207,051 for fiscal year ended June 30, 2021, and of $12,036 for fiscal year ended June 30, 2020.

Operating Expenses

Operating expenses for fiscal year ended June 30, 2021 total $137,259,341 and include salaries and benefits of $58,590,486, utilities of $3,375,068, commodity supplies of $13,436,392, contractual services of $18,124,377, financial aid of $34,769,792, travel of $112,163, other expenses of $24,593 and depreciation of $8,826,470. Operating expenses for fiscal year ended June 30, 2020 total $129,541,633 and include salaries and benefits of $57,360,302, utilities of $3,168,042, commodity supplies of $9,114,986, contractual services of $13,127,545, financial aid of $38,752,363, travel of $351,220, other expenses of $45,276, and depreciation of $7,621,899.

Years Ended June 30,	2021	2020
Expenses by function:		
Instruction	$ 43,739,114	$ 40,108,440
Instructional support	3,426,963	3,332,344
Student services	9,341,781	9,113,830
Institutional support	15,967,576	15,085,508
Operation of plant	17,361,293	12,719,326
Student aid	30,732,593	33,838,138
Auxiliary enterprises	6,175,257	5,803,841
Plant and endowment operations	10,514,764	9,540,206
Total operating expenses by function	$ 137,259,341	$ 129,541,633

Non-operating Revenues (Expenses)

State Appropriations

The College's largest source of non-operating revenues is the State of Mississippi appropriations. The College received $26,672,896 for fiscal year 2021, of which $26,280,774 was appropriated for operations, and $392,122 was appropriated for capital purposes. The College received $27,491,984 for fiscal year 2020, and all was appropriated for operations.

Local Appropriations

The College also receives revenue from the four county districts in which the College resides. These counties include Harrison, Jackson, George, and Stone County. The College receives the appropriations in monthly payments beginning in July of each year. The College received $21,403,019 in fiscal year 2021, of which $10,560,127 was for operating purposes and $10,842,892 which was used for capital and debt service purposes. The College received $20,625,127 in fiscal year 2020, of which $10,214,929 was for operating purposes and $10,410,198 which was used for capital and debt service purposes.

Investment Income, Net

Investment income includes the interest income earned on the College's bank accounts as well as interest earned on certificates of deposit. The investment income for the year ended June 30, 2021 was $180,214, and for the fiscal year ended June 30, 2020 was $1,373,312, which represents a decrease of $1,193,098 or 87%. The decrease is directly related to temporary investment of funds from the 2016 bond issue and decreases in the yield earned on certificates of deposit.

Other Non-operating Revenues & Expenses

Included in this category is interest expense on bond indebtedness, insurance proceeds, bond premium amortization, deferred loss amortization, arbitrage/cash management, and other expenses totaling $2,615,502 for fiscal year 2021, of which $2,800,165 was gross interest expense on bond indebtedness, and $184,663 was net amortization of bond premiums and deferred refunding losses. For fiscal year 2020 this category totaled $2,534,375, of which $2,886,932 was gross interest expense on bond indebtedness, and $347,023 was net amortization of bond premiums and deferred refunding losses.

Other Revenues

State Appropriations for Capital Purposes

This category includes revenue received from the State of Mississippi to purchase, construct, renovate, or repair capital assets. The College drew down $392,122 during fiscal 2021 for construction costs, and did not draw down any capital appropriations from the State during fiscal year 2020.

Local Appropriations for Capital Purposes

This category includes revenue received from the four counties within the College's district of Harrison, Jackson, George, and Stone Counties. Fiscal year 2021 local appropriations were $10,842,892, and fiscal year 2020 local appropriations were $10,410,198, an increase of $432,694.

Grants, Gifts and Contracts for Capital Purposes

This category includes grants and contracts received from other sources to purchase, construct, renovate, or repair capital assets. Fiscal year 2021 grant and contract awards for capital purposes were $631,544 compared to $760,382 for fiscal year 2020, a decrease of $128,838.

Statement of Cash Flows

Another important factor to consider when evaluating financial viability is the College's ability to meet financial obligations as they mature. The Statement of Cash Flows presents information related to cash inflows and outflows summarized by operating, non-capital financing, capital and related financing, and investing activities. Its primary purpose is to provide relevant information about the cash receipts and cash payments of the College during a period.

The Statement of Cash Flows also helps users assess:

- The ability to generate future net cash flows,
- The ability to meet obligations as they come due, and
- A need for external financing.

Condensed Statement of Cash Flows (Direct Method)

Years Ended June 30,	2021	2020
Cash and cash equivalents provided (used) by:		
Operating activities	$ (28,537,788)	$ (31,123,184)
Non-capital financing activities	36,921,472	38,910,938
Capital and related financing activities	(20,880,339)	(33,838,248)
Investing activities	(10,535,475)	16,619,606
Net increase (decrease) in cash and cash equivalents	(23,032,130)	(9,430,888)
Cash and cash equivalents, beginning of year	74,475,206	83,906,094
Cash and cash equivalents, end of year	$ 51,443,076	$ 74,475,206

Major sources of funds included in operating activities:		
Tuition and fees	$ 20,588,959	$ 26,139,463
Auxiliary enterprises	7,216,501	6,366,414
Grants and contracts	67,328,006	54,088,909
Major uses of funds were payments:		
To employees	(54,869,446)	(53,656,645)
To suppliers and students	(13,436,393)	(9,114,986)
To contractual services	(17,731,465)	(13,450,854)
For scholarships	(34,769,792)	(38,752,363)
For utilities	(3,375,068)	(3,168,042)

The largest inflow of cash in the non-capital financing activities group for fiscal year 2021 is State appropriations of $26,277,611, and for fiscal year 2020 is $27,957,934. In addition, local appropriations from the four county district are $10,643,861 for fiscal year 2021, and $10,953,004 for fiscal year 2020.

Significant Capital Asset Transactions

The College incurred $19,384,561, including the change in accrued invoices, in capital expenditures regarding capital construction projects during the 2021 fiscal year. Capital expenditures paid during the 2021 fiscal year for these capital construction projects were as follows:

District Office Total Construction expenses were $3,099,759.

Projects include: Mechanical Upgrades college-wide of $2,015,428; Roofing Repairs/Upgrades of $944,078; a Covered Vehicle Shed of $99,847; and Technology for New Facilities projects of $40,406.

Perkinston Campus Total Construction expenses were $7,149,174.

Projects include: Construction of a new Childcare Education Facility of $1,496,560; construction of the New Residence Hall, and the Multipurpose Arena of $4,779,651; Furniture and Equipment for new facilities of $28,034; Sekul Field Turf and Track of $326,251; Window Replacements at Andrews and Hayden Halls, and Renovations to Weeks Hall of $225,357; Perkinston Boulevard construction and New Sign of $179,239; and other upgrades around campus of $114,082.

Harrison County Campus Total Construction expenses were $8,612,130.

Projects include: Construction of the Performing Arts Center and related Equipment of $6,987,537; Mechanical Upgrades of $748,135; New STEM Building of $392,122; Renovation of R Building of $120,240; and other upgrades around campus $364,096.

Jackson County Campus Total Construction expenses were $523,498.

Projects include: Renovations to the Campus Police Building of $19,460; STEM Building Renovation and Expansion, and related Furniture, Fixtures and Equipment of $491,840; and Landscaping of New Facilities of $12,198

Funding sources for these projects included $392,122 in state bonds, $10,309,370 in district bond funds, and $8,683,069 from other and local sources.

Factors Impacting Future Periods

There are a number of issues that are directly affecting the community college system as a whole. The continuing decline of state revenues and, therefore, state funding, is the main issue which will continue to have an impact on our financial position. State funding made up approximately 20% of our total revenue available for operations in fiscal year 2021. This makes the level of state support a key factor in the financial health of the College. Additionally, the Coronavirus Pandemic has impacted the economy at both the state and national levels, which in turn affects the college. We have been fortunate to have strong support from our local district as they are increasingly bearing more and more of the burden to provide support for the College.

One of the internal considerations with each year's budget is the desire to refrain from tuition increases, as this is a major barrier to college education for our local residents. In fiscal year 2021, the College did not have an increase in tuition. Future increases will depend on the economic climate and level of state support that the College receives. A decline in education will result in further decline of future state revenues and quality of life for state citizens if we cannot meet the education and technology demands of businesses and industries.

In July, 2021, the College received a grant for $20,000,000 from the Northern Trust Charitable Giving Program, a program of the Chicago Community Foundation. The grant is unrestricted in nature, to be used for general operations of the College.

In addition to operating challenges, our need for deferred maintenance funds and new construction continues to be a challenge. These expenditures will continue to increase as our buildings age. New technological advances will demand that we constantly update our training and college-wide database needs.

The community college is the most accessible higher-education option available for the majority of Mississippians and we are obligated to make certain that our College is prepared to meet the demand for quality programs and facilities that are close to home and at a reasonable cost.

Contact Information

Questions concerning any of the Mississippi Gulf Coast Community College information provided in this report, or requests for additional financial information should be addressed to the Executive Vice President for Administration and Finance, Dr. Jason Pugh, Mississippi Gulf Coast Community College, P.O. Box 609, Perkinston, MS 39573.

Questions concerning any of the Mississippi Gulf Coast Community College Foundation, Inc. information provided in this report, or requests for additional financial information should be addressed to the Executive Vice President of Institutional Advancement, Dr. Suzanna Brown, Mississippi Gulf Coast Community College Foundation, Inc., PO Box 99, Perkinston, MS 39573.

FINANCIAL STATEMENTS

June 30, 2021		Mississippi Gulf Coast Community College		Component Unit Mississippi Gulf Coast Community College Foundation
Assets				
Current assets:				
Cash and cash equivalents	$	43,522,445	$	5,290,362
Short-term investments		17,000,000		-
Investments		-		6,998,310
Interest receivable		197		47,851
Accounts receivable, net		14,383,768		-
Pledge receivable		-		53,000
Inventories		759,985		-
Prepaid expenses		47,670		-
Total current assets		75,714,065		12,389,523
Non-current assets:				
Refundable deposits		500		25
Restricted cash and cash equivalents		7,920,631		-
Investments, restricted for capital purposes		9,000,000		-
Endowment investments		-		6,176,423
Real estate held for investment		-		262,151
Capital assets, net of accumulated depreciation		265,871,613		321,881
Total non-current assets		282,792,744		6,760,480
Total assets	$	358,506,809	$	19,150,003
Deferred Outflows				
Loss on debt refunding	$	70,787		-
Related to pensions		13,199,340		-
Related to other postemployment benefits		1,021,426		-
Total deferred outflows	$	14,291,553	$	-
Liabilities				
Current liabilities				
Accounts payable and accrued expenses	$	4,665,780	$	1,133,455
Accrued interest payable		220,446		-
Unearned revenue		1,736,430		-
Accrued leave liabilities, current portion		398,004		-
Other postemployment benefits liability, current portion		181,400		-
Long-term liabilities, current portion		2,017,854		-
Total current liabilities		9,219,914		1,133,455
Non-current liabilities				
Accrued leave liabilities		3,462,108		-
Net pension liability		113,285,985		-
Net other postemployment benefits liability, non-current		4,447,102		-
Long-term liabilities		73,822,244		-
Total non-current liabilities		195,017,439		-
Total liabilities	$	204,237,353	$	1,133,455

(Continued)

Mississippi Gulf Coast Community College
Statement of Net Position (Continued)

June 30, 2021	Mississippi Gulf Coast Community College	Component Unit Mississippi Gulf Coast Community College Foundation
Deferred Inflows		
Related to pensions	$ 73,244	$ -
Related to other postemployment benefits	1,010,460	-
Total Deferred Inflows	$ 1,083,704	$ -
Net Position		
Net investment in capital assets	$ 198,026,049	$ -
Restricted for:		
Nonexpendable:		
Scholarships and fellowships	-	6,176,423
Other purposes	-	213,501
Expendable:		
Capital projects	12,814,542	-
Other purposes	11,163,454	-
Scholarships and fellowships	-	11,274,900
Unrestricted:		
Available (deficiency) for operations	(54,526,740)	29,842
Invested in capital assets	-	321,882
Net Position	$ 167,477,305	$ 18,016,548

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

Mississippi Gulf Coast Community College
Statement of Revenues, Expenses and Changes in Net Position

Year ended June 30, 2021	Mississippi Gulf Coast Community College	Component Unit Mississippi Gulf Coast Community College Foundation
Operating revenues		
Tuition and fees (net of scholarship discount $13,696,133 and provision for uncollectible accounts $3,728)	$ 20,414,718	$ -
Gifts and contributions	-	960,103
Federal grants and contracts	64,840,605	-
State grants and contracts	6,518,782	-
Local grants and contracts	25,700	-
Private grants and contracts	4,041,461	-
Sale and services of educational activities	217,302	-
Auxiliary services (net of discount $954,478 and provision for uncollectible accounts $207,051)	6,745,149	-
In-kind support	-	507,947
Other operating revenues	416,652	-
Total operating revenues	103,220,369	1,468,050
Operating expenses		
Salaries and wages	41,187,481	-
Fringe benefits	17,403,005	-
Travel	112,163	-
Contractual services	18,124,377	-
Commodities	13,436,392	-
Utilities	3,375,068	-
Financial aid	34,769,792	-
Scholarships	-	1,096,218
Program services	-	363,801
Other	24,593	25,000
In-kind services	-	507,947
Depreciation	8,826,470	8,604
Total operating expenses	137,259,341	2,001,570
Operating gain (loss)	(34,038,972)	(533,520)
Non-operating revenues (expenses)		
State appropriations (current funds)	26,280,774	-
Local appropriations (current funds)	10,560,127	-
Investment income	180,214	256,793
Insurance proceeds	146,193	-
Interest expense on indebtedness	(2,800,165)	-
Deferred loss on refunding amortization	(23,596)	-
Bond premium amortization	208,259	-
Net gain (loss) on investments	-	2,067,470
Arbitrage/cash management	(2,950)	-
Net non-operating revenues	34,548,856	2,324,263

(Continued)

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

Year ended June 30, 2021		**Mississippi Gulf Coast Community College**		**Component Unit Mississippi Gulf Coast Community College Foundation**
Income (loss) before other revenues, expenses, gains and losses		509,884		1,790,743
State appropriations for capital purposes		392,122		-
Local appropriations for capital purposes		10,842,892		-
Grants and contracts for capital purposes		631,544		-
Loss from capital assets sold or retired		(127,664)		-
Additions to permanent endowments		-		275,020
Total other revenue (expenses)		11,738,894		275,020
Change in net position		12,248,778		2,065,763
Net position:				
Net position, beginning of year		155,228,527		15,950,785
Net position, end of year	$	167,477,305	$	18,016,548

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

Mississippi Gulf Coast Community College
Statement of Cash Flows

Year ended June 30, 2021	Mississippi Gulf Coast Community College	Component Unit Mississippi Gulf Coast Community College Foundation
Cash flows from operating activities:		
Tuition and fees	$ 20,588,959	$ -
Contributions received	-	935,103
Grants and contracts	67,328,006	-
Sales and services of educational departments	217,302	-
Payments to suppliers and students	(13,436,393)	(1,288,858)
Payments to employees for salaries and benefits	(54,869,446)	-
Payments for contractual services	(17,731,465)	-
Payments for travel	(112,163)	-
Payments for utilities	(3,375,068)	-
Payments for scholarships	(34,769,792)	-
Auxiliary enterprise sales and services	7,216,501	-
Other receipts	405,771	-
Net cash provided by (used in) operating activities	(28,537,788)	(353,755)
Cash flows from non-capital financing activities:		
State appropriations	26,277,611	-
Local appropriations	10,643,861	-
Federal loan program receipts	12,463,729	-
Federal loan program disbursements	(12,463,729)	-
Net cash provided by (used in) non-capital financing activities	36,921,472	-
Cash flows from capital and related financing activities:		
Cash received for additions to permanent endowments	-	275,020
Proceeds from disposal of capital assets	-	-
Cash paid for capital assets	(28,405,276)	-
Capital appropriations received	11,235,014	-
Grants and contracts received for capital purposes	631,544	-
Other receipts	201,301	-
Principal paid on capital debt and leases	(1,740,000)	-
Interest paid on capital debt and leases	(2,802,922)	-
Net cash provided by (used in) capital and related financing activities	(20,880,339)	275,020

(Continued)

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

Mississippi Gulf Coast Community College
Statement of Cash Flows (Continued)

Year ended June 30, 2021	Mississippi Gulf Coast Community College	Component Unit Mississippi Gulf Coast Community College Foundation
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	$ 15,000,000	$ 6,822,045
Interest and dividends received	464,525	261,498
Purchases of investments	(26,000,000)	(7,970,769)
Net cash provided by (used in) investing activities	(10,535,475)	(887,226)
Net increase (decrease) in cash and cash equivalents	(23,032,130)	(965,961)
Cash and cash equivalents - beginning of year	74,475,206	6,256,323
Cash and cash equivalents - end of year	$ 51,443,076	$ 5,290,362
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income (loss)	$ (34,038,972)	$ (533,520)
Adjustments to reconcile net operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation expenses	8,826,470	8,604
Donation - equipment conveyance		25,000
Provision for uncollectible accounts	(210,773)	-
Pension expense	10,729,220	-
OPEB expense	(30,715)	-
(Increase) decrease in assets:		
Receivables, net	(6,835,623)	(33,266)
Inventories	472,104	-
Prepaid expenses	(800)	
(Increase) decrease in liabilities:		
Accounts payable and accrued liabilities	254,769	179,427
Deferred revenues	(871,946)	-
Deferred outflow - contributions made to pension after measurement date	(6,928,923)	-
Accrued leave liability	97,401	-
Total adjustments	5,501,184	179,765
Net cash provided by (used in) operating activities	$ (28,537,788)	$ (353,755)
Current assets - cash and cash equivalents	$ 43,522,445	$ 5,290,362
Non-current assets - restricted cash and cash equivalents	7,920,631	-
Cash and cash equivalents - end of year	$ 51,443,076	$ 5,290,362

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Mississippi Gulf Coast Community College (the College) is governed by a 23-member board composed of trustees from George, Harrison, Jackson and Stone Counties. The members of the board of trustees from each county are elected by the Board of Supervisors of the county. The College has a district office, three campuses and seven centers which provide academic, career-technical training, and non-credit education.

The Governmental Accounting Standards Board (GASB) requires that the financial reporting entity consist of the primary government and its component units.

The Mississippi Gulf Coast Community College Foundation, Inc. (the Foundation), a legally separate, tax-exempt organization supporting the College, is being included as a discretely presented component unit of the College in the College's basic financial statements, in accordance with the criteria outlined by GASB. The Foundation has been organized to promote, encourage and assist in all forms of education and research in the College's districts, campuses and activities. The Foundation's support is primarily provided by contributions from alumni, other individuals and businesses, and does not impose a financial burden on the College.

With the exception of necessary presentation adjustments, no modifications have been made to the Foundation's financial information in the College's financial statements for differences in accounting principles between GASB and the Financial Accounting Standards Board (FASB).

A separate financial statement of the Foundation can be obtained by contacting the Executive Vice President for Administration and Finance, P.O. Box 609, Perkinston, MS 39573.

The Foundation pays tuition on behalf of students attending the College. For the year ended June 30, 2021, total scholarships expensed by the Foundation were $1,096,218, all of which was due and payable to the College at year-end. During 2021, the Foundation incurred expenses of approximately $276,620 in educational and general support services paid to or on behalf of the College. In-kind services with an estimated value of $507,947 were provided to the Foundation by the College during 2021.

Basis of Presentation

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by GASB. The College follows the "business-type activities" reporting requirements of GASB.

Basis of Accounting

The financial statements of the College have been prepared on the accrual basis whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets, deferred outflows and inflows, liabilities, revenues, and expenses, as appropriate, as well as the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

Cash and Cash Equivalents

The College considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash and cash equivalents that are externally restricted as to their use are classified as non-current assets in the Statement of Net Position.

Short-term Investments

Investments that are not cash equivalents but mature within the next fiscal year are classified as short-term investments and generally consist of certificates of deposit. Restricted cash temporarily invested in short-term investments is classified as non-current in the Statement of Net Position and consists of certificates of deposit.

Investments and Fair Value Measurements

The College accounts for its investments at fair value. Changes in unrealized gain (loss) on the carrying value of investments are reported in the Statement of Revenues, Expenses and Changes in Net Position.

Fair value, as defined by GASB, is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This statement establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Inputs are used in applying the various valuation techniques and take into account the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, interest and yield curve data, and other factors specific to the financial instrument. Observable inputs reflect market data obtained from independent sources. In contrast, unobservable inputs reflect the entity's assumptions about how market participants would value the financial instrument. Valuation techniques should maximize the use of observable inputs to the extent available.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used for financial instruments measured at fair value on a recurring basis:

- **Level 1** - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the College has the ability to access at the measurement date.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments and Fair Value Measurements (continued)

- **Level 2** - Inputs to the valuation methodology include (i) quoted prices for similar assets or liabilities in active markets; (ii) quoted prices for identical or similar assets or liabilities in inactive markets; (iii) inputs other than quoted prices that are observable for the asset or liability; and (iv) inputs that are derived principally from, or corroborated by, observable market data by correlation or other means.

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

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

Accounts Receivable, Net

Accounts receivables consist of tuition and fees charged to students, state appropriations, amounts due from state and federal grants and contracts, local governments and credits due to the College from vendors. Accounts receivable are recorded net of an allowance for doubtful accounts.

Inventories

Inventories consist of bookstore supplies, textbooks, and merchandise for resale. Merchandise for resale and bookstore supplies are valued at the lower of cost, on the first-in, first-out basis, or market. Textbooks are valued on a method assuming a three-year usage.

Capital Assets, Net of Accumulated Depreciation

Capital assets are recorded at cost at the date of acquisition, or, if donated, at acquisition value at the date of donation. Renovations to buildings and improvements other than buildings that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Depreciation is computed using the straight-line method over the estimated useful life of the asset and is not allocated to the functional expenditure categories. Interest related to capital projects is not capitalized but is expensed as incurred pursuant to the provisions of GASB No. 89.

See Note 4 for additional details concerning useful lives, salvage values, capitalization thresholds and construction period interest.

Unearned Revenues

Unearned revenues 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. Unearned revenues also include amounts received from grant and contract sponsors that have not yet been earned.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

Twelve-month employees earn annual personal leave at a rate of 6.67 hours per month for one month to three years of service; 9 hours per month for three to eight years of service; 12 hours per month for eight to fifteen years of service; and for fifteen years of service and over, 13 hours per month are earned. Nine and ten month employees earn annual leave at a rate of 7.11 hours per month of service. Hourly employees earn annual personal leave at a rate of 6.67 hours per month for one month to eight years of service; 9 hours per month for eight to fifteen years of service; and for fifteen years and over, 10.5 hours per month. There is no requirement that annual leave be taken and there is no maximum accumulation. At termination, these employees are paid for up to 240 hours of accumulated personal leave. The liability for accrued leave at June 30, 2021 as reported in the Statement of Net Position is $3,860,112, with $398,004 of this amount estimated as current.

Classification of Revenue

The College has classified its revenues as either operating or non-operating revenues according to the following criteria:

Operating revenues

Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances and (3) most federal, state and local grants and contracts.

Non-operating revenues

Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenues by GASB, such as state appropriations, local appropriations and investment income.

State Appropriations

The College receives funds from the State of Mississippi based on the total credit hours generated by all students actually enrolled and in attendance on the last day of the sixth week (or its equivalent) of each semester for the previous year, counting only those students who reside within the State of Mississippi.

Scholarship Discounts and Allowances

Financial aid to students is reported in the financial statements under the alternative method as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid, such as loans, funds provided to students as awarded by third parties and Federal Direct Lending, is accounted for as a third party payment (credited to the student’s account as if the student made the payment). All other aid is reflected in the financial statements as operating expenses, or scholarship allowances, which reduce revenues. The amount reported as operating expenses represents the portion of aid that was provided to the student in the form of cash.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Scholarship Discounts and Allowances (continued)

Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition. Under the alternative method, these amounts are computed on a college basis by allocating the cash payments to students, excluding payments for services, on the ratio of total aid to the aid not considered to be third party aid.

Deferred Outflows of Resources

Deferred outflow of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. The College has deferred outflows related to a loss on bond refunding, which is amortized over the remaining life of the bonds. In addition, deferred outflows include amounts related to pensions and other postemployment benefits (See Notes 8 and 9), including contributions to the employee pension plan and OPEB plan subsequent to the measurement date of the actuarial valuations for the plans.

Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net position by the College that is applicable to a future reporting period. The College has deferred pension inflows resulting from (i) differences between expected and actual experience, which are being amortized over the average expected remaining service lives of participants, (ii) changes in actuarial assumptions which are being amortized over the average expected remaining service lives of participants and (iii) differences between estimated and actual return on pension plan investments, which is being amortized over a five year period using the straight-line method. Additionally, the College has deferred inflows relating to other postemployment benefits other than pensions resulting from (i) changes in actuarial assumptions and (ii) changes in proportion and differences between the employer's contributions and the proportionate share of contributions, both of which are being amortized over the average expected remaining service lives of participants.

Pensions

The College participates in the Public Employees' Retirement System of Mississippi (PERS) plan, a multiple-employer cost sharing defined benefit pension plan. For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS plan and additions to/deductions from the plan's net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Member contributions are recognized in the period in which they are earned. Investments are reported at fair value.

Other Postemployment Benefits

The College offers retiree health and life insurance benefits through the State of Mississippi State and School Employees' Life and Health Insurance Plan. This plan provides for other postemployment benefits (OPEB) as a cost-sharing multiple-employer defined benefit OPEB plan. The fiduciary net position of this plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes, for purposes of measuring the net OPEB liability,

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other Postemployment Benefits (continued)

deferred outflows of resources and deferred inflows of resources related to other postemployment benefits; OPEB expense; and information about assets, liabilities and additions to/deductions from this plan's fiduciary net position. Benefit payments are recognized when due and are payable in accordance with the benefit terms.

Net Position

Net position represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. The College classifies and reports three categories of net position, as follows:

- Net investment in capital assets is the portion of net position that consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of borrowings used to finance the purchase or construction of those assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.
- Restricted expendable and restricted nonexpendable net position is noncapital assets that must be used for a particular purpose as specified by creditors, grantors, or donors.
- Unrestricted net position is the remaining net position less remaining noncapital liabilities which are not restricted – expendable and nonexpendable.

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.

The unrestricted net position (deficit) balance of ($54,526,740) at June 30, 2021, includes $9,688,271 reserved for inventories, the impact of including the College's proportionate share of the PERS net pension liability and related deferred outflows/inflows of ($100,159,889), the impact of including the College's proportionate share of the State's OPEB liability and related deferred outflows/inflows of ($4,617,536) and a remaining amount of $40,562,414.

Recent GASB Accounting Pronouncements

In June 2017, GASB issued Statement No. 87, *Leases*, which will be effective, as amended, for the College beginning with its year ending June 30, 2022. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments and requires recognition of certain lease assets and liabilities for leases that were previously classified as operating leases. This Statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset.

Management of the College is currently evaluating the effect, if any, this new accounting pronouncement will have on the College's financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

In connection with the preparation of the financial statements, management of the College evaluated subsequent events through August 3, 2022, which was the date the financial statements were available to be issued. In July, 2021, the College received a grant for $20,000,000 from the Northern Trust Charitable Giving Program, a program of the Chicago Community Foundation. The grant is unrestricted in nature, to be used for general operations of the College. No other subsequent events have occurred requiring disclosure in the notes to the financial statements.

Note 2: CASH AND INVESTMENTS

Cash, Cash Equivalents, and Investments

As of June 30, 2021, the College's short-term investments and investments restricted for capital purposes consisted of non-negotiable certificates of deposit in which fair value, measured using Level 2 inputs, approximated carrying values.

Investment policies as set forth by policy and state statute authorizes the College to invest in demand deposits and interest-bearing time deposits such as savings accounts, certificates of deposit, money market funds, U.S. Treasury bills and notes, and repurchase agreements.

In addition, the Foundation is authorized to invest in debt and equity securities.

The collateral for public entities' deposits in financial institutions are now held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5, Mississippi Code Ann. (1972). Under this program, the College's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against these deposits. In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Depository Insurance Corporation (FDIC).

Custodial Credit Risk – Deposits

Custodial risk is the risk that in the event of a depository failure, the College's deposits may not be returned to it. The College does not have a formal policy for custodial credit risk. In the event of the failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the FDIC.

Deposits above FDIC coverage are collateralized by the pledging financial institution's trust department or agent in the name of the Mississippi State Treasurer on behalf of the College. By signed agreement the Mississippi State Treasurer's office is acting on behalf of the College.

The College's only investments as of June 30, 2021 consist of non-negotiable certificates of deposit maturing in less than one year and which are reported at cost. These short-term certificates of deposit have a credit rating of AAA.

Note 2: CASH AND INVESTMENTS (Continued)

Interest Rate Risk

The College does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Foundation Investments

The Foundation's investments, aggregated by investment type and related liquidity strategy or permanent restriction, were as follows:

June 30, 2021

Investment Type	Current Investments	Endowment Investments
Certificate of deposits	$ 250,000	$ -
Debt securities:		
U.S. Government obligations	562,056	878,205
Mortgage-backed securities	114,289	25,798
Municipal obligations	127,908	-
Corporate bonds	1,066,769	538,536
Fixed income mutual funds	445,161	848,022
Equity mutual funds	808,073	1,539,359
Equity ETFs	196,133	373,629
Equity securities	3,427,921	1,972,874
Total investments	$ 6,998,310	$ 6,176,423

The following schedule summarizes the Foundation's investment return and their classification in the statement of revenues, expenses and changes in net position for the year ended June 30, 2021:

Year ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Interest income	$ 12,987	$ 58,162	$ 71,149
Dividend income	-	185,644	185,644
Net gain on investments	-	2,067,470	2,067,470
Total investment return	$ 12,987	$ 2,311,276	$ 2,324,263

Note 2: CASH AND INVESTMENTS (Continued)

Foundation Investments (Continued)

The fair value measurements and levels within the fair value hierarchy of those measurements for the Foundation's assets reported at fair value on a recurring basis at June 30, 2021 are as follows:

June 30, 2021

Description	Fair Value	Fair Value Measurement Level 1	Level 2	Level 3
Current Investments				
Certificates of Deposit	$ 250,000	$ -	$ 250,000	$ -
Debt Securities:				
US Government Obligations	562,056	527,710	34,346	-
Mortgage-Backed Securities	114,289	-	114,289	-
Municipal Obligations	127,908	-	127,908	-
Corporate Bonds	1,066,769	-	1,066,769	-
Fixed Income Mutual Funds	445,161	445,161	-	-
Equity Mutual Funds	808,073	808,073	-	-
Equity ETFs	196,133	196,133		
Equity Securities	3,427,921	3,427,921	-	-
Total Current Investments	$ 6,998,310	$ 5,404,998	$ 1,593,312	$ -

June 30, 2021

Description	Fair Value	Fair Value Measurement Level 1	Level 2	Level 3
Endowment Investments				
Debt Securities:				
US Government Obligations	$ 878,205	$ 812,778	$ 65,427	$ -
Mortgage-Backed Securities	25,798	-	25,798	-
Corporate Bonds	538,536	-	538,536	-
Fixed Income Mutual Funds	848,022	848,022	-	-
Equity Mutual Funds	1,539,359	1,539,359	-	-
Equity ETFs	373,629	373,629		
Equity Securities	1,972,874	1,972,874	-	-
Total Endowment Investments	$ 6,176,423	$ 5,546,662	$ 629,761	$ -

Note 3: ACCOUNTS RECEIVABLE

Accounts receivable consisted of the following as of June 30, 2021:

June 30,	2021
Students tuition	$ 17,487,192
Auxiliary enterprise sales and services	7,801
Federal and state grants	10,009,786
Local appropriations	496,089
State appropriations	452,690
Foundation (related party)	1,160,390
Other	1,137
Total accounts receivable	29,615,085
Less allowance for doubtful accounts	(15,231,317)
Total	$ 14,383,768

The College is precluded by statute from discharging amounts owed. Accordingly, gross accounts receivables and the allowance for doubtful accounts include amounts considered to be uncollectible and fully reserved in a prior year.

Note 4: CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2021, is presented as follows:

Year ended June 30, 2021

	Beginning Balance July 1, 2020	Additions	Deletions	Ending Balance June 30, 2021
Non-depreciable capital assets:				
land	$ 5,036,449	$ 103,901	$ -	**$ 5,140,350**
Construction in progress	53,897,300	19,384,561	(68,341,190)	**4,940,671**
Total Non-depreciable Capital Assets	58,933,749	19,488,462	(68,341,190)	**10,081,021**
Depreciable capital assets:				
Buildings	221,887,461	67,098,513	(173,643)	**288,812,331**
Other structures and improvements	49,095,617	1,242,677	-	**50,338,294**
Equipment	21,206,479	6,381,366	(602,420)	**26,985,425**
Library books	713,720	56,954	(177,922)	**592,752**
Total depreciable capital assets	292,903,277	74,779,510	(953,985)	**366,728,802**
Less accumulated depreciation for:				
Buildings	62,441,692	4,467,859	(48,909)	**66,860,642**
Other structures and improvements	24,465,548	1,858,778	-	**26,324,326**
Equipment	15,588,222	2,435,398	(584,380)	**17,439,240**
Library books	384,535	64,435	(134,968)	**314,002**
Total accumulated depreciation	102,879,997	8,826,470	(768,257)	**110,938,210**
Total depreciable capital assets, net	190,023,280	65,953,040	(185,728)	**255,790,592**
Capital assets, net	$ 248,957,029	$ 85,441,502	$ (68,526,918)	**$ 265,871,613**

Depreciation is computed on a straight-line basis with the exception of the library books category, which is computed using the composite method. The following useful lives, salvage values, and capitalization thresholds are used to compute depreciation:

	Lives	Value	Threshold
Buildings	40 Years	20%	$ 50,000
Other structures and improvements	20 Years	20%	25,000
Equipment	3-15 Years	1-10%	5,000
Library books	10 Years	0%	-

Note 4: CAPITAL ASSETS (Continued)

Repair and renovation projects as well as equipment purchases that are associated with financing in which the College has incurred debt will be capitalized and depreciated no matter the individual cost of such items.

Note 5: LONG-TERM LIABILITIES

Long-term liabilities of the College consist of notes and bonds payable, and certain other liabilities that are expected to be liquidated at least one year from June 30, 2021.

During November 2016, the College issued bonds for facilities construction and debt refinancing totaling $73,620,000 (Mississippi Development Bank Special Obligation Bonds, Series 2016). These bonds were issued to provide funds for certain improvements and capital expenditures and for the refunding of the College's Series 2007 bond.

The difference in the reacquisition price and carrying value of the refunded debt resulted in a loss of approximately $189,000 in a prior year which was deferred and is being amortized over the remaining maturity of the old debt. The unamortized deferred loss on refunding was $70,787 as of June 30, 2021, and was presented as a deferred outflow.

Information regarding original issue amounts, interest rates and maturity dates for bonds, notes and capital leases included in the long-term liabilities balance at June 30, 2021, is listed in the following schedule.

A schedule detailing the annual requirements necessary to amortize the outstanding debt is also provided.

June 30, 2021

Description and Purpose	Original Issue	Annual Interest Rate	Maturity	Beginning Balance	Additions	Deletions	Balance June 30, 2021	Due Within One Year
Bonded Debt:								
MS Development Bank Special Obligations Bonds Series 2016	$ 73,620,000	2.00-4.393%	2046	$ 73,620,000	$ -	$ 1,740,000	$ 71,880,000	$ 1,775,000
Premium on bond offerings				4,020,035	-	208,258	3,811,777	207,642
Total Bonded Debt				77,640,035	-	1,948,258	75,691,777	1,982,642
Notes Payable:								
Perkinston Infrastructure Upgrade	$ 613,001	2.00%	2026	182,837	-	34,516	148,321	35,212
Total Notes Payable				182,837	-	34,516	148,321	35,212
Other Long-term Liabilities:								
Accrued leave liabilities				3,762,711	97,401	-	3,860,112	398,004
Net OPEB liability				5,013,536	-	385,034	4,628,502	181,400
Net pension liability				103,306,750	9,979,235	-	113,285,985	-
Total Other Long-term Liabilities				112,082,997	10,076,636	385,034	121,774,599	579,404
Total				$ 189,905,869	$ 10,076,636	$ 2,367,808	197,614,697	$ 2,597,258
Due within one year							2,597,258	
Total Long-term Liabilities							$ 195,017,439	

Note 5: LONG-TERM LIABILITIES (Continued)

Annual requirements to amortize outstanding long-term debt, including amortization of bond premiums, are as follows:

June 30, 2021

	Bonded Debt	Notes Payable	Interest	Total
2022	$ 1,982,642	$ 35,212	$ 2,767,076	$ 4,784,930
2023	2,026,664	35,923	2,721,315	4,783,902
2024	2,075,330	36,648	2,674,590	4,786,568
2025	2,008,837	37,388	2,637,101	4,683,326
2026	2,072,123	3,150	2,571,837	4,647,110
2027-2031	11,689,174	-	11,505,820	23,194,994
2032-2036	13,835,058	-	9,232,831	23,067,889
2037-2041	16,232,478	-	6,627,834	22,860,312
2042-2046	19,409,318	-	3,120,100	22,529,418
2047	4,360,153	-	95,550	4,455,703
Totals	$ 75,691,777	$ 148,321	$ 43,954,054	$ 119,794,152

Note 6: NATURAL CLASSIFICATIONS WITH FUNCTIONAL CLASSIFICATIONS

The College's operating expenses by functional classification were as follows for the year ended June 30, 2021:

Year Ended June 30, 2021

Functional Classification	Salaries & Wages	Fringe Benefits	Travel	Contractual Services and Other	Commodities	Utilities	Scholarships & Fellowships	Depreciation Expense	Total
Instruction	$ 23,702,806	$ 9,725,208	$ 27,660	$ 5,790,683	$ 1,569,732	$ 2,806	$ 2,920,219	$ -	$ 43,739,114
Instructional Support	2,307,775	944,372	611	34,459	139,159	587	-	-	3,426,963
Student Services	4,806,606	2,027,092	61,073	909,442	498,088	-	1,039,480	-	9,341,781
Institutional Support	6,005,333	2,499,204	21,982	6,888,510	469,886	5,161	77,500	-	15,967,576
Operation of Plant	3,636,521	1,864,574	837	3,178,328	5,752,452	2,928,581	-	-	17,361,293
Student Aid	-	-	-	-	-	-	30,732,593	-	30,732,593
Auxiliary Enterprises	728,440	342,555	-	703,077	3,963,252	437,933	-	-	6,175,257
Plant Operations	-	-	-	644,471	1,043,823	-	-	8,826,470	10,514,764
Total	$ 41,187,481	$ 17,403,005	$ 112,163	$ 18,148,970	$ 13,436,392	$ 3,375,068	$ 34,769,792	$ 8,826,470	$ 137,259,341

Note 7: CONSTRUCTION COMMITMENTS AND FINANCING

The College has contracted for the construction of the following projects. At June 30, 2021, estimated costs to complete the projects are $33,039,416. The remaining costs are to be funded as follows:

		Funded By			
June 30, 2021	**Total Costs to Complete**	**Federal Sources**	**State Sources**	**District Bonds**	**Local Capital**
College-wide:					
Roofing Phase 2	$ 941,125		$ -	$ -	$ 941,125
Perkinston Campus:					
Multipurpose Arena	6,158,959	-	-	5,329,950	829,009
Sekul Field Turf and Track	473,750	-	-	-	473,750
Landscaping New Facilities	40,121	-	-	-	40,121
Harrison County Campus:					
New Access Road	1,153,870	-	-	-	1,153,870
Landscaping New Facilities	10,570	-	-	-	10,570
Pedestrian Connection Plaza	372,850	372,850	-	-	-
Stem Building	23,790,005	3,000,000	20,790,005	-	-
Jackson County Campus:					
Landscaping New Facilities	12,302	-	-	-	12,302
Mechanical Capital Improvements	18,586	-	-	-	18,586
Renovations to Campus Police Building	67,278		-	-	67,278
Total	$ 33,039,416	$ 3,372,850	$ 20,790,005	$ 5,329,950	$ 3,546,611

Note 8: PENSION PLAN

The Public Employees' Retirement System of Mississippi (PERS) is a pension trust fund established in 1952 to provide pension benefits for all state and public education employees, sworn officers of the Mississippi Highway Safety Patrol, other public employees whose employers have elected to participate in PERS, and elected members of the State Legislature and the President of the Senate.

PERS is administered by a 10-member Board of Trustees that includes: the State Treasurer; one gubernatorial appointee who is a member of PERS; two state employees; two PERS retirees; and one representative each from public schools and community colleges, state universities, municipalities, and counties. With the exception of the State Treasurer and the gubernatorial appointee, all members are elected to staggered six-year terms by the constituents they represent. The Board of Trustees is responsible for the general administration and proper operation of PERS.

The executive director is designated by the Board to lead and conduct all business for PERS. PERS operates under legislative mandate with respect to administrative budgets, human resources, and purchasing guidelines.

The financial statements of PERS are prepared using the economic resources measurement focus and accrual basis of accounting. Member and employer contributions are recognized as revenue when due pursuant to legal requirements; investment income is recognized when earned. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Other expenses are recognized when incurred. Investments are reported at fair value. Financial statements are prepared in accordance with GASB requirements. Under these requirements, PERS is considered a component unit of the State of Mississippi for financial reporting purposes and, as such, the financial statements issued by PERS are included in the State of Mississippi's Comprehensive Annual Financial Report.

Note 8: PENSION PLAN (Continued)

Plan Description

PERS, a cost-sharing multiple-employer public employee retirement plan for the purpose of providing retirement benefits to all eligible State of Mississippi public employees, public education employees, other public employees whose employers have elected to participate, and elected members of the State of Mississippi Legislature and President of the Senate. Membership in PERS is a condition of employment granted upon hiring for qualifying employees and officials of the State of Mississippi (the State), state universities, community and junior colleges, and teachers and employees of the public school districts.

Benefits Provided

Participating members who are vested and retire at or after age 60 or those who retire regardless of age with at least 30 years of creditable service (25 years of creditable service for employees who became members of PERS before July 1, 2011) are entitled, upon application, to an annual retirement allowance payable monthly for life in an amount equal to 2.0 percent of their average compensation for each year of creditable service up to and including 30 years (25 years for those who became members of PERS before July 1, 2011), plus 2.5 percent for each additional year of creditable service with an actuarial reduction in the benefit for each year of creditable service below 30 years or the number of years in age that the member is below 65, whichever is less. Average compensation is the average of the employee’s earnings during the four highest compensated years of creditable service. A member may elect a reduced retirement allowance payable for life with the provision that, after death, a beneficiary receives benefits for life or for a specified number of years. Benefits vest upon completion of eight years of membership service (four years of membership service for those who became members of PERS before July 1, 2007). PERS also provides certain death and disability benefits. In the event of death prior to retirement of any member whose spouse and/or children are not entitled to a retirement allowance, the deceased member’s accumulated contributions and interest are paid to the designated beneficiary.

A member who terminates employment from all covered employers and who is not eligible to receive monthly retirement benefits may request a full refund of his or her accumulated member contributions plus interest. Upon withdrawal of contributions, a member forfeits service credit represented by those contributions.

A cost-of-living adjustment payment is made to eligible retirees and beneficiaries equal to 3.0 percent of the annual retirement allowance for each full fiscal year of retirement up to the year in which the retired member reaches age 60 (55 for those who became members of PERS before July 1, 2011), with 3.0 percent compounded for each fiscal year thereafter.

Contributions

Plan provisions and the Board of Trustees’ authority to determine contribution rates are established by Miss. Code Ann. § 25-11-1 et seq., (1972, as amended) and may be amended only by the Mississippi Legislature. Employer and member contributions are based on actuarially determined rates that are expressed as percentages of annual covered payroll. Contribution rates are determined using the entry age actuarial cost method and include provisions for an annual 3.0 percent cost-of-living increase calculated according to the terms of the plan.

In a prior year the PERS Board of Trustees implemented a revised funding policy aimed at stabilizing the employer contribution rate and for fiscal 2021 and 2020, the employer contribution rate was 17.40%.

Note 8: PENSION PLAN (Continued)

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

At June 30, 2021, the College reported a liability of $113,285,985 for its proportionate share of the collective net pension liability. The collective net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019. The College's proportion of the collective net pension liability was based on the employers' shares of contributions to the pension plan relative to the total employer contributions of all participating PERS employers. At June 30, 2020 the College's proportion was 0.585190% (used to determine its collective share of the net pension liability as of June 30, 2021) as compared to its proportion measured at June 30, 2019 of 0.587238% or a decrease of 0.002048%.

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

For the year ended June 30, 2021, the College recognized pension expense of $10,729,220. At June 30, 2021 the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 983,336	$ -
Changes of assumptions	633,726	-
Net difference between projected and actual earnings on pension plan investment	4,653,355	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	73,244
Employer contributions subsequent to the measurement date	6,928,923	-
Total	$ 13,199,340	$ 73,244

Note 8: PENSION PLAN (Continued)

Deferred outflows of resources related to pensions resulting from College contributions subsequent to June 30, 2020 (the measurement date) were $6,928,923 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. 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 ended June 30,		**Net Deferred Outflows/ Inflows of Resources**
2022	$	422,649
2023		2,135,806
2024		2,139,255
2025		1,499,463
Total	$	6,197,173

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2019 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Investment rate of return	7.75%, net of pension plan investment expenses, including inflation
Projected salary increases	3.00% - 18.25%, including inflation

The actuarial assumptions used in the actuarial valuation as of June 30, 2019, were based on the results of an actuarial experience study for the four-year period July 1, 2014 to June 30, 2018. The experience report was dated April 2, 2019.

Mortality rates were based on the PubS.H-2010(B) Retiree Table with the following adjustments. For males, 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119. For females, 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119. Mortality rates are projected generationally using the MP-2018 projection scale to account for future improvements in life expectancy.

The long-term expected rate of return on 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.

Note 8: PENSION PLAN (Continued)

The target asset allocation and best estimates of geometric real rates of return for each major asset class are as follows:

Investment Asset Class	Target Allocation	Long-Term Expected Rate of Return
U.S. Broad	27.00%	4.90%
International Equity	22.00%	4.75%
Global Equity	12.00%	5.00%
Debt Securities	20.00%	0.50%
Real Estate	10.00%	4.00%
Private Equity	8.00%	6.25%
Cash	1.00%	0.00%
Total	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate (9.00%) and that the employer contributions will be made at the current employer contribution rate (17.40%). Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the System's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the College's proportionate share of the net pension liability calculated using the discount rate of 7.75%, as well as what the System's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	1% Decrease (6.75%)	Current Rate (7.75%)	1% Increase (8.75%)
College's proportionate share of collective net pensions liability	$ 146,634,786	$ 113,285,985	$ 85,759,823

Note 8: PENSION PLAN (Continued)

Collective Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and Changes in Assumptions

Annual changes to the net pension liability resulting from differences between expected and actual experience with regard to economic and demographic factors and from changes of assumptions about future economic or demographic factors or other inputs are deferred and amortized over the average expected remaining service life of active and inactive members. Effective July 1, 2016, the interest rate on employee contributions is calculated based on the money market rate as published by the Wall Street Journal on December 31 of each preceding year with a minimum rate of one percent and a maximum rate of five percent. Differences between projected and actual earnings on pension plan investments are amortized over a closed period of 5 years.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS Comprehensive Annual Report for the fiscal year ended June 30, 2020. The supporting actuarial information is included in the GASB Statement No. 67 Report for the PERS prepared as of June 30, 2020. The auditor's report dated December 17, 2020, on the net pension liability, total deferred outflows of resources excluding employer specific amounts, and total pension expense included in an accompanying schedule of collective pension amounts as of June 30, 2020 and for the year then ended is also available. The additional financial and actuarial information is available at www.pers.ms.gov.

Note 9: OTHER POSTEMPLOYMENT BENEFITS

Plan Description

State law mandates that all state, public education, library, junior and community college and retiring employees be offered health and life benefit coverage through the State and School Employees' Life and Health Insurance Plan (the Plan). The Plan, which is administered and amended annually by the State and School Employees' Health Insurance Management Board (the Board), is authorized by Section 25-15-3 et seq., Mississippi Code Ann. (1972). The Board has the sole legal authority to promulgate rules and regulations governing the operations of the Plan within the confines of the law governing the Plan. The Plan is self-insured and is financed through premiums collected from employers, employees, retirees and COBRA participants. The Plan is maintained solely for the benefit of eligible employees, dependents and retirees and is a fund of the State of Mississippi.

The Plan provides for Other Postemployment Benefits (OPEB) as a multiple-employer defined benefit OPEB plan for units of state government, political subdivisions, community colleges and school districts. A trust was created August 3, 2018 for the OPEB. The plan issues a publicly available financial report that can be obtained at http://knowyourbenefits.dfa.ms.gov/.

Note 9: OTHER POSTEMPLOYMENT BENEFITS (Continued)

Benefits Provided

The Plan was formed by the State Legislature to provide group health and life benefits to full-time active and retired employees of the State, agencies, universities, community/junior colleges, public school districts and public libraries. In addition, the spouse and/or children of covered employees and retirees, as well as surviving spouses and COBRA participants, may be eligible for health insurance coverage under the Plan. Benefits of the OPEB Plan consist of an implicit rate subsidy, which is essentially the difference between claims cost and premiums received for retirees. Employees' premiums are funded primarily by their employers. Retirees must pay their own premiums, as do active employees for spouse and dependent medical coverage. The Board has the sole authority for setting life and health insurance premiums for the Plan. Per Section 12-15-15 (10) Mississippi Code Ann. (1972), a retired employee electing to purchase retiree life and health insurance must pay the full cost of such insurance premium. If the Board determined actuarially that the premium paid by the participating retirees adversely affects the overall cost of the Plan to the State, then the Board may impose a premium surcharge, not to exceed 15%, upon such participating retired employees who are under the age for Medicare eligibility and who are initially employed before January 1, 2006. For participating retired employees who are under the age for Medicare eligibility and who are initially employed on or after January 1, 2006, the Board may impose a premium surcharge in an amount the Board determined actuarially to cover the full cost of insurance. The Plan offers a Base option and a Select option for health benefits for non-Medicare participants. The Plan includes a separate coverage level for Medicare eligible retirees, Medicare Eligible surviving spouses, and Medicare eligible dependents of retirees and surviving spouses.

Contributions

The Board has the sole authority for setting life and health insurance premiums for the Plan. The required premiums vary based on the plan selected and the type of participant. Employers pay no premiums for retirees while employees' premiums are funded primarily by their employer. Contributions to the OPEB plan from the College were $157,250 for the year ended June 30, 2021.

Net OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2021, the College reported a liability of $4,628,502 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The basis for the College's proportion is determined by comparing the employer's average monthly employees participating in the Plan with the total average employees participating in the Plan in the fiscal year of all employers. The allocation was utilized because the level of premiums contributed by each employer is the same for any employee regardless of plan participation elections made by the employee.

At June 30, 2020 the College's proportion was 0.59476418% (used to determine its collective share of the net OPEB liability as of June 30, 2021) as compared to its proportion measured at June 30, 2019 of 0.59084195% or an increase of 0.00392223%.

Note 9: OTHER POSTEMPLOYMENT BENEFITS (Continued)

For the year ended June 30, 2021, the College recognized OPEB expense of $126,537. At June 30, 2021 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
Changes of assumptions	$ 718,618	$ 195,594
Changes in proportion and differences between employer OPEB benefit payments and proportionate share of OPEB benefit payments	139,509	9,383
Difference between expected and actual experience	5,900	805,483
Net difference between projected and actual investment earnings	149	-
Employer implicit subsidy subsequent to measurement date	157,250	-
Total	$ 1,021,426	$ 1,010,460

Deferred outflows of resources related to OPEB resulting from the College's implicit rate subsidy contribution or cost subsequent to June 30, 2020 (the measurement date) was $157,250 and will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2022. 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 ended June 30,	Net Deferred Outflows/ Inflows of Resources
2022	$ (41,127)
2023	(41,127)
2024	(27,583)
2025	893
2026	(37,340)
Total	$ (146,284)

Note 9: OTHER POSTEMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions

The net OPEB liability was determined by an actuarial valuation as of June 30, 2020 using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry Age Normal
Inflation rate	2.75%
Projected salary increases	3.00% - 18.25%
Investment rate of return, net of OPEB investment expense, including inflation	4.50%
Municipal Bond Rate:	
Measurement Date	2.19%
Prior Measurement Date	3.50%
Year Fiduciary Net Position is projected to be depleted:	
Measurement Date	2020
Prior Measurement Date	2019
Single Equivalent Interest Rate, net of OPEB plan investment expenses, including inflation:	
Measurement Date	2.19%
Prior Measurement Date	3.50%
Healthcare Cost Trend Rates	7.00% for 2021 decreasing to an ultimate rate of 4.50% by 2030

The demographic actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study dated April 2, 2019.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2020 valuation were based on a review of recent plan experience done concurrently with the June 30, 2020 valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision, as actual results are compared to past expectations and new estimates are made about the future.

Note 9: OTHER POSTEMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions (continued)

Discount Rate – The discount rate used to measure the total OPEB liability at June 30, 2020 was 2.19%. Since the Prior Measurement Date, the Discount Rate has changed from 3.50% to 2.19%.

The trust was established on August 3, 2018 with an initial contribution of $1,000,000. As of June 30, 2020 and 2019, the fiduciary net position was $1,037,000 and $1,018,000, respectively. The fiduciary net position is projected to be depleted immediately, therefore, the Municipal Bond Index Rate is used in the determination of the discount rate for both June 30, 2020 and the June 30, 2019. The discount rate used to measure the total OPEB liability at June 30, 2020 was based on an average of the Bond Buyer General Obligation 20-year Municipal Bond Index Rates during the month of June published at the end of each week by Bond Buyer.

Long-term Expected Rate of Return – The long-term investment rate of return, net of OPEB plan investment expense, including inflation was 4.50%. Since the Prior Measurement Date, the long-term investment rate of return has changed from 3.50% to 4.50%.

Mortality – Mortality rates were based on the PubS H-2010(B) Retiree Table with the following adjustments: For males, 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119. For females, 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119. Mortality rates will be projected generationally using the MP-2018 projection scale to account for future improvements in life expectancy.

Sensitivity of the College's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates and Discount Rate

The following table presents the College's proportionate share of the net OPEB liability calculated using the discount rate of 2.19%, 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-percentage point lower (1.19%) or 1-percentage-point higher (3.19%) than the current rate:

	1% Decrease (1.19%)	Current Rate (2.19%)	1% Increase (3.19%)
College's proportionate share of collective net OPEB liability	$ 5,114,811	$ 4,628,502	$ 4,211,382

The following table presents the College's proportionate share of the net OPEB liability calculated using the current assumed health care trend rates (7.00% decreasing to 4.50% by 2030), as well as what the College's proportionate share of the net OPEB liability would be if it were calculated using a 1% change in the current assumed health care trend rates:

	1% Decrease	Current Rate	1% Increase
College's proportionate share of collective net OPEB liability	$ 4,273,714	$ 4,628,502	$ 5,030,462

Note 9: OTHER POSTEMPLOYMENT BENEFITS (Continued)

Collective Deferred Inflows of Resources Related to OPEB and Changes in Assumptions

Annual changes to the net OPEB liability resulting from changes in assumptions, other inputs, changes in proportion and differences between employer OPEB benefit payments and its proportionate share of OPEB benefit payments are deferred and amortized over the average expected remaining service life of active and inactive members which approximates 5.0 years for the current measurement period.

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB Plan's fiduciary net position and the supporting actuarial information is included in the GASB Statement No. 74 and GASB No. 75 Report for the Insurance Plan prepared as of June 30, 2020. The auditor's report dated December 4, 2020 on the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and total OPEB expense included in an accompanying schedule of collective OPEB amounts as of June 30, 2020 for financial reporting as of June 30, 2021 is also available. This additional financial and actuarial information may be found on the Insurance Plan's website http://knowyourbenefits.dfa.ms.gov/.

Note 10: FOUNDATION ENDOWMENT FUNDS

At June 30, 2021, the Foundation has 187 individual donor-restricted endowment funds totaling $6,176,423 established for a variety of purposes to support the College. As required by U.S. generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Further, U. S. generally acceptable accounting principles provide guidance about the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA) and disclosures about endowment funds (both donor-restricted and board-designated endowment funds), regardless of whether an organization is subject to UPMIFA. The Mississippi legislature enacted legislation adopting UPMIFA during 2012.

The Foundation's Board of Directors has reviewed the terms of UPMIFA as enacted by the Mississippi legislature and has determined that its donor agreements for permanent endowments provide for the preservation of the original gift of the donor-restricted endowment funds. As a result, the Foundation classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The Foundation classifies as net assets with donor restrictions all investment income, inclusive of interest and dividends, and realized and unrealized gains and losses, earned on the invested assets within the endowment fund, and the investment income earned has been restricted as to its use by donors. These amounts are released from restriction once they are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by the UPMIFA.

Note 10: FOUNDATION ENDOWMENT FUNDS (Continued)

The Foundation considers the following factors in making a determination to appropriate or accumulate donor restricted endowment funds:

- The duration and preservation of the fund
- The intent of the donors of the endowment fund
- The terms of the applicable gift instrument
- The long-term and short-term needs of the Foundation to carry out its purpose
- The general economic conditions
- The possible effect of inflation or deflation
- The other resources of the Foundation
- The investment policies of the Foundation

The Foundation has informal investment policies to ensure the endowment assets of the Foundation are managed in a prudent fashion in accordance with sound investment principles and UPMIFA. The Foundation's Board of Directors sets and approves the investment policies and charges the Finance and Investment Committee with implementation and subsequent ongoing monitoring of the policies. In considering the investment management and expenditures of endowment funds, the Board utilizes the reasonable care, skill and caution of a prudent investor.

The Foundation's investment objectives for endowments are to provide a real total return that preserves the purchasing power of the endowment's assets while generating an income stream to the College. The primary performance objective of the endowment is to earn a total return, net of investment fees, within prudent levels of risk, equal to or greater than the spending rate plus administrative fees and the desired rate of growth.

The Foundation's spending policy is designed to promote positive growth in the market value of the endowment sufficient to offset reasonable spending over an extended period of time. The spending policy is approved annually by the Foundation's Board of Directors. In accordance with UPMIFA, the Board may expend as much of an endowment fund as the Board determines to be prudent for the uses and purposes for which the endowment fund was established. The spending rate was approximately 5% for the year ended June 30, 2021. No portion of the original gift value of permanent endowments is allocated for spending.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund perpetual duration. There were no deficiencies of this nature to be reported in net assets with donor restrictions as of June 30, 2021.

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent constraints.

Note 10: FOUNDATION ENDOWMENT FUNDS (Continued)

Changes in endowment net assets given in perpetuity for the year ended June 30, 2021 are as follows:

June 30, 2021	
Endowment net assets, beginning of year	$ 5,901,403
Contributions received during the year	275,020
Endowment net assets at cost, end of year	6,176,423

Net assets related to endowments given in perpetuity as of June 30, 2021 are related to funds contributed to the Foundation that are restricted for endowment and land that is restricted for investment purposes.

Note 11: FOUNDATION NET ASSETS WITH DONOR RESTRICTIONS

The Foundation's net assets with donor restrictions are comprised of the following:

June 30, 2021	
Expiring Purpose Restricted:	
Scholarship and grant funds	$ 11,274,900
Endowments Given in Perpetuity:	
Original cash contributions	6,176,423
Original real estate contributions	213,501
	$ 17,664,824

Net assets with expiring purpose donor restrictions as of June 30, 2021 are related to funds contributed to the Foundation that are restricted for scholarships and grants and land restricted for future development. During a prior year, the Foundation received a restricted legislative contribution relating to the funds appropriated for the benefit of the College to be used in establishment of a scholarship fund. These funds, totaling $3,000,000, were designated by the State of Mississippi legislation through a senate bill to create a special fund from proceeds received by the State relating to the BP oil spill. These funds were deposited through the Foundation in order to establish a restricted quasi-endowment fund with the income to be used for scholarship support to the College. The net assets relating to these funds are classified as net assets with donor restrictions until such time as they are expended for support of scholarships for the College's students. These funds were granted pursuant to a memorandum of understanding between the College and the Office of the State Treasurer wherein the College was allowed to directly administer the investment and expenditures of the funds. As a result, the funds were directly deposited into the Foundation for investment. Pursuant to the memorandum of understanding, periodic reporting of expenditures and investment status of the funds is required.

Note 12: RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The College carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 13: CONTINGENCIES

Litigation

The College is defendant in various legal matters occurring in the normal course of business activities. Management, with the advice of legal counsel, is of the opinion that the ultimate resolution of these matters will not have an adverse impact on the College's financial statements.

Federal and State Assisted Programs

The College participates in federal and state funded assistance programs. These programs are subject to program compliance audits by the grantor agencies or their representatives. Accordingly, the College's compliance with applicable grant requirements will be finally determined at some future date. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined currently, although management of the College expects such amounts, if any, to be immaterial.

COVID-19

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. The continued spread of the COVID-19 pandemic has given arise in uncertainties that may have a significant negative impact on the operating activities and results of the College. The occurrence and extent of such impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions of travel of meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION

Mississippi Gulf Coast Community College
Required Supplementary Information
Schedule of the College’s Proportionate Share of the Net Pension Lability
Last Ten Years Ended June 30, 2021

Year Ended June 30,	**2021**	2020	2019	2018	2017	2016	2015
Last Ten Fiscal Years: *							
College's proportion of the net pension liability	$ 113,285,985	$ 103,306,750	$ 97,320,345	$ 97,177,702	$ 104,131,480	$ 89,770,643	$ 70,777,664
College's proportionate share of the net pension liability	0.5851900%	0.5872380%	0.5851050%	0.5845840%	0.5829620%	0.5807380%	0.5830710%
College's covered payroll	$ 38,987,383	$ 38,263,366	$ 37,380,639	$ 37,501,342	$ 37,293,440	$ 36,281,175	$ 35,629,885
College's proportionate share of the net pension liability as a percentage of its covered payroll	290.57%	269.99%	260.35%	259.13%	279.22%	247.43%	198.65%
Plan fiduciary net position as a percentage of the total pension liability	58.97%	61.59%	62.54%	61.49%	57.47%	61.70%	67.21%

* The amounts presented for each fiscal year were determined as of the measurement date of June 30 of the year prior to the fiscal year presented.

This schedule is presented to illustrate the requirement to disclose information for the last ten year period. However, GASB No. 68 was implemented in fiscal June 30, 2015, and until a full ten-year trend is compiled, the College has only presented information for the years in which the information is available.

The notes to the required supplementary information are an integral part of this schedule.

Mississippi Gulf Coast Community College
Required Supplementary Information
Schedule of the College's Contributions for Pensions
Last Ten Years Ended June 30, 2021

Year Ended June 30,	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	$ 6,928,923	$ 6,780,156	$ 6,023,639	$ 5,884,912	$ 5,906,466	$ 5,873,719	$ 5,714,277	$ 5,611,512	$ 5,034,585	$ 4,407,299
Contributions in relation to the contractually required contribution	6,928,923	6,780,156	6,023,639	5,884,912	5,906,466	5,873,719	5,714,277	5,611,512	5,034,585	4,407,299
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
College's covered payroll	$ 39,857,340	$ 38,987,383	$ 38,263,366	$ 37,380,639	$ 37,501,342	$ 37,293,440	$ 36,281,175	$ 35,629,885	$ 35,305,691	$ 35,352,841
Contributions as a percentage of covered payroll	17.4%	17.40%	15.75%	15.75%	15.75%	15.75%	15.75%	15.75%	14.26%	12.47%

The notes to the required supplementary information are an integral part of this schedule.

Note 1: SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS

The College's proportionate share of the net pension liability was determined based on the College's allocation percentage of actual contributions to the Public Employees' Retirement System of Mississippi System's (PERS) total actual contributions as of and for the year ended June 30, 2020. The total pension liabilities used in the development of the ratio of the plan fiduciary net position to total pension liabilities presented in the schedule was provided by PERS actuarial consultants, Cavanaugh Macdonald Consulting, LLC. The net pension liability is measured as the total pension liability less the amount of the fiduciary net position for PERS as of and for the year ended June 30, 2020.

Note 2: SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS FOR PENSIONS

The employer contribution rate for the College was 9.75 percent in fiscal year 2005 with an increase in fiscal year 2006 to 10.75 percent. Beginning in fiscal year 2007, the employer contribution rate increased from 10.75 percent in .55 percent increments until the target rate was met in fiscal year 2008. Use of the phased-in employer contribution rate increase resulted in an annual contribution deficit for fiscal year 2007. The purpose of the phased-in approach was to moderate the impact to the State of Mississippi of a contribution rate increase. A slight increase in the employer contribution rate was implemented in fiscal year 2010, from 11.85 percent to 12.0 percent. In fiscal year 2010, the actuary's recommended employer contribution rate was to increase from 12.0 percent to a projected 13.56 percent for fiscal year 2011. In lieu of the employer contribution rate increase, the member contribution rate was increased to 9.0 percent for fiscal year 2011, which produced a decrease in employer normal cost. The reduction in normal cost, coupled with favorable investment experience, resulted in a revised recommended employer contribution rate from 13.56 percent to 12.93 percent, which became effective January 1, 2012. The employer contribution rate increased in fiscal year 2013 to 14.26 percent and in fiscal year 2014, the Board implemented a revised funding policy aimed at stabilizing the employer contribution rate, which was set at 15.75 percent. The employer contribution rate remained at 15.75% for each of the three years ending June 30, 2019. The PERS Board of Trustees approved an increase in the employer contribution rate from 15.75% to 17.40% for fiscal year 2020. The employer contribution rate remained at 17.40% for the year ended June 30, 2021. Further, the Board also adopted a new funding policy, which sets the funding goals, objectives and metrics for possible changes in the contribution rate for future valuations.

Note 3: METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CALCULATIONS

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported (June 30, 2018 valuation for the June 30, 2020 fiscal year end). The following actuarial methods and assumptions were used to determine the most recent contribution rate reported in that schedule:

Actuarial cost method	Entry Age
Amortization method	Level percentage of payroll, open
Remaining amortization period	30.9 years
Asset valuation method	5-year smoothed market
Price inflation	3.00 percent
Salary increase	3.25 percent to 18.50 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

Note 4: CHANGES IN ASSUMPTIONS AND BENEFIT PROVISIONS

In 2020, there were no changes in assumptions and methods since the last valuation.

In 2019, changes in actuarial assumptions included the following:

(i) The expectation of retired life mortality was changed to the PubS.H-2010(B) Retiree Table with the following adjustments. For males 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119. For females 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119. Mortality rates will be projected generationally using the MP-2018 projection scale to account for future improvements in life expectancy.

(ii) The expectation of disabled mortality was changed to the PubT.H-2010(B) Disabled Retiree Table for the disabled retirees with the following adjustments. For males 137% of male rates for all ages. For females 115% of the female rates for all ages. Projected scale MP-2018 will be used to project future improvements in life expectancy generationally.

(iii) The price inflation assumption was reduced from 3.00% to 2.75%.

(iv) The wage inflation assumption was reduced from 3.25% to 3.00%.

(v) Withdrawal rates, pre-retirement mortality rates, and service retirement rates were also adjusted to more closely reflect actual experience.

(vi) The percentage of active member disabilities assumed to be in the line of duty was increased from 7.00% to 9.00%.

In 2018, there were no changes in assumptions and methods since the last valuation.

Note 4: CHANGES IN ASSUMPTIONS AND BENEFIT PROVISIONS (Continued)

In 2017, changes in actuarial assumptions included (i) the expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Mortality Table projected with Scale BB to 2022 and with small adjustments made to the Mortality Table for disabled lives; (ii) the wage inflation assumption was reduced from 3.75% to 3.25%; (iii) adjustments to withdrawal rates, preretirement mortality rates, disability rates and service retirement rates to more closely reflect actual experience; and (iv) the percentage of active member disabilities assumed to be in the line of duty was increased from 6.00% to 7.00%.

In 2016, the assumed rate of interest credited to employee contributions was changed from 3.50% to 2.00%. Additionally for benefit provisions, effective July 1, 2016, the interest rate on employee contributions was calculated based on the money market rate as published by the Wall Street Journal on December 31 of each preceding year with a minimum rate of one percent and a maximum rate of five percent.

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected to 2016 using Scale BB rather than the RP-2000 Mortality Table, which was used prior to 2015. In 2015, the expectation of disabled mortality was changed to the RP-2014 Disabled Retiree Table, rather than the RP-2000 Disabled Mortality Table, which was used prior to 2015. Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience. In 2015, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. Finally, the price inflation and investment rate of return assumptions were changed from 3.50% to 3.00% and 8.00% to 7.75%, respectively, in 2015. Differences between projected and actual earnings on person plan investments are amortized over a closed period of 5 years.

Mississippi Gulf Coast Community College
Required Supplementary Information
Schedule of the College's Proportionate Share of the Net OPEB Liability
For the Five Years Ended June 30, 2021

Year Ended June 30,	2021	2020	2019	2018	2017
Last Ten Fiscal Years: *					
College's proportion of the net OPEB liability	0.59476418%	0.59084195%	0.58780743%	0.56616762%	0.56901918%
College's proportionate share of the net OPEB liability	$ 4,628,502	$ 5,013,536	$ 4,546,984	$ 4,442,202	$ 4,645,979
College's covered-employee payroll	$ 38,987,383	$ 38,263,366	$ 37,380,639	$ 37,501,342	$ 37,293,440
College's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	11.87%	13.10%	12.16%	11.85%	12.46%
Plan fiduciary net position as a percentage of the total OPEB liability	0.13%	0.12%	0.13%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of the measurement date of June 30 of the year prior to the fiscal year presented.

This schedule is presented to illustrate the requirement to disclose information for the last ten year period. However, until a full ten-year trend is compiled, the College has only presented information for the years in which the information is available as required by GASB.

Mississippi Gulf Coast Community College
Required Supplementary Information
Schedule of the College's Contributions for OPEB
Last Six Years Ended June 30, 2021

June 30,	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	$ 157,250	$ 184,584	$ 200,958	$ 189,378	$ 174,789	$ 183,627
Contributions in relation to the actuarially determined contribution	157,250	184,584	200,958	189,378	174,789	183,627
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -
College's covered-employee payroll	$ 39,857,340	$ 38,987,383	$ 38,263,366	$ 37,380,639	$ 37,501,342	$ 37,293,440
Contributions as a percentage of the covered-employee payroll	0.39%	0.47%	0.53%	0.51%	0.47%	0.49%

*This schedule is presented to illustrate the requirement to show information for 10 years. However, GASB Statement No.75 was implemented in fiscal year ended June 30, 2018, and, until a full 10-year trend is compiled, the College has only presented information for the years in which information is available. Prior year information is based on historical amounts reported in prior year audit reports.

Note 1: SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND RELATED RATIOS

The College's proportionate share of the net OPEB liability reported at June 30, 2021 was determined based on the College's allocation percentage of average monthly employees participating in the Insurance Plan with the total average employees participating in the Insurance Plan for all employers as of June 30, 2020.

This allocation methodology was utilized because the level of premiums contributed by each employer is the same for any employee regardless of plan participation elections made by an employee. If an employer had no employees participating during the fiscal year, their proportionate share was set to zero and the employer was not allocated a proportionate share of OPEB amounts.
The total OPEB liabilities used in the development of the ratio of the plan fiduciary net position to total OPEB liabilities presented in the schedule was provided by the Insurance Plan's actuarial consultants, Cavanaugh Macdonald Consulting, LLC. The net OPEB liability is measured as the total OPEB liability less the amount of the fiduciary net position for the Insurance Plan as of June 30, 2020. The fiduciary net position was projected to be depleted immediately.

For the year ended June 30, 2020, the schedule of monthly retiree contributions was increased as of January 1, 2021. In addition, the deductibles and coinsurance maximums were increased for the Select coverage and the coinsurance maximums were increased for the Base coverage beginning January 1, 2021. These benefit changes were reflected in the OPEB expense for the year ended June 30, 2020. There were no changes in benefit provisions for 2019.

Note 2: METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CALCULATIONS

The actuarially determined contribution rates, as a percentage of payroll, used to determine the actuarially determined contribution amounts in the schedule of employer contributions are calculated as of the most recent valuation date. The following actuarial methods and assumptions (from the June 30, 2019 actuarial valuation) were used to determine the contribution rates reported in that schedule for the year ended June 30, 2020:

Note 2: METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CALCULATIONS (Continued)

Actuarial cost method	Entry age
Amortization method	Level dollar
Remaining amortization period	30 years, open
Asset valuation method	Market value of assets
Price inflation	2.75%
Salary increase, including inflation	3.00% to 18.25%
Initial health care cost trend rates	
Medicare supplement claims – pre-Medicare	7.00%
Ultimate health care cost trend rates	
Medicare supplement claims – pre-Medicare	4.75%
Year of Ultimate trend rates	
Medicare supplement claims – pre-Medicare	2028
Long-term investment rate of return	3.50%

Note 3: CHANGES IN ASSUMPTIONS AND BENEFIT PROVISIONS

Changes in Benefit Terms

The schedule of monthly retiree contributions was increased as of January 1, 2021. In addition, the deductibles and coinsurance maximums were increased for the Select coverage and the coinsurance maximums were increased for the Base Coverage beginning January 1, 2021.

Changes in Actuarial Assumptions and Methods

The Municipal Bond Index Rate was used in the determination of the single equivalent interest rate for purposes of the OPEB discount rate. For 2020, the OPEB discount rate was changed from 3.50% for the prior measurement date to 2.19% for the current measurement date. For 2019, the OPEB discount rate was changed from 3.89% for the 2018 measurement date to 3.50% for the 2019 measurement date. For 2018, the OPEB discount rate was changed from 3.56% for the 2017 measurement date to 3.89% for the 2018 measurement date. For 2017, the OPEB discount rate was changed from 3.01% for the prior measurement date to 3.56% for 2017 measurement date.

SUPPLEMENTARY INFORMATION

Year ended June 30, 2021

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity / Grant Identifying Number		Passed Through to Subrecipients		Federal Expenditures
Student Financial Assistance Cluster						
U.S. Department of Education						
Federal Pell Grant Program	84.063		$	-	$	19,677,954
Federal Supplemental Educational Opportunity Grants	84.007			-		457,955
Federal Direct Student Loans	84.268			-		12,463,729
Federal Work-Study Program	84.033			-		193,169
Iraq Afghanistan Service Grant	84.408			-		5,970
Total Student Financial Assistance Cluster			$	-	$	32,798,777
Research and Development Cluster						
U.S. Department of Health & Human Services						
Pass-through Program From:						
University of Southern Mississippi:						
MS INBRE Research	93.859	USM-8006038-05	$	-	$	25,437
National Science Foundation						
Training Technicians for Connected Technologies in Businesses and Smart Homes						
Advanced Technological Education	47.076	2000073		-		61,934
Total Research and Development Cluster			$	-	$	87,371
WIA/WIOA Cluster						
U.S. Department of Labor						
Pass-through Programs From:						
Mississippi Department of Employment Services through South Mississippi Planning & Development District:						
Formula Grants	17.278	79448973	$	-	$	658,338
WIA/WIOA Youth Program	17.259	79448973		-		287,420
State Board of Community and Junior Colleges:						
Disaster Recovery National Dislocated Worker Grants to Address the Opoid Crisis	17.277	19-S90-004-6109-1		-		74,276
State Apprenticeship Expansion Grant	17.285	16-S90-029-6006-1		-		112,668
Total WIA/WIOA Cluster			$	-	$	1,132,702

(Continued)

Year ended June 30, 2021

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity / Grant Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Child Care and Development Fund Cluster				
U.S. Department of Health & Human Services				
Pass-through Program From:				
State Board of Community and Junior Colleges:				
Early Childhood Academy	93.575	FY19-42	$ -	$ 96,533
Total Child Care and Development Fund Cluster			$ -	$ 96,533
Other Programs				
U.S. Department of Health & Human Services				
Pass-through Program From:				
Mississippi Department of Human Services:				
Mi Best - TANF	93.558	2021 TANF	$ -	16,007
Pass-through Program From:				
South Mississippi Plan & Development District:				
TANF 2020 Workforce Training and Education	93.558	21-390120-570	$ -	$ 68,716
Total U.S. Department of Health & Human Services			$ -	$ 84,723
U.S. Department of Justice				
Pass-through Program From:				
Mississippi Department of Public Safety				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-MU-BX-0045	$ -	$ 15,000
COVID-19 Coronavirus Emergency Supplemental Funding	16.034	20LX5391	-	9,956
Total U.S. Department of Justice			$ -	$ 24,956
National Aeronautics and Space Administration				
Pass-through Program From:				
University of Mississippi:				
NASA Education - Scholarships	43.008	20-06-032	$ -	$ 7,500
Total National Aeronautics and Space Administration			$ -	$ 7,500

(Continued)

Year ended June 30, 2021

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity / Grant Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Other Programs (continued)				
U.S. Department of Treasury				
Pass-through Program From:				
Mississippi Department of Finance and Administration:				
COVID-19 CARES Act: Coronavirus Relief Fund-HB1793	21.019	SLT0019/SLT0069	$ -	$ 5,952,632
Mississippi Department of Employment Security:				
COVID-19 CARES Act: Coronavirus Relief Fund-HB1795	21.019		-	6,928,938
Mississippi Department of Environmental Qualify:				
Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast State - Work Ready Program	21.015	RDCGR470138-01-00	-	900,885
Total U.S. Department of Treasury			$ -	$ 13,782,455
U.S. Department of Education				
Direct Programs:				
CARES Act: Higher Education Emergency Relief Fund:				
COVID-19 Education Stabilization Fund Student Aid Portion	84.425E		$ -	$ 4,791,900
COVID-19 Education Stabilization Fund Institutional Portion	84.425F		-	9,369,449
COVID-19 Education Stabilization Fund Strengthening Institutions Program	84.425M		-	1,003,189
Total CARES Act: Higher Education Emergency Relief Fund			-	15,164,538
Pass-through Program From:				
Mississippi Office of the Governor				
COVID-19 Education Stabilization Fund Governors' Emergency Education Relief Fund	84.425C	GEER-00046	-	401,055
Total COVID-19 Education Stabilization Fund			-	15,565,593
Pass-through Program From:				
State Board of Community and Junior Colleges:				
Adult Education-Basic Grants to States	84.002	V002A190025	-	971,266
State Department of Education:				
Career and Technical Education-				
Basic Grants to States	84.048A		-	2,880
Basic Grants to States	84.048	V048A180024	-	581,367
Total U.S. Department of Education			$ -	$ 17,121,106

(Continued)

Year ended June 30, 2021

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity / Grant Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Other Programs (continued)				
U.S. Department of Agriculture				
Pass-through Program From:				
Mississippi Community College Board,				
via Rural Utilities Services				
Distance Learning Telemedicine	10.855		$ -	$ 81,191
Total U.S. Department of Agriculture			$ -	$ 81,191
Total Other Programs			$ -	$ 29,546,418
Total Expenditures of Federal Awards			$ -	$ 65,217,314

See the notes to the schedule of expenditures of federal awards.

Note 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes all federal awards administrated by Mississippi Gulf Coast Community College. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

The federal programs included in the accompanying SEFA are accounted for using the accrual basis of accounting and the SEFA was prepared using the same significant accounting policies, where applicable, as those used for the basic financial statements, with the following exception:

- For purposes of the SEFA, loans made to students under the Federal Direct Student Loans Program (Federal Assistance Listing Number 84.268) are presented as federal expenditures.

Expenditures presented on the SEFA are recognized following the cost principles as found in the Uniform Guidance. The College has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance. The College did not receive any federal noncash assistance for the year ended June 30, 2021.

REPORTS ON COMPLIANCE AND INTERNAL CONTROL

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

Dr. Mary Graham, President
and Board of Trustees
Mississippi Gulf Coast Community College
Perkinston, Mississippi

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the aggregate discretely presented component unit of the Mississippi Gulf Coast Community College (the College), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the College's basic financial statements and have issued our report thereon dated August 3, 2022. The financial statements of the Mississippi Gulf Coast Community College Foundation, Inc. were not audited in accordance with *Government Auditing Standards,* and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Mississippi Gulf Coast Community College Foundation, Inc.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Ridgeland, Mississippi
August 3, 2022

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

Dr. Mary Graham, President
and Board of Trustees
Mississippi Gulf Coast Community College
Perkinston, Mississippi

Report on Compliance for Each Major Federal Program

We have audited the Mississippi Gulf Coast Community College's (the College) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2021. The College's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and condition of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal Program

In our opinion, the College, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

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

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

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

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Ridgeland, Mississippi
August 3, 2022

Section I: Summary of Auditors' Results

Financial Statements:

1. Type of auditors' report issued on the financial statements:	Unmodified
2. Material noncompliance relating to the financial statements?	No
3. Internal control over financial reporting:	
a. Material weakness(es) identified?	No
b. Significant deficiency(ies) identified that are not considered to be material weakness(es)	None reported

Federal Awards:

4. Type of auditors' report issued on compliance for major federal programs:	Unmodified
5. Internal control over major programs:	
a. Material weakness(es) identified?	No
b. Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
6. Any audit finding(s) disclosed that are required to be reported in accordance with 2 CFR §200.516(a)?	No
7. Federal programs identified as major programs:	
a. CARES Act: Higher Education Emergency Relief Fund: Assistance Listing #: 84.425C, 84.425E, 84.425F & 84.425M	
b. COVID-19 Coronavirus Relief Fund: Assistance Listing #: 21.019	
8. The dollar threshold used to distinguish between Type A and Type B programs:	$1,956,519
9. Auditee qualified as a low-risk auditee under §200.516 Criteria for a low-risk auditee?	Yes

Section II: Financial Statement Findings

No items were reported.

Section III: Federal Award Findings and Questioned Costs

No items were reported.

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH STATE LAWS AND REGULATIONS

Dr. Mary Graham, President and
Board of Trustees
Mississippi Gulf Coast Community College
Perkinston, Mississippi

We have audited the financial statements of the business-type activities and the aggregate discretely presented component unit of the Mississippi Gulf Coast Community College (the College) as of and for the year ended June 30, 2021 which collectively comprise the College's basic financial statements and have issued our report thereon dated August 3, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Mississippi Gulf Coast Community College Foundation, Inc. were not audited in accordance with *Government Auditing Standards*.

We have also performed procedures to test compliance with certain state laws and regulations. However, providing an opinion on compliance with state laws and regulations was not an objective of our audit and, accordingly, we do not express such an opinion.

The results of procedures performed to test compliance with certain other state laws and regulations and our audit of the financial statements did not disclose any instances of noncompliance with state laws and regulations.

This report is intended solely for the information and use of management, entities with accreditation overview, and federal awarding agencies, the Office of the State Auditor and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Ridgeland, Mississippi
August 3, 2022