HOUSTON
CITY COLLEGE

AGENDA

COMMITTEE OF THE WHOLE

OF THE BOARD OF TRUSTEES

November 18, 2026
3:30 PM

3100 Main Street, 2nd Floor Auditorium, Houston, Texas 77002

NOTICE OF A MEETING OF THE
Committee of the Whole
OF THE BOARD OF TRUSTEES

HOUSTON CITY COLLEGE

November 18, 2026

Notice is hereby given that a Meeting of the Committee of the Whole of the Board of Trustees of Houston City College will be held on Wednesday, November 18, 2026 at 3:30 PM, or after, and from day to day as required, at 3100 Main Street, 2nd Floor Auditorium, Houston, Texas 77002. The items listed in this Notice may be considered in any order at the discretion of the Committee Chair and items listed for closed session discussion may be discussed in open session and vice versa as permitted by law. Actions taken at this Meeting do not constitute final Board action and are only Committee recommendations to be considered by the Board at the next Regular Board meeting.

I. Call to Order

A. Opportunity for Public Comments

II. Topics For Discussion and/or Action:

A. Monthly Investment Report, Financial Statement and Budget Review for September 2026

III. Adjournment to closed or executive session pursuant to Texas Government Code Sections 551.071; 551.072 and 551.074, the Open Meetings Act, for the following purposes:

A. <u>Legal Matters</u>

Consultation with legal counsel concerning pending or contemplated litigation, a settlement offer, or matters on which the attorney's duty to the System under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with the Texas Open Meetings Laws.

B. <u>Personnel Matters</u>

Deliberate the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of a public officer, employee or board member to hear complaints or changes against an officer, employee or board member unless the officer, employee or board member who is the subject of the deliberation or hearing requests a public hearing.

C. <u>Real Estate Matters</u>

Deliberate the purchase, exchange, lease, or value of real property for Agenda items if deliberation in an open meeting would have a detrimental effect on the position of the System in negotiations with a third person.

IV. Additional Closed or Executive Session Authority:

If, during the course of the meeting covered by this Notice, the Board should determine that a closed or executive meeting or session of the Board should be held or is required in relation to any items included in this Notice, then such closed or executive meeting or session as authorized by Section 551.001 et seq. of the Texas Government Code (the Open Meetings Act) will be held by the Board at that date, hour and place given in this Notice or as soon after the commencement of the meeting covered by the Notice as the Board may conveniently meet in such closed or executive meeting or session concerning:

Section 551.071 - For the purpose of a private consultation with the Board's attorney about pending or contemplated litigation, a settlement offer, or matters on which the attorney's duty to the System under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with the Texas Open Meetings Laws.

Section 551.072 - For the purpose of discussing the purchase, exchange, lease or value of real property if deliberation in an open meeting would have a detrimental effect on the position of the governmental body in negotiations with a third person.

Section 551.073 - For the purpose of considering a negotiated contract for a prospective gift or donation to the System if deliberation in an open meeting would have a detrimental effect on the position of the System in negotiations with a third person.

Section 551.074 - For the purpose of considering the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of a public officer, employee or board member to hear complaints or changes against an officer, employee or board member unless the officer, employee or board member who is the subject of the deliberation or hearing requests a public hearing.

Section 551.076 - To consider the deployment, or specific occasions for implementation of security personnel or devices, or a security audit.

Section 551.082 - For the purpose of considering discipline of a student or to hear a complaint by an employee against another employee if the complaint or charge directly results in a need for a hearing, unless an open hearing is requested in writing by a parent or guardian of the student or by the employee against whom the complaint is brought.

Section 551.084 - For the purpose of excluding a witness or witnesses in an investigation from a hearing during examination of another witness in the investigation. Should any final action, final decision, or final vote be required in the opinion of the Board with regard to any matter considered in such closed or executive meeting or session, then such final action, final decision, or final vote shall be at either:

A. The open meeting covered by this Notice upon the reconvening of the public meeting, or

B. At a subsequent public meeting of the Board upon notice thereof, as the Board shall determine.

V. Reconvene in Open Meeting

VI. Adjournment

CERTIFICATE OF POSTING OR GIVING NOTICE

On this **12th day of November 2026**, this Notice was posted at a place convenient to the public and readily accessible at all times to the general public at the following locations: (1) the HCC Administration Building of the Houston City College, 3100 Main, First Floor, Houston, Texas 77002 and (2) the Houston City College's website: www.hccs.edu.

Posted By:

_____

Sharon R. Wright
Director, Board Services

ACTION ITEM

Meeting Date: November 18, 2026

Topics For Discussion and/or Action:

ITEM #	ITEM TITLE	PRESENTER
A.	**Monthly Investment Report, Financial Statement and Budget Review for September 2026**	**Dr. Margaret Ford Fisher Robert McCracken**

RECOMMENDATION

Accept the Investment Report, Financial Statement and Budget Review for the month of September 2026.

COMPELLING REASON AND BACKGROUND

- The monthly investment report provides the Board with a status of the investment portfolio, including book and market values, and complies with the relevant statute. This report includes the unexpended proceeds of various bond issues.
    - The portfolio is liquid and secure with 45% of the assets invested in local government pools, money market funds and interest-bearing checking accounts.
    - All pools and money market funds are rated "AAA" by Standard & Poor's, which is the highest level. All bank deposits are secured with U.S. Treasuries/Agencies. The balance of the portfolio is invested in U.S. Treasuries and government-sponsored entities/agencies with "AAA" credit ratings.
- The monthly financial statement and budget review provides the Board with a status analysis of the college and information related to the various funds of the college, including fund balances, comparison to previous year and comparison to budget.
- Awareness and review of financial information throughout the year helps to inform decision making, and allows for mid-year adjustments, if needed.

FISCAL IMPACT

Interest income for September totaled $3,975,283 bringing fiscal year-to-date interest income to $3,975,283. The weighted average interest rate (WAR) on September 30, 2026, was 3.80% compared to 3.74% last month and 4.08% a year ago.

Interest expense on outstanding debt was $1,182,821 for the month of September 2026.

LEGAL REQUIREMENT

The investment report is required by the Public Funds Investment Act (Texas Government Code §2256.023) to be submitted to the governing body of Houston City College no less than quarterly.

STRATEGIC ALIGNMENT

1. Student Success, 5. College of Choice

ATTACHMENTS:

Description	Upload Date	Type
Financial Report Presentation	11/5/2026	Presentation
Investment Report - September 2026	10/27/2026	Attachment
Financial Statement - September 2026	10/27/2026	Attachment

This item is applicable to the following: District

FY 2027
Summary of September 2026 Monthly Financial Statements and Budget Review (Unaudited)

Dr. Margaret Ford Fisher, Chancellor

Robert McCracken, Vice Chancellor, Administration & Operations

Dawn Stephens, Interim Associate Vice Chancellor, Finance & Accounting

November 18, 2026

Fund 1: Unrestricted Revenues

	Budget Comparison				Previous Fiscal Year Comparison			
	FY 2027 Adjusted Budget	Year-to-Date Actuals Thru September 30, 2026	Actuals as a % of Budget		Year-to-Date Actuals Thru September 30, 2026	Year-to-Date Actuals Thru September 30, 2025	Increase (Decrease) FY 2027 Compared to FY 2026	% Increase (Decrease)
REVENUES								
State Appropriations	$ 76,572,217	$ 1,187,500	1.6%		$ 1,187,500	$ 1,234,294	$ (46,794)	-3.8%
Ad Valorem Taxes	250,156,360	90,206	0.04%		90,206	4,920	85,286	1733.5%
Tuition & Fees, Net	145,652,695	61,248,020	42.1%	**A**	61,248,020	59,228,890	2,019,130	3.4%
Other Local Income	16,554,011	1,769,931	10.7%	**B**	1,769,931	2,032,666	(262,735)	-12.9%
Tuition & Fees, Net -- Extended Learning	9,574,010	2,465,631	25.8%	**C**	2,465,631	2,632,171	(166,540)	-6.3%
Grant Revenue - Indirect Cost	650,000	68,970	10.6%		68,970	54,194	14,776	27.3%
Total Revenues	499,159,293	66,830,258	13.4%		66,830,258	65,187,135	1,643,123	2.5%
Fund Balance Transfers In & Rolled POs	10,443,411	10,443,411	100.0%		10,443,411	17,809,983	(7,366,572)	-41.4%
Total Revenues and Fund Balance Transfers	$ 509,602,704	$ 77,273,669	15.2%		$ 77,273,669	$ 82,997,118	$ (5,723,449)	-6.9%

Fund 1: Unrestricted Expenses

	Budget Comparison				Previous Fiscal Year Comparison			
	FY 2027 Adjusted Budget	Year-to-Date Actuals Thru September 30, 2026	Actuals as a % of Budget		Year-to-Date Actuals Thru September 30, 2026	Year-to-Date Actuals Thru September 30, 2025	Increase (Decrease) FY 2027 Compared to FY 2026	% Increase (Decrease)
EXPENSES								
Salaries	287,738,706	25,350,503	8.8%		25,350,503	23,920,457	1,430,046	6.0%
Employee Benefits	41,525,115	3,530,565	8.5%		3,530,565	3,179,293	351,272	11.0%
Supplies & General Expense	7,207,004	352,288	4.9%		352,288	390,398	(38,109)	-9.8%
Travel	1,653,848	3,549	0.2%		3,549	1,448	2,101	145.1%
Marketing Costs	4,265,757	89,157	2.1%		89,157	21,659	67,498	311.6%
Rentals & Leases	471,814	13,684	2.9%		13,684	(401)	14,084	3515.6%
Insurance/Risk Mgmt.	11,874,024	4,037,608	34.0%	**D**	4,037,608	4,107,262	(69,654)	-1.7%
Contracted Services	42,712,010	336,745	0.8%		336,745	350,675	(13,930)	-4.0%
Utilities	11,657,318	98,022	0.8%		98,022	23,307	74,714	320.6%
Other Departmental Expenses	5,715,713	319,240	5.6%		319,240	26,655	292,586	1097.7%
Instructional & Other Materials	15,875,081	550,997	3.5%		550,997	212,715	338,282	159.0%
Maintenance & Repair	2,903,642	33,530	1.2%		33,530	40,922	(7,391)	-18.1%
Transfers\Debt	39,405,364	22,789,374	57.8%	**E**	22,789,374	23,947,100	(1,157,726)	-4.8%
Contingency/Initiatives	9,063,598	-	0.0%		-	-	-	0.0%
Capital Outlay	15,635,298	13,471	0.1%		13,471	2,092,990	(2,079,520)	-99.4%
Scholarship Distribution	11,898,412	1,011,069	8.5%		1,011,069	15,434	995,635	6451.0%
Total Expenses	$ 509,602,704	$ 58,529,801	11.5%		$ 58,529,801	$ 58,329,912	$ 199,889	0.3%
NET REVENUE/(EXPENSES)	-	$ 18,743,869			$ 18,743,869	$ 24,667,206	$ (5,923,337)	

Explanation of Variance Amounts

Variance Code	Notes
A	Tuition and Fees collections have increased due to an increase in enrollment. Most of the revenue is collected at the beginning of each semester; hence, the large percentage of collection.
B	Other Local Income Includes Investment Income, Unrealized Gains and Losses and reflects the volatility of the financial market. The percentage of actual revenue to budget is high due to an investment instrument that pays annually, at the beginning of the fiscal year.
C	Tuition and Fees, Extended Learning collections fluctuate as course offerings fluctuate.
D	Insurance Premiums are paid at irregular intervals, leading to inconsistent monthly costs.
E	Transfers/Debt occur at irregular intervals, debt payments occur twice per year. Transfer/Debt will be within budget by year-end.

Thank You

HOUSTON CITY COLLEGE

MONTHLY INVESTMENT REPORT

For the Month of September 2026

Prepared by
Finance and Administration Division

The investment portfolio of the Houston City College is in compliance with the Public Funds Investment Act and the College's Investment Policy and Strategies.

/s/ Robert McCracken

Robert McCracken
Vice Chancellor, Administration & Operations

/s/ Dawn Stephens

Dawn Stephens
Interim Associate Vice Chancellor, Finance & Accounting

/s/ *Victor Onwumere*

Victor Onwumere
Executive Director, Finance & Treasury

HOUSTON CITY COLLEGE
INVESTMENT PORTFOLIO COMPOSITION
September 30, 2026

Beginning Book Value (September 1, 2026)	$	525,589,290
Beginning Market Value (September 1, 2026)	$	524,068,156
Additions/Subtractions (Book Value - Net)	$	(10,269,828)
Change in Market Value	$	(2,097,855)
Ending Book Value (September 30, 2026)	$	515,319,462
Ending Market Value (September 30, 2026)	$	511,700,578
Unrealized Gain/(Loss)	$	(3,618,884)
WAM (45% of Portfolio's Weighted Average Maturity)		1 day
WAM (55% of Portfolio's Weighted Average Maturity - Securities Held To Maturity)		380

* Net amount provided/(for) operations	$	2,501,201
* Net amount provided/(for) CIP/others		154,057
	$	2,655,259

Note: The September 1, 2026 beginning balances of $525,589,290 and $524,068,156 each increased by $20,792,674 compared with the August 31, 2026 ending balances of $504,796,616 and $503,275,482, respectively. This increase reflects the addition of checking account balances classified as cash and cash equivalents to the monthly Investment Report.

EXECUTIVE SUMMARY
INVENTORY HOLDINGS REPORT
September 30, 2026

	Ending Book Value	Ending Market Value	Unrealized Gain (Loss)
US Treasuries	$ 218,465,064	$ 215,972,304	$ (2,492,760)
US Agencies	64,994,862	63,868,738	(1,126,124)
Local Government Pools	125,074,010	125,074,010	-
Money Market Funds	48,236,170	48,236,170	-
Certificate of Deposit	50,000,000	50,000,000	-
Interest Bearing Checking	681,769	681,769	-
Cash & Cash Equivalents	7,867,587	7,867,587	-
Total	$ 515,319,462	$ 511,700,578	$ (3,618,884)
WAR (Weighted Average Interest Rate)		3.80%	

INVESTMENTS

INVENTORY HOLDINGS REPORT (OPERATING AND OTHERS)

September 30, 2026

Description	Held At	Coupon Rate	Yield Rate	Purchase Date	Maturity Date	Par	Discount AMT	Beginning Mkt. Value	Beginning Book Value	Net Change	Ending Book Value	Ending Mkt. Value	Change in Mkt. Value	Unrealized Gain/(Loss)
Fannie Mae ARM Pool 708686	Bank of America	4.0690%	0.0000%	02/22/05	05/01/33	4,691	$ (1,460)	$ 4,814	$ 6,151	$ (46)	$ 6,104	$ 4,773	$ (41)	$ (1,331)
Fannie Mae ARM Pool 805454	Bank of America	4.6720%	0.0000%	12/23/04	12/01/34	7,678	(5,920)	7,932	13,598	(59)	13,539	7,908	(24)	(5,631)
Federal Farm Credit Bank US Domestic Unsecured	Bank of America	4.2500%	4.3200%	02/12/25	01/28/28	10,000,000	19,430	9,985,250	9,980,570	-	9,980,570	9,933,082	(52,168)	(47,488)
Federal Farm Credit Bank US Domestic Unsecured	Bank of America	3.7500%	3.7872%	04/10/26	04/09/29	15,000,000	15,679	14,757,821.70	14,984,320.80	-	14,984,321	14,570,770	(187,052)	(413,551)
Federal Farm Credit Bank US Domestic Unsecured	Bank of America	3.7500%	3.7950%	04/10/26	04/09/29	15,000,000	18,932	14,757,821.70	14,981,067.90	-	14,981,068	14,570,770	(187,052)	(410,298)
U.S. Treasury Note US Govt Treasury	Bank of America	3.3800%	3.4940%	09/16/24	09/15/27	10,000,000	33,594	9,914,219	9,966,406	-	9,966,406	9,885,938	(28,281)	(80,469)
U.S. Treasury Note US Govt Treasury	Bank of America	2.7500%	4.0060%	10/25/24	07/31/27	15,000,000	489,150	14,802,686	14,510,850	-	14,510,850	14,781,445	(21,240)	270,595
U.S. Treasury Note US Govt Treasury	Bank of America	3.8800%	3.8800%	10/15/24	10/15/27	10,000,000	3,516	9,956,641	9,996,484	-	9,996,484	9,925,234	(31,407)	(71,251)
FARMER MAC DOMESTIC MTN UNSECURED	Bank of America	3.6300%	3.5600%	09/13/24	09/13/27	15,000,000	(27,510)	14,905,223	15,027,510	-	15,027,510	14,863,496	(41,728)	(164,015)
FARMER MAC DOMESTIC MTN UNSECURED	Bank of America	4.3500%	4.3430%	02/12/25	01/28/28	10,000,000	(1,750)	9,969,029	10,001,750	-	10,001,750	9,917,939	(51,090)	(83,811)
U.S. Treasury Note US Govt Treasury	Bank of America	3.5000%	4.0790%	2/26/2025	1/31/2028	30,000,000	475,781	29,666,016	29,524,219	-	29,524,219	29,514,844	(151,172)	(9,375)
U.S. Treasury Note US Govt Treasury	Bank of America	2.7500%	4.0810%	2/26/2025	2/15/2028	10,000,000	368,750	9,780,469	9,631,250	-	9,631,250	9,733,594	(46,875)	102,344
U.S. Treasury Note US Govt Treasury	Bank of America	3.8800%	4.0150%	3/19/2025	3/15/2028	10,000,000	39,063	9,934,766	9,960,938	-	9,960,938	9,873,828	(60,938)	(87,109)
U.S. Treasury Note US Govt Treasury	Bank of America	3.5000%	3.6574%	1/22/2026	3/16/2028	10,000,000	42,188	9,810,156.30	9,957,812.50	-	9,957,813	9,705,469	(104,688)	(252,344)
U.S. Treasury Note US Govt Treasury	Bank of America	1.7500%	3.6656%	1/22/2026	3/17/2028	10,000,000	543,750	9,400,781.30	9,456,250.00	-	9,456,250	9,304,297	(96,484)	(151,953)
U.S. Treasury Note US Govt Treasury	Bank of America	1.7500%	3.6700%	1/22/2026	3/18/2028	20,000,000	1,087,160	18,801,562.60	18,912,840.00	-	18,912,840	18,608,594	(192,969)	(304,246)
U.S. Treasury Note US Govt Treasury	Bank of America	1.7500%	3.6700%	1/22/2026	3/19/2028	20,000,000	1,084,600	18,801,562.60	18,915,400.00	-	18,915,400	18,608,594	(192,969)	(306,806)
U.S. Treasury Note US Govt Treasury	Bank of America	0.6250%	3.4790%	2/20/2026	3/31/2027	20,000,000	614,804	19,614,179.60	19,385,196.00	-	19,385,196	19,644,531	30,352	259,335
U.S. Treasury Note US Govt Treasury	Bank of America	2.3750%	3.4603%	2/20/2026	3/31/2029	30,000,000	951,900	28,533,984.30	29,048,100.00	-	29,048,100	28,192,969	(341,015)	(855,131)
U.S. Treasury Note US Govt Treasury	Bank of America	2.3800%	3.6950%	3/19/2026	3/31/2029	15,000,000	396,945	14,266,992.15	14,603,055.49	-	14,603,055	14,096,484	(170,508)	(506,571)
U.S. Treasury Note US Govt Treasury	Bank of America	2.3800%	3.7110%	3/19/2026	3/31/2029	15,000,000	403,737	14,266,992.15	14,596,263.30	-	14,596,263	14,096,484	(170,508)	(499,779)
Debt Service 2001A Bond Interest Checking	Bank of America		0.0000%				-	0.39	0.39	-	0	0	-	-
HCCS Merchant Service	Bank of America		0.6600%				-	61.54	61.54	(33)	28	28	-	-
LTD 2013 Tax Bond General Checking	Bank of America		1.8100%				-	339.48	339.48	170	509	509	-	-
Merrill Lynch (Morgan Stanley Govt/Goldman Sachs	Bank of America		3.8200%				-	3,291.32	3,291.32	10	3,301	3,301	-	-
Money Market 2006 Jr. Lien Debt Reserve	Bank of America		3.8200%				-	3,254,217	3,254,217	9,848	3,264,065	3,264,065	-	-
LTD 2013 Tax Bond General Checking	JP Morgan Chase		3.8200%				-	372,654.79	372,654.79	75,904.47	448,559.26	448,559.26	-	-
Merrill Lynch (Morgan Stanley Govt/Goldman Sachs	JP Morgan Chase		0.0000%				-	42,813,138.13	42,813,138.13	2,155,665.50	44,968,803.63	44,968,803.63	-	-
Money Market 2006 Jr. Lien Debt Reserve	JP Morgan Chase		1.8100%				-	-	-	-	-	-	-	-
Chase Certificate of Deposit	JP Morgan Chase		3.4200%					50,000,000.00	50,000,000.00	-	50,000,000.00	50,000,000.00	-	-
Chase Operating Interest Checking	JP Morgan Chase		2.2000%				-	216,716	216,716	15,955.73	232,672	232,672	-	-
Cash & Cash Equivalents	JP Morgan Chase						-	20,792,674	20,792,674	(12,925,086.98)	7,867,587	7,867,587	-	-
Lone Star (Corporate Overnight Fund)	State Street Bank		3.9908%				-	55,854,342.26	55,854,342.26	178,768.62	56,033,110.88	56,033,110.88	-	-
TexPool - General Funds	State Street Bank		3.8706%				-	14,368,573.53	14,368,573.53	44,392.78	14,412,966.31	14,412,966.31	-	-
TexPool - Prime	State Street Bank		4.0042%				-	54,453,250.12	54,453,250.12	174,682.33	54,627,932.45	54,627,932.45		
TOTAL								**$ 524,068,156**	**$ 525,589,290**	**$ (10,269,828)**	**$ 515,319,462**	**$ 511,700,578**	**$ (2,097,855)**	**$ (3,618,884)**

HOUSTON
CITY COLLEGE

Summary Operating Statements

For the Period
September 1, 2026 - September 30, 2026

For the Meeting of the Board of Trustees - November 4, 2026

for

Houston City College

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For the Period September 1, 2026 - September 30, 2026

Houston City College

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Summary of Financial Statements
As of September 30, 2026

On June 17, 2026, the Board of Trustees approved the FY 2027 operating budget totaling $509.6 million. The FY2027 budget includes $10.4M transfer-in from fund balance for scholarships.

The Board approved the FY 2027 Auxiliary budget, Restricted budget, and the Capital and Technology Plan budget. The approved FY 2027 Auxiliary Services budget totals $10.9 million. Overall, this is an 11% increase compared to the prior year, primarily due to overhead cost increases for non-payroll expenses. The Restricted budget totals $177 million for grant activities, financial aid, and payments for employee benefits. Finally, the approved Capital and Technology Plan budget totals $11.1 million, which is earmarked for the continuation of asset upgrades and replacement of information and instructional technology equipment.

The Unrestricted Fund, as of September 30, 2026, has total net revenues and fund balance transfer-ins of $77.3 million. This represents 15.2% of the budgeted total of $509.6 million. Expenses total $58.5 million to date, which is 11.5% of the total expense budget of $509.6 million. Compared with the same period last year, revenues and transfers are lower by 6.9% due to a $7.4 million decrease in fund balance transfer-ins. Expenses are higher by 0.3%.

Ad Valorem tax revenue budget for FY 2027 includes a 3.2% increase compared to prior year. Taxes are billed in October and collected during the periods of December through February. Tax revenue is expected to be under budget due to an over-estimation of property valuations.

State appropriations are 3.8% lower when compared to prior year. Appropriations were decreased statewide and are expected to be under budget by year-end.

Tuition and fees, net, which include revenues for semester credit hour (SCH) courses, are 3.4% higher than last year at this time. Gross tuition and fee revenues are up 7.1% compared to last year due to increased enrollments and increased program offerings in high demand fields (see page 9). The grand total of waivers and exemptions increased by 25.5% primarily due to Dual Credit waivers.

Continuing Education/Non-credit tuition and fees, net are 6.3% lower than last year at this time. Gross tuition and fees revenues are down by 6.3%.

Actual salaries for FY 2027 are 6.0% higher compared to FY 2026; due to a Board approved salary increase of 3.5% for faculty and full-time employees and a 2% increase for part-time hourly staff. An increase in faculty, due to enrollment growth, also contributed to the increase. Employee benefits are higher by 11% for FY 2027 compared to FY 2026.

Transfers/Debt remain high due to continuing the budgeted transfers for Deferred Maintenance and technology fees. The slight decrease is attributable to timing of the transfers.

Several line-item expenses (supplies, travel, marketing, insurance, contracted services, instructional and other material, etc.) have variances due to timing differences in recording transactions from year-to-year. Expenses are expected to be within budget by year-end.

Debt interest expense for the month totaled $1,182,821 compared to this time in FY 2025 of $1,287,355.

HOUSTON CITY COLLEGE
Statement of Revenues, Expenses and Fund Balances - All Funds
As of September 30, 2026

	Unrestricted	Restricted	Auxiliary	Loans	Scholarship	Unexpended Plant	Capital and Technology	Retirement of Debt	Investment in Plant	Total
Revenues	$ 66,830,258	$ 13,926,824	$ 1,264,572	$ 10,001,415	$ 30,174,016	$ (26,973,226)	$ 27,317,813	$ 2,398,777	$ (6,094,138)	$ 118,846,311
Expenses										
Salaries	25,350,503	448,254	83,514	-	78,236	-	-	-	-	25,960,507
Employee Benefits	3,530,565	1,901,550	18,408	-	-	-	-	-	-	5,450,523
Supplies & General Expense	352,288	6,225	13,283	-	-	-	-	-	-	371,796
Travel	3,549	(41)	-	-	-	-	-	-	-	3,508
Marketing Costs	89,157	50	2,400	-	-	-	-	-	-	91,607
Rentals & Leases	13,684	-	225	-	-	-	-	-	-	13,909
Insurance/Risk Mgmt.	4,037,608	-	-	-	-	-	-	-	-	4,037,608
Contracted Services	336,745	7,280	2,771	-	-	(47,482)	-	-	-	299,314
Utilities	98,022	-	7,789	-	-	-	-	-	-	105,811
Other Departmental Expenses	319,240	45,046	12,258	-	146,621	-	-	-	-	523,165
Instructional & Other Materials	550,997	15,969	-	-	-	614	-	-	-	567,580
Maintenance & Repair	33,530	-	2,336	-	-	(43,787)	-	-	-	(7,921)
Transfers (In)/Out[1]/Debt	22,789,374	-	-	-	(1,369,086)	(26,752,899)	-	5,335,086	(6,094,138)	(6,091,663)
Capital Outlay	13,471	20,668	1,238	-	-	(40,008)	586,006	-	-	581,375
Amortization/Depreciation	-	-	-	-	-	-	-	-	2,868,433	2,868,433
Scholarship Distribution	1,011,069	-	311,741	10,001,415	31,487,917	-	-	-	-	42,812,141
Total Expenses	58,529,801	2,445,001	455,963	10,001,415	30,343,687	(26,883,561)	586,006	5,335,086	(3,225,705)	77,587,693
Net Revenues/(Expenses)	8,300,458	11,481,822	808,609	-	(169,671)	(89,665)	26,731,807	(2,936,310)	(2,868,433)	41,258,618
Other Adjustments and Transfers										
Debt Principal Payments[2]	-	-	-	-	-	-	-	-	-	-
Debt Refinancing	-	-	-	-	-	-	-	-	-	-
Capitalization of Assets & CIP[2]	-	-	-	-	-	142,653	926,449	-	-	1,069,102
Transfers of Completed Projects/Assets	-	-	-	-	-	(118,036)	-	-	118,036	-
Transfers of Balances between Funds	-	-	-	-	-	-	-	-	-	-
Total Other Adjustments and Transfers	-	-	-	-	-	24,617	926,449	-	118,036	1,069,102
Beginning Fund Balances, Unaudited	45,517,022	901,586	22,792,072	238,698	3,118,774	167,873,839	-	20,831,741	626,303,464	887,577,194
Ending Fund Balances	**$ 53,817,479**	**$ 12,383,408**	**$ 23,600,681**	**$ 238,698**	**2,949,103**	**$ 167,808,791**	**$ 27,658,257**	**$ 17,895,430**	**$ 623,553,067**	**$ 929,904,913**

[1]Transfers include student revenue bond payment funds, scholarship matching funds, and transfers to Unexpended Plant and Capital and Technology Funds.

[2]Per government accounting practices, items included in the expenses category above are subsequently deducted from YTD expenses shown above and reclassified as increases or decreases to appropriate asset and liability line items on the balance sheet (page 8). Also, includes GASB 96 SBITA.

HOUSTON CITY COLLEGE
Unrestricted Revenues and Expenses
Comparison to Budget and Previous Fiscal Year
As of September 30, 2026
8.3% of Year

	Budget Comparison			Previous Fiscal Year Comparison			
	FY 2027 Adjusted Budget	Year-to-Date Actuals Thru September 30, 2026	Actuals as a % of Budget	Year-to-Date Actuals Thru September 30, 2026	Year-to-Date Actuals Thru September 30, 2025	Increase (Decrease) FY 2027 Compared to FY 2026	% Increase (Decrease)
REVENUES							
State Appropriations	$ 76,572,217	$ 1,187,500	1.6%	$ 1,187,500	$ 1,234,294	$ (46,794)	-3.8%
Ad Valorem Taxes	250,156,360	90,206	0.04%	90,206	4,920	85,287	1733.5%
Tuition & Fees, Net	145,652,695	61,248,020	42.1%	61,248,020	59,228,890	2,019,130	3.4%
Other Local Income	16,554,011	1,769,931	10.7%	1,769,931	2,032,666	(262,735)	-12.9%
Tuition & Fees, Net -- Extended Learning	9,574,010	2,465,631	25.8%	2,465,631	2,632,171	(166,541)	-6.3%
Grant Revenue - Indirect Cost	650,000	68,970	10.6%	68,970	54,194	14,777	27.3%
Total Revenues	499,159,293	66,830,258	13.4%	66,830,258	65,187,135	1,643,124	2.5%
Fund Balance Transfers-In	10,443,411	10,443,411	100.0%	10,443,411	17,809,983	(7,366,572)	-41.4%
Total Revenues and Fund Balance Transfers	$ 509,602,704	$ 77,273,669	15.2%	$ 77,273,669	$ 82,997,118	$ (5,723,448)	-6.9%
EXPENSES							
Salaries	287,738,706	25,350,503	8.8%	25,350,503	23,920,457	1,430,046	6.0%
Employee Benefits	41,525,115	3,530,565	8.5%	3,530,565	3,179,293	351,272	11.0%
Supplies & General Expense	7,207,004	352,288	4.9%	352,288	390,398	(38,109)	-9.8%
Travel	1,653,848	3,549	0.2%	3,549	1,448	2,101	145.1%
Marketing Costs	4,265,757	89,157	2.1%	89,157	21,659	67,498	311.6%
Rentals & Leases	471,814	13,684	2.9%	13,684	(401)	14,084	3515.6%
Insurance/Risk Mgmt.	11,874,024	4,037,608	34.0%	4,037,608	4,107,262	(69,654)	-1.7%
Contracted Services	42,712,010	336,745	0.8%	336,745	350,675	(13,930)	-4.0%
Utilities	11,657,318	98,022	0.8%	98,022	23,307	74,714	320.6%
Other Departmental Expenses	5,715,713	319,240	5.6%	319,240	26,655	292,586	1097.7%
Instructional & Other Materials	15,875,081	550,997	3.5%	550,997	212,715	338,282	159.03%
Maintenance & Repair	2,903,642	33,530	1.2%	33,530	40,922	(7,391)	-18.1%
Transfers\Debt	39,405,364	22,789,374	57.8%	22,789,374	23,947,100	(1,157,726)	-4.8%
Contingency/Initiatives	9,063,598	-	-	-	-	-	-
Capital Outlay	15,635,298	13,471	0.1%	13,471	2,092,990	(2,079,520)	-99.4%
Scholarship Distribution	11,898,412	1,011,069	8.5%	1,011,069	15,434	995,635	6451.0%
Total Expenses	$ 509,602,704	$ 58,529,801	11.5%	$ 58,529,801	$ 58,329,912	$ 199,889	0.3%
NET REVENUE/(EXPENSES)	-	$ 18,743,869		$ 18,743,869	$ 24,667,206	$ (5,923,337)	

HOUSTON CITY COLLEGE

Auxiliary Revenues and Expenses by Fund

As of September 30, 2026

Auxiliary Funds - Uncommitted Portion

	Main Leasing	Misc. Auxiliary*	Bookstore Commission	International Student Services	Cafe Club NEO 3100 Main	Scholarships	**Subtotal Uncommitted**
Revenues	$ 333,861	$ 28,545	$ -	$ -	$ -	$ -	$ 362,406
Expenses							
Salaries	34,393	8,713	-		-	408	43,514
Employee Benefits	9,159	1,224	-		-	6	10,388
Supplies & General Expense	634	5,020	-		-		5,654
Travel			-		-		-
Marketing Costs			-		-		-
Rentals & Leases			-		-		-
Insurance/Risk Mgmt.			-		-		-
Contracted Services	760	761	-		-		1,521
Utilities			-		-		-
Other Departmental Expenses	8,047	12,938	-		-		20,985
Instructional & Other Materials			-		-		-
Maintenance & Repair			-		-		-
Transfers/Debt			-		-		-
Capital Outlay			-		-		-
Scholarship Distribution			-		-	311,741	311,741
Total Expenses	52,993	28,655	-	-	-	312,155	393,803
Contribution to Fund Balance	**$ 280,868**	**$ (111)**	**$ -**	**$ -**	**$ -**	**$ (312,155)**	**(31,397)**
Beginning Fund Balance, Unaudited							**18,521,786**
Ending Fund Balance							**$ 18,490,389**

* *Expenditures in this category include Government Relations, Mobile Go, etc.*

HOUSTON CITY COLLEGE

Auxiliary Revenues and Expenses By Fund

As of September 30, 2026

Auxiliary Funds - International and Committed Portions

	International		Committed					Total
	Other International Initiatives	**Subtotal International**	**Minority Business Development Agency**	Student Vending Commission	Student Activity Fee	Student Athletic Fee	**Subtotal Committed**	**Total Auxiliary**
Revenues	$ -	$ -	-	$ -	$ 505,975	$ 396,191	$ 902,166	$ 1,264,572
Expenses								
Salaries	-	-	-	-	5,514	34,486	40,000	83,514
Employee Benefits	-	-	-	-	530	7,489	8,019	18,408
Supplies & General Expense	1,797	1,797	-	-	8,543	2,025	10,568	18,019
Travel	-	-	-	-	-	-	-	-
Marketing Costs	-	-	-	-	-	-	-	-
Rentals & Leases	-	-	-	-	-	-	-	-
Insurance/Risk Mgmt.	-	-	-	-	-	-	-	-
Contracted Services	-	-	-	-	1,250	225	1,475	2,996
Utilities	-	-	-	-	-	-	-	-
Other Departmental Expenses	-	-	-	-	300.00	-	300	21,285
Instructional & Other Materials	-	-	-	-	-	-	-	-
Maintenance & Repair	-	-	-	-	-	-	-	-
Transfers/Debt	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Scholarship Distribution	-	-	-	-	-	-	-	311,741
Total Expenses	1,797	1,797	-	-	16,138	44,225	60,363	455,963
Contribution to Fund Balance	**(1,797)**	**(1,797)**	-	**-**	**489,837**	**351,966**	**841,803**	**808,609**
Beginning Fund Balance, Unaudited		**1,307,762**	**-**	**(1,284,080)**	**2,216,598**	**2,030,006**	**2,962,523**	**22,792,072**
Ending Fund Balance		**$ 1,305,965**	**$ -**	**$ (1,284,080)**	**$ 2,706,435**	**$ 2,381,972**	**$ 3,804,327**	**$ 23,600,681**

HOUSTON CITY COLLEGE

Unrestricted Adjusted Budgets and Actuals by Division - Summary Comparison

As of September 30, 2026

8.3% of Year

Division	FY 2027 Adjusted Budget	Actuals as of September 30, 2026	% Spent	FY 2026 Adjusted Budget	Actuals as of September 30, 2025	% Spent
Central College	$ 18,574,758	$ 1,535,809	8.3%	$ 18,235,554	1,448,493	7.9%
Northwest College	21,574,756	1,874,644	8.7%	20,376,069	1,747,526	8.6%
Northeast College	21,241,662	1,553,855	7.3%	21,333,180	1,496,774	7.0%
Southwest College	21,853,167	1,818,689	8.3%	21,842,877	1,749,160	8.0%
Southeast College	20,960,150	1,820,786	8.7%	20,697,695	1,705,981	8.2%
Coleman College	27,155,334	1,816,590	6.7%	23,542,294	1,773,922	7.5%
Academic Instruction	92,876,328	9,068,901	9.8%	88,100,592	8,371,786	9.5%
Office of the Chancellor	47,388,243	2,134,668	4.5%	38,668,338	4,066,478	10.5%
Instructional Services	32,216,243	1,981,741	6.2%	27,414,082	1,000,110	3.6%
Online College	4,524,725	270,942	6.0%	3,543,364	253,234	7.1%
Student Services	11,775,817	1,002,477	8.5%	10,159,897	525,097	5.2%
Strategy, Planning & Institutional Effectiveness	5,839,502	316,509	5.4%	4,855,456	293,462	6.0%
External & Governmental Relations, Transfers and Alumni Relations	2,497,313	161,073	6.4%	1,956,245	105,963	5.4%
Legal & Compliance	20,794,584	4,302,859	20.7%	19,984,234	4,320,240	21.6%
Finance & Accounting	44,653,810	1,669,232	3.7%	41,866,722	1,595,755	3.8%
Strategic Marketing & Communications	8,831,064	456,378	5.2%	7,124,262	226,490	3.2%
System	106,845,247	26,744,648	25.0%	136,323,060	27,649,440	20.3%
Grand Total	**$ 509,602,704**	**$ 58,529,801**	**11.5%**	**$ 506,023,921**	**$ 58,329,912**	**11.5%**

HOUSTON CITY COLLEGE

Balance Sheet by Fund

As of September 30, 2026

	CURRENT & LOAN FUNDS[1]	PLANT & BOND FUNDS[2]	TOTAL ALL FUNDS	PRIOR YEAR TOTAL ALL FUNDS
ASSETS				
Current Assets:				
Cash & cash equivalents	$ 32,550,219	$ 171,584,995	$ 204,135,214	$ 217,382,496
Accounts receivable (net)	60,669,455	3,274,467	63,943,922	38,055,562
Deferred charges	10,782,867	-	10,782,867	14,499,126
Prepaids	5,098,204	-	5,098,204	9,025,248
Total Current Assets	109,100,745	174,859,462	283,960,207	278,962,431
Non-current Assets:				
Restricted cash & cash equivalents	-	24,615,164	24,615,164	24,537,075
Long-term investments	279,827,020	12,681	279,839,701	281,937,555
Long-term lease receivable	15,416,701	-	15,416,701	15,416,701
Capital assets, net	5,951,324	1,112,949,603	1,118,900,927	1,120,700,258
Total Non-current Assets	301,195,045	1,137,577,448	1,438,772,493	1,442,591,589
Total Assets	$ 410,295,790	$ 1,312,436,910	$ 1,722,732,700	$ 1,721,554,020
Deferred Outflows of Resources:				
OPEB	12,647,768	-	12,647,768	12,647,768
Pension	31,944,850	-	31,944,850	31,944,850
Advance Funding Valuation	-	1,037,648	1,037,649	1,037,648
Total Deferred Outflows of Resources	$ 44,592,618	$ 1,037,648	$ 45,630,267	$ 45,630,266
Total Assets and Deferred Outflows of Resources	$ 454,888,408	$ 1,313,474,559	$ 1,768,362,967	$ 1,767,184,286
LIABILITIES				
Current Liabilities:				
Accounts payable	29,034,476	117,463	29,151,939	25,065,263
Accrued Interest- SBITA	599,715	-	599,715	599,715
Accrued liabilities	3,862,227	527,905	4,390,132	14,021,348
Compensated absences	8,985,424	-	8,985,424	8,985,424
Funds held for others	628,277	189,208	817,485	817,187
Deferred revenue	598,975	-	598,975	35,957,965
SBITA- Current portion	3,615,956	-	3,615,956	3,615,956
Net OPEB liability-current portion	4,009,122	-	4,009,122	4,009,122
Notes payable-current portion	-	735,341	735,341	735,341
Bonds payable-current portion	-	35,335,000	35,335,000	35,335,000
Total Current Liabilities	51,334,172	36,904,917	88,239,089	129,142,320
Non-current Liabilities:				
SBITA Liability	2,353,242	-	2,353,242	2,353,242
Net OPEB liability	137,226,159	-	137,226,159	137,226,159
Net pension liability	103,128,839	-	103,128,839	103,128,839
Notes payable	-	307,196	307,196	307,196
Bonds payable	-	432,416,948	432,416,948	432,416,948
Total Non-current Liabilities	242,708,240	432,724,144	675,432,384	675,432,384
Total Liabilities	$ 294,042,412	$ 469,629,061	$ 763,671,473	$ 804,574,704
Deferred Inflows of Resources:				
Leases	18,043,259	-	18,043,259	18,289,065
OPEB	41,352,953	-	41,352,953	41,352,953
Pension	8,460,416	-	8,460,416	8,460,416
Advance Funding Valuation	-	6,871,457	6,871,457	6,929,953
Total Deferred Inflows of Resources	$ 67,856,628	$ 6,929,953	$ 74,786,581	$ 75,032,387
Total Liabilities and Deferred Inflows of Resources	$ 361,899,040	$ 476,559,014	$ 838,458,054	$ 879,607,091
Beginning Fund Balances, Unaudited	72,568,151	815,009,044	887,577,194	808,455,539
Fund Balance Adjustment	-	-	-	
Net Revenue/(Expenses)				
Unrestricted	9,109,067	-	9,109,067	1,920,528
Restricted	11,312,152	-	11,312,152	(894,405)
Net Investment in Plant	-	21,906,501	21,906,501	78,095,532
Ending Fund Balances	$ 92,989,369	$ 836,915,544	$ 929,904,913	$ 887,577,194
Total Liabilities & Fund Balances	$ 454,888,408	$ 1,313,474,559	$ 1,768,362,967	$ 1,767,184,286

[1] *Includes Unrestricted, Restricted, Loan & Endowment, Scholarship, Agency and Auxiliary Funds.*

[2] *Includes Unexpended Plant, Retirement of Debt and Investment in Plant Funds.*

HOUSTON CITY COLLEGE

Exemptions and Waivers Detail

As of September 30, 2026

	FY 2026		FY 2027	
	Prior Year Activity thru 8/31/2026	Year-to-Date Activity thru 09/30/2025	Year-to-Date Activity thru 09/30/2026	Actuals % Increase/ (Decrease)YTD vs. Prior YTD
Tuition & Fees				
Budget:				
Adjusted Budget, Annual*	$ 139,322,887	$ 139,322,887	$ 145,652,695	4.5%
Revenues:				
Gross Tuition & Fees	167,433,495	71,173,521	76,232,966	7.1%
Waivers & Exemptions:				
Dual Credit & Early College HS	(25,039,357)	(10,824,223)	(13,714,242)	26.7%
Total Other Exemptions	(3,698,076)	(1,120,409)	(1,270,704)	13.4%
Grand Total Waivers & Exemptions	(28,737,433)	(11,944,632)	(14,984,946)	25.5%
Total Tuition & Fees Revenue, Net	**$ 138,696,063**	**$ 59,228,890**	**$ 61,248,020**	**3.4%**
Tuition & Fees - Extended Learning (EL)				
Budget:				
Adjusted Budget, Annual*	$ 9,099,718	$ 9,099,718	$ 9,574,010	5.2%
Revenues:				
Gross Tuition & Fees	9,057,158	2,632,171	2,465,631	-6.3%
Waivers & Exemptions:				
Department of Corrections	-	-	-	-
Total EL Tuition & Fees Revenue, Net	**$ 9,057,158**	**$ 2,632,171**	**$ 2,465,631**	**-6.3%**

	FY 2026		FY 2027	
Exemptions & Waivers	Prior Year Activity thru 8/31/2026	Year-to-Date Activity thru 09/30/2025	Year-to-Date Activity thru 09/30/2026	Actuals % Increase/ (Decrease)YTD vs. PriorYTD
Dual Credit & Early College HS Waiver	25,039,357	10,824,223	13,714,242	26.7%
Other Exemptions:				
Employee Fee Exemptions	54,713	22,823	19,439	-14.8%
Firemen	26,382	12,693	8,217	-35.3%
Hazelwood	1,421,576	475,477	610,870	28.5%
Deaf & Blind	153,612	64,014	54,419	-15.0%
High Ranking High School Grad	-	-	1,452	100%
Good Neighbor Program	30,998	18,300	20,823	13.8%
Child of Disabled Vet	3,501	3,501	-	-100.0%
Employee of State College & University	1,283	1,283	-	-100.0%
Non-resident Teach/Research Assistant	16,993	4,403	4,446	1.0%
Non-resident Competitive Scholarships	14,663	1,710	4,589	168.4%
Senior Citizens	608,582	224,036	230,873	3.1%
Concurrent Enrollment	-	-	-	-
Foster Children-Resident	351,024	138,268	130,355	-5.7%
TX Tomorrow Waiver	-	-	-	-
Surviving Spouse/Children	1,146	-	-	-
Peace Officer Exemption	22,325	5,033	3,201	-36.4%
Adopted Student Waiver	380,885	148,868	182,020	22.3%
FAST Book & OD Fees	610,393	-	-	-
Total Other Exemptions	3,698,076	1,120,409	1,270,704	13.4%
Grand Total Exemptions & Waivers	**$ 28,737,433**	**$ 11,944,632**	**$ 14,984,946**	**25.5%**

*Amount net of exemptions & waivers.