

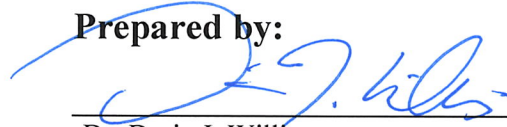
Electronic versions of this report are provided for information only and for the convenience of the reader. While reasonable efforts have been made to ensure the integrity of electronic statements, they should not be relied on. A copy of the printed CC-4 will be provided upon written request made to: Howard Community College, 10901 Little Patuxent Parkway, Columbia, Maryland 21044: Attention: The office of the Vice-President of Campus Services and Chief Financial Officer.

**ANNUAL FINANCIAL REPORT TO THE
MARYLAND HIGHER EDUCATION COMMISSION
FROM HOWARD COMMUNITY COLLEGE**

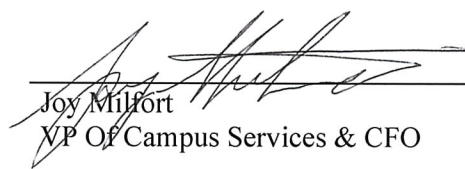
**Annual Financial Report Together with
Report of Independent Public Accountants**

For the Fiscal Year Ended June 30, 2023

Prepared by:



Dr. Daria J. Willis
President



Joy Milfort
VP Of Campus Services & CFO



Chris Heston
Associate Vice President of Finance



Verna Bernoi
Director of Budget and Finance

**ANNUAL FINANCIAL REPORT TO THE
MARYLAND HIGHER EDUCATION COMMISSION
FROM HOWARD COMMUNITY COLLEGE**

**Annual Financial Report Together with
Report of Independent Public Accountants**

JUNE 30, 2023

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REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS ON THE AUDIT OF THE FINANCIAL STATEMENTS

To the Board of Trustees
Howard Community College

Opinion

We have audited the financial statements included in the Annual Financial Report to the Maryland Higher Education Commission (MHEC-CC-4) from Howard Community College (the College) for the year ended June 30, 2023, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the revenue and expenditures of the unrestricted current fund and the restricted current fund, and the enrollment data of the College for the year ended June 30, 2023. In our opinion, the principles governing the interrelationship between the unrestricted current general fund revenues and expenditures result in the fair presentation of the unrestricted current general fund revenues and expenditures.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the financial reporting provisions prescribed and permitted by the Maryland Higher Education Commission and the laws and regulations contained in Title 16 of the Education Article of the Annotated Code of Maryland and Title 13B.07.03 of the Code of Maryland Regulations. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements, enrollment data and the supplemental schedules, in accordance with the financial reporting provision of Maryland Higher Education Commission and the laws and regulations contained in Title 16 of the Education Article of the Annotated Code of Maryland and Title 13B.07.03 of the Code of Maryland Regulations, and for the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.



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In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

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

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



Emphasis of Matter

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. As described in Note 1 to the financial statements, the financial statements are prepared by the College on the basis of the financial reporting provisions prescribed and permitted by the Maryland Higher Education Commission and the laws and regulations contained in Title 16 of the Education Article of the Annotated Code of Maryland and Title 13B.07.03 of the Code of Maryland Regulations, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of Maryland. Our opinion is not modified with respect to this matter.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements included in the MHEC-CC-4 Annual Financial Report. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the 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 financial statements. Such information has been subjected to the auditing principles applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information is fairly stated in all material respects in relation to the financial statements as a whole.

The accompanying supplemental information of the full-time equivalent (FTE) enrollment data shown on pages 8, 9, 14, 15, 16, 17 and 18 is the responsibility of management and derived from and relates directly to the College's enrollment data. This supplemental information is presented in accordance with instructions set forth in Title 13B.07.03.02C, inclusive, of the Code of Maryland Regulations and in our opinion, are fairly stated in all material respects when considered in relation to the financial statements taken as a whole.

Restricted Use

This report is intended solely for filing with Maryland Higher Education Commission and is not intended to be and should not be, used for any other purpose.

Owings Mills, Maryland
September 20, 2023

S B & Company, LLC

HOWARD COMMUNITY COLLEGE

Summary Statement of Revenue For Fiscal Year Ended June 30, 2023

Revenue Source	Unrestricted Current Fund	Restricted Current Fund	Total Revenue
Student Tuition and Fees:			
1. Credit	\$ 33,032,410	\$ -	\$ 33,032,410
2. Noncredit	4,499,793	98,470	4,598,263
3. Total Student Tuition and Fees	37,532,203	98,470	37,630,673
Governmental:			
4. Federal	-	12,649,680	12,649,680
5. State	29,624,948	1,907,726	31,532,674
a. Regional Higher Education Center (Laurel College)	204,160	-	204,160
b. Maryland Excel's Program (Children's Learning Center)	-	-	-
6. Local			
a. Operating Appropriations	40,361,000	-	40,361,000
b. County paid OPEB contribution	976,436	-	976,436
c. Other County Funding (describe below)			
i. Cable Grant	-	49,535	49,535
ii. Cafe Composting	-	23,865	23,865
iii. DLLR CNA/PCT	-	-	-
iv. Tightrope Media Cablecast	-	-	-
v. Howard County Getting Ahead	-	-	-
d. County in-kind rent	1,158,000	-	1,158,000
7. Total Governmental	72,324,544	14,630,806	86,955,350
8. Total Sales and Services of Educational Activities (Auxiliary Enterprises)	241,981	-	241,981
Other:			
9. Gifts/Grants (Explained on Exhibit X)	934,433	273,841	1,208,274
10. Other - Miscellaneous (Explain on Exhibit X)	4,516,607	-	4,516,607
11. Total Other	5,451,040	273,841	5,724,881
12. Total Revenue	\$ 115,549,768	\$ 15,003,117	\$ 130,552,885

The accompanying note is an integral part of this statement.

HOWARD COMMUNITY COLLEGE

Summary Statement of Current General Funds For Fiscal Year Ended June 30, 2023

	<u>Unrestricted Current General Fund</u>	<u>Restricted Current Fund</u>
Revenue:		
1. Total Revenue (Per Line 12, Exhibit I)	\$ 115,549,768	\$ 15,003,117
Expenditures:		
Instruction	42,573,628	1,689,056
Research	-	-
Public Service	843,478	49,535
Academic Support	12,847,485	688,960
Student Services	9,001,752	415,944
Institutional Support	16,390,001	-
Operation and Maintenance of Plant	14,703,256	23,865
Scholarships and Fellowships	3,375,329	12,096,213
2. Total Education and General Expenditures	99,734,929	14,963,573
3. Total Mandatory Transfers	13,000	(13,000)
4. Total Educational and General Expenditures and Mandatory Transfers	99,747,929	14,950,573
5. Total Auxiliary Enterprises	1,066,638	-
6. Total Other Transfers	38,478	(38,478)
7. Total Expenditures, Transfers and Auxiliary	<u>\$ 100,853,045</u>	<u>\$ 14,912,095</u>

The accompanying note is an integral part of this statement.

HOWARD COMMUNITY COLLEGE

**Educational and General Expenditures of the Unrestricted Current Fund by Function and Object
For Fiscal Year Ended June 30, 2023**

Acct. No.	Object Classification	Instruction	Research	Public Service	Academic Support	Student Services	Institutional Support	Operation and Maintenance of Facilities	Scholarships	Total
5XXX	Compensation (including Fringe Benefits)	\$ 37,631,805	\$ -	\$ 731,873	\$ 9,447,240	\$ 7,702,936	\$ 9,887,639	\$ 8,101,638	\$ -	\$ 73,503,130
60XX	Contracted Services	2,429,251	-	44,576	1,953,574	611,100	4,015,009	3,137,850	-	12,191,360
61XX	Supplies and Materials	986,215	-	22,420	253,363	310,952	261,277	566,043	-	2,400,270
62XX	Communications	111,318	-	823	18,381	6,608	285,306	(117,023)	-	305,412
63XX	Conferences/Meetings	365,422	-	22,391	209,360	245,376	565,141	79,855	-	1,487,546
64XX	Grants/Subsidies	384	-	-	1,577	-	-	-	3,375,328	3,377,289
65XX	Utilities	48	-	-	-	-	-	2,411,093	-	2,411,141
66XX	Fixed Charged - Insurance	-	-	-	-	13,134	393,133	389,158	-	795,425
68XX	Bad Debt Expense	4,586	-	-	-	-	496,125	-	-	500,711
69XX	Open (specify below)	-	-	-	-	-	-	-	-	-
7XXX	Furniture and Equipment	1,044,600	-	21,395	963,990	111,646	486,371	134,642	-	2,762,645
		\$ 42,573,628	\$ -	\$ 843,478	\$ 12,847,485	\$ 9,001,752	\$ 16,390,001	\$ 14,703,256	\$ 3,375,328	\$ 99,734,929

The accompanying note is an integral part of this statement.

HOWARD COMMUNITY COLLEGE

**Summary Statement of Education and General Expenditures by Fund
and Object Classification, Unrestricted Current and Restricted Current Funds
For Fiscal Year Ended June 30, 2023**

<u>Acct. No.</u>	<u>Object Classification</u>	<u>Adjusted Unrestricted Current Fund</u>	<u>Adjusted Restricted Fund</u>	<u>Total Expenditures</u>
5XXX	Compensation (including Fringe Benefits)	\$ 73,503,130	\$ 2,010,430	\$ 75,513,560
60XX	Contracted Services	12,191,360	427,075	12,618,435
61XX	Supplies and Materials	2,400,270	220,582	2,620,852
62XX	Communications	305,412	5,010	310,422
63XX	Conferences/Meetings	1,487,546	107,499	1,595,045
64XX	Grants/Subsidies	3,377,289	12,096,212	15,473,501
65XX	Utilities	2,411,141	-	2,411,141
66XX	Fixed Charged - Insurance	795,425	-	795,425
68XX	Bad Debt Expense	500,711	-	500,711
69XX	Other	-	-	-
7XXX	Furniture and Equipment (including Library Books)	2,762,645	96,765	2,859,410
	Total Expenditures	99,734,929	14,963,573	114,698,502
	Total Mandatory Transfers	13,000	(13,000)	-
	Total Expenditures and Mandatory Transfers	<u>\$ 99,747,929</u>	<u>\$ 14,950,573</u>	<u>\$ 114,698,502</u>

The accompanying note is an integral part of this statement.

HOWARD COMMUNITY COLLEGE

Computation of Adjusted Cost Per Full-Time Equivalent and Percent of Local Contribution For Fiscal Year Ended June 30, 2023

The finalized State aid adjustment or payment for the fiscal year will be made with the November State aid payment. Certification will be made to the respective political subdivisions based on the following information

1 Total Unrestricted Current General Fund Operating Expenditures (From Exhibit II, Line 4) \$ 99,747,929

2 Subtract any expenditures included in number 1 above which do not fall within the definition of Unrestricted Current General Operating Expenditures. List and specify items below. Indicate objects and functions in which these expenditures are shown on Exhibit III and IV.

Item	Object	Function	Amount
a) Compensated absence	59XXX	Various	(635,926)
b) Pension expense	59XXX	Plant	624,045
c) OPEB expense	59XXX	Various	1,456,324
d) Cultural, community & other	Various	Various	2,162,059
e) Scholarships	64XX	Scholarships	<u>3,375,329</u>

Total Deductions \$ 6,981,831

3 Adjusted Unrestricted Current Operating Expenditures (Line 1 less sum of 2a thru 2c) \$ 92,766,098

4 Total FTE students for fiscal year (From Exhibit VI) 6,646.00

5 Total Adjusted Unrestricted Current Operating Expenditures divided by Total FTE students (yields adjusted cost per FTE) \$ 13,958

6 Total Maryland eligible FTE students (From Exhibit VI) 6,175.14

7 State aid paid fiscal year ending June 30, 2023 (Exclude State paid benefits) (Complete Exhibit XI) (Based on two prior years audited FTEs) \$ 29,829,108

8 Total Local Contribution \$ 40,361,000

9 Percentage of adjusted Unrestricted Current Expenditures contributed by the local political subdivision (Line 8 divided by Line 3) * 43.5%

* Regional community colleges must supply this information for each county supporting the college.

HOWARD COMMUNITY COLLEGE

**Summary of Full-Time Equivalent Students and Students Tuition and Fees
For Fiscal Year Ended June 30, 2023**

	<u>FTE Students</u>	<u>Student Tuition and Fees</u>
Eligible Students		
In-County	3,750.27	\$ 19,575,997
Out of County	1,337.70	12,294,489
Noncredit	1,087.17	3,563,471
Total Eligible Students	<u>6,175.14</u>	<u>\$ 35,433,957</u>
Ineligible Students		
Credit		
Out of State	178.37	\$ 1,155,577
Other	6.83	6,347
Noncredit		
Out of State	208.58	683,673
Other	77.08	252,649
Total Ineligible Students	<u>470.86</u>	<u>2,098,246</u>
Total Students	<u>6,646.00</u>	<u>\$ 37,532,203</u>

NOTE: Regional community colleges are required to submit the above data for each of the counties supporting the College. Eligible to state fundable. FTEs shall be reported to the second decimal place.

HOWARD COMMUNITY COLLEGE

Summary of Restricted Federal Grant Programs For Fiscal Year Ended June 30, 2023

Program Title	June 30, 2022 Balance	Revenue	Expenditures	June 30, 2023 Balance
Howard County Government - Complete4Success - Credit Program - COVID 19	\$ -	\$ 424,616	\$ 424,616	\$ -
Howard County Government - Complete4Success - Non-Credit Program - COVID 19	-	33,564	33,564	-
Federal Supplemental Educational Opportunity Grants FY23	-	244,980	244,980	-
MSDE - ARP ESSER - Maryland Leads Partner Program - COVID 19	-	11,462	11,462	-
Federal Work-Study Program FY23	-	217,786	217,786	-
Federal Pell Grant Program - FY23	-	9,467,023	9,467,023	-
Federal Pell Grant Program - FY22	-	279,065	279,065	-
NSF - IUSE (Improving Undergraduate Stem Education)	-	42,839	42,839	-
Department of Defense - 2023 Startalk	-	111,957	111,957	-
MSDE - Maryland Rebuilds Initiative Grant - COVID 19	-	-	-	-
EDA - A Response to the Cyber Workforce Demand In Central Maryland	-	143,894	143,894	-
National Endowment for the Arts - Humanities Initiatives	-	7,562	7,562	-
MD Department of Labor - 2020-2023 State Apprenticeship Expansion Grant, 2021 Maryland Community College Apprenticeship Initiative	-	92,585	92,585	-
MD Department of Labor - Career Pathways	-	15,804	15,804	-
MD Department of Labor - Apprenticeship State Expansion Apprenticeship Innovation Fund - 2 0	-	63,602	63,602	-
MD Department of Labor - Consolidated Adult Education and Literacy Services Program	-	563,186	563,186	-
MD Department of Labor - Apprenticeship USA Apprenticeship Innovation Fund - A+	-	-	-	-
AACC - Expanding Community College Apprenticeships Initiative	-	-	-	-
MSDE - Perkins Formula	-	525,416	525,416	-
MSDE - Perkins Formula -Postsecondary	-	6,560	6,560	-
MSDE - Career & Technical Education Reserve (CTE) Fund Grant	-	39,869	39,869	-
MSDE - Career & Technical Education Reserve (CTE) Fund Grant	-	53,919	53,919	-
MSDE - Career & Technical Education Reserve (CTE) Fund Grant	-	-	-	-
MSDE - Pathways to Stem Apprenticeship Maryland Grant	-	-	-	-
Maryland Higher Education Commission -Education Stabilization Fund Program - Governor's Emergency Education Relief (GEER) Fund - COVID 19	-	-	-	-
Maryland Higher Education Commission - Education Stabilization Fund Program - Governor's Emergency Education Relief (GEER II) Fund - COVID 19	-	296,774	296,774	-
Mathematical Association of America - StatPREP	-	1,129	1,129	-
CCBC - NSF INCLUDES Alliance: STEM Core Expansion	-	6,088	6,088	-
Total Federal	\$ -	\$ 12,649,680	\$ 12,649,680	\$ -

HOWARD COMMUNITY COLLEGE

**Summary of Restricted State Grant Programs
For Fiscal Year Ended June 30, 2023**

Program Title	June 30, 2022 Balance	Revenue	Expenditures	June 30, 2023 Balance
MSDE - CCCPDF	\$ -	\$ 80,172	\$ 80,172	\$ -
ESL Credit	-	31,520	31,520	-
NSPII - Nurse Educator Doctoral	-	83,575	83,575	-
DLLR Literacy	-	200,400	200,400	-
ESL Non-Credit	-	178,056	178,056	-
AEHG Ext. Dipl.	-	17,274	17,274	-
ANEC	-	3,429	3,429	-
NNFF	-	10,000	10,000	-
NEDG	-	26,114	26,114	-
CTEI ST Apprenticeship	-	81,516	81,516	-
CTEI DMAP	-	114,026	114,026	-
Relief Act 2021 - MHEC	-	10,748	10,748	-
Hunger Free Campus	-	11,832	11,832	-
MD State Scholarship	-	584,281	584,281	-
MD PT Grant Prog.	-	308,711	308,711	-
MD- Conroy	-	39,222	39,222	-
MD Campus Based	-	41,600	41,600	-
State Workforce Sequence	-	85,250	85,250	-
Total State	\$ -	\$ 1,907,726	\$ 1,907,726	\$ -

HOWARD COMMUNITY COLLEGE

**Summary of Restricted Local Grant Programs
For Fiscal Year Ended June 30, 2023**

Program Title	June 30, 2022			June 30, 2023
	Balance	Revenue	Expenditures	Balance
Cable Grant	\$ -	\$ 49,535	\$ 49,535	\$ -
Cafe Composting	-	23,865	23,865	-
Total Local	<u>\$ -</u>	<u>\$ 73,400</u>	<u>\$ 73,400</u>	<u>\$ -</u>

HOWARD COMMUNITY COLLEGE

**Summary of Other Sources of Unrestricted Current General Revenue
For Fiscal Year Ended June 30, 2023**

	Unrestricted Amounts	Restricted Amounts
Other Revenue Sources		
Grants and grants:		
Private gifts and grants	\$ 934,433	\$ 273,841
Total Grants	<u>934,433</u>	<u>273,841</u>
Other - Miscellaneous:		
Investment Income	2,982,559	-
Cultural, community & other programs	795,962	-
Miscellaneous	738,086	-
Total Other - Miscellaneous	<u>4,516,607</u>	<u>-</u>
Total Other Revenue Sources	<u>\$ 5,451,040</u>	<u>\$ 273,841</u>

HOWARD COMMUNITY COLLEGE

**Reconciliation of State Aid
For Fiscal Year Ended June 30, 2023**

	<u>Amount</u>
6,393.48 State Aid FTEs @ \$2,899.99	\$ 18,541,041
Flat Grant (Fixed Cost Adjustment)	11,083,907
Hold Harmless Provision	-
Part-Time Grant	-
Low Income Student Grant	-
Other (specify below):	
Supplemental (tuition less than 2%)	-
Regional Higher Education Center, Howard's share only	204,160
Total State Aid	<u>\$ 29,829,108</u>

HOWARD COMMUNITY COLLEGE

**Reconciliation of Maryland Full-Time Equivalent Students
For Fiscal Year Ended June 30, 2023**

	<u>Eligible Maryland FTEs Accepted by MHEC</u>	<u>Eligible FTEs Now Claimed per Audit</u>
Summer Credit Enrollment (CC-2)	595.93	595.93
Summer Noncredit Enrollment (CC-3)	161.21	161.21
Fall Credit Enrollment (CC-2)	2,206.93	2,206.93
Fall Noncredit Enrollment (CC-3)	386.84	386.84
Spring Credit Enrollment (CC-2)	2,089.70	2,089.70
Spring Noncredit Enrollment (CC-3)	539.12	539.12
Other Credit Enrollment (CC-2)	195.40	195.40
Other Noncredit Enrollment (CC-3)	-	-
Total Enrollment	<u>6,175.13</u>	<u>6,175.13</u>
Total Eligible Maryland FTEs accepted by MHEC during fiscal year	6,175.13	XXXXXX
Additional Eligible Maryland FTEs claimed per audit* (deletions)	<u>-</u>	<u>XXXXXX</u>
Total Eligible Maryland FTES**	<u><u>6,175.13</u></u>	<u><u>6,175.13</u></u>
Total Unduplicated Part-Time Students	<u>N/A</u>	<u>N/A</u>

*When additional FTEs not previously reported to the MHEC are claimed as a result of the audit, a properly executed CC-2 or CC-3 must be filed with the CC-4 to substantiate the claim

**This number of FTEs will be the basis for the payment of State aid two years hence. FTEs shall be reported to the second decimal place.

HOWARD COMMUNITY COLLEGE

**Student - Faculty Ratio (Credit Courses Only)
For Fiscal Year Ended June 30, 2023**

Total Credit Hours Generated	<u>154,940</u>
Total Course Credit Hours Taught FY 2023	<u>8,290</u>
Student-Faculty Ratio (Total credit hours generated divided by total course credit hours taught)	<u>18.70</u>

NOTE: Information for the computation of the student-faculty ratio is to be supplied by the chief academic officer in conformity with the guidelines decided upon by the Maryland Council of Community College Academic Deans as follows:

- * Student credit hours generated and course credit hours taught are to be measured at the end of the third week of classes.
- * Laboratory courses and independent study courses are to be excluded from the denominator if they did not appear independently on the printed class schedule
- * Continuing education (noncredit) courses are to be excluded
- * Included all sessions (Summer and Winter)

HOWARD COMMUNITY COLLEGE

**Funding of Manpower Shortage Program
For Fiscal Year Ended June 30, 2023**

	<u>Summer/Fall CC-2D</u>	<u>Winter/Spring CC-2D</u>	<u>Total</u>
Total out-of-county/city students enrolled in manpower shortage programs	972	731	1,703
Total credit hours*	6,497	4,985	11,482
Total tuition differential*	<u>\$ 725,327</u>	<u>\$ 573,275</u>	<u>\$ 1,298,602</u>
Total State Aid Received for Manpower Shortage Program	\$ 660,889	\$ 522,346	\$ 1,183,235
Minus:			
Current year write off	\$ 64,438	\$ 50,929	\$ 115,367
Audit Adjustments (Enclose Check)	<u>-</u>	<u>-</u>	<u>-</u>
Total Audited State Aid Balance Due for Manpower Shortage Program	<u>0.00</u>	<u>(0.00)</u>	<u>-</u>

*Per Audit

HOWARD COMMUNITY COLLEGE

**Funding of ESOL Grant Program
For Fiscal Year Ended June 30, 2023**

	<u>Total</u>
1. Total Number of Students Enrolled in Noncredit ESOL Programs	<u>3,938</u>
2. Total Noncredit Equated FTEs	<u>464.39</u>
Total Noncredit ESOL Funding Noncredit Equated FTE x \$800	<u>\$ 371,512</u>
Total Noncredit ESOL Funding	<u>\$ 371,512</u>
	<u>Total</u>
1. ESOL Credit FTEs	<u>1,191</u>
2. Total Credit FTEs	<u>39.70</u>
Total ESOL Credit FTEs x \$800	<u>\$ 31,760</u>
Total Credit ESOL Funding	<u>\$ 31,760</u>
Total Noncredit and Credit ESOL Funding	<u>\$ 403,272</u>

HOWARD COMMUNITY COLLEGE

**Retirement System Payments To/From MHEC
For Fiscal Year Ended June 30, 2023**

Optional Retirement System Reimbursements from MHEC	
Reimbursement Requested from MHEC	\$ 1,345,950
Prior Year Reimbursement not paid (from FY21 CC4)	259,832
Audit Adjustment	-
Less Amount Received from MHEC	<u>(1,348,787)</u>
Balance Due From/(To) MHEC	256,995
 Teachers Retirement and Pension System Reimbursements	
Required Reimbursement Reported to MHEC	60,661
Audit Adjustment	-
Less Amount Paid to MHEC	<u>(60,661)</u>
Balance Due From/(To) MHEC	-
 Amount due from MHEC for Cost of Audit Verification	<u>3,000</u>
 Total Amount Due From/(To) MHEC	<u><u>\$ 259,995</u></u>

HOWARD COMMUNITY COLLEGE

CC-4 Reconciliation to Financial Statement For Fiscal Year Ended June 30, 2023

Total Revenue - CC-4 Ex I

Total Revenue - Statement of Revenue and Expense	\$	149,330,691
Scholarship reclassification		12,643,235
Restricted revenue		(15,003,117)
Capital appropriations		(25,446,462)
Bond interest		364,987
Lease interest		116,123
Plant fund revenue		(1,838,479)
State paid benefits		(4,617,210)
Total Revenue - CC-4 Ex I	\$	115,549,768

Total Expenditures - CC-4 Ex II

Total Expenditures - Statement of Revenue and Expenses	\$	121,483,660
Scholarship and other reclassification		14,105,102
Restricted expenditures		(14,963,573)
Auxiliary Expenditures		(1,066,638)
Amortization on right to use asset		(1,862,105)
Depreciation		(13,199,456)
Loss on disposal		(144,851)
State paid benefits		(4,617,210)
Total Education and General Expenditures - CC-4 Ex II	\$	99,734,929

HOWARD COMMUNITY COLLEGE

Note to the Annual Report For Fiscal Year Ended June 30, 2023

Note 1: BASIS OF PRESENTATION

The Howard Community College (the College) annual financial report has been prepared in accordance with the basis of accounting prescribed and permitted by the Maryland Higher Education Commission and the laws and regulations contained in Title 16 of the Education Article of the Annotated Code of Maryland and Title 13B.07.03 of the Code of Maryland Regulations. These requirements do not present the College's revenue and expenditures in accordance with accounting principles generally accepted in the United States of America. The report includes the restricted and unrestricted funds only of the College. A reconciliation of the differences is provided on page 20 of this report.