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WESTERN WYOMING COMMUNITY COLLEGE

FINANCIAL REPORT

JUNE 30, 2020

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Western Wyoming Community College
Rock Springs, Wyoming

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of Western Wyoming Community College (the "College") and its discretely presented component unit, the Western Wyoming College Foundation (the "Foundation"), as of and for the years ended June 30, 2020 and 2019, 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 auditor considers internal control relevant to the College'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 College'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 opinions.

Opinions

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 discretely presented component unit of the College as of June 30, 2020 and 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the years 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, on pages 3 through 7, and certain pension and postemployment benefits other than pensions (OPEB) plan information, on pages 44 through 47, 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 (GASB) 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.

McGee, Hearne & Paiz, LLP

Cheyenne, Wyoming
December 2, 2020

WESTERN WYOMING COMMUNITY COLLEGE DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)
Fiscal Year 2020

The management of Western Wyoming Community College District ("the College") is required by the Government Accounting Standards Board (GASB) to provide an overview and analysis of the College's financial activities for the fiscal year ended June 30, 2020. This narrative focuses attention on current financial activities and changes in financial position. Individuals who review this discussion and analysis need to do so in conjunction with reviewing the financial statements and notes to financial statements that follow this section. It is the responsibility of the College to ensure the completeness and fairness of this information.

The College serves Carbon, Lincoln, Sublette, Sweetwater, and Uinta counties. The College has entered into several Boards of Cooperative Educational Services (BOCES) agreements with area school districts to enhance educational offerings in the College's district and service area.

Using This Annual Report

These College financial statements are designed to emulate corporate presentation models whereby all of the College's activities are consolidated into one total. However, the Wyoming Community College Commission (WCCC) requires the College to create budgets, prepare financial reports, and process financial operations according to the National Association of College and University Business Officers (NACUBO) standards, a fund-based accounting system.

OVERVIEW OF THE FINANCIAL STATEMENTS

The College follows accounting standards promulgated by the GASB. As such, comparative data is presented depicting the differences between fiscal year 2018, fiscal year 2019, and fiscal year 2020.

The financial statements of the College comprise three components and are designed to provide a broad overview of the College's finances: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. These statements show a College-wide perspective. This approach is intended to summarize the analysis of cost of various College services to students and the public.

The College continues to use a fund accounting system for daily tracking of revenues and expenses.

Notes to the financial statements provide additional information that is essential to gain a complete understanding of the data provided in the College-wide financial statements. The notes to the financial statements can be found on pages 17 through 43.

Component Unit

Pursuant to generally accepted government accounting standards, the financial statements of the Western Wyoming College Foundation are shown as a discretely presented component unit. Financial statements for the Foundation can be obtained at Rock Springs National Bank, P. O. Box 880, Rock Springs, Wyoming 82902.

Statement of Net Position

The Statement of Net Position presents information on all of the College's assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the end of the fiscal year, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator as to whether the financial position of the College is improving or deteriorating.

Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Revenues, Expenses, and Changes in Net Position presents information showing how the College's net position changed over the course of the fiscal year.

All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future periods (e.g., uncollected state and local revenue, and earned, but unused vacation leave).

Statement of Cash Flows

This statement summarizes the sources and uses of cash within the College over the course of the fiscal year.

FINANCIAL HIGHLIGHTS

As of June 30, 2020, 2019, and 2018 the College's financial position was as follows:

	2020	2019	2018
Assets			
Current Assets	**$ 33,596,865**	$ 32,475,073	$ 30,808,886
Capital Assets	**49,108,233**	52,532,195	54,837,706
Other Noncurrent Assets	**19,792,852**	19,124,693	18,548,756
Total Assets	**102,497,950**	104,131,961	104,195,348
Deferred Outflows of Resources	**8,534,791**	6,534,362	2,205,303
Liabilities			
Current Liabilities	**3,808,531**	4,079,264	3,903,484
Noncurrent Liabilities	**33,880,004**	33,645,417	27,060,223
Total Liabilities	**37,688,535**	37,724,681	30,963,707
Deferred Inflows of Resources	**18,704,913**	15,456,535	15,015,616
Net Position			
Net Investment in Capital Assets	**43,571,166**	46,182,300	48,569,423
Restricted	**19,032,170**	18,244,472	17,241,104
Unrestricted	**(7,964,043)**	(6,941,665)	(5,389,199)
Total Net Position	**$ 54,639,293**	$ 57,485,107	$ 60,421,328

The assets and deferred outflows of resources of the College exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $54,639,293. Noncurrent assets, $19,792,852, consist of certain restricted cash and investments, investments held by others, and land held for resale, all valued at fair value. Capital assets are stated at historical cost less accumulated depreciation. Net investment in capital assets of $43,571,166 consists of noncurrent capital assets net of related debt, including accounts payable related to construction in progress. The College's total net position decreased $2,845,814 from fiscal year 2019 to fiscal year 2020. This was a smaller decrease than the prior year's $2,936,221 by $90,407.

During fiscal year 2018, the College implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. This accounting pronouncement requires that the College show its respective portion of the State of Wyoming Employee Group Insurance Retiree Health Plan liability, expense, deferred inflow, and deferred outflow. This added a $10,131,020 liability to the College's 2018 Statement of Net Position, reduced the 2018 beginning net position by $10,567,714, and increased the College's 2018 total expenses by $783,105.

For fiscal year 2019, the Noncurrent Liabilities increased by just below $6,600,000. This increase was due to an increase in OPEB and Pension Liabilities of approximately $6,900,000 with an offsetting decrease of Bonds Payable of $300,000. This substantial increase in OPEB and Pension Liabilities is further discussed in Notes 6 and 8, but is related to changes in the proportionate share, discount rate, and the health care trend rates.

For fiscal year 2020, the Deferred Inflows of Resources increased by just below $3,250,000 this is all related to the OPEB and Pension liabilities. This substantial increase in OPEB and Pension Liabilities is further discussed in Notes 6 and 8, but is related to changes in the proportionate share, discount rate, and the health care trend rates.

For the years ended June 30, 2020, 2019, and 2018, the College had the following revenues and expenses:

	2020	2019	2018
Revenues			
Operating Revenues			
Student Tuition and Fees, net	**$ 3,746,544**	$ 3,548,630	$ 4,136,001
Other Operating Revenues	**3,186,882**	3,905,186	3,300,506
Net Nonoperating Revenues			
State and Local Appropriations	**26,284,453**	25,552,591	23,533,653
Other Nonoperating Revenues	**4,180,638**	3,659,883	3,335,564
Total Revenues	**37,398,517**	36,666,290	34,305,724
Operating Expenses	**40,244,331**	39,813,009	39,614,995
(Loss) before other revenues, expenses, gains, or losses	**(2,845,814)**	(3,146,719)	(5,309,271)
Other Revenues, Expenses, Gains or Losses	**-**	210,498	230,702
Increase (decrease) in Net Position	**(2,845,814)**	(2,936,221)	(5,078,569)
Net Position			
Beginning of year, as previously reported	**57,485,107**	60,421,328	76,067,611
Adjustment to prior year	**-**	-	(10,567,714)
Beginning of year, as restated	**57,485,107**	60,421,328	65,499,897
End of year	**$ 54,639,293**	$ 57,485,107	$ 60,421,328

There was an increase in total revenues of $732,227 for fiscal year 2020 primarily related to an increase in State and Local Appropriations of $731,862. Local revenues represented approximately 47.04% of the College's non-operating revenues in the current year, which was consistent with the prior year. State appropriations also account for a sizeable share of the College's non-operating revenue. The Wyoming Community College Commission is responsible for the establishment of uniform tuition rates for all Wyoming colleges. The College's annualized full-time equivalent student enrollment decreased by 7.2% due to a variety of factors, including a migrating population and fewer part-time students.

Operating expenses remained relatively flat between fiscal year 2020 and fiscal year 2019.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets – The College's capital assets consist of depreciable and non-depreciable capital assets. Depreciable capital assets include buildings, improvements, library books, and various vehicles, furniture, fixtures, and equipment that support College operations. Non-depreciable capital assets include land and construction in progress.

Capital assets net of accumulated depreciation decreased approximately $3.4 million during fiscal year 2020. Major capital asset activities that occurred during the year include: 1) depreciation expense of approximately $4.1 million; 2) capitalization of approximately $1.2 million in construction costs that were in Construction-In-Progress in the prior fiscal year for various projects; and 3) additions of approximately $609,000 in building, equipment, and library book purchases; and 4) approximately $109,000 in construction in progress related to several projects.

Capital assets net of accumulated depreciation decreased approximately $2.3 million during fiscal year 2019. Major capital asset activities that occurred during the year include: 1) depreciation expense of approximately $4.26 million; 2) capitalization of approximately $256,000 in construction costs that were in Construction-In-Progress in the prior fiscal year for various projects; and 3) additions of approximately $734,000 in building, equipment, and library book purchases; and 4) approximately $1.2 million in construction in progress related to several projects.

Additional information on the College's capital assets can be found in Note 3 in the notes to the financial statements.

Long-Term Debt – The College's long-term lease obligation is related to lease revenue bonds that were issued in June 2007 by the Western Wyoming Community College Building Authority. Proceeds on the debt were used by the College to fund the construction of a residence hall. At June 30, 2020, the balance of long-term debt, held by the Building Authority, excluding the current portion of debt of $225,000, was $3,450,000. Additional information on the debt can be found in Note 4 in the notes to the financial statements.

The College's Building Authority, a Wyoming non-profit corporation, issued $2,320,000 in lease revenue bonds in October 2013, used to partially finance the construction of a new exercise science/wellness center building. At June 30, 2020, the balance of this long-term debt, held by the Building Authority, excluding the current portion of debt of $85,000, was $1,760,000. Additional information on the debt can be found in Note 4 in the notes to the financial statements.

OTHER CONSIDERATIONS

The College's economic position is dependent on the level of state and local funding. This dependency on state and local funding and the future "ups and downs" in the general economic status of both Sweetwater County and the State of Wyoming will require the College to adjust its operations as it continues to grow.

Both the State of Wyoming and Sweetwater County have experienced an economic slowdown and there has been a decrease in enrollment. We are confident we are working to successfully manage these events and to build for our students and the future, through our Strategic Enrollment Management and Strategic Planning. The College is strategically budgeting for this economic downturn. Standard and Poor's has given the College an A+ bond rating, attesting to the strong financial position of the College.

In Fiscal Year 2020, the College campus' shut down due to COVID-19 on March 16th and classes were transitioned to online to the extent possible from that point forward to the end of the semester. There was a limited opening in May for students with labs or testing that needed to be completed prior to graduation. Campus began to reopen in earnest during July of 2020 with a staggered approach to employees coming back prior to students and instructors and the beginning of the Fall semester in August. During the shut-down, the College applied for and was awarded Emergency Financial/ Institutional Aid Grants under the Coronavirus Aid, Relief, and Economic Security (CARES) Act totaling $725,242 in federal funds through the U.S. Department of Education. The College was able to award 424 students with an Emergency Financial Aid Grant. The total awarded to students was $363,000. The institution used the rest of the Institutional portion of the CARES Act Grant to reimburse Housing ($187,595), Food Service ($169,832), and the Children's Center ($4,815) for losses incurred in refunding student the pro-rated share of the fees for these three service areas, as well as, other identified losses due to the closure of campus relating to our food service provider, Sodexo.

The College also participated with the six other community colleges and the Commission in making application to the State of Wyoming for CARES Act Grant money that the State received for distribution. There were fifteen priorities that were requested from the State CARES Act Grant money, resulting in a request of $8,668,000 just for Western. As of the date of this report, five of the priority requests have been denied at the State level and four have been funded. The total received as of the date of this report and subsequent to year end, for the four priorities that were funded total $4,501,548.

Additional grant monies were provided to the Colleges specifically for the benefit of students subsequent to year-end. As of the date of this report, these grants included: (1) CARES Wyoming Adult Grant that has benefitted 44 students for a total grant amount of $210,929; (2) CARES Wyoming College Grant On-Campus that has benefitted 45 students for a total grant amount of $218,268; (3) CARES Wyoming College Grant Off-Campus that has benefitted 117 for a total grant amount of $695,623.

In looking ahead for FY 2021, the State reduced appropriations to the Colleges by 10% and advised the seven community colleges to be prepared for another 10% reduction at the start of FY 2022. Along with these reductions, Local revenues are forecasted to decrease by 6.7% for FY 2021 and have very early forecasts of a continued decline for FY 2022. To address the FY 2021 decreases, the Board approved immediately eliminating 10 vacant positions, eliminating budgeted money to implement a market compensation study, and reduced what the College will contribute to two employee benefits on behalf of the employees. In the coming months a new five-year strategic master plan will be unveiled and continued work on cost saving measures are ongoing by the College Cabinet.

The College continues to work closely with industry to provide training and education in skills required by local employers. We continue to update and expand the curriculum as new skills are needed within the workforce. The College will continue to focus on the quality of the educational and social experience of its students. Even in these economically trying times, we are confident in our ability to provide an excellent education to our students. The College is also currently working on a Bachelor of Applied Science Degree and has been approved to provide it by the Commission.

This financial report is designed to give its readers a general overview of the Western Wyoming Community College District's finances. Questions regarding any information contained in this report or requests for additional financial information should be addressed to the Office of the Associate Vice President of Finance, 2500 College Drive, Rock Springs, Wyoming 82901.

WESTERN WYOMING COMMUNITY COLLEGE

STATEMENTS OF NET POSITION
June 30, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and cash equivalents (Note 2)	**$ 17,439,138**	$ 15,850,189
Accounts receivable, net (Note 5)	**2,406,298**	2,545,065
Property taxes receivable	**13,307,568**	13,640,590
Inventories	**443,861**	439,229
Total current assets	**33,596,865**	32,475,073
Noncurrent Assets		
Restricted cash and cash equivalents (Note 2)	**10,179,741**	9,428,300
Restricted investments (Note 2)	**975,972**	936,435
Land and infrastructure held for sale	**910,670**	910,670
Capital assets, net of accumulated depreciation (Note 3)	**49,108,233**	52,532,195
Investments held by others (Note 2)	**7,726,469**	7,849,288
	68,901,085	71,656,888
Total assets	**102,497,950**	104,131,961
DEFERRED OUTFLOWS OF RESOURCES		
Pension-Related Deferred Outflows (Note 6)	**1,276,524**	3,901,596
OPEB-Related Deferred Outflows (Note 8)	**7,258,267**	2,632,766
Total deferred outflows of resources	**8,534,791**	6,534,362
LIABILITIES		
Current Liabilities		
Accounts payable	**800,271**	898,707
Payroll and related liabilities	**575,877**	661,140
Accrued compensated absences	**470,822**	476,577
Advance tuition payments	**944,844**	1,119,469
Custodial deposits (Note 9)	**172,344**	152,639
Liability for voluntary termination (Note 4)	**534,373**	470,732
Current maturities of bonds payable (Note 4)	**310,000**	300,000
Total current liabilities	**3,808,531**	4,079,264
Noncurrent Liabilities		
Liability for voluntary termination (Note 4)	**979,328**	986,147
Long-term bonds payable (Note 4)	**5,210,000**	5,520,000
Net pension liability (Note 6)	**11,146,632**	14,280,595
OPEB liability (Note 8)	**16,544,044**	12,858,675
Total noncurrent liabilities	**33,880,004**	33,645,417
Total liabilities	**37,688,535**	37,724,681

Continued

WESTERN WYOMING COMMUNITY COLLEGE

STATEMENTS OF NET POSITION, *Continued*
June 30, 2020 and 2019

	2020	2019
DEFERRED INFLOWS OF RESOURCES		
Unavailable Property Taxes	**$ 12,627,576**	$ 13,315,148
Pension-Related Deferred Inflows (Note 6)	**1,844,193**	346,487
OPEB-Related Deferred Inflows (Note 8)	**4,233,144**	1,794,900
Total deferred inflows of resources	**18,704,913**	15,456,535
NET POSITION		
Net Investment in Capital Assets	**43,571,166**	46,182,300
Restricted for:		
Nonexpendable	**7,613,488**	7,613,488
Expendable:		
Debt service	**1,296,894**	1,174,408
Scholarships and other	**574,510**	562,997
Capital projects	**9,547,278**	8,893,579
Unrestricted	**(7,964,043)**	(6,941,665)
Total net position	**$ 54,639,293**	$ 57,485,107

See Notes to Financial Statements.

WESTERN WYOMING COMMUNITY COLLEGE

COMPONENT UNIT - WESTERN WYOMING COLLEGE FOUNDATION

STATEMENTS OF FINANCIAL POSITION
June 30, 2020 and 2019

	2020	2019
ASSETS		
Current Assets		
Cash and cash equivalents (Note 2)	**$ 1,254,660**	$ 1,199,104
Interest and dividends receivable	**45,710**	57,734
Total current assets	**1,300,370**	1,256,838
Noncurrent Assets		
Investments (Note 2)	**19,361,739**	19,887,436
Property and equipment, net	**588,034**	704,607
Total noncurrent assets	**19,949,773**	20,592,043
Total assets	**$ 21,250,143**	$ 21,848,881
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	**$ 44,404**	$ 71,424
Long-Term Liabilities		
Investments held for College (Note 2)	**7,741,502**	7,850,558
Total liabilities	**7,785,906**	7,921,982
Net Assets		
Without donor restrictions	**1,775,205**	1,809,168
With donor restrictions:		
Subject to the passage of time or expenditure for specified purpose	**4,374,750**	4,875,535
Endowment Funds:		
Original gifts (corpus)	**4,744,710**	4,527,558
Accumulated endowment earnings	**2,569,572**	2,714,638
Total Endowment Funds	**7,314,282**	7,242,196
Total net assets with donor restrictions	**11,689,032**	12,117,731
Total net assets	**13,464,237**	13,926,899
Total liabilities and net assets	**$ 21,250,143**	$ 21,848,881

See Notes to Financial Statements.

WESTERN WYOMING COMMUNITY COLLEGE

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Years Ended June 30, 2020 and 2019

	2020	2019
Operating Revenues		
Tuition and fees		
(net of scholarship allowance of $3,531,795 and $3,382,659)	**$ 3,746,544**	$ 3,548,630
Federal grants and contracts	**870,805**	1,039,771
State and local grants and contracts	**416,865**	413,439
Auxiliary enterprise charges		
(net of scholarship allowance of $1,234,815 and $1,657,709)	**1,297,896**	1,553,014
Other operating revenues	**601,316**	898,962
Total operating revenues	**6,933,426**	7,453,816
Operating Expenses (Note 12)		
Instruction	**12,578,131**	12,365,787
Research	**67,192**	50,322
Public service	**44,030**	55,214
Academic support	**2,414,148**	2,358,339
Student services	**4,884,711**	4,777,311
Institutional support	**8,721,359**	8,094,246
Operation and maintenance of plant	**3,610,147**	3,783,810
Scholarships	**592,045**	506,903
Auxiliary enterprises	**3,194,606**	3,560,023
Depreciation	**4,137,962**	4,261,054
Total operating expenses	**40,244,331**	39,813,009
Operating (loss)	**(33,310,905)**	(32,359,193)

Continued

WESTERN WYOMING COMMUNITY COLLEGE

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION, ***Continued***

Years Ended June 30, 2020 and 2019

	2020	2019
Nonoperating Revenues (Expenses)		
Non-exchange Federal and state grants	**$ 3,589,126**	$ 2,971,214
State appropriations	**11,952,158**	11,929,562
Local appropriations	**14,332,295**	13,623,029
Net investment income	**842,140**	952,027
Interest expense	**(247,205)**	(258,043)
(Loss) on sale of capital assets	**(3,423)**	(5,315)
Net nonoperating revenues	**30,465,091**	29,212,474
(Loss) before other revenue, expenses, gains, or losses	**(2,845,814)**	(3,146,719)
Other Revenue, Expenses, Gains, or Losses		
State endowment appropriation	**-**	210,498
(Decrease) in net position	**(2,845,814)**	(2,936,221)
Net Position, beginning of year	**57,485,107**	60,421,328
End of year	**$ 54,639,293**	$ 57,485,107

See Notes to Financial Statements.

WESTERN WYOMING COLLEGE FOUNDATION

STATEMENTS OF ACTIVITIES
Years Ended June 30, 2020 and 2019

	2020		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains, and Other Support			
Contributions	$ -	$ 497,867	$ 497,867
Investment income, net (loss) (Note 2)	22,443	(216,663)	(194,220)
Net assets released from restriction, satisfaction of program restriction	709,903	(709,903)	-
Total revenues, gains, and other support	732,346	(428,699)	303,647
Expenses			
Program services:			
Civic grants	332,816	-	332,816
Programs	268,162	-	268,162
Supporting services:			
Fundraising	91,905	-	91,905
Management and general	73,426	-	73,426
Total expenses	766,309	-	766,309
Change in net assets	(33,963)	(428,699)	(462,662)
Net Assets, beginning of year	1,809,168	12,117,731	13,926,899
Net Assets, end of year	$ 1,775,205	$ 11,689,032	$ 13,464,237

See Notes to Financial Statements.

2019		
Without Donor Restrictions	With Donor Restrictions	Total
$ 5,500	$ 548,309	$ 553,809
107,983	472,258	580,241
737,701	(737,701)	-
851,184	282,866	1,134,050
328,080	-	328,080
324,344	-	324,344
105,567	-	105,567
63,924	-	63,924
821,915	-	821,915
29,269	282,866	312,135
1,779,899	11,834,865	13,614,764
$ 1,809,168	$ 12,117,731	$ 13,926,899

STATEMENTS OF CASH FLOWS
Years Ended June 30, 2020 and 2019

	2020	2019
Cash Flows from Operating Activities		
Received from students and customers	**$ 6,897,568**	$ 7,645,159
Payments to employees and fringe benefits	**(24,066,957)**	(23,376,939)
Payments to vendors and suppliers	**(8,584,877)**	(9,790,275)
Payments for scholarships	**(592,045)**	(506,903)
Other receipts	**19,705**	6,896
Net cash (used in) operating activities	**(26,326,606)**	(26,022,062)
Cash Flows from Noncapital Financing Activities		
Non-exchange Federal and state grants	**3,589,126**	2,971,214
State appropriations	**11,952,158**	11,929,562
Local appropriations	**13,977,745**	13,465,843
Net cash provided by noncapital financing activities	**29,519,029**	28,366,619
Cash Flows from Investing Activities		
(Purchases) of investments	**(39,537)**	(173,426)
Interest received on investments	**842,140**	952,027
Net cash provided by investing activities	**802,603**	778,601
Cash Flows from Capital and Related Financing Activities		
Cash paid for capital assets	**(1,230,250)**	(1,579,246)
Payment of bond principal	**(300,000)**	(300,000)
State endowment invested in Foundation	**122,819**	(270,976)
State endowment appropriation	**-**	210,498
Interest paid on bonds	**(247,205)**	(258,043)
Net cash (used in) capital and related financing activities	**(1,654,636)**	(2,197,767)
Net increase in cash and cash equivalents	**2,340,390**	925,391
Cash and Cash Equivalents		
Beginning of year	**25,278,489**	24,353,098
End of year	**$ 27,618,879**	$ 25,278,489

Continued

WESTERN WYOMING COMMUNITY COLLEGE

STATEMENTS OF CASH FLOWS, *Continued*
Years Ended June 30, 2020 and 2019

	2020	2019
Reconciliation of Operating (Loss) to Net Cash (Used in) Operating Activities		
Operating (loss)	**$ (33,310,905)**	$ (32,359,193)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities:		
Depreciation expense	**4,137,962**	4,261,054
Changes in assets, liabilities, deferred outflows, and deferred inflows		
Receivables, net	**138,767**	139,374
Inventories	**(4,632)**	(39,631)
Accounts payable and accrued liabilities	**405,655**	(331,421)
Advance tuition payments	**(174,625)**	51,969
Accrued compensated absences	**(5,755)**	24,475
Net pension liability	**(3,133,963)**	4,206,684
Deferred outflows - pension	**2,625,072**	(2,168,322)
Deferred inflows - pension	**1,497,706**	(477,041)
Total OPEB liability	**3,685,369**	2,727,655
Deferred outflows - OPEB	**(4,625,501)**	(2,160,737)
Deferred inflows - OPEB	**2,438,244**	103,072
Total adjustments	**6,984,299**	6,337,131
Net cash (used in) operating activities	**$ (26,326,606)**	$ (26,022,062)
Noncash Capital and Related Financing Activities		
Construction in progress in accounts payable	**$ 17,067**	$ 529,895

See Notes to Financial Statements.

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activities and Significant Accounting Policies

Nature of activities: The Western Wyoming Community College District (the "College") was established through the creation of a District with the purpose of operating and maintaining the Western Wyoming Community College District. The College offers a wide variety of programs and services to students, businesses, and community members of all ages. The College has credentials and associate degrees in career-technical (applied) programs, as well as numerous academic transfer programs. Additionally, the College offers non-credit professional and personal development courses. The College serves Sweetwater, Carbon, Sublette, Uinta, and Lincoln counties. The Board of Trustees is the College's ruling body which establishes the policies and procedures by which the College is governed.

Reporting entity: As defined by accounting principles generally accepted in the United States of America established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as its component units, the Western Wyoming College Foundation (the "Foundation"), and the Western Wyoming Community College Building Authority (the "Authority").

The Foundation was organized to develop and sustain support for the College through solicitation, management, and recognition of donations. The Foundation is dedicated to providing services and assistance to the students, faculty, staff, and community, thereby enhancing a sense of tradition and pride that will assist in advancing the College. The Foundation's year end is June 30. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources held and support received by the Foundation is restricted to the activities of the College. Because of these restrictions, the Foundation is considered a component unit of the College.

The Foundation is a private, not-for-profit organization that reports its financial results under the Financial Accounting Standards Board (FASB) Codification Topic 958, *Not-for-Profit Entities.* As such, certain presentation features are different from GASB presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences; however, significant note disclosures to the Foundation's financial statements have been incorporated into the College's notes to the financial statements. Financial statements for the Foundation can be obtained by contacting the Foundation at P.O. Box 428, Rock Springs, Wyoming 82902.

The Authority was created as a public benefit corporation for the purpose of financing construction, ownership, and operation of real and personal property to be used by the College. The Authority is a separate legal entity from the College but is treated as a component unit of the College due to its financial dependence on the College and is reported as a blended component unit in its financial statements. No separate financial statements for the Authority are available.

Basis of accounting: For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

Non-exchange transactions, in which the College receives value without directly giving equal value in return, include property taxes, most private gifts and grants, State appropriations, and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, State appropriations, and other contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements in which the College must provide local resources to be used for a specified purpose, and expenditure requirements in which the resources are provided to the College on a reimbursement basis.

Jointly governed organizations (not included in the College reporting entity): Under provisions of Wyoming State Statutes Section 21-20-101 *et seq*., the College has joined with Sweetwater County School Districts No. 1 and No. 2, Carbon County School District No. 1, Uinta County School Districts No. 1, No. 4, and No. 6, Sublette County School Districts No. 1 and 9, and Lincoln County School District No. 1 to form Boards of Cooperative Educational Services. The purpose of these boards is to provide adult, community, and continuing education. The transactions of these boards are not included in these financial statements.

Cash equivalents: For purposes of the Statements of Cash Flows, the College considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Accounts receivable: Accounts receivable consists of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff. Accounts receivable also include amounts due from the Federal government, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the College's grants and contracts. Accounts receivable is recorded net of estimated uncollectible amounts.

Fair value measurements: The College categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The College has the following recurring fair value measurements as of June 30, 2020 and 2019:

- Government agency obligations of $975,972 and $936,435 and investments held by the Foundation of $7,726,469 and $7,849,288 are valued using significant other observable inputs (Level 2 inputs).

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. Level 2 valuations are based on quoted market prices for identical assets in less than active markets.

Inventories: Bookstore inventories are stated at the lower of cost (first in – first out) or net realizable value.

Capital assets: The College records capital assets at cost at the date of acquisition, or acquisition value at the date of donation. For equipment, the College's capitalization policy includes all items with a unit cost of $5,000 or more and an estimated useful life of greater than one year. Renovations to buildings, infrastructure and land improvements that 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 lives of the assets, generally 40 years for buildings, 20-50 years for infrastructure and land improvements, 5-7 years for library materials, and 3-10 years for vehicles and equipment.

The College does not capitalize works of art or historical treasures that are held for exhibition, education, research, and public service. These collections are neither disposed of for financial gain nor encumbered in any means. Accordingly, such collections are not recognized or capitalized for financial statement purposes.

Impairments: The College evaluates prominent events or changes in circumstances that affect capital assets to determine whether impairment of a capital asset has occurred. Such events or changes in circumstances that may be indicative of impairment include evidence of physical damage, enactment or approval of laws or regulations or other changes in environmental factors, technological changes or evidence of obsolescence, changes in the manner or duration of use of a capital asset, and construction stoppage. The College will consider an asset impaired if the decline in service utility of the capital asset is large in magnitude and the event or change in circumstance is outside the normal life cycle of the capital asset. The College will recognize an impairment loss when the College considers a capital asset impaired, and will recognize the capital asset at the lower of carrying value of fair value.

Compensated absences: Employee vacation pay is accrued at year end for financial statement purposes. The liability and expense incurred are recorded at year end as accrued compensated absences in the Statements of Net Position, and as a component of compensation and benefit expense in the Statements of Revenues, Expenses, and Changes in Net Position. The amount of vacation depends on years of service and the employee's classification; unused leave may be accumulated up to 200 hours. Compensated absences other than vacation are nonvesting benefits and, accordingly, are reflected as expenses in the accompanying financial statements only when used.

Advance tuition payments: Advance tuition payments consist primarily of amounts received for tuition and fees related to future fiscal years.

Unavailable property taxes: Unavailable property taxes consist of property taxes assessed during the year, which will be levied and recognized as revenue in the subsequent year.

Noncurrent liabilities: Noncurrent liabilities include estimated amounts for voluntary termination, bonds payable, net pension liability, and total OPEB liability.

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

Net investment in capital assets: This represents the College's total investment in capital assets, net of accumulated depreciation, outstanding principal of capital-related borrowings, and capital-related borrowings (including accounts payable and retainage payable).

Restricted net position – nonexpendable: Restricted nonexpendable net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

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

Unrestricted net position: Unrestricted net position represents resources derived from student tuition and fees, state and local appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College, and may be used at the discretion of the governing board to meet current expenses for any purpose.

Classification of revenues: The College has classified its revenues as either operating or nonoperating revenues according to the following criteria:

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

Nonoperating revenues: Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB Statement No. 34, such as Federal appropriations, State and local appropriations, and investment income.

Scholarship discounts and allowances: Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the Statements of Revenues, Expenses, and Changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge for the goods and services provided by the College and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other Federal, State or nongovernmental programs are recorded as either operating or nonoperating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship discount and allowance.

Property taxes: Property taxes are assessed as of January 1. Taxes are levied on or about September 1 and payable in two installments on November 1 and March 1. The County bills and collects its own property taxes and also taxes for all municipalities and political subdivisions within the County, including the College. The College's property tax revenues are recognized when levied.

Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

Federal direct loans: The College makes loans to students under the William D. Ford Federal Direct Loan Program. Under this program, the U.S. Department of Education makes interest subsidized and nonsubsidized loans directly to students through institutions like the College. Direct student loan receivables are not included in the College's Statements of Net Position as the loans are repayable directly to the U.S. Department of Education. In 2020 and 2019, the College received and disbursed $1,355,105 and $1,477,437, respectively, under the Federal Direct Loan Program on behalf of the U.S. Department of Education, which is not included as revenues or expenses on the Statements of Revenues, Expenses, and Changes in Net Position, based on the nature of the transaction.

Bond issuance costs: Bond issuance costs consist of all costs related to the bond issuance, including underwriter discounts. The bond issuance costs are expensed in the period incurred.

Defined benefit pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wyoming Retirement System (WRS), and additions to/deductions from the WRS's fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment benefits other than pensions (OPEB): The total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense associated with the State of Wyoming Group Insurance Retiree Health Plan, have been determined on the same basis as they are reported by the State of Wyoming. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

***Component Unit – Western Wyoming College Foundation*:**

Nature of activities: The Western Wyoming College Foundation (the "Foundation") is a nonprofit corporation organized under the laws of the State of Wyoming for the purpose of advancing and assisting in the development, growth, and operation of the College, and to provide scholarships to its students. The Foundation is supported primarily through donor contributions and investment income. The Foundation complies with the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as required under Wyoming law. Legislation was passed in Wyoming to required compliance with UPMIFA effective July 1, 2009.

A summary of the Foundation's significant accounting policies follows:

Basis of presentation: The Foundation has adopted the *Not-for-Profit Entities* Topic 958 of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) as the basis of presentation of its financial statements. This Topic establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into two net asset categories:

> *Net assets without donor restrictions*: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of the Foundation's management and the Board of Directors. These also include Board-designated or appropriated amounts.
>
> *Net assets with donor restrictions*: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; these restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, where the donor has stipulated the funds must be maintained in perpetuity.

It also requires the Foundation to distinguish between contributions received for each net asset category, in accordance with donor-imposed conditions.

Donor restrictions: Donors can change their designations from the different net asset classifications.

Cash and cash equivalents: For purposes of reporting cash flows, the Foundation considers all demand deposits, money market funds, and highly-liquid debt instruments with an original maturity of three months or less to be cash equivalents, unless long-term reinvestment of those funds is contemplated.

The Foundation maintains its cash in bank deposit accounts, which, at times, may exceed Federally insured limits. The Foundation believes it is not exposed to any significant credit risk on cash and cash equivalents. The Foundation's cash equivalents are investments in a government money market fund that invests primarily in short-term U.S. Treasury and government securities and repurchase agreements, collateralized by U.S. Treasury and government agency securities.

Investments: The Foundation carries investments in marketable securities with readily determinable fair value and all investments in debt securities at their fair values in the Statements of Financial Position. Unrealized gains and losses are included in the change of net assets in the accompanying Statements of Activities. Investment income and gains restricted by donors are reported as increases in the "without donor restrictions" category if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized. These gains and losses are accounting for in the "with donor restrictions" net asset category that corresponds to each endowment unless the "with donor restrictions" net asset category corresponding to endowments is reduced to zero, at which time any remaining losses are allocated to net assets without donor restrictions.

Investment pool: The Foundation maintains master investment accounts for its donor-restricted endowments. Realized and unrealized gains and losses from securities in the master investment accounts are allocated to the individual endowments based on the relationship of the value of each endowment to the total value of the master investment accounts, as adjusted for additions to or deductions from those accounts. These gains and losses are included in the "with donor restrictions" net asset category.

Property and equipment: Property and equipment are stated at cost or, if donated, at approximate fair value on the date of the donation. Such donations are reported as unrestricted support unless the donor has restricted the donated assets to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Depreciation is recorded using the straight-line method over the estimated useful life.

Collections: The Foundation's collections, which were acquired through contributions since the Foundation's inception, are not recognized on the financial statements.

Revenue recognition - contributions: The Foundation recognizes contribution income in accordance with ASC Topic 958, *Not-for-Profit Entities.* Unconditional promises to give are recognized as revenue or gain in the period received and as assets, decreases of liabilities, or expenses, depending on the form of the benefits received. Depending on the existence or nature of any donor restrictions, unconditional contributions received are recorded as increases in net assets with donor restrictions or net assets without donor restrictions. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and promises become unconditional. There were no conditional promises to give received by the Foundation during the years ended June 30, 2020 and 2019.

Donated services and materials: To the extent that contributions of materials made to the Foundation are objectively measurable and represent program or support expenditures, they are reflected in the financial statements at their fair value. No amounts have been reflected in the statements for donated services since the services do not require specialized skills.

Donated assets: Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation.

Expense allocation: The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Activities and in the Statements of Functional Expenses. Accordingly, certain costs have been allocated among the programs and support services benefited. Expenses are allocated based on management's estimate of the relative attention and effort exerted toward specific functional areas.

Income tax matters: The Foundation is an exempt organization for income tax purposes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

Management evaluated the Foundation's tax positions and concluded that the Foundation had taken no uncertain tax positions that require adjustments to the financial statements. With few exceptions, the Foundation is no longer subject to income tax examinations by the U.S. Federal, state, or local tax authorities except for the last three years filed.

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

Subsequent events: Events occurring subsequent to the Statement of Financial Position date have been evaluated for financial statement impact or disclosure through December 2, 2020, the date the financial statements were available to be issued.

Recent pronouncements:

Adopted:

In May 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers* (Topic 606). This amendment clarifies the principles for recognizing revenue and develops a common revenue standard for accounting principles generally accepted in the United States of America (U.S. GAAP) and International Financial Reporting Standards (IFRS). Specifically, this amendment removes inconsistencies and weaknesses in revenue requirements; provides a more robust framework for addressing revenue issues; improves comparability of revenue recognition practices across entities, industries, jurisdictions, and capital markets; provides more useful information to users of financial statements through improved disclosure requirements; and simplifies the preparation of financial statements by reducing the number of requirements to which an entity must refer. In August 2015, the FASB issued ASU 2015-14, which deferred the effective date of ASU 2014-09. Subsequent to ASU 2015-14, the FASB has issued additional ASUs that affect the guidance in ASU 2014-09. For nonpublic entities, the amendments in all ASUs related to Topic 606 are effective for fiscal years beginning after December 15, 2018. The provisions of this statement were applied to the Foundation's financial statements as of June 30, 2020 using the full retrospective method. No prior period restatement was required as there was no direct or indirect effect on change in the net assets or net assets.

In June 2018, the FASB issued ASU 2018-08, *Not-for-Profit Entities (Topic 958)*: *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The amendments clarify and improve current guidance about 1) evaluating whether a transaction should be accounted for as a contribution or an exchange transaction and 2) determining whether a contribution is conditional. The provisions of this statement were applied to the Foundation's financial statements as of June 30, 2020.

Upcoming:

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*. This amendment applies to any entity that enters into a lease, with some specified scope exemptions, and was issued to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the Balance Sheet and disclosing key information about lease arrangements. In October 2019, the FASB issued ASU 2019-10, which deferred the effective date of ASU 2016-02. For nonpublic entities, the amendments are effective for fiscal years beginning after December 15, 2020. Early adoption is allowed. Upon adoption, the amendment must be applied to the beginning of the earliest period presented using a modified retrospective approach.

The Foundation is currently evaluating the impacts that the provisions of the above statement will have on the Foundation's financial statements.

Note 2. Deposits with Financial Institutions and Investments

***Western Wyoming Community College*:**

Wyoming State Statutes Title 9-4-817 authorizes agencies of the State to deposit public funds in financial institutions authorized to do business in the State of Wyoming. These deposits must be fully insured by the Federal Deposit Insurance Corporation (FDIC) or secured by a pledge of assets including any bonds, debentures, and other securities in which the State Treasurer may by law invest or a depository may pledge conventional real estate mortgages and notes connected with mortgages at a ratio of one and one-half to one of the value of public funds secured by the securities. The Authority is not an agency of the State and maintains its cash deposits at a financial institution in a money market fund invested in U.S. Government securities.

It is the policy of the College to invest endowment funds under a memorandum of agreement with the Western Wyoming College Foundation.

Custodial credit risk: Custodial credit risk for deposits of the College is the risk that in the event of a bank or institutional failure, the College's deposits may not be returned to them. At June 30, 2020, the carrying amount of the College's demand deposits was $55,751 and bank balances were $55,751, with Federal insurance and pledged securities totaling $5,777,609. In addition, $17,383,387 was maintained in a sweep account, collaterized by commercial paper.

As of June 30, 2020, $9,917,500 was held for agency funds and construction projects, invested in commercial paper.

As of June 30, 2020, $113,242 was held in bond reserve funds for the 2013 Bond Issue and $148,999 for the 2007 Bond Issue, both of which are held in money market funds invested in government securities.

Investments:

Interest rate risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The College does not have a formal policy addressing interest rate risk.

As of June 30, 2020 and 2019, the Authority had restricted investments with weighted average maturities as shown in the following table:

	2020		
	Cost	**Fair Value**	**Weighted Average Maturity in Years**
Investment type:			
Government agencies	**$ 781,990**	**$ 975,972**	**10.46**

	2019		
	Cost	Fair Value	Weighted Average Maturity in Years
Investment type:			
Government agencies	$ 834,507	$ 936,435	11.47

Credit risk: Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The Authority does not have a formal policy addressing credit risk. The Authority's investments in U.S. agencies all carry the explicit guarantee of the U. S. Government.

As of June 30, 2020 and 2019, the Authority had restricted investments as shown in the following table:

	2020	2019			
	Fair Value		Maturity	Rate	Rating
Federal Farm Credit Bank	**$ 591,698**	$ 555,550	8/6/2031	3.100%	AAA
Federal Home Loan Mortgage Corporation	**107,487**	103,540	6/19/2023	2.750%	AAA
Federal Home Loan Bank	**276,787**	277,345	6/29/2032	3.100%	AAA
	$ 975,972	$ 936,435			

Custodial credit risk: Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the Authority will not be able to recover the value of the investments or collateral securities that are in the possession of an outside party. The Authority does not have a formal investment policy for custodial credit risk. Investments are held in safekeeping by external custodians in the Authority's name.

Concentration of credit risk: Concentration of credit risk is the risk of loss attributed to the magnitude of the Authority's investment in a single issuer. Concentration of risk is not formally addressed in the Authority's investment policy. At June 30, 2020, more than 5% of the Authority's investments are in Government agencies (FFCB and FHLB). These investments are 100% of the Authority's total investments.

***Western Wyoming College Foundation*:**

Fair value measurements: ASC 820-10, the Fair Value Measurements Topic of the FASB Accounting Standards Codification (ASC), establishes a framework for fair value measurement and disclosure. It requires that assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1: Quoted market prices in active markets for identical assets or liabilities.

Level 2: Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. Level 2 valuations are based on quoted market prices for identical assets in less than active markets.

Investments in marketable securities consist of the following at June 30, 2020 and June 2019:

	2020	
	Cost	**Fair Value**
Level 1:		
Equity Mutual Funds	**$ 5,301,186**	**$ 5,901,932**
International Mutual Funds	**1,260,662**	**1,092,867**
Fixed Income Mutual Funds	**12,303,861**	**12,366,940**
Total investments held by the Western Wyoming College Foundation	**$ 18,865,709**	**$ 19,361,739**

	2019	
	Cost	Fair Value
Level 1:		
Equity Mutual Funds	$ 4,982,053	$ 6,545,569
International Mutual Funds	1,237,842	1,267,952
Fixed Income Mutual Funds	12,221,582	12,073,915
Total investments held by the Western Wyoming College Foundation	$ 18,441,477	$ 19,887,436

The classification of each fund's cash and investments as part of without donor restrictions or with donor restrictions net assets at June 30, 2020 and 2019, which represents substantially all cash and investments held for the College, is shown in the tables below:

	2020					
	Without Donor Restrictions	**With Donor Restrictions**	**Total Funds**	**Cash**	**Investments**	**Total Investments and Cash**
Anna Baird Williams Fund	**$ 1,322,268**	**$ -**	**$ 1,322,268**	**$ 28,531**	**$ 1,293,737**	**$ 1,322,268**
Other funds	**451,955**	**-**	**451,955**	**26,306**	**425,649**	**451,955**
Other donor-restricted funds	**-**	**295,132**	**295,132**	**228,063**	**67,069**	**295,132**
Whisenand Fund No. 1	**-**	**145,515**	**145,515**	**41,046**	**104,469**	**145,515**
Whisenand Fund No. 2	**-**	**6,390,256**	**6,390,256**	**449,330**	**5,940,926**	**6,390,256**
Other endowment funds	**-**	**118,064**	**118,064**	**10,614**	**107,450**	**118,064**
Foundation endowment fund	**-**	**4,155,830**	**4,155,830**	**176,106**	**3,979,724**	**4,155,830**
	1,774,223	**11,104,797**	**12,879,020**	**959,996**	**11,919,024**	**12,879,020**
State endowment fund - College	**-**	**7,737,379**	**7,737,379**	**294,664**	**7,442,715**	**7,737,379**
	$ 1,774,223	**$ 18,842,176**	**$ 20,616,399**	**$ 1,254,660**	**$ 19,361,739**	**$ 20,616,399**

	2019					
	Without Donor Restrictions	With Donor Restrictions	Total Funds	Cash	Investments	Total Investments and Cash
Anna Baird Williams Fund	$ 1,357,700	$ -	$ 1,357,700	$ 34,278	$ 1,323,422	$ 1,357,700
Other funds	451,308	-	451,308	15,892	435,416	451,308
Other donor-restricted funds	-	327,538	327,538	258,930	68,608	327,538
Whisenand Fund No. 1	-	145,505	145,505	38,639	106,866	145,505
Whisenand Fund No. 2	-	6,821,756	6,821,756	448,565	6,373,191	6,821,756
Other endowment funds	-	119,518	119,518	9,602	109,916	119,518
Foundation endowment fund	-	4,013,290	4,013,290	156,761	3,856,529	4,013,290
	1,809,008	11,427,607	13,236,615	962,667	12,273,948	13,236,615
State endowment fund - College	-	7,849,925	7,849,925	236,437	7,613,488	7,849,925
	$ 1,809,008	$ 19,277,532	$ 21,086,540	$ 1,199,104	$ 19,887,436	$ 21,086,540

The Foundation considers a portion of Whisenand No. 1 Fund, Whisenand No. 2 Fund, Clarence and Mary Samuels Fund, Gary Haines Memorial Fund, as well as 100% of the Endowment Funds, to be permanent endowment funds which are classified as net assets with donor restrictions in the financial statements. In accordance with donor stipulation, the Foundation permanently retains the historic dollar value of gifts and bequests to the permanent endowment funds, and expends only the income from the investments of these funds. Interest and dividends earned from these investments are available for scholarships. The remainder of the net assets with donor restrictions are available for use, but expendable only for operating purposes specified by the donor.

The components of investment income are as follows:

	2020	2019
Dividends	**$ 376,517**	$ 403,812
Net realized and unrealized gain (loss)	**(570,737)**	176,429
	$ (194,220)	$ 580,241

The components of Investments held for the College consist of the following:

	2020	2019
Cash and investments	**$ 7,737,379**	$ 7,849,925
Interest and dividend receivables	**20,788**	26,598
Accounts payable	**(16,665)**	(25,965)
	$ 7,741,502	$ 7,850,558

Note 3. Capital Assets

Following are the changes in capital assets for the College for the years ended June 30, 2020 and 2019:

	Balance June 30, 2019	Additions	Deletions	Transfers	Balance June 30, 2020
Nondepreciable Capital Assets					
Land	$ 1,154,022	$ -	$ -	$ -	$ 1,154,022
Construction in process	2,457,660	108,679	-	(1,173,161)	1,393,178
Total nondepreciable capital assets	3,611,682	108,679	-	(1,173,161)	2,547,200
Depreciable Capital Assets:					
Buildings and improvements	124,436,310	420,787	-	1,173,161	126,030,258
Vehicles, furniture, fixtures, and equipment	8,938,536	155,118	(56,359)	-	9,037,295
Library books	346,765	32,838	(11,415)	-	368,188
Total depreciable capital assets	133,721,611	608,743	(67,774)	1,173,161	135,435,741
Total capital assets	137,333,293	717,422	(67,774)	-	137,982,941
Less accumulated depreciation for:					
Buildings and improvements	76,435,180	3,781,336	-	-	80,216,516
Vehicles, furniture, fixtures, and equipment	8,123,027	332,152	(52,937)	-	8,402,242
Library books	242,891	24,474	(11,415)	-	255,950
Total accumulated depreciation	84,801,098	4,137,962	(64,352)	-	88,874,708
Capital assets, net	$ 52,532,195	$ (3,420,540)	$ (3,422)	$ -	$ 49,108,233

NOTES TO FINANCIAL STATEMENTS

	Balance June 30, 2018	Additions	Deletions	Transfers	Balance June 30, 2019
Nondepreciable Capital Assets					
Land	$ 1,154,022	$ -	$ -	$ -	$ 1,154,022
Construction in process	1,487,284	1,252,562	(25,809)	(256,377)	2,457,660
Total nondepreciable capital assets	2,641,306	1,252,562	(25,809)	(256,377)	3,611,682
Depreciable Capital Assets:					
Buildings and improvements	123,699,168	480,765	-	256,377	124,436,310
Vehicles, furniture, fixtures, and equipment	8,828,878	224,223	(114,565)	-	8,938,536
Library books	325,821	29,119	(8,175)	-	346,765
Total depreciable capital assets	132,853,867	734,107	(122,740)	256,377	133,721,611
Total capital assets	135,495,173	1,986,669	(148,549)	-	137,333,293
Less accumulated depreciation for:					
Buildings and improvements	72,726,231	3,708,949	-	-	76,435,180
Vehicles, furniture, fixtures, and equipment	7,704,196	528,079	(109,248)	-	8,123,027
Library books	227,040	24,026	(8,175)	-	242,891
Total accumulated depreciation	80,657,467	4,261,054	(117,423)	-	84,801,098
Capital assets, net	$ 54,837,706	$ (2,274,385)	$ (31,126)	$ -	$ 52,532,195

Note 4. Long-Term Liabilities

Voluntary termination: All employees with 10 or more years of full-time continuous service are eligible to apply for voluntary termination benefits to the Board of Trustees of the College, who can accept applications at its discretion. Employees must be 57 years old, but less than retirement age as defined by the Social Security Administration, and have accumulated 70 points, based upon the age and years of full-time service to the College. Generally, to be eligible the applicant's age plus the total number of years of full-time continuous service must equal at least 65. The Board, at its discretion, can negotiate and approve requests that do not meet all of the requirements if they feel it is in the best interest of the College. The amount of voluntary termination compensation is based on the employee's years of service and gross annual salary for the period immediately preceding the voluntary termination and is payable over a maximum of five years.

All voluntary termination contracts granted under the plan must be renewed annually by the Board of Trustees and are subject to the availability of funds. However, based on past experience and future intentions, which indicate that payment of the entire liability is probable, the liability has been recognized in the financial statements.

The accompanying financial statements reflect an obligation of $1,513,701 as of June 30, 2020 for voluntary termination benefits, which amount represents the present value (discounted at a rate of 3.278%) of future payments to former employees who elected to receive, and who were approved to receive, voluntary termination benefits.

The following summarizes the aggregate maturities of the long-term voluntary termination obligations as of June 30, 2020:

Fiscal Year Ending June 30,	
2021	$ 534,373
2022	429,668
2023	308,663
2024	157,493
2025	83,504
	$ 1,513,701

Bonds: On June 19, 2007, the Authority issued $6,000,000 in Lease Revenue Bonds at rates from 3.85% to 4.35% and a final maturity during fiscal year 2032. The principal purpose for issuing these bonds was to fund construction of a 48-bed residence hall. The debt is secured by pledged revenues, which consists of required lease payments from the College. Current maturities as of June 30, 2020 were $225,000.

On October 1, 2013, the Authority issued $2,320,000 in Lease Revenue Bonds at rates from 0.70% to 5.00% and a final maturity during fiscal year 2034. The principal purpose for issuing these bonds was to fund the construction of a College exercise science and wellness center building. The debt is secured by pledged revenues, which consists of required lease payments from the College. Current maturities as of June 30, 2020 were $85,000.

The following is a summary of future maturities of outstanding bonds payable at June 30, 2020:

	Principal	Interest	Total
2021	$ 310,000	$ 240,643	$ 550,643
2022	350,000	229,111	579,111
2023	350,000	216,304	566,304
2024	375,000	202,583	577,583
2025	375,000	187,985	562,985
2026-2030	1,190,000	693,729	1,883,729
2031-2034	2,570,000	203,214	2,773,214
	$ 5,520,000	$ 1,973,569	$ 7,493,569

Long-term liability activity for the year ended June 30, 2020 and 2019 is as follows:

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020	Amounts Due Within One Year
Other liabilities:					
Liability for voluntary termination	$ 1,456,879	$ 503,955	$ (447,133)	$ 1,513,701	$ 534,373
Bonds payable	5,820,000	-	(300,000)	5,520,000	310,000
Total other liabilities	$ 7,276,879	$ 503,955	$ (747,133)	$ 7,033,701	$ 844,373

	Balance June 30, 2018	Additions	Reductions	Balance June 30, 2019	Amounts Due Within One Year
Other liabilities:					
Liability for voluntary termination	$ 1,494,022	$ 364,137	$ (401,280)	$ 1,456,879	$ 470,732
Bonds payable	6,120,000	-	(300,000)	5,820,000	300,000
Total other liabilities	$ 7,614,022	$ 364,137	$ (701,280)	$ 7,276,879	$ 770,732

Note 5. Accounts Receivable

Accounts receivable consisted of the following at June 30, 2020 and 2019:

	2020	2019
Student receivables	**$ 1,244,374**	$ 1,212,716
Wyoming Community College Commission	**521,400**	774,911
BOCES receivable	**476,518**	318,635
Federal and state grants	**327,960**	393,286
Other receivables	**66,187**	89,419
	2,636,439	2,788,967
Allowance for uncollectible receivables	**(230,141)**	(243,902)
Accounts receivable, net	**$ 2,406,298**	$ 2,545,065

Note 6. Retirement Commitment – Wyoming Retirement System

Plan description: Substantially all full-time employees of the College, excluding those participating in the TIAA defined contribution plan, are provided with pensions through the Public Employee Pension Plan – a statewide cost-sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement System (WRS). The authority to establish and amend benefits and contributions rates rests with the Legislature of the State of Wyoming. The WRS is granted the authority to administer the Plan by Wyoming State Statutes 9-3-401 through 432. The WRS issues a publicly available financial report that may be obtained from the WRS office, located at 6101 Yellowstone Road, Cheyenne, Wyoming 82002, or the financial report may also be accessed through the WRS website at http://retirement.state.wy.us/About/Reports?Label=Financial#categories.

Benefits provided: The determination of retirement benefits is dependent upon the employee's initial employment date.

Service Retirement Tier 1: Full retirement at age 60 or qualifies for the Rule of 85. Early retirement is permitted at age 50 or 25 years of service. Formula for retirement equals 2.125% times the number of years of service times the three-year highest average salary for the first 15 years and 2.25% times the number of years of service times the three-year highest average over 15 years.

Service Retirement Tier 2: Full retirement at age 65 or qualifies for the Rule of 85. Early retirement is permitted at age 55 or 25 years of service. Formula for retirement equals 2% times the number of years of service times the five-year highest average salary.

Disability Benefits: Partial or total disability retirement is available to any member who becomes incapacitated, mentally or physically, and cannot continue in the performance of his/her duties. To qualify, the member must have at least 10 years of service and be "in service" at the time of application for disability retirement. Upon retirement for a partial disability, the member receives a monthly disability retirement benefit for the period of his/her disability equal to 50% of the normal benefit payable to the member, as if the member was eligible for normal retirement benefits. Upon retirement for a total disability, the member receives a monthly disability benefit equal to 100% of his service retirement benefit as if the member was eligible for normal retirement benefits. Disability benefits are payable for the life of the member or until death.

Survivor's Benefits: Certain surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased, as well as the benefit option selected by the member at the date of retirement.

Contributions: Per Titles 9-3-412 and 413 of Wyoming State Statutes, for the year ended June 30, 2020, member contributions were required to be 8.75% of compensation and employer contributions were required to be 8.87% of compensation. In accordance with Title 9-3-412 (c)(ii) of Wyoming State Statutes, the College has elected to pay 100% of the member's contribution in addition to the employer's contribution. Total contributions to the pension plan from the College were \$1,495,108, \$1,408,814, and \$1,332,382, for the years ended June 30, 2020, 2019, and 2018, respectively.

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions: At June 30, 2020 and 2019, the College reported a liability of $11,146,632 and $14,280,595, respectively, for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019. The College's proportion of the net pension liability was based on the relationship of the College's total contributions to the plan for the year ended December 31, 2019 to the contributions of all participating employers for the same period. At December 31, 2019, the College's proportion was 0.474339700%, which was an increase from its December 31, 2018 proportion of 0.468940300%.

For the years ended June 30, 2020 and 2019, the College recognized pension expense of $1,735,355 and $2,253,629, respectively. At June 30, 2020 and 2019, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2020	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	**$ -**	**$ 213,233**
Changes in assumptions	**366,053**	**-**
Net difference between projected and actual earnings on pension plan investments		**1,630,960**
Changes in proportionate share of contributions	**541,669**	**-**
Contributions subsequent to the measurement date	**368,802**	**-**
	$ 1,276,524	**$ 1,844,193**

	2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 346,487
Changes in assumptions	672,450	-
Net difference between projected and actual earnings on pension plan investments	2,152,267	-
Changes in proportionate share of contributions	715,625	-
Contributions subsequent to the measurement date	361,254	-
	$ 3,901,596	$ 346,487

An amount of $368,802 reported as deferred outflows of resources related to pensions resulting from College contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. 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,		
2021	$	51,712
2022		(249,609)
2023		4,604
2024		(743,178)
	$	(936,471)

Actuarial assumptions: The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions adopted by the Wyoming Retirement System Board effective August 23, 2017 and applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.50% - 6.50%, including inflation
Payroll growth rate	2.50%
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2014 Mortality Tables for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale MP-2017.

Long-term expected rate of return: The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected arithmetic returns, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return 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. Each major asset class is included in the pension plan's target asset allocation for fiscal year 2019. These best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return	Long-Term Expected Arithmetic Real Rate of Return
Cash	2.00%	-0.20%	-0.19%
Fixed income	21.00%	1.32%	1.67%
Equity	48.50%	5.43%	7.42%
Marketable alternatives	19.00%	3.46%	4.33%
Private real assets	9.50%	4.46%	5.58%
	100.00%		

Experience analysis: An experience study was conducted on behalf of all WRS's plans covering the five-year period ended December 31, 2016. That study provided a detailed analysis concerning the development of the long-term inflation rate, real rate of return and discount rate. The study also analyzed each major actuarial assumption (e.g., mortality, salary increases, retirement, termination, and disability) and proposed assumptions consistent with the findings.

Discount rate: The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the current contribution rate. 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 active and inactive employees. 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 employer's proportionate share of the net pension liability to changes in the discount rate: The following presents the College's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate share of the net pension liability	$ 16,840,682	$ 11,146,632	$6,394,425

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued WRS financial report available from the Wyoming Retirement System, 6101 Yellowstone Road, Cheyenne, Wyoming 82002, or through the WRS website at http://retirement.state.wy.us/About/Reports?Label=Financial#categories.

Note 7. Retirement Commitments – TIAA

Eligible College employees may elect to participate in the Teachers Insurance and Annuity Association (TIAA) instead of the Wyoming Retirement System. TIAA is a private defined contribution pension plan, which is portable to other institutions and states. For the years ended June 30, 2020, 2019, and 2018, the College's contributions to TIAA were $1,251,662, $1,198,271, and $1,255,663, respectively.

Note 8. Postemployment Benefits Other Than Pensions (OPEB) Commitment

General Information about the OPEB Plan

Plan description: Eligible employees of the College are provided with OPEB through the State of Wyoming Group Insurance Retiree Health Plan (Plan) – a cost-sharing multiple-employer defined benefit OPEB plan administered by the State of Wyoming Employee Group Insurance (EGI). Any employee of a participating employer is eligible for retiree coverage under the Plan at premium rates established by EGI, provided that:

1. The employee had coverage in effect under the Plan for at least one year just prior to retirement; and
2. The employee is eligible to receive a retirement benefit under the Wyoming Retirement System or TIAA CREF and either
    a. Has attained age 50 with at least four years of service credit as an employee of one of the employing entities participating in the Plan; or
    b. Has at least 20 years of service credit as an employee of one of the employing entities participating in the Plan. Retirement eligibility varies under the Wyoming Retirement System. The Public Employees' Pension Plan, which is the Plan applicable to the College, requires 25 years of service credit.

The State of Wyoming Legislature has the authority to establish and amend the benefit terms of the Plan. The Plan does not issue a separate report; however, additional Plan information can be obtained from the State of Wyoming's Comprehensive Annual Financial Report, which may be obtained from the State's website at http://sao.wyo.gov/publications.

Benefits provided: The Plan provides medical and prescription drug benefits for retirees and their dependents through payment of insurance premiums for life. Surviving spouses are allowed to continue coverage after the retiree's death provided they were covered at the time of death.

Funding policy: The State finances this program on a pay-as-you-go basis, and there are no assets held in trust for pre-funding the obligations of the Plan. The State of Wyoming Legislature has the authority for establishing and amending the funding policy.

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

At June 30, 2020 and 2019, the College reported a liability of $16,544,044 and $12,858,675, respectively, for its proportionate share of the collective total OPEB liability. The collective total OPEB liability was measured as of June 30, 2019 and the total OPEB liability used to calculate the collective total OPEB liability was determined by an actuarial valuation as of June 30, 2020. The College's proportion of the collective total OPEB liability was based on a projection of the College's expected payments/contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. The projection of the sharing of benefit-related costs is based on an established pattern of practice. At June 30, 2020, the College's proportion was 1.74883%, which was an increase from its June 30, 2019 proportion of 1.26134%.

For the years ended June 30, 2020 and 2019, the College recognized OPEB expense of $1,498,112 and $669,990, respectively. At June 30, 2020 and 2019, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	2020	
	Deferred Outflows of Resources	**Deferred Inflows of Resources**
Differences between expected and actual experience	**$ 3,182,176**	**$ 2,280,880**
Changes of assumptions	**128,034**	**1,952,264**
Changes in proportionate share of expected payments	**3,948,057**	**-**
	$ 7,258,267	**$ 4,233,144**

	2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,632,766	$ -
Changes of assumptions	-	1,657,888
Changes in proportionate share of expected payments	-	137,012
	$ 2,632,766	$ 1,794,900

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the College's OPEB expense as follows:

Year ended June 30,	
2021	$ 363,558
2022	363,558
2023	363,558
2024	363,558
2025	363,558
Thereafter	1,207,333
	$ 3,025,123

Actuarial assumptions: The total 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, unless otherwise specified:

Measurement Date	July 1, 2019 (based on July 1, 2019 census data).	
Inflation	2.50%	
Salary Increases	2.50% - 6.50%	
Mortality Rates	Pre-Termination:	RP-2014 Combined, 100% male, 88% female, generational projection using MP-2017.
	Post-Termination:	RP-2014 Combined, 100% male, 88% female, generational projection using MP-2017.
	Disabled:	RP-2014 Combined, 100% male, 100% female, generational projection using MP-2017.
Healthcare Cost Trend Rates	Non-Medicare: 7.20% decreasing annually until reaching the ultimate trend rate of 4.50% Medicare: 7.60% decreasing annually until reaching the ultimate trend rate of 4.50%	
Participation Rate	65% will elect coverage and 30% will cover a spouse.	
Spouse Age Differential	Males are assumed to be 3 years older than females.	
Cost Method	Entry Age Normal. Under this method, the actuarial accrued liability is based on a prorated portion of the present value of all benefits earned to date over expected future working lifetime as defined by GASB. The proration is determined so that the cost with respect to service accrued from date of hire is recognized as a level percentage of pay over the year. The Normal Cost is equal to the prorated cost for the year of the valuation.	
Benefits Excluded	Benefits related to retiree dental and life insurance have been excluded from this valuation.	

The healthcare cost trend rate assumption was based on national average information from a variety of sources, including S&P Healthcare Economic Index, NHCE data plan renewal data and vendor Rx report with adjustments based on the provisions of the benefits offered by EGI.

Significant assumptions are based on an experience study that covered a five-year period ending December 31, 2016. Significant assumptions varied within the various retirement plans within the Wyoming Retirement System.

Discount rate: The discount rate used to measure the total OPEB liability was 3.51%, which represents a decrease from the discount rate of 3.87% utilized for the June 30, 2018 measurement date. As the Plan is unfunded, the Plan has no fiduciary net position from which to make future benefit payments. Therefore, the discount rate is based on the Bond Buyer General Obligation 20-Bond Municipal Bond Index.

Sensitivity of the College's proportionate share of the collective total OPEB liability to changes in the discount rate: The table below presents the College's proportionate share of the collective total OPEB liability calculated using the discount rate of 3.51%, as well as what the College's proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.51%) or 1-percentage-point higher (4.51%) than the current discount rate:

	1% Decrease (2.51%)	Current Discount Rate (3.51%)	1% Increase (4.51%)
Proportionate share of the collective total OPEB liability	$ 20,140,840	$ 16,544,044	$ 13,772,305

Sensitivity of the College's proportionate share of the collective total OPEB liability to changes in the healthcare cost trend rates: The table below presents the College's proportionate share of the collective total OPEB liability, as well as what the College's proportionate share of the collective total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Non-Medicare	6.20%	7.20%	8.20%
Medicare	6.60%	7.60%	8.60%
Proportionate share of the collective total OPEB liability	$ 13,887,898	$ 16,544,044	$ 22,120,689

Note 9. Custodial Deposits

The College holds in trust, funds collected by various student groups. A liability for these funds is included in the accompanying financial statements. The following summarizes activity within the student activity funds during the years ended June 30, 2020 and 2019:

	2020	2019
Student Activity Funds:		
Beginning of year	**$ 152,639**	$ 145,743
Additions:		
Student fees	**65,874**	73,941
Total available funds	**218,513**	219,684
Deductions:		
Other noncapital expenditures	**46,169**	67,045
Total deductions	**46,169**	67,045
End of year	**$ 172,344**	$ 152,639

Note 10. Commitments and Contingencies

Voluntary termination: As discussed in Note 4, the College offers voluntary termination to employees of the College who meet certain employment, age, and service requirements.

No liability for payment of incentive benefits to these employees has been recorded in the accompanying financial statements in as much as formal application to receive benefits has not been made by the employees and because, even if such application had been made, ultimate payment is subject to required Board approval.

Construction commitments: At June 30, 2020, the College had signed contracts for construction commitments of $2,363,143.

Other: Amounts expended under the terms of certain grants are subject to audit and possible adjustment by governmental agencies. In the opinion of College management, any adjustments will not have a material effect on the accompanying financial statements.

Additionally, during March 2020, a global pandemic was declared by the World Health Organization related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19). The pandemic significantly impacted economic conditions in the U.S. as Federal, state, and local governments reacted to the public health crisis. It is unknown how long the adverse economic conditions associated with the COVID-19 will last and what the complete financial effect will be to the College.

Note 11. 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. During the year ended June 30, 2020, the College contracted with various insurance companies for property insurance (including boiler and machinery), general liability insurance, professional insurance, vehicle insurance, and natural disaster insurance. The coverage under each type of insurance policy varies in amounts and deductibles. The College has not had significant settlements exceeding insurance coverage in any of the past three fiscal years. The College has had no significant reductions in insurance coverage from coverage in the prior year.

Note 12. Natural Classifications with Functional Classifications

The College's operating expenses by natural classification were as follows:

	Natural Classification				
	Compensation and Benefits	**Supplies and Services**	**Depreciation**	**Scholarships**	**Total**
	2020				
Functional Classification:					
Instruction	**$ 11,386,461**	**$ 1,191,670**	**$ -**	**$ -**	**$ 12,578,131**
Research	**33,850**	**33,342**	**-**	**-**	**67,192**
Public service	**34,243**	**9,787**	**-**	**-**	**44,030**
Academic support	**2,035,931**	**378,217**	**-**	**-**	**2,414,148**
Student services	**3,969,407**	**915,304**	**-**	**-**	**4,884,711**
Institutional support	**5,962,182**	**2,759,177**	**-**	**-**	**8,721,359**
Operation of plant	**2,005,303**	**1,604,844**	**-**	**-**	**3,610,147**
Scholarships	**-**	**-**	**-**	**592,045**	**592,045**
Auxiliary enterprises	**1,092,311**	**2,102,295**	**-**	**-**	**3,194,606**
Depreciation	**-**	**-**	**4,137,962**	**-**	**4,137,962**
Total operating expenses	**$ 26,519,688**	**$ 8,994,636**	**$ 4,137,962**	**$ 592,045**	**$ 40,244,331**

	Natural Classification				
	Compensation and Benefits	Supplies and Services	Depreciation	Scholarships	Total
	2019				
Functional Classification:					
Instruction	$ 11,127,326	$ 1,238,461	$ -	$ -	$ 12,365,787
Research	24,408	25,914	-	-	50,322
Public service	36,408	18,806	-	-	55,214
Academic support	1,929,715	428,624	-	-	2,358,339
Student services	3,659,530	1,117,781	-	-	4,777,311
Institutional support	5,669,354	2,424,892	-	-	8,094,246
Operation of plant	1,904,211	1,879,599	-	-	3,783,810
Scholarships	-	-	-	506,903	506,903
Auxiliary enterprises	1,176,285	2,383,738	-	-	3,560,023
Depreciation	-	-	4,261,054	-	4,261,054
Total operating expenses	$ 25,527,237	$ 9,517,815	$ 4,261,054	$ 506,903	$ 39,813,009

Note 13. Financial Information of the Authority

The Authority has been accounted for as a blended component unit of the College. Condensed financial information of the Authority as of and for the years ended June 30, 2020 and 2019 is presented below.

Condensed Statements of Financial Position:

	2020	2019
Assets		
Current assets - cash and cash equivalents	**$ 58,066**	$ 58,066
Restricted cash	**262,241**	179,298
Restricted investments	**975,972**	936,435
Property and equipment, net of accumulated depreciation, 2020 $5,165,432; 2019 $4,613,543	**9,434,406**	9,986,295
Total assets	**10,730,685**	11,160,094
Liabilities		
Bonds payable, current portion	**310,000**	300,000
Bonds payable, long-term portion	**5,210,000**	5,520,000
Total liabilities	**5,520,000**	5,820,000
Net Position		
Net investment in capital assets	**3,914,406**	4,166,295
Unrestricted	**1,296,279**	1,173,799
Total net position	**$ 5,210,685**	$ 5,340,094

Condensed Statements of Activities:

	2020	2019
Operating Revenues		
Lease revenues	**$ 535,000**	$ 535,000
Total operating revenues	**535,000**	535,000
Operating Expenses		
Operation and maintenance of plant	**312**	6,151
Depreciation	**551,889**	551,889
Total operating expenses	**552,201**	558,040
Operating (loss)	**(17,201)**	(23,040)
Nonoperating (Expenses)		
Investment gain	**134,997**	103,056
Interest expense	**(247,205)**	(258,043)
Total nonoperating (expenses)	**(112,208)**	(154,987)
Change in net position	**(129,409)**	(178,027)
Net Position, beginning of year	**5,340,094**	5,518,121
Net Position, end of year	**$ 5,210,685**	$ 5,340,094

Condensed Statements of Cash Flows:

	2020	2019
Net Cash Flows from Operating Activities	**$ 534,688**	$ 528,849
Net Cash Flows from Investing Activities	**(151,745)**	(328,412)
Net Cash Flows from Capital and Related Financing Activities	**(300,000)**	(300,000)
Net increase (decrease) in cash and cash equivalents	**82,943**	(99,563)
Cash and Cash Equivalents, beginning of year	**237,364**	336,927
Cash and Cash Equivalents, end of year	**$ 320,307**	$ 237,364

REQUIRED SUPPLEMENTARY INFORMATION

WESTERN WYOMING COMMUNITY COLLEGE

SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Public Employee Pension Plan
Last 7 Fiscal Years*

	College's proportion of the net pension liability	College's proportionate share of the net pension liability	College's covered payroll	College's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.425285440%	$ 6,491,588	$ 7,319,204	88.69%	81.10%
2015	0.426965710%	7,504,978	7,381,843	101.67%	79.08%
2016	0.415711889%	9,683,375	7,422,721	130.46%	73.40%
2017	0.426369400%	10,307,480	7,617,011	135.32%	73.42%
2018	0.441966100%	10,073,911	7,766,182	129.72%	76.35%
2019	0.468940300%	14,280,595	8,137,167	175.50%	69.17%
2020	0.474339700%	11,146,632	8,436,593	132.12%	76.83%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

WESTERN WYOMING COMMUNITY COLLEGE

SCHEDULE OF THE COLLEGE'S CONTRIBUTIONS
Public Employee Pension Plan
Last 7 Fiscal Years*

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll pension liability
2014	$ 520,786	$ 520,786	$ -	$ 7,314,415	7.12%
2015	595,907	595,907	-	7,820,304	7.62%
2016	624,137	624,137	-	7,456,833	8.37%
2017	646,073	646,073	-	7,718,909	8.37%
2018	664,638	664,638	-	7,940,720	8.37%
2019	703,083	703,083	-	8,194,440	8.58%
2020	745,395	745,395	-	8,403,555	8.87%

** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

WESTERN WYOMING COMMUNITY COLLEGE

SCHEDULE OF THE COLLEGE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY
State of Wyoming Employee Group Insurance Retiree Health Plan
Last 3 Fiscal Years*

	College's proportion of the total OPEB liability	College's proportionate share of the total OPEB liability	College's covered payroll	College's proportionate share of the total OPEB liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2018	1.28080%	$ 10,131,020	N/A	N/A	0.00%
2019	1.26134%	12,858,675	N/A	N/A	0.00%
2020	1.74883%	16,544,044	N/A	N/A	0.00%

** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year Ended June 30, 2020

Note 1. Retirement Commitment – Wyoming Retirement System

Changes in benefit terms: There were no changes in benefit terms between the December 31, 2018 measurement date and the December 31, 2019 measurement date.

Changes in assumptions: There were no changes in assumptions between the December 31, 2018 measurement date and the December 31, 2019 measurement date.

Note 2. OPEB Commitment

Changes in benefit terms: There were no changes in benefit terms since the prior valuation.

Changes in assumptions: The valuation reflects the following assumption changes from the June 30, 2019 measurement date to the June 30, 2020 measurement date.

- Discount rate changed from 3.87% to 3.51%.
- Updated health care claims costs based on recent experience.
- An increase in retiree contributions between 2019 and 2020.
- Health care trend rates were changed from 7.60% to 7.20% for non-Medicare and 8.10% to 7.60% for Medicare.