THREE RIVERS COLLEGE
Poplar Bluff, Missouri

For the Year Ended June 30, 2025 and 2024

ANNUAL FINANCIAL REPORT

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Three Rivers College
Poplar Bluff, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities, the fiduciary fund information, and the discretely presented component unit of Three Rivers College as of and for the years ended June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the fiduciary fund information, and the discretely presented component unit of Three Rivers College as of and for the years ended June 30, 2025 and 2024, 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.

Basis for Opinions

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Three Rivers College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Three Rivers College's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 5 through 12 and the Schedule of Proportionate Share of Net Pension Liability and Related Ratios, Schedule of Employer Contributions, and Schedule of Changes in the College's Total OPEB Liability and Related Ratios on pages 55 through 57 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Government Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2025, on our consideration of Three Rivers College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Three Rivers College's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Three Rivers College's internal control over financial reporting and compliance.

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Beussink, Hey, Roe & Stroder, L.L.C.

Cape Girardeau, Missouri
December 1, 2025

REQUIRED SUPPLMENTARY INFORMATION

Introduction

Management's discussion and analysis is an overview of the financial position and financial activities of Three Rivers College (the "College'). This discussion was prepared by the College's management and should be read in conjunction with the financial statements and notes that follow.

The financial statements were prepared in accordance with principles established by the Governmental Accounting Standards Board (GASB). These standards require that financial statements be presented on a consolidated basis to focus on the College as a whole.

There are three financial statements presented that are proprietary funds. These deal with day-to-day operations of the College. These statements are the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. In addition, there are two statements dealing with fiduciary assets which are discussed later in this section, as well as two statements disclosing the activities of the component unit of the College.

Statement of Net Position

The Statement of Net Position presents the assets, liabilities, and net position of the College as of June 30, 2025, the last day of the fiscal year. The general purpose of this statement is to present a "snapshot" of the financial condition of the College.

Assets and liabilities are categorized as either current or noncurrent. Current assets mature, and current liabilities become payable within the normal twelve-month accounting cycle. Noncurrent assets mature, and noncurrent liabilities become payable beyond the twelve-month period. The current assets of the College consist of cash and cash equivalents and various trade receivables. Noncurrent assets are primarily the College's capital assets, i.e., property, plant, and equipment, net of depreciation.

Total net position, which is the difference between total assets plus deferred outflows of resources and total liabilities plus deferred inflows of resources, is one of the key indicators of the current financial condition of the College. Net position is presented in three major categories. The first is "net investment in capital assets" which simply represents the College's equity in its property, plant, and equipment.

The second – restricted – is further divided between nonexpendable and expendable. Nonexpendable restricted net assets are endowments, which can never be spent. These endowments earn interest, which is used for scholarships. Expendable restricted net assets are available to be spent by the College after externally imposed stipulations have been fulfilled or after the passage of time.

Unrestricted net assets are available for any lawful purpose.

Table 1
Comparative Statement of Net Position

	2025	2024	2023
Assets			
Current	$ 30,682,376	$ 25,996,531	$ 25,157,254
Land	5,490,786	5,490,786	5,490,786
Construction in progress	115,232	3,466,957	3,171,574
Capital assets, net	42,839,348	38,131,637	39,101,992
Housing capital assets, net	1,263,334	1,437,261	1,610,393
Other non-current assets	9,811,143	9,425,357	8,406,459
Total Assets	$ 90,202,219	$ 83,948,529	$ 82,938,458
Deferred Outflows of Resources			
OPEB Deferrals	$ 132,866	$ 166,772	$ 200,678
Pension deferrals	7,241,036	9,600,725	11,639,691
Total Deferred Outflows of Resources	$ 7,373,902	$ 9,767,497	$ 11,840,369
Liabilities			
Long-term debt	$ 4,466,120	$ 5,776,093	$ 7,067,802
Other current liabilities	10,005,188	8,495,760	8,452,314
Other non-current liabilities	12,550,556	14,763,722	14,281,719
Total Liabilities	$ 27,021,864	$ 29,035,575	$ 29,801,835
Deferred Inflows of Resources			
Pension, benefits and trust deferrals	$ 14,480,503	$ 14,749,002	$ 16,634,054
Total Deferred Inflows of Resources	$ 14,480,503	$ 14,749,002	$ 16,634,054
Net Position			
Net investment in capital assets	$ 42,633,487	$ 39,967,726	$ 39,360,017
Net investment in housing capital assets	1,263,334	1,437,261	1,610,393
Restricted			
Non-expendable	358,593	358,593	321,760
Expendable	144,037	206,810	85,947
Unrestricted	11,674,303	7,961,059	6,964,821
Total Net Position	$ 56,073,754	$ 49,931,449	$ 48,342,938

Total assets increased while total liabilities decreased in the current year. Total assets increased by approximately $6,253,690 while total liabilities decreased by approximately $2,013,711. Assets were increased primarily due to an increase in cash and cash equivalents and an increase in capital assets. The college was able purchase a facility in Dexter to conduct off campus operations after receiving an ARPA grant from the state of Missouri. The college has increased its cash and cash equivalents four years in a row. Liabilities decreased primarily due to a reduction in long-term debt and a decrease to the net pension liability. Elimination of debt has been a focus of the college for the last three fiscal years starting with debt restructuring in 2022. The reduction in long-term debt has been a contributing factor in the increase in cash and cash equivalents over the last three years.

Statement of Revenues, Expenses and Changes in Net Position

This statement presents the College's results of operations for the year ended June 30, 2025. It includes the College's revenues and expenses, both operating and non-operating. Operating revenues and expenses are those for which the College directly provides or receives goods and services. Non-operating revenues and expenses are those that exclude specific, direct exchanges of goods and services. Local property taxes and state aid are two examples of non-operating revenues where local taxpayers and the state legislature, respectively, do not directly receive goods or services in exchange for the revenue.

Following are summarized versions of the College's revenues, expenses, and changes in net position for the years ended June 30, 2025, 2024, and 2023.

	2025	2024	2023
Operating revenues	$ 5,873,800	$ 4,716,960	$ 4,760,391
Operating expenses	(27,122,126)	(26,159,629)	(24,746,317)
Operating Loss	$(21,248,326)	$(21,442,669)	$(19,985,926)
Non-operating revenues	27,533,593	23,217,291	27,033,171
Interest expense	(142,962)	(186,111)	(237,561)
Change in Net Position	$ 6,142,305	$ 1,588,511	$ 6,809,684
Net Position, Beginning of Year	49,931,449	48,342,938	41,533,254
Net Position, End of year	$ 56,073,754	$ 49,931,449	$ 48,342,938

For purposes of comparison, the schedule of the College's revenues, both operating and non-operating, for the years ended June 30, 2025, 2024, and 2023, are presented here.

	2025	2024	2023
Operating Revenues			
Student tuition and fees	$ 1,927,799	$ 2,277,809	$ 2,312,870
Auxiliary enterprises	2,551,133	2,366,219	2,289,140
Other	1,394,868	72,932	158,381
Total	$ 5,873,800	$ 4,716,960	$ 4,760,391
Non-Operating Revenues			
Property taxes	$ 2,666,003	$ 2,622,029	$ 2,509,174
State aid and grants	10,889,103	9,633,969	10,589,241
Federal grants and contracts	12,905,007	10,043,534	13,345,358
Other	1,073,480	917,759	589,398
Total	$ 27,533,593	$ 23,217,291	$ 27,033,171

Tuition and fees decreased by approximately $350,010. This is due to an increase in scholarship allowances. This is the fourth year that scholarship allowance has increased resulting in less net tuition and fees. Pell grant increases continue to outpace tuition and fee increases.

Revenue from auxiliary enterprises increased $184,914. This is the fourth year in a row for an increase in auxiliaries. The college's business and industry training function continues to grow and fuel the increase in auxiliaries.

Property taxes have increased for the seventh straight year. The cause of these increases has been growth in assessed values for the college's taxing district and increases in the consumer price index.

State aid and grants increased $1,255,134 in 2025. The college received additional state appropriations in 2025. One appropriation was for $1,067,000 to aid in the creation of a lineman program. This program will provide students with additional career education opportunities, as well as another avenue for tuition revenue for the college.

Federal grants and contracts have increased in 2025. Federal grants increased because of an ARPA grant that was passed through the state of Missouri to the college. This $2,000,000 grant allowed the college to expand career tech offerings through the purchase of another facility.

Non-operating revenue increased $4,316,302 in 2025 because of additional state appropriations and a federal ARPA grant.

The following schedule presents operating expenses of the College by function for the years ended June 30, 2025, 2024, and 2023.

	2025	2024	2023
Operating Expenses			
Instruction	$ 7,649,903	$ 7,315,403	$ 6,957,214
Student services	3,427,324	3,538,694	2,988,129
Academic support	1,422,310	1,402,981	1,296,507
Institutional support	4,024,367	3,998,653	4,327,895
Operation and management of plant	2,343,328	2,302,063	2,122,694
Financial aid and scholarships	2,381,731	1,947,439	1,502,931
Auxiliary enterprises	2,699,055	2,668,836	2,513,483
Depreciation and amortization	3,174,108	2,985,560	3,037,464
Total Operating Expenses	$ 27,122,126	$ 26,159,629	$ 24,746,317
Non-Operating Expenses			
Interest	$ 142,962	$ 186,111	$ 237,561
Total Non-Operating Expenses	$ 142,962	$ 186,111	$ 237,561

Operating expenses increased for fiscal year 2025 for the second year in a row. Financial aid and scholarships have increased for the last two years because Pell grant increases have outpaced tuition increases. The increase in operating expenses for 2025 from 2023 was caused by an increase in financial aid and scholarships, and an overall increase to the CPI.

The College had an increase in salary and benefits of 1% from 2024 to 2025, and 13% from 2023 to 2024. Salary and benefits were increased due to annual salary increases. The college has restructured some administrative positions in 2025 resulting in a smaller increase in salary and benefits.

The College also saw an increase in non-payroll expenses of 6% from 2024 to 2025, and 3% from 2023 to 2024, due to an overall increase in the cost of goods and services. The College had an increase in financial aid and scholarships of 22% from 2024 to 2025, and 30% from 2023 to 2024 due to increases in the Pell grant that outpaced college tuition increases.

The cost of operations increased 4% compared to a 24.5% increase in operational revenues from 2024 to 2025. The increase in scholarships and grants was the primary reason for the increase in operating expenses. The increase in other income related to insurance proceeds for damage to a college building was the reason for the increase in operational revenues.

Statement of Cash Flows

The Statement of Cash Flows presents information about the cash activity of the College. It shows the major sources and uses of cash. Comparative summary Statements of Cash Flows for the fiscal years ended June 30, 2025, 2024, and 2023 are as follows:

	2025	2024	2023
Net Cash Provided By/ (Used In):			
Operating activities	$(19,625,541)	$(18,666,834)	$(16,433,830)
Investing activities	860,740	639,204	443,279
Non-capital financing activities	26,524,983	22,377,691	26,507,042
Capital and related financing activities	(5,735,803)	(3,589,747)	(7,320,058)
Net Change in Cash	$ 2,024,379	$ 760,314	$ 3,196,433
Cash and Cash Equivalents, Beginning of Year	17,594,175	16,833,861	13,637,428
Cash and Cash Equivalents, End of Year	$ 19,618,554	$ 17,594,175	$ 16,833,861

The balance between net cash used by operating and provided by non-capital financing activities reflects the College's continued judicious use of its major revenue sources-tuition, property taxes, and state aid. The College has seen a net increase in cash for the third year in a row.

The college received additional state appropriations in 2025 that improved its cash position in 2025. Additionally, the college has lower debt service requirements because of debt restructuring that was completed in 2022. The college has also been able to take advantage favorable interest rates leading to increased interest income.

Analysis

The College has seen an increase to billed tuition and fees over the last three fiscal years despite decreased enrollment. The increase in billed tuition and fees has been offset by increases to the scholarship allowance. This has resulted in an overall decrease in realized tuition and fees of 15% in 2025 and 2% in 2024. The large decrease in 2025 was caused by increased distributions of Pell grants that increased the scholarship allowance. The increase in scholarship allowance for both years is matched with increased federal and state grant funds that are used to cover billed tuition and fees. The College continues be competitive with the enrollment of new students because of tuition and fee rates that are among the lowest in the state.

The College has seen a rise in both salary and benefits because of increased employment competition. The College has also managed the increased cost of goods and services because of inflation. Despite both cost increases, the College has been able to expand educational offerings and provide a modernized learning environment for its students.

During the year ended June 30, 2025, the College had an increase in net position of approximately $6,142,305 as a result of careful budgeting and well-managed operational practices. The college has increased its net position every year over the last decade.

The financial condition of the College remains sound. Adequate fund balances and reserves exist to continue to provide a quality educational experience.

Capital Asset and Debt Administration

Capital Assets

The College's investment in capital assets as of June 30, 2025, amounts to $49.7 million (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, furniture and equipment, infrastructure, library materials, and leasehold improvements. This amount represents a net increase (including additions and deductions) of $1,182,059, or 2.4%, over last year. Major additions include the acquisition of the Dexter External Location building and the addition of a baseball practice facility near the Libla Family Sports Complex.

Three Rivers College Capital Assets (amounts expressed net of accumulated depreciation)

	2025	2024	2023
Land	$ 5,490,786	$ 5,490,786	$ 5,490,786
Construction in progress	115,232	3,466,957	3,171,574
Buildings and improvements	36,166,797	32,158,798	33,084,787
Furniture, fixtures, and equipment	3,699,251	2,848,183	3,071,961
Infrastructure and land improvements	4,146,991	4,426,732	4,376,334
Library materials	72,577	101,730	139,058
Leasehold improvements	17,066	33,455	40,245
Total	$ 49,708,700	$ 48,526,641	$ 49,374,745

For additional information on capital assets, see Note 7 in the notes to the financial statements.

Debt Administration

As of June 30, 2025, the College has a total of $5.8 million in outstanding debt, a decrease of $1,284,699 from the previous year.

Three Rivers College Outstanding Debt

	2025	2024	2023
Lease Participation Certificates	$ 5,689,275	$ 6,973,944	$ 8,229,664
Premiums (Discounts)	79,779	86,819	93,858
Total	$ 5,769,054	$ 7,060,763	$ 8,323,522

The decrease in outstanding debt resulted from ordinary debt services payments made in fiscal year 2025. This comes after the College restructured and paid off a large portion of its debt in 2022. Reduction of debt service remains one of the College's top priorities.

Contacting the College's Financial Management

This financial report is designed to provide our constituents with a general overview of Three Rivers College's finances and to demonstrate the College's accountability for the resources it receives. Questions concerning this report or requests for additional financial information should be directed to Ms. Charlotte Eubank, CPA (inactive), Chief Financial Officer, 2080 Three Rivers Boulevard, Poplar Bluff, Missouri 63901.

BASIC FINANCIAL STATEMENTS

STATEMENT 1

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENT OF NET POSITION

As of June 30, 2025 and 2024

ASSETS	2025	2024
CURRENT ASSETS:		
Cash and Cash Equivalents	$ 19,618,554	$ 17,594,175
Tuition and Fees Receivable, Net of Allowances for Uncollectible Accounts of $3,110,710 and $3,928,382	5,884,459	5,141,421
Rent Receivable, Net of Allowances for Uncollectible Accounts of $130,919 and $165,268	147,338	340,267
Other Receivables, Net of Allowances for Uncollectible Accounts of $607,891 and $515,193	4,528,575	2,444,114
Property Taxes Receivable, Net of Allowances for Uncollectible Accounts of $33,319 and $27,127	129,744	122,297
Inventory	57,514	74,886
Prepaid Expenses	316,192	279,371
Total Current Assets	$ 30,682,376	$ 25,996,531
NONCURRENT ASSETS:		
Restricted Investments	$ 531,079	$ 477,296
Restricted Beneficiary Trusts	8,540,281	7,827,733
Land	5,490,786	5,490,786
Construction In Progress	115,232	3,466,957
Capital Assets, Net	42,839,348	38,131,637
Housing Capital Assets, Net	1,263,334	1,437,261
Right of Use Assets	739,783	1,120,328
Total Noncurrent Assets	$ 59,519,843	$ 57,951,998
TOTAL ASSETS	$ 90,202,219	$ 83,948,529
DEFERRED OUTFLOWS OF RESOURCES:		
Deferred Amounts Related to OPEB	$ 132,866	$ 166,772
Deferred Amounts Related to Pensions	7,241,036	9,600,725
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ 7,373,902	$ 9,767,497
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 97,576,121	$ 93,716,026

See Accompanying Notes to the Basic Financial Statements.

STATEMENT 1

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF NET POSITION

As of June 30, 2025 and 2024

LIABILITIES	2025	2024
CURRENT LIABILITIES:		
Accounts Payable	$ 2,086,851	$ 1,069,359
Accrued Vacation, Salaries, and Retirement	1,115,416	1,166,529
Security Deposits	27,693	27,080
Unearned Revenue	5,104,215	4,515,174
Current Maturities of Long-Term Debt	1,302,934	1,284,670
Current Maturities of Leases	333,743	366,623
Accrued Interest	34,336	66,325
Total Current Liabilities	$ 10,005,188	$ 8,495,760
NONCURRENT LIABILITIES:		
Net Pension Liability	$ 10,698,835	$ 12,507,457
Other Post Employee Benefits	1,437,192	1,507,994
Long-Term Debt	4,466,120	5,776,093
Lease Liability	414,529	748,271
Total Noncurrent Liabilities	$ 17,016,676	$ 20,539,815
TOTAL LIABILITIES	$ 27,021,864	$ 29,035,575
DEFERRED INFLOWS OF RESOURCES:		
Deferred Amounts Related to OPEB	$ 732,847	$ 673,327
Deferred Amounts Related to Pensions	5,151,360	6,161,599
Deferred Amounts Related to Beneficiary Trusts	8,540,281	7,827,733
Deferred Amounts Related to Leases	56,015	86,343
TOTAL DEFERRED INFLOWS OF RESOURCES	$ 14,480,503	$ 14,749,002
NET POSITION		
Net Investment in Capital Assets	$ 42,633,487	$ 39,967,726
Net Investment in Housing Capital Assets	1,263,334	1,437,261
Restricted for Nonexpendable:		
Scholarships and Fellowships	358,593	358,593
Restricted for Expendable:		
Scholarships and Fellowships	144,037	206,810
Unrestricted	11,674,303	7,961,059
TOTAL NET POSITION	$ 56,073,754	$ 49,931,449
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 97,576,121	$ 93,716,026

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

For the Years Ended June 30, 2025 and 2024

	2025	2024
OPERATING REVENUES:		
Student Tuition and Fees	$ 9,707,828	$ 9,664,524
Scholarship Allowances	(7,780,029)	(7,386,715)
Auxiliary Enterprises		
Housing	633,325	650,604
Scholarship Allowances	(412,524)	(356,518)
Bookstore	1,567,750	1,673,203
Scholarship Allowances	(820,174)	(757,759)
Student Activities	350,838	191,739
WFD	868,090	685,882
Other	363,828	279,068
Other Operating Revenues	1,394,868	72,932
TOTAL OPERATING REVENUES	$ 5,873,800	$ 4,716,960
OPERATING EXPENSES:		
Instruction	$ 7,649,903	$ 7,315,403
Student Services	3,427,324	3,538,694
Academic Support	1,422,310	1,402,981
Institutional Support	4,024,367	3,998,653
Operation and Maintenance of Plant	2,343,328	2,302,063
Financial Aid and Scholarships	2,381,731	1,947,439
Auxiliary Enterprises		
Housing	316,149	226,943
Bookstore	1,411,261	1,407,126
Student Activities	214,302	202,953
WFD	542,373	653,171
Other	214,970	178,643
Depreciation and Amortization	3,174,108	2,985,560
TOTAL OPERATING EXPENSES	$ 27,122,126	$ 26,159,629
NET OPERATING INCOME (LOSS)	$ (21,248,326)	$ (21,442,669)
NONOPERATING REVENUES (EXPENSES):		
Property Taxes	$ 2,666,003	$ 2,622,029
Private Grants	640	30,000
State Aid and Grants	10,889,103	9,633,969
Federal Grants and Contracts	12,905,007	10,043,534
Investment Gain (Loss)	928,064	810,057
Contributions	72,677	61,200
Gift Returns	(1,000)	-
Gain (Loss) on Sale of Asset	73,099	16,502
Interest Expense	(142,962)	(186,111)
TOTAL NONOPERATING REVENUES (EXPENSES)	$ 27,390,631	$ 23,031,180
CHANGE IN NET POSITION	$ 6,142,305	$ 1,588,511
TOTAL NET POSITION, July 1,	49,931,449	48,856,003
Restatement of Prior Year Balances - Accrued Compensated Absences Adjustment	-	(513,065)
TOTAL NET POSITION, June 30,	$ 56,073,754	$ 49,931,449

See Accompanying Notes to the Basic Financial Statements.

STATEMENT 3

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Tuition and Fees	$ (297,120)	$ 2,139,029
Payments to Suppliers	(7,274,318)	(7,480,923)
Payments to Employees	(13,494,591)	(13,171,698)
Receipts (Refunds) of Deposits	613	1,180
Auxiliary Enterprise Receipts	45,007	(227,354)
Other	1,394,868	72,932
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ (19,625,541)	$ (18,666,834)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Local Property Taxes	$ 2,658,556	$ 2,608,988
Private Grants	640	30,000
State Aid and Grants	10,889,103	9,633,969
Federal Grants and Contracts	12,905,007	10,043,534
Gift Returns	(1,000)	-
Contributions	72,677	61,200
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	$ 26,524,983	$ 22,377,691
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Debt Service - Interest Payments	$ (174,950)	$ (195,342)
Debt Service - Principal Payments	(1,284,670)	(1,255,720)
Lease Payments	(366,622)	(394,735)
Proceeds from Sale of Assets	18,826	32,258
Acquisition of Capital Assets	(3,928,387)	(1,776,208)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	$ (5,735,803)	$ (3,589,747)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest and Dividends	$ 860,740	$ 741,452
Proceeds from Maturity of Certificates of Deposit	-	321,780
Purchase of Investments	-	(424,028)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	$ 860,740	$ 639,204
NET CHANGE IN CASH	$ 2,024,379	$ 760,314
CASH, July 1,	17,594,175	16,833,861
CASH, June 30,	$ 19,618,554	$ 17,594,175

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2025 and 2024

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	2025	2024
Operating Income (Loss)	$ (21,248,326)	$ (21,442,669)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	3,174,108	2,985,560
Changes in Assets and Liabilities:		
(Increase)/Decrease In:		
Tuition and Fees Receivable	(743,038)	(131,128)
Rent Receivable	192,929	75,263
Other Receivables	(2,070,922)	27,348
Inventory	17,372	2,075
Prepaid Expenses	(36,821)	(24,162)
Deferred Outflows	2,393,595	2,072,872
Beneficiary Trusts	(712,548)	(1,050,486)
Increase/(Decrease) In:		
Accounts Payable	1,017,492	164,860
Accrued Vacation, Salaries, and Retirement	(51,113)	89,764
Security Deposits	613	1,180
Unearned Revenue	589,041	(35,000)
Other Post Employee Benefits	(70,802)	(106,700)
Deferred Inflows	(268,499)	(1,885,052)
Net Pension Liability	(1,808,622)	589,441
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ (19,625,541)	$ (18,666,834)
Non-Cash Noncapital Financing Activities:		
Payment for Sale of Rights to MAC sent directly to Three Rivers Endowment Trust	$ 100,000	$ 100,000

See Accompanying Notes to the Basic Financial Statements.

STATEMENT 4

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF FIDUCIARY NET POSITION

As of June 30, 2025 and 2024

	2025	2024
	Custodial Funds	Custodial Funds
ASSETS:		
Cash and Cash Equivalents	$ 528,662	$ 505,110
Total Assets	$ 528,662	$ 505,110
LIABILITIES:		
Accounts Payable	$ 4,379	$ 1,577
Total Liabilities	$ 4,379	$ 1,577
NET POSITION:		
Net Position Held In Trust	$ 524,283	$ 503,533

See Accompanying Notes to the Basic Financial Statements.

STATEMENT 5

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION

As of June 30, 2025 and 2024

	2025	2024
	Custodial Funds	Custodial Funds
ADDITIONS:		
Fundraising	$ 230,006	$ 281,005
Total Additions	$ 230,006	$ 281,005
DEDUCTIONS:		
Fundraising	$ 209,256	$ 230,643
Total Deductions	$ 209,256	$ 230,643
Change in Net Position	$ 20,750	$ 50,362
Net Position, July 1	503,533	453,171
Net Position, June 30	$ 524,283	$ 503,533

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF FINANCIAL POSITION - COMPONENT UNIT

Three Rivers Endowment Trust

For the Years Ended June 30, 2025 and 2024

ASSETS

	2025	2024
CURRENT ASSETS:		
Cash	$ 2,220,334	$ 1,640,426
Certificates of Deposit	85,131	83,714
Contributions Receivable, Net	221,311	211,443
Investments	5,201,015	4,620,232
Artwork	12,667	12,667
Assets Held for Sale	257,000	257,000
Total Current Assets	$ 7,997,458	$ 6,825,482
NONCURRENT ASSETS:		
Construction in Progress	$ 825,244	$ 251,281
Total Noncurrent Assets	$ 825,244	$ 251,281
TOTAL ASSETS	$ 8,822,702	$ 7,076,763

LIABILITIES AND NET ASSETS

	2025	2024
CURRENT LIABILITIES:		
Accounts Payable	$ -	$ 10,845
Due to College	400,000	300,000
TOTAL LIABILITIES	$ 400,000	$ 310,845
NET ASSETS:		
Net Assets with Donor Restrictions	$ 6,621,372	$ 5,683,769
Net Assets without Donor Restrictions	1,801,330	1,082,149
Total Net Assets	$ 8,422,702	$ 6,765,918
TOTAL LIABILITIES AND NET ASSETS	$ 8,822,702	$ 7,076,763

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

STATEMENTS OF ACTIVITIES - COMPONENT UNIT

Three Rivers Endowment Trust

For the Years Ended June 30, 2025 and 2024

Changes in Net Assets without Donor Restrictions	2025	2024
Revenues		
Contributions	$ 490,274	$ 61,879
Fundraising Events	38,341	34,496
Miscellaneous	24,060	147
Interest	45,744	40,355
Management Income	5,757	3,605
Net Assets Released from Restrictions	346,180	139,081
Total Revenue without Donor Restrictions	$ 950,356	$ 279,563
Expenses		
Program Services	$ 203,432	$ 149,024
General and Administrative	10,491	16,301
Fundraising	17,253	15,400
Total Expenses	$ 231,176	$ 180,725
Increase (Decrease) in Net Assets without Donor Restrictions	$ 719,180	$ 98,838
Changes in Net Assets with Donor Restrictions		
Contributions	$ 758,396	$ 1,199,223
Investment Income	40,546	55,034
Investment Gain (Loss)	473,707	422,492
Fundraising Events	41,267	2,654
Bad Debt Recovered (Expensed)	(30,132)	12,804
Net Assets Released from Restrictions	(346,180)	(139,081)
Increase (Decrease) in Net Assets with Donor Restrictions	$ 937,604	$ 1,553,126
CHANGE IN NET ASSETS	$ 1,656,784	$ 1,651,964
NET ASSETS, July 1,	6,765,918	5,113,954
NET ASSETS, June 30,	$ 8,422,702	$ 6,765,918

See Accompanying Notes to the Basic Financial Statements.

NOTES TO BASIC FINANCIAL STATEMENTS

For the Years Ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

Three Rivers College (the "College"), a public two-year institution, was established April 5, 1966, under the Missouri Junior College Act of 1961. The College provides academic transfer, occupational, technical, developmental, and continuing education courses to its four-county district, known as The Community College District of Poplar Bluff, Missouri, and many surrounding counties in Southeast Missouri. The six-member elected Board of Trustees establishes the policies and procedures by which the College is governed.

The accounting policies of the College conform to accounting principles generally accepted in the United States of America as applicable to colleges and universities.

Basis of Accounting

Proprietary Funds

For financial reporting purposes, the College is considered a special-purpose government engaged 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 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, includes property taxes; federal, state, and local grants; state appropriations; and other contributions. On the 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 when 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 on a reimbursement basis.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the College's own programs. Fiduciary fund reporting focuses on net position and changes in net position and also uses the economic resources measurement focus and the accrual basis of accounting.

The custodial fund accounts for assets held by the College in a purely custodial capacity.

Reporting Entity

As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its blended component unit and discretely presented component units.

Blended Component Unit

Three Rivers College Building Corporation (the "Corporation") is a component unit incorporated on June 20, 1994, as a not-for-profit organization whose stated purpose is to operate exclusively for the benefit of Three Rivers College. Although the College is not legally responsible for the debt of the building corporation, the Corporation's sole source of revenue is lease payments from the College.

The following financial information represents the condensed financial statements for the Three Rivers College Building Corporation.

Condensed Statements of Net Position

	2025	2024
Assets		
Current assets	$ -0-	$ -0-
Capital assets	16,053,712	16,700,035
Total Assets	$ 16,053,712	$ 16,700,035
Liabilities		
Current liabilities	$ 34,337	$ 66,325
Noncurrent liabilities	5,769,054	7,060,763
Total Liabilities	$ 5,803,391	$ 7,127,088
Net Position		
Net investment in capital assets	$10,250,321	$ 9,572,947
Total Net Position	$10,250,321	$ 9,572,947

Condensed Statements of Revenues, Expenses, And Changes in Net Position

	2025	2024
Operating Revenues (Expenses)		
Operating revenues	$ 1,431,418	$ 1,424,052
Other operating expenses	(3,011)	(3,011)
Depreciation and amortization expense	(639,284)	(639,284)
Operating Income	$ 789,123	$ 781,757
Non-Operating Revenues (Expenses)		
Dividend income	$ -0-	$ -0-
Interest expense	(111,749)	(156,090)
Non-Operating Income	$ (111,749)	$ (156,090)
Changes in Net Position	$ 677,374	$ 625,667
Beginning Net Position	9,572,947	8,947,280
Ending Net Position	$10,250,321	$ 9,572,947

Condensed Statements of Cash Flows

	2025	2024
Net Cash Provided By/(Used In):		
Operating activities	$ 1,431,418	$ 1,424,962
Capital and related financing activities	(1,431,418)	(1,424,962)
Net Change	$ -0-	$ -0-
Cash and Cash Equivalents, Beginning	-0-	-0-
Cash and Cash Equivalents, Ending	$ -0-	$ -0-

Discretely Presented Component Unit

Three Rivers Endowment Trust

Three Rivers Endowment Trust (“the Trust”) is a legally separate tax-exempt component unit of the College, created December 21, 2009. The purpose of the Trust is to encourage, promote, obtain, and provide funds or property of any nature or kind for the advantage of the College and the encouragement and subsidization of its students and mission.

Under state law, neither the principal nor income generated by the assets of the Trust can be taken into consideration in determining the amount of state-appropriated funds allocated to the College. Third parties dealing with the College, the Missouri Coordinating Board of Higher Education, the State of Missouri, and the Federal Government (or any agency thereof) should not rely upon the financial statements of the Trust for any purpose without consideration of all of the foregoing conditions and limitations.

The directors of the Trust make all decisions regarding the business and affairs of the Trust, including, without limitations, distributions made to the College. Although the College does not control the timing or amount of receipts from the Trust, the majority of resources or income thereon that the Trust holds and invests are restricted to the activities of the College by the donors. Because these restricted resources held by the Trust can only be used by, or for the benefit of, the College, the Trust is considered a component unit of the College. The Trust is reported in separate financial statements because of the difference in its reporting model, as further described below.

The Trust is a private not-for-profit organization that reports its financial results in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Most significant to the Trust's operations and reporting model are FASB ASC 958-605 and FASB ASC 958-205. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Trust's financial information in the College's financial reporting entity for these differences; however, significant note disclosures to the Trust's financial statements have been incorporated into the College's notes to the financial statements as described below.

The Trust maintains its accounts in accordance with the principles and practices of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors. Accordingly, net assets and changes therein are classified as follows:

<u>Net Assets with Donor Restrictions</u>
Net assets subject to donor-imposed stipulations that they be maintained permanently by the Trust. Generally, the donors of these assets permit the trust to use all or part of the income earned on related investments for general or specific purposes. Net assets subject to donor-imposed stipulations that will be met by actions of the Trust and/or passage of time.

<u>Net Assets without Donor Restrictions</u>
Net assets not subject to donor-imposed restrictions.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met.

Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

Investments are reported at fair value based upon quoted market prices.

Questions concerning the component unit's financial information or requests for additional financial information should be directed to Three Rivers Endowment Trust, 2080 Three Rivers Boulevard, Poplar Bluff, Missouri 63901.

Omitted Component Unit

Three Rivers Booster Club

Three Rivers Booster Club (the "Club") is a legally separate, tax-exempt component unit of the College. The Club provides assistance and support to the Three Rivers College athletic programs, and because the College is the exclusive beneficiary of the Club, its financial information is required to be presented. The Club is not a subsidiary or affiliate of the College. Moreover, the assets of the Club are the exclusive property of the Club and are not owned by the College. The College is not accountable for, and does not have ownership of, any of the financial or capital resources of the Club. In addition, the College does not have the power or authority to mortgage, pledge, or encumber the assets of the Club. The financial activities of this omitted component unit are not considered material to the basic financial statements.

Questions concerning the component unit's financial information or requests for additional financial information should be directed to Three Rivers Booster Club, 2080 Three Rivers Boulevard, Poplar Bluff, Missouri 63901.

Use of 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 reported amounts of revenues, expenses, and other changes in net position during the reporting period. Actual results could differ from those estimates.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The counties in the College's district collect the tax and remit it to the College. Delinquent property taxes are deemed to be uncollectible with the following percentages:

1 year	10%
2 years	20%
3 years	50%
4 years	60%
5 years	90%
Over 5 years	100%

The assessed valuation of the tangible taxable property for the calendar years 2024 and 2023 for purposes of local taxation was $1,118,675,372 and $1,107,610,438, respectively. The tax levy per $100 of the assessed valuation of tangible property for the calendar years 2024 and 2023 was set at $0.2330 and $0.2330, respectively.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the College considers all highly liquid instruments purchased with a maturity of three months or less to be cash equivalents.

Investments

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that GASB Statements require or permit in the statement of net position at the end of each reporting period.

Tuition and Fees Receivable

Accounts receivable consist of tuition and fee charges to students and charges for auxiliary enterprise services provided to students, faculty, and staff. Accounts receivable are recorded net of estimated uncollectible amounts. Accounts outstanding are deemed to be uncollectible with the following percentages:

0-1 years	2%
1-2 years	30%
2-3 years	60%
3-5 years	75%
5-7 years	90%
Over 7 years	100%

Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets such as roads and sidewalks. Capital assets are defined by the College as assets with an initial cost of $5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at cost at the date of acquisition, or fair value at the date of donation if acquired by gift. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the College are depreciated using the straight-line method over the following lives:

Buildings and improvements	20-40 years
Infrastructure	15-20 years
Land improvements	20 years
Library materials	10 years
Furniture, fixtures, and equipment	5 years

Inventory

Inventory consists of bookstore merchandise and is stated at the lower of cost or market determined on the first-in, first-out basis.

Unearned Tuition and Fees

Unearned tuition and fees revenue represent the student fees and advances on grants and contract awards, which the College has not yet earned.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net position that applies to a future period and will not be recognized as an expense until then. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, Deferred Inflows of Resources, represents an acquisition of net position that applies to a future period and will not be recognized as revenue until then. The College has four items that meet the criterion for this category-pension deferrals that results from the implementation of GASB Statement No. 68 (see Note 10); other post employment benefits deferrals that result from the implementation of GASB Statement No. 75 (see Note 13); commitments under a split interest agreement resulting from the implementation of GASB Statement No. 81 (see Note 4); and leases meeting the criteria outlined in GASB Statement No. 87 (see Note 8).

Compensated Absences

The College records a liability for employees' leave earned, but not yet taken. Employees are allowed to carry over a limited number of leave days from year to year. Expense and related liability are recognized as leave benefits are earned based on three criteria; the leave is attributable to services already rendered, leave accumulates, and leave is more likely than not to be used for time off or otherwise paid or settled.

Pension Plan

Financial reporting information pertaining to the College's participation in the Public School Retirement System of Missouri and the Public Education Employee Retirement System of Missouri (PSRS and PEERS, also referred to as the Systems) is prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended.

The fiduciary net position, as well as additions to and deductions from the fiduciary net position, of PSRS and PEERS have been determined on the same basis as they are reported by the Systems. The financial statements were prepared using the accrual basis of accounting. Member and employer contributions are recognized when due, pursuant to formal commitments and statutory requirements. Benefits and refunds of employee contributions are recognized when due and payable in accordance with the statutes governing the Systems. Expenses are recognized when the liability is incurred, regardless of when payment in made. Investments are reported at fair value. The fiduciary net position is reflected in the measurement of the College's net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense. An Annual Comprehensive Financial Report ("ACFR") can be obtained at www.psrs-peers.org.

Classification of Revenue

Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, and (2) sales and services of auxiliary enterprises. Non-operating revenue includes activities that have the characteristics of non-exchange transactions, such as (1) local property taxes; (2) state appropriations; (3) most federal, state, and local grants and contracts, and federal appropriations; and (4) gifts and contributions.

Federal Financial Assistance Programs

Major federally funded student financial aid programs in which the College participates include the Federal Pell Grant, Federal Supplemental Educational Opportunity Grant, Federal Work Study, and Federal Direct Student Loan Programs.

Scholarship Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported as the net of scholarship allowances in the statement of revenues, expenses, and changes in net position. Scholarship allowances are the difference between the stated charge for goods and services provided by the College and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state, or non-governmental programs, are recorded as either operating or non-operating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship allowance. The scholarship allowances on tuition and fees, housing, and bookstore for the year ended June 30, 2025, were $7,780,029, $412,524, and $820,174, respectively. The scholarship allowances on tuition and fees, housing, and bookstore for the year ended June 30, 2024 were $7,386,715, $356,518, and $757,759, respectively.

Net Position

The College's net position is classified as follows:

<u>Net Investment in Capital Assets</u>
Represents the College's total investment in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings attributable to the acquisition, construction, or improvement of those assets.

<u>Restricted Net Assets-Nonexpendable</u>
Includes permanent endowments that are required to be retained in perpetuity.

<u>Restricted Net Assets-Expendable</u>
Includes resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. When both restricted and unrestricted resources are available for use, it is the College's policy to use restricted resources first, then unrestricted resources when they are needed.

<u>Unrestricted Net Assets</u>
Includes resources derived from student tuition and fees, state appropriations, 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.

Subsequent Events

The College has evaluated subsequent events through December 1, 2025, which is the date that the financial statements were available to be issued.

2. DEPOSITS AND INVESTMENTS:

The Missouri Revised Statutes allow funds belonging to the College to be invested. College policy delegates this authority to the Treasurer of the Board of Trustees as permitted by Missouri law and limits the investments to certificates of deposit with banks within the College district and United States treasury bills.

Deposits

The carrying values of the College's bank accounts and certificates of deposit at June 30, 2025 and 2024, were $22,448,256 and $19,819,000, respectively, and the bank balances at June 30, 2025 and June 30, 2024, were $21,712,040 and $20,371,736, respectively, substantially all of which were covered by federal depository insurance and collateral held by the College's agent in the College's name. State law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S. Treasury; U.S. agencies and instrumentalities or the State of Missouri; bonds of any city, county, school district, or special road district of the State of Missouri; bonds of any state; or a surety bond having an aggregate value of at least equal to the amount of the deposits.

Summary of Carrying Values

The carrying values of deposits are included in the statements of net position as follows:

	2025	2024
Carrying Value		
Deposits	$ 22,448,256	$19,819,000

Included in the following statements of net position captions:

	2025	2024
Proprietary Funds		
Cash and cash equivalents	$ 19,618,554	$17,594,175
Subtract: Cash on hand	(4,425)	(4,425)
Fiduciary-Custodial Funds		
Cash and cash equivalents	528,662	505,110
Component Unit-Endowment Trust		
Cash and cash equivalents	2,220,334	1,640,426
Certificates of deposit	85,131	83,714
Total	$ 22,448,256	$19,819,000

3. NOTE RECEIVABLE:

Three Rivers College and Mineral Area College entered into an agreement on February 14, 2022, regarding the provision of educational services in Cape Girardeau County, Missouri. The agreement stated that Three Rivers College will cease to provide educational services in the county and transfer these rights to Mineral Area College. In exchange, Mineral Area College will pay Three Rivers College $1,000,000. Payments will be paid as follows: $100,000 at the execution of the agreement and $100,000 every year on the anniversary date of the agreement until fully paid. This note receivable is included in Other Receivables on the financial statements.

Three Rivers College recognized $912,342 in revenue as the result of the sale. Three Rivers will recognize an additional $87,658 in revenue over the next nine years in interest. Three Rivers imputed interest at the rate of 2.10%. This rate was calculated based on the College's latest bond rating and the prime rate at execution of the agreement.

The College will recognize interest revenue in the following amounts over the remaining years:

2/14/2026	$ 11,723
2/14/2027	9,870
2/14/2028	7,977
2/14/2029	6,044
2/14/2030	4,071
2/14/2031	2,057
Total	$ 41,742

4. BENEFICIAL INTEREST IN TRUST:

As of June 30, 2025 and 2024, the College has $8,540,281 and $7,827,733, respectively, of beneficial interest in charitable remainder annuity trusts. The trusts are maintained by outside fiscal agents and are not under the control of the College. Under the terms of the first trust agreement, the donor's designated beneficiary receives five percent of the initial fair market value of the assets in the trust during her lifetime. Upon her death, the trust is to terminate, and the remaining trust assets are to be distributed to the College for the establishment of an endowment fund. Under the terms of the second trust agreement, the donor's descendants remain the beneficiaries.

GASB Statement No. 81 *Irrevocable Split-Interest Agreements* was implemented in fiscal year 2018, resulting in assets held in the charitable trusts to be reported at fair market value in the College's Statement of Net Position and changes in the fair value of the charitable trusts to be reflected in the Statement of Revenues, Expense, and Changes in Net Position.

5. LONG-TERM DEBT:

The following is a summary of long-term debt transactions for the College for the year ended June 30, 2025:

	Balance June 30, 2024	Additions	Deductions	Balance June 30, 2025	Current Portion
Lease Participation Certificates, Series 2016	$ 4,255,000	$ -	$ 280,000	$ 3,975,000	$ 285,000
Refunding Lease Participation Certificates, Series 2022	2,718,944	-	1,004,670	1,714,274	1,017,934
Premiums (Discounts)	86,819	-	7,039	79,780	-
Total	$ 7,060,763	$ -	$ 1,291,709	$ 5,769,054	$ 1,302,934

The following is a summary of long-term debt transactions for the College for the year ended June 30, 2024:

	Balance June 30, 2023	Additions	Deductions	Balance June 30, 2024	Current Portion
Lease Participation Certificates, Series 2016	$ 4,525,000	$ -	$ 270,000	$ 4,255,000	$ 280,000
Refunding Lease Participation Certificates, Series 2022	3,704,664	-	985,720	2,718,944	1,004,670
Premiums (Discounts)	93,858	-	7,039	86,819	-
Total	$ 8,323,522	$ -	$ 1,262,759	$ 7,060,763	$1,284,670

Debt Service Requirements to Maturity

The debt service requirements for the next five years, and thereafter, as of June 30, 2025, are as follows:

Year Ending June 30,	Principal	Interest	Total to be Paid
2026	$1,302,934	$133,134	$1,436,068
2027	986,340	113,154	1,099,494
2028	295,000	97,575	392,575
2029	305,000	88,575	393,575
2030	315,000	79,275	394,275
2031-2034	1,725,000	246,375	1,971,375
2036-2037	760,000	22,950	782,950
	$5,689,274	$781,038	$6,470,312

Lease Participation Certificates – Series 2016

On October 12, 2016, the College issued $5,985,000 of lease participation certificates. These certificates bear interest at 2.0% to 3.0%, due in semiannual installments, which began on April 1, 2017. Principal maturities began on October 1, 2017 and continue through 2037. These certificates were used for the construction of the Libla Family Sports Complex and adjoining SEMA/FEMA safe room.

Refunding Lease Participation Certificates – Series 2022

On January 5, 2022, the College issued $5,488,243 of refunding lease participation certificates. These certificates bear interest at 1.44%, due in semiannual installments, which began on April 1, 2022. Principal maturities began on April 1, 2022 and continue through 2027. These certificates were issued for the partial refinancing of the Series 2012B and Series 2014 lease participation certificates. The refinancing provided the College savings of $903,888.

6. COMPENSATED ABSENCES:

GASB statement 101 requires the recognition of compensated absences that meet the following requirements:

(a) the leave is attributable to services already rendered,
(b) the leave accumulates, and
(c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

Sick Leave
The College has a sick leave program that allows employees to accrue up to 480 hours of paid time off for illness or injury. This leave is only available to full-time employees. Staff accrue sick leave at a rate of 8 hours per month, and faculty accrue sick leave at 8.9 hours or 8 hours per month depending on the number of months they teach. Employees are not entitled to payment for any unused sick leave upon termination of employment.

The College has determined that the sick leave program meets all the criteria in GASB Statement No. 101. Leave is attributable to services already rendered, leave accumulates, and it was calculated that an average of 65% of sick leave accrued was used during a given year. The College had made an adjusting entry to recognize a beginning balance of $513,065 for the 2024 fiscal year.

Vacation
The College offers vacation leave to certain employees. All full-time staff are eligible to accrue vacation leave. Vacation leave is also available to 12-month faculty. The accrual rates of vacation vary based on the type of employee and years of service. Information regarding accrual rates can be found in college regulations. Vacation leave is payable upon termination of employment.

The College has determined that the vacation leave meets all the criteria in Statement No. 101. Leave is attributable to services already rendered, leave accumulates, and since vacation leave will be paid upon termination 100% of the accrual will be paid.

7. CAPITAL ASSETS:

Capital asset activity for the year ended June 30, 2025:

	Balance June 30, 2024	Additions	Retirements	Balance June 30, 2025
Capital assets not being depreciated:				
Land	$ 5,490,786	$ -	$ -	$ 5,490,786
Construction in progress	3,466,957	114,687	3,466,412	115,232
Total capital assets not being depreciated	8,957,743	114,687	3,466,412	5,606,018
Capital assets being depreciated:				
Building and improvements	53,735,098	5,589,484	10,409	59,314,173
Furniture, fixtures, and equipment	17,468,766	1,800,040	2,217,871	17,050,935
Infrastructure and land improvements	6,676,063	-	-	6,676,063
Library materials	1,071,454	-	345,939	725,515
Leasehold improvements	73,158	-	36,000	37,158
Total capital assets being depreciated	79,024,539	7,389,524	2,610,219	83,803,844
Less accumulated depreciation for:				
Buildings and improvements	21,576,300	1,552,179	3,904	23,124,575
Furniture, fixtures, and equipment	14,620,583	936,340	2,205,238	13,351,685
Infrastructure and land improvements	2,249,331	279,741	-	2,529,072
Library materials	969,724	29,152	345,939	652,937
Leasehold improvements	39,703	3,190	-	42,893
Total accumulated depreciation	39,455,641	2,800,602	2,555,081	39,701,162
Total capital assets being depreciated, net	39,568,898	4,588,922	55,138	44,102,682
Total capital assets, net	$48,526,641	$ 4,703,609	$ 3,521,550	$49,708,700

Capital asset activity for the year ended June 30, 2024:

	Balance June 30, 2023	Additions	Retirements	Balance June 30, 2024
Capital assets not being depreciated:				
Land	$ 5,490,786	$ -	$ -	$ 5,490,786
Construction in progress	3,171,574	401,872	106,489	3,466,957
Total capital assets not being depreciated	8,662,360	401,872	106,489	8,957,743
Capital assets being depreciated:				
Building and improvements	54,588,625	461,154	1,314,681	53,735,098
Furniture, fixtures, and equipment	17,104,632	716,127	351,993	17,468,766
Infrastructure and land improvements	6,357,834	318,229	-	6,676,063
Library materials	1,071,141	313	-	1,071,454
Leasehold improvements	73,158	-	-	73,158
Total capital assets being depreciated	79,195,390	1,495,823	1,666,674	79,024,539
Less accumulated depreciation for:				
Buildings and improvements	21,503,838	1,387,144	1,314,682	21,576,300
Furniture, fixtures, and equipment	14,032,671	909,150	321,238	14,620,583
Infrastructure and land improvements	1,981,500	267,831	-	2,249,331
Library materials	932,083	37,641	-	969,724
Leasehold improvements	32,913	6,790	-	39,703
Total accumulated depreciation	38,483,005	2,608,556	1,635,920	39,455,641
Total capital assets being depreciated, net	40,712,385	(1,112,733)	30,754	39,568,898
Total capital assets, net	$ 49,374,745	$ (710,861)	$ 137,243	$ 48,526,641

8. LEASES:

Lease (Lessor) agreements are summarized as follows:

Description	Date	Terms	Amount	Interest Rate	Total Deferred Inflow	June 30, 2025 Balance
Dr. Kip Newell	6/1/2023	24 Months	$ 500	3.808%	$ 11,573	$ -0-
Edward Jones 2	2/1/2024	5 Years	1,500	3.476%	82,743	42,750
South Central Workforce	7/1/2024	25 Months	1,000	4.163%	23,070	11,533
LifeSkills Connection	1/1/2024	24 Months	300	4.163%	6,921	1,730
Total Lease Revenue						56,015

The College leases office space to several businesses at the Westwood Event Center. These leases are with Dr. Kip Newell and Edward Jones. Both of these leases are for a term of 12 months with the option to renew the lease for an additional year except for Edward Jones. Edward Jones has a five year lease. The College expects all leases to be renewed at the one year expiration date. The interest rate for all of the Westwood Event Center office space leases was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease.

The College leases office space in the Crisp Technology Center to the South Central Workforce Investment Board. The lease terms are 13 months with the option to renew for an additional year. The College expects this lease to be renewed. The interest rate for this lease was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease.

The College leases office space in the Crisp Technology Center to LifeSkills Connection. The lease terms are 12 months with the option to renew for an additional year. The College expects this lease to be renewed. The interest rate for this lease was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease.

The College will recognize annual rental and interest revenue as follows:

Year Ending June 30	Rental Revenue	Interest Revenue
2026	$ 29,663	$ 2,137
2027	16,721	1,279
2028	17,312	688
2029	10,379	121
Total	$ 74,075	$ 4,225

Lease (Lessee) agreements are summarized as follows:

Description	Date	Terms	Amount	Interest Rate	Total Liability	Balance June 30, 2025
Dexter Building	1/14/2021	48 Months	$ 8,333	0.758%	$394,123	$ -
Business Incubator	7/1/2020	5 Years	5,220	0.719%	25,730	-
Zoellner	3/1/2022	8 Years	6,000	1.859%	45,704	28,604
Total Lease Payments						$ 28,604

Three Rivers College entered into a lease agreement with the Dexter Chamber of Commerce on January 14th, 2021. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease. The lease has a term of 48 months. Three Rivers purchased the facility during fiscal year 2025. The purchase agreement has its own terms separate from the lease agreement.

A lease agreement with Ozark Foothills Development Association was entered into on July 1, 2020, for an industrial space at the Ozark Foothills Business Incubator location. This lease had a term of 12 months. The lease allows renewal options for an additional 48 months. Three Rivers expects to exercise this option for the entire 48 months. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease.

A building lease between Three Rivers College and Zoellner Construction commenced on March 1, 2022. The lease term is for 5 years. There is an option to extend the lease for up the 3 years. Three Rivers expects to exercise those options. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease.

Annual Requirements to amortize long-term obligations and related interest are as follows:

Year Ending June 30,	Principal	Interest
2026	$ 5,808	$ 532
2027	5,916	424
2028	6,026	314
2029	6,138	202
2030	4,716	66
Total	$ 28,604	$ 1,538

9. SUBSCRIPTION BASED SOFTWARE AGREEMENTS:

Lease agreements are summarized as follows:

Description	Date	Terms	Amount	Interest Rate	Total Liability	Balance June 30, 2025
Ellucian - Colleague	7/1/2022	5 Years	$211,542	2.750%	$ 1,105,084	$ 481,892
Ellucian - Exp	7/1/2022	5 Years	19,125	2.750%	121,749	54,304
Blackboard	12/11/2022	5 Years	35,775	3.440%	161,287	65,426
Untangle	5/5/2020	5 Years	-	0.760%	20,000	-
StarFish	3/1/2024	5 Years	42,350	3.768%	196,920	118,045
						$ 719,667

Three Rivers College entered into a Subscription Based Software Agreement with Ellucian for the Colleague Student Information System on 7/1/22. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the agreement. The agreement has a term of 5 years.

Three Rivers College entered into a Subscription Based Software Agreement with Ellucian for the Ellucian Experience software package on 7/1/22. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the agreement. The agreement has a term of 5 years.

Three Rivers College entered into a Subscription Based Software Agreement with Blackboard for online learning software on 12/11/22. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the agreement. The agreement has a term of 5 years.

Three Rivers College entered into a Subscription Based Software Agreement with Untangle for NG Firewall software on 5/5/20. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the agreement. The agreement has a term of 5 years.

Three Rivers College entered into a Subscription Based Software Agreement with EAB for Starfish student service software on 4/6/23. The interest rate was calculated based on Three Rivers College's bond rating, the length of the lease, and federal interest rate at the commencement of the lease. The agreement has a term of 5 years.

Annual Requirements to amortize long-term obligations and related interest are as follows:

Year Ending June 30,	Principal	Interest
2026	$ 327,935	$ 21,437
2027	350,920	11,815
2028	40,812	1,538
Total	$ 1,025,849	$ 65,227

10. PENSION PLAN:

General Information about the Pension Plan

Plan Description. PSRS is a mandatory cost-sharing multiple employer retirement system for all full-time certificated employees and certain part-time certificated employees of all public-school districts in Missouri (except the school districts of St. Louis and Kansas City) and all public community colleges. PSRS also includes certificated employees of the Systems, Missouri State Teachers' Association, Missouri State High School Activities Association, and certain employees of the state of Missouri who elected to remain covered by PSRS under legislation enacted in 1986, 1987, and 1989. The majority of PSRS members are exempt from Social Security contributions. In some instances, positions may be determined not to be exempt from Social Security contributions. Any PSRS member who is required to contribute to Social Security comes under the requirements of Section 169.070 (9) RSMo, known as the "two-thirds statute." PSRS members required to contribute to Social Security are required to contribute two-thirds of the approved PSRS contribution rate, and their employer is required to match the contribution. The members' benefits are further calculated at two-thirds the normal benefit amount.

PEERS is a mandatory cost-sharing multiple employer retirement system for all non-certified public-school district employees (except the school districts of St. Louis and Kansas City), employees of the Missouri Association of School Administrators, and community college employees (except the Community College of St. Louis). Employees of covered districts who work 20 or more hours per week on a regular basis and who are not contributing members of PSRS must contribute to PEERS. Employees of the Systems who do not hold Missouri educator certificates also contribute to PEERS. PEERS was established as a trust fund by an Act of the Missouri General Assembly effective October 13, 1965. Statutes governing the System are found in Sections 169.600 - 169.715 and Sections 169.560-169.595 RSMo. The statutes place responsibility for the operation of PEERS on the Board of Trustees of PSRS.

Benefits Provided. PSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of 5 years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 2.5 percent benefit factor. Members who retire with 32 or more years of service will have their benefit calculated using a 2.55 percent benefit factor. Actuarially age-reduced benefits are available for members with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

PEERS is a defined benefit plan providing retirement, disability, and death benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for "Rule of 80" or "30-and-out" are entitled to an additional temporary benefit until reaching minimum Social Security age (currently age 62), which is calculated using a 0.8 percent benefit factor. Actuarially age-reduced retirement benefits are available with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Summary Plan Descriptions detailing the provisions of the plans can be found on the Systems' website at www.psrs-peers.org.

Cost-of-Living Adjustments (COLA). The Board of Trustees has established a policy of providing COLAs to both PSRS and PEERS members as follows:

- If the June to June change in the Consumer Price Index for All Urban Consumers (CPI-U) is less than 2% for one or more consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2%, at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2% cost-of-living increase is granted.

- If the June to June change in the CPI-U is greater than or equal to 2%, but less than 5%, a cost-of-living increase of 2% will be granted.

- If the June to June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted.
- If the CPI decreases, no COLA is provided.

For any PSRS member retiring on or after July 1, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustments commence on the fourth January after commencement of benefits and occur annually thereafter. The total of such increases may not exceed 80% of the original benefit for any member.

Contributions. PSRS members were required to contribute 14.5 percent of their annual covered salary during fiscal years 2023, 2024, and 2025. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1 percent of pay.

PEERS members were required to contribute 6.86 percent of their annual covered salary during fiscal years 2023, 2024, and 2025. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5 percent of pay.

The College's contributions to PSRS and PEERS were $1,166,011 and $171,380, respectively, for the year ended June 30, 2025.

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

At June 30, 2025, the College recorded a liability of $9,810,071 for its proportionate share of the PSRS net pension liability and $888,764 for its proportionate share of the PEERS net pension. In total the College recorded net pension liabilities of $10,698,835. The net pension liability for the plans in total was measured as of June 30, 2024 and determined by an actuarial valuation as of that date. The College's proportionate share of the total net pension liability was based on the ratio of its actual contributions paid to PSRS and PEERS of $1,160,611 and $166,285, respectively, for the year ended June 30, 2024, relative to the total contributions of $818,841,138 for PSRS and $161,237,992 for PEERS from all participating employers. At June 30, 2024, the College's proportionate share was 0.1417 percent for PSRS and 0.1031 percent for PEERS.

For the year ended June 30, 2025, the College recognized a pension expense (income) of $682,299 for PSRS and $195,919 for PEERS, its proportionate share of the total pension expense (income). Pension expense is the change in the net position liability from the previous reporting period to the current reporting period, less adjustments. This may be a negative expense (pension income).

At June 30, 2025, the College reported deferred outflows of resources and deferred inflows of resources from the following sources related to PSRS and PEERS pension benefits:

PSRS:

Balance of Deferred Outflows and Inflows Due to:	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 1,585,964	$ -
Changes of assumptions	249,584	-
Net difference between projected and actual earnings on pension plan investments	3,377,996	4,072,631
Changes in proportion and differences between employer contributions and proportionate share of contributions	225,981	692,464
Employer contributions subsequent to the measurement date	1,166,011	-
Total	$ 6,605,536	$ 4,765,095

PEERS:

Balance of Deferred Outflows and Inflows Due to:	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 108,224	$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	315,285	384,623
Changes in proportion and differences between employer contributions and proportionate share of contributions	40,611	1,642
Employer contributions subsequent to the measurement date	171,380	-
Total	$ 635,500	$ 386,265

COLLEGE TOTAL:

Balance of Deferred Outflows and Inflows Due to:	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 1,694,188	$ -
Changes of assumptions	249,584	-
Net difference between projected and actual earnings on pension plan investments	3,693,281	4,457,254
Changes in proportion and differences between employer contributions and proportionate share of contributions	266,592	694,106
Employer contributions subsequent to the measurement date	1,337,391	-
Total	$ 7,241,036	$ 5,151,360

Amounts reported as deferred outflows of resources resulting from contribution subsequent to the measurement date of June 30, 2024, will be recognized as a reduction to the net pension liability in the year ended June 30, 2026. Other amounts reported as collective deferred (inflows)/outflows of resources are to be recognized in pension expense as follows:

Year Ended June 30:

	PSRS	PEERS	College Total
2026	$ 584,720	$ 160,930	$ 745,650
2027	1,622,727	157,500	1,780,227
2028	(88,818)	(27,188)	(116,006)
2029	(316,953)	(42,007)	(358,960)
2030	38,765	-0-	38,765
Thereafter	-0-	-0-	-0-
	$ 1,840,441	$ 249,235	$ 2,089,676

Actuarial Assumptions

Actuarial valuations of the Systems involve assumptions about probability of occurrence of events far into the future in order to estimate the reported amounts. Examples include assumptions about future employment, salary increases, and mortality. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Board of Trustees adopts actuarial assumptions, each of which individually represents a reasonable long-term estimate of anticipated experience for the Systems, derived from experience studies conducted every fifth year and from Board policies concerning investments and COLAs. The most recent comprehensive experience studies were completed in May 2021. All economic and demographic assumptions were reviewed and certain assumptions were updated, where appropriate, based on the results of the studies and effective with the June 30, 2021 valuations. For PSRS, the retirement rates assumption was updated for the June 30, 2023 valuation due to the passage of Senate Bill 75 (HCS/SS/SB75), which added the 2.55% formula factor benefit factor for members that retire with 32 or more years of service. There have been no other changes to the actuarial assumptions and methods for PSRS or PEERS since the June 30, 2021 valuations. Significant actuarial assumption and methods are detailed below. For additional information, please refer to the Systems' Annual Comprehensive Financial Report (ACFR). The next experience studies are scheduled for 2026.

Significant actuarial assumptions and other inputs used to measure the total pension liability:

Measurement Date	June 30, 2024
Valuation Date	June 30, 2024
Expected Return on Investments	7.30 percent net of investment expenses and including 2.00 percent inflation
Inflation	2.00 percent per annum
Total Payroll Growth	
PSRS:	2.25 percent per annum, consisting of 2.00 percent inflation, 0.125 percent real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.125 percent of real wage growth due to productivity.
PEERS:	2.50 percent per annum, consisting of 2.00 percent inflation, 0.25 percent real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.25 percent of real wage growth due to productivity.
Future Salary Increases	
PSRS:	2.625 percent – 8.875 percent, depending on service and including 2.00 percent inflation, 0.125 percent real wage growth due to the inclusion of active health care costs in pensionable earnings, 0.125 percent of real wage growth due to productivity, and real wage growth for merit.

PEERS: 3.25 percent – 9.75 percent, depending on service and including 2.00 percent inflation, 0.25 percent real wage growth due to the inclusion of active health care costs in pensionable earnings, 0.25 percent of real wage growth due to productivity, and real wage growth for merit.

Cost-of-Living Increases
PSRS & PEERS

Given that the actual increase in the CPI-U index from June 2023 to June 2024 was 2.97%, the Board approved an actual cost-of-living adjustment (COLA) as of January 1, 2025 of 2.00%, in accordance with the Board's funding policy and Missouri statutes, compared to an assumed COLA of 1.35%. Future COLAs assumed in the valuation are 1.35% each January 1. This COLA assumption is based on the 20-year stochastic analysis of inflation performed in the 2021 experience study, and application of the Board's funding policy to those expectations. The current policy of the Board to grant a COLA on each January 1 is as follows:

- If the June to June change in the CPI-U is less than 2 percent for one or more consecutive one-year periods, a cost-of-living increase of 2 percent will be granted when the cumulative increase is equal to or greater than 2 percent, at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2 percent cost-of-living increase is granted.

- If the June to June change in the CPI-U is greater than or equal to 2 percent, but less than 5 percent, a cost-of-living increase of 2 percent will be granted.

- If the June to June change in the CPI-U is greater than or equal to 5 percent, a cost-of-living increase of 5 percent will be granted.

- If the CPI decreases, no COLA is provided.

The COLA applies to service retirements and beneficiary annuities. The COLA does not apply to the benefits for in-service death payable to spouses (where the spouse is over age 60), and does not apply to the spouse with children pre-retirement death benefit, the dependent children pre-retirement death benefit, or the dependent parent death benefit. The total lifetime COLA cannot exceed 80 percent of the original benefit. PSRS members receive a COLA on the second January after retirement, while PEERS members receive a COLA on the fourth January after retirement.

Mortality Assumptions

Actives:

PSRS

Experience-adjusted PubT-2010 Teachers Amount-Weighted Employees mortality tables with generational projection using the MP-2020 improvement scale. Experience adjustments are equal to the healthy retiree experience-based adjustment factors at all ages for both males and females.

PEERS

Experience-adjusted PubCt-2010(B) General Employees Below-Median Income Amount-Weighted Employees mortality tables with generational projection using the MP-2020 improvement scale. Experience adjustments are equal to the healthy retiree experience-based adjustment factors at all ages for both males and females.

Non-Disabled Retirees, Beneficiaries and Survivors:

PSRS

Mortality rates for non-disabled retirees and beneficiaries prior to the member's death are based on the experience-adjusted PubT-2010 (Teachers) Amount-Weighted Retiree mortality tables with generational projection using the MP-2020 improvement scale. Mortality rates for non-disabled retirees and beneficiaries after the member's death are based on the experience-adjusted Pub-2010 Amount-Weighted Contingent Survivor mortality tables with generational projection using the MP-2020 improvement scale. The Plan-specific experience adjustments are as follows:

	Males	Females
Non-Disabled	1.10	1.04
Contingent Survivor	1.18	1.07

PEERS

Mortality rates for non-disabled retirees and beneficiaries prior to the member's death are based on the experience-adjusted PubG-2010(B) General Employees Below Medium Income Amount-Weighted Healthy Retiree mortality tables with generational projection using the MP-2020 improvement scale. Mortality rates for non-disabled retirees and beneficiaries after the member's death are based on the experience-adjusted Pub-2010(B) Below Medium Income Amount-Weighted Contingent Survivor mortality tables with generational projection using the MP-2020 improvement scale. The Plan-specific experience adjustments are as follows:

	Males	Females
Non-Disabled	1.13	0.94
Contingent Survivor	1.01	1.07

Disabled Retires:

PSRS

Mortality rate for disabled retirees and beneficiaries are based on the experience-adjusted PubT-2010 (Teachers) Amount-Weighted Disabled Retiree mortality tables with generational projection using the MP-2020 improvement scale. Experience adjustments are equal to the healthy retiree experience-based adjustment factors at all ages for both males and females.

PEERS

Mortality rate for disabled retirees and beneficiaries are based on the experience-adjusted Pub-2010 General Employees Amount-Weighted Disabled Retiree mortality tables with generational projection using the MP-2020 improvement scale. Experience adjustments are equal to the healthy retiree experience-based adjustment factors at all ages for both males and females.

Fiduciary Net Position

The Systems issue a publicly available financial report (ACFR) that can be obtained at www.psrs-peers.org.

Expected Rate of Return

The long-term expected rate of return on investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed rate of return. The long-term expected rate of return on the Systems' investments was determined using a building-block method in which best-estimate ranges of expected future real rates of returns (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Systems' target allocation as of June 30, 2024 are summarized below.

Asset Class	Allocation	Basis
U.S. Public Equity	23.0%	4.81%
Hedged Assets	6.0%	2.39%
Global Equity	16.0%	6.88%
U.S. Treasuries	15.0%	-0.02%
U.S. TIPS	0.0%	0.29%
Public Credit	0.0%	0.80%
Private Credit	8.0%	5.61%
Private Equity	21.0%	10.90%
Private Real Estate	11.0%	7.47%
Total	100.0%	

Discount Rate

The long-term expected rate of return used to measure the total pension liability was 7.30 percent as of June 30, 2024, and is consistent with the long-term expected geometric return on plan investments. The actuarial assumed rate of return of 7.30 percent is consistent with the June 30, 2023 valuations and is based on the actuarial experience studies conducted during the 2021 fiscal year. The projection of cash flows used to determine the discount rate assumed that employer contributions would be made at the actuarially calculated rate computed in accordance with assumptions and methods stated in the funding policy adopted by the Board of Trustees, which requires payment of the normal cost and amortization of the unfunded actuarially accrued liability in level percent of employee payroll installments over 30 years utilizing a closed period, layered approach. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

Discount Rate Sensitivity

The sensitivity of the College's net pension liabilities to changes in the discount rate is presented below. The College's net pension liabilities calculated using the discount rate of 7.30 percent is presented, as well as the net pension liabilities using a discount rate that is 1.0 percent lower (6.30%) or 1.0 percent higher (8.30%) than the current rate.

	Discount Rate	1% Decrease (6.30%)	Current Rate (7.30%)	1% Increase (8.30%)
PSRS	Proportionate share of the Net Pension Liability/(Asset)	$ 20,356,167	$ 9,810,071	$ 1,077,970
PEERS	Proportionate share of the Net Pension Liability/(Asset)	$ 1,874,401	$ 888,764	$ 67,483

Payable to the Pension Plan

The College reported a payable of $211,787 and $33,932 for the outstanding amount of contributions to PSRS and PEERS, respectively, required for the year ended June 30, 2025.

11. RISK MANAGEMENT:

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The College has effectively managed risk through its insurance and various educational and prevention programs.

The College is a member of the Missouri United Schools Insurance Council (MUSIC), a protected self-insurance program of approximately 400 Missouri Public School Districts. The College does not pay premiums to purchase insurance policies but pays an assessment to be a member of a self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole.

The College is a part of the SEMO Consortium. This consortium is made up of school districts in Southeast Missouri who have joined together for the purpose of purchasing employee benefits as a larger group to increase buying power and stabilize renewals. These are fully insured plans, which means that the carriers assume the risk of the claims in return for the premiums that the College pays on a monthly basis.

12. CONTINGENCIES AND CLAIMS:

The College, from time to time, receives information regarding potential claims against the College, including from students or employees. Management has represented that its insurance company is responsible for handling any and all such claims and believes the insurance coverage is adequate to protect the College in the event of a successful claim. An estimate of possible damage, if any, which the College would be liable for, cannot be made at this time.

13. OTHER POST EMPLOYMENT BENEFITS:

Plan Description:

The College's defined benefit OPEB plan, Three Rivers College Other Post-Employment Benefits Program, administers a single employer defined benefit plan for all full-time employees of the College. This plan does not issue a stand-alone financial report.

Benefits Provided:

The College allows retirees of the College to participate in the group health insurance plan with current employees. The College pays premiums applicable to the group as a whole. Retirees pay 100 percent of their premiums at the same rate as current employees without a specific contribution from the College. The premiums paid by the retirees may be lower than they would have been if they retirees were insured separately. This benefit is called an "implicit rate subsidy."

Employees Covered by Benefit Terms:

As of June 30, 2025, the following employees were covered by the benefit terms:

Retirees and Surviving Spouses	18
Spouses of Current Retirees	7
Active	156
Total	181

Total OPEB Liability:

The College's total OPEB liability of $1,437,192 was measured as of June 30, 2025, and was determined by an actuarial valuation date of June 30, 2024 and then projected forward to the measurement date.

Actuarial Assumptions and Other Inputs:

Inflation	2.30%
Salary Increases	3.00%
Discount Rate	5.20%
Mortality	Pub-2010 Teachers Mortality for Employees and Health Annuitants, with generational projection per Scale MP-2021.
Actuarial Cost Method	Entry Age Normal

The discount rate was based on 20 Year Bond GO Index.

The plan has not had a formal actuarial experience study performed.

Sensitivity of Net OPEB Liability to Changes in the Single Discount Rate

The following presents the total OPEB liability of the College, calculated using the discount rate of 5.20%, as well as what the College's total OPEB liability would be if it were calculated using a discount rate that is one percentage point higher (6.20%) or lower (4.20%) than the current rate:

Sensitivity of Net OPEB Liablility as of June 30, 2025,
to the Current Single Discount Rate Assumption

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
Net OPEB liability	$ 1,591,589	$ 1,437,192	$ 1,303,089

Sensitivity of Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability of the College, calculated using the current healthcare cost trend rates as well as what the College's total OPEB liability would be if it were calculated using trend rates that are one percentage point higher or lower than the current trend rates.

Sensitivity of Net OPEB Liablility as of June 2025
to the Healthcare Cost Trend Rate Assumption

	1% Decrease	Healthcare Cost Trend Rates Rate Assumption	1% Increase
Net OPEB liability	$ 1,257,229	$ 1,437,192	$ 1,655,698

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2025, the College recognized OPEB expense of $126,699. At June 30, 2025, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows Resources
Differences between expected and actual experience	$(385,787)	$ -
Changes of assumptions or other inputs	(347,060)	132,866
Total	$(732,847)	$ 132,866

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:	
2026	$(106,630)
2027	(106,626)
2028	(100,733)
2029	(106,055)
2030	(65,708)
Thereafter	(114,229)
Total	$(599,981)

14. FAIR VALUE MEASUREMENTS:

Investments for the College are stated at fair value. The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure the fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 – Inputs to the valuation methodology are unadjusted quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

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

A financial instrument's fair value measurement level within the fair value hierarchy is based on the lowest level of any input significant to the fair value measurement.

The College uses net asset value (NAV) to determine fair value of those underlying investments that (a) do not have a readily determinable fair value and (b) either have attributes of an investment company or prepare is financial statements consistent with the measurement principles of an investment company. The College has $73,663 and $61,203 of investments that are reported at NAV at June 30, 2025 and 2024, respectively. For these investments, the College has concluded that the NAV reported by the underlying fund is a practical expedient to estimating fair value. The amounts reported at NAV at June 30, 2025 are redeemable with the fund at NAV under the original terms of the agreements of the underlying funds.

In 2023, the Endowment Trust changed its valuation approved for measuring the fair value of its alternative investment in the diversified investment pool. The Endowment Trust uses net asset value (NAV) to determine fair value of those underlying investments that (a) do not have a readily determinable fair value and (b) either have attributes of an investment company or prepare is financial statements consistent with the measurement principles of an investment company. The Endowment Trust has $721,402 and $589,237 of investments that are reported at NAV at June 30, 2025 and 2024, respectively. For these investments, the Endowment Trust has concluded that the NAV reported by the underlying fund is a practical expedient to estimating fair value. The amounts reported at NAV at June 30, 2025 are redeemable with the fund at NAV under the original terms of the agreements of the underlying funds.

The following table sets forth by level within the fair value hierarchy, the College's investments at fair value as of June 30, 2025.

	Fair Value	Level 1	Level 2	Level 3	NAV
Proprietary Funds:					
Money market accounts	$ 178,962	$ 178,962	$ -0-	$ -0-	$ -0-
Federal governmental obligations	33,309	33,309	-0-	-0-	-0-
Corporate bonds	255,408	-0-	255,408	-0-	-0-
Mutual funds	1,631,600	1,280,149	277,788	-0-	73,663
Equities	6,972,081	6,972,081	-0-	-0-	-0-
Total	$ 9,071,360	$ 8,464,501	$ 533,196	$ -0-	$ 73,663

The following table sets forth by level within the fair value hierarchy, the Endowment Trust's investments at fair value as of June 30, 2025.

	Fair Value	Level 1	Level 2	Level 3	NAV
Component Unit:					
Mutual funds	$5,201,015	$4,479,613	$ -0-	$ -0-	$ 721,402

The following table sets forth by level within the fair value hierarchy, the College's investment at fair values as of June 30, 2024.

	Fair Value	Level 1	Level 2	Level 3	NAV
Proprietary Funds:					
Money market accounts	$ 82,688	$ 82,688	$ -0-	$ -0-	$ -0-
Federal governmental obligations	32,563	32,563	-0-	-0-	-0-
Corporate bonds	250,389	-0-	250,389	-0-	-0-
Mutual funds	1,552,364	1,232,094	259,067	-0-	61,203
Equities	6,387,025	6,387,025	-0-	-0-	-0-
Total	$ 8,305,029	$ 7,734,370	$ 509,456	$ -0-	$ 61,203

The following table sets forth by level within the fair value hierarchy, the Endowment Trust's investments at fair value as of June 30, 2024.

	Fair Value	Level 1	Level 2	Level 3	NAV
Component Unit:					
Mutual funds	$4,595,226	$4,005,989	$ -0-	$ -0-	$ 589,237

15. ENDOWMENTS:

The endowments of the College consist of individual donor-restricted funds established for scholarships. In accordance with generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Permanently restricted endowment balance includes the original value at the date of the gift. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until awarded to an eligible student.

If a donor has not provided specific restrictions, state law permits the College to appropriate an amount of the endowment funds' net appreciation, realized and unrealized, as the College considers to be prudent. Barring specific donor restrictions otherwise, the College invests endowment funds in certificates of deposits and mutual funds.

The College has a policy of appropriating for distribution each year only the earnings of the various endowment funds and providing a percentage of income to cover a portion of overhead expenses. The policy provides for a 4.0 percent annual spending rate which is satisfied first from endowment interest and dividend earnings. The principal portion of each endowment is maintained in perpetuity and not distributed to the endowment's beneficiaries.

At June 30, 2025 and 2024, net appreciation of endowments was $118,755 and $118,755, respectively. Of these amounts $118,755 and $118,755 are classified as restricted expendable for scholarships.

16. TAX ABATEMENTS:

College property tax revenues were reduced by $115,137 under agreements entered into by the City of Poplar Bluff through its Enhanced Enterprise Zone Program and Industrial Development Program. These programs have a stated purpose of increasing business activity and employment in the City of Poplar Bluff. The amount of abatement is achieved through a reduction of assessed valuation for both programs.

17. RELATED PARTY DISCLOSURE REQUIRED BY THE U.S. DEPARTMENT OF EDUCATION (Unaudited):

To comply with the Financial Responsibility, Administrative Capability, Certification Procedures, Ability to Benefit regulation promulgated by the U.S. Department of Education, Three Rivers College reports that there were no related party transactions during the fiscal year ended June 30, 2025.

18. CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT:

For 2025, the College implemented Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences. GASB Statement No. 101 establishes new recognition and measurement criteria for liabilities related to compensated absences, including vacation, sick leave, and similar benefits. In accordance with GASB Statement No. 100, the College has applied the provisions of GASB 101 retroactively. The comparative financial statements for the years ended June 30, 2025 and June 30, 2024, have been restated to reflect the application of the new accounting principle. The cumulative effect of the change on periods prior to those presented has been reported as a restatement of beginning net position as of July 1, 2023.

The implementation of GASB Statement No. 101 had the following effect on net position:

Net Position July 1, 2023	$ 48,856,003
Adjustments:	
Accrued Compensated Absences	(513,065)
Restated Net Position July 1, 2023	$ 48,342,938

The restatement resulted in changes to previously reported amount for the year ended June 30, 2024. Operating expenses increased by $39,635, therefore lowering net position. The restatement was necessary to conform to the new accounting principle under GASB Statement No. 101. The change increased the liability for compensated absences and decreased the beginning net position as of July 1, 2023, as shown above. All prior period financial statements presented have been restated to reflect the change. No restatement was required for periods prior to July 1, 2023, as the cumulative effect was included in the beginning net position of the earliest period presented.

19. COMMITMENT:

In March 2025, the College suffered damage from a tornado. As of June 30, 2025, the College did not have a total estimate of the cost to repair the damage. Subsequent to the year end, the College received $2 million from insurance to begin repairs. It is expected that insurance will cover the remaining. Repairs are expected to be completed in fiscal year 2026.

REQUIRED SUPPLEMENTARY INFORMATION

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

SCHEDULES OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS

For the Year Ended June 30, 2025

Public School Retirement System of Missouri

Year Ended*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
6/30/2015	0.1942%	$ 11,210,894	$ 8,821,400	127.09%	85.78%
6/30/2016	0.1912%	14,226,521	8,849,934	160.75%	82.18%
6/30/2017	0.1877%	13,554,803	8,873,916	152.75%	83.77%
6/30/2018	0.1683%	12,525,654	8,091,385	154.80%	84.06%
6/30/2019	0.1565%	11,549,810	7,695,627	150.08%	84.62%
6/30/2020	0.1604%	14,324,869	8,036,099	178.26%	82.01%
6/30/2021	0.1571%	3,477,845	8,084,995	43.02%	95.81%
6/30/2022	0.1439%	11,129,521	7,581,307	146.80%	86.04%
6/30/2023	0.1380%	11,537,522	7,520,663	153.41%	85.38%
6/30/2024	0.1417%	9,810,071	8,004,215	122.56%	88.26%

Public Education Employee Retirement System of Missouri

Year Ended*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
6/30/2015	0.1201%	$ 635,216	$ 1,800,578	35.28%	88.28%
6/30/2016	0.1136%	911,453	1,754,779	51.94%	83.32%
6/30/2017	0.1033%	788,128	1,659,501	47.49%	85.35%
6/30/2018	0.1008%	778,894	1,677,876	46.42%	86.06%
6/30/2019	0.1159%	916,724	1,807,444	50.72%	86.38%
6/30/2020	0.1122%	1,088,965	2,019,505	53.92%	84.06%
6/30/2021	0.1034%	111,354	1,894,963	5.88%	98.36%
6/30/2022	0.0933%	788,495	1,821,832	43.28%	87.92%
6/30/2023	0.0971%	969,936	2,068,016	46.90%	86.50%
6/30/2024	0.1031%	888,764	2,423,975	36.67%	88.96%

Note: These schedules are intended to show information for ten years. Additional years will be displayed as they become available.

**The data provided in the schedules is based as of the measurement date of the Systems' net pension liability, which is as of the beginning of the District's fiscal year.*

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

SCHEDULES OF EMPLOYER CONTRIBUTIONS

For the Year Ended June 30, 2025

Public School Retirement System of Missouri

Year Ending	Statutorily Required Contribution	Actual Employer Contribution	Contribution Excess/(Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/2015	$ 1,275,237	$ 1,275,237	$ -	$ 8,821,400	14.46%
6/30/2016	1,280,952	1,280,952	-	8,849,934	14.47%
6/30/2017	1,283,975	1,283,975	-	8,873,916	14.47%
6/30/2018	1,173,251	1,173,251	-	8,091,385	14.50%
6/30/2019	1,113,906	1,113,906	-	7,695,627	14.47%
6/30/2020	1,161,054	1,161,054	-	8,036,099	14.45%
6/30/2021	1,170,257	1,170,257	-	8,084,995	14.47%
6/30/2022	1,099,290	1,099,290	-	7,581,307	14.50%
6/30/2023	1,090,496	1,090,496	-	7,520,663	14.50%
6/30/2024	1,160,611	1,160,611	-	8,004,215	14.50%

Public Education Employee Retirement System of Missouri

Year Ending	Statutorily Required Contribution	Actual Employer Contribution	Contribution Excess/(Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/2015	$ 123,519	$ 123,519	$ -	$ 1,800,578	6.86%
6/30/2016	120,377	120,377	-	1,754,779	6.86%
6/30/2017	113,842	113,842	-	1,659,501	6.86%
6/30/2018	115,101	115,101	-	1,677,876	6.86%
6/30/2019	138,010	138,010	-	1,807,444	7.64%
6/30/2020	138,538	138,538	-	2,019,505	6.86%
6/30/2021	129,994	129,994	-	1,894,963	6.86%
6/30/2022	124,978	124,978	-	1,821,832	6.86%
6/30/2023	141,866	141,866	-	2,068,016	6.86%
6/30/2024	166,285	166,285	-	2,423,975	6.86%

Note: These schedules are intended to show information for ten years. Additional years will be displayed as they become available.

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE COLLEGE'S TOTAL OPEB LIABILITY AND RELATED RATIOS

June 30, 2025

Calendar Year Ended June 30,	2025	2024	2023
Total OPEB Liability			
Service Costs	$ 126,699	$ 124,631	$ 102,727
Interest on Total OPEB Liability	63,065	62,522	55,464
Effect of Plan Changes	-	-	-
Effect of Economic/Demographic Gains or Losses	-	(195,030)	-
Effect of Assumptions Changes or Inputs	(200,056)	(45,560)	31,293
Benefit Payments	(60,510)	(53,263)	(76,980)
Net Change in Total OPEB Liability	(70,802)	(106,700)	112,504
Total OPEB Liability - Beginning	1,507,994	1,614,694	1,502,190
Total OPEB Liability - Ending	$ 1,437,192	$ 1,507,994	$ 1,614,694
Covered Employee Payroll	10,405,455	10,154,011	9,415,321
Total OPEB Liability as a Percentage of Covered Employee Payroll	13.81%	14.85%	17.15%

Calendar Year Ended June 30,	2022	2021	2020	2019	2018
Total OPEB Liability					
Service Costs	$ 131,190	$ 130,376	$ 95,778	$ 128,349	$ 131,808
Interest on Total OPEB Liability	37,621	35,813	63,893	62,798	54,998
Effect of Plan Changes	-	-	-	-	-
Effect of Economic/Demographic Gains or Losses	(16,588)	-	(570,735)	-	-
Effect of Assumptions Changes or Inputs	(225,355)	9,798	209,397	82,331	(58,956)
Benefit Payments	(70,006)	(41,403)	(34,319)	(41,780)	(34,207)
Net Change in Total OPEB Liability	(143,138)	134,584	(235,986)	231,698	93,643
Total OPEB Liability - Beginning	1,645,328	1,510,744	1,746,730	1,515,032	1,421,389
Total OPEB Liability - Ending	$ 1,502,190	$ 1,645,328	$ 1,510,744	$ 1,746,730	$ 1,515,032
Covered Employee Payroll	9,330,224	9,906,613	10,012,067	8,265,475	9,942,499
Total OPEB Liability as a Percentage of Covered Employee Payroll	16.10%	16.61%	15.09%	21.13%	15.24%

Notes to the Schedule:
This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.

See Accompanying Notes to the Basic Financial Statements.

SUPPLEMENTARY INFORMATION

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

Disclosures Required by Lease Participation Certificates (Unaudited)

For the Year Ended June 30, 2025

Enrollment

The following table shows the enrollment of the College for the Fall Semester for the last five years. This table includes only students taking courses for college credit, and does not include business and industry enrollments and other adult continuing education students.

Fall	Freshmen	Sophomores	Other	Total
2020	1,230	1,040	489	2,759
2021	1,137	942	610	2,689
2022	1,009	854	761	2,624
2023	1,067	854	761	2,682
2024	1,009	881	714	2,604

The following table shows the number of full-time equivalent students and the total annual student credit hours for the last five years.

Annual	FTE Students	Credit Hours
2020	2,120	28,886
2021	2,011	27,236
2022	1,873	26,558
2023	1,821	27,311
2024	1,766	26,493

Sources of Revenue

For the fiscal year ended June 30, 2025, the portion of the College's revenue from various sources were as follows:

Source	Amount	Percentage
Operating Revenue		
Tuition and Fees	$ 1,927,799	5.6%
Auxiliary Enterprises	2,330,332	6.8%
Student Housing	220,801	0.6%
Other Operating	2,189,868	6.4%
Nonoperating Revenue		
Property Taxes	2,666,003	7.8%
Private Grants	640	0.0%
State Aid and Grants	10,889,103	31.8%
Federal Grants and Contracts	12,905,007	37.7%
Investment Gain	928,064	2.7%
Contributions	72,677	0.3%
Gain on Sale of Assets	73,099	0.3%
Total	$ 34,203,393	100.0%

Tax Rates

The following table sets forth the College's tax rates per $100 of equalized assessed valuation for the following years:

Fiscal Year	Tax Levy
2020	0.2355
2021	0.2355
2022	0.2330
2023	0.2330
2024	0.2330

Tax Levies and Collections

The following table sets forth information regarding property tax collections for the College for the last five years:

Fiscal Year Ended	Total Adjusted Levy (per $100 of A.V)	Assessed Valuation	Total Taxes Levied	Total Taxes Collected	Percentage of Total Assessment Collected
2020	0.2355	945,993,474	2,227,815	2,220,403	99.7
2021	0.2355	994,240,306	2,316,580	2,289,807	98.8
2022	0.2330	1,044,172,656	2,432,922	2,344,186	96.4
2023	0.2330	1,094,978,001	2,551,299	2,451,716	96.1
2024	0.2330	1,105,889,972	2,576,724	2,469,278	95.8

EXHIBIT 2

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

COMBINING STATEMENT OF NET POSITION

June 30, 2025

ASSETS	Current Fund	Plant Fund	Endowment and Similar Funds	Total
CURRENT ASSETS:				
Cash and Cash Equivalents	$ 8,817,336	$ 10,717,571	$ 83,647	$ 19,618,554
Tuition and Fees Receivable, Net of Allowance for Uncollectible Accounts of $3,110,710	5,884,459	-	-	5,884,459
Rent Receivable, Net of Allowance for Uncollectible Accounts of $130,919	147,338	-	-	147,338
Other Receivables, Net of Allowance for Uncollectible Accounts of $607,891	4,528,575	-	-	4,528,575
Property Taxes Receivable, Net of Allowance for Uncollectible Taxes of $33,319	129,744	-	-	129,744
Inventory	57,514	-	-	57,514
Prepaid Expenses	316,192	-	-	316,192
Total Current Assets	$ 19,881,158	$ 10,717,571	$ 83,647	$ 30,682,376
NONCURRENT ASSETS:				
Restricted Investments	$ -	$ -	531,079	$ 531,079
Restricted Beneficiary Trusts	-	-	8,540,281	8,540,281
Land	-	5,490,786	-	5,490,786
Construction In Progress	-	115,232	-	115,232
Capital Assets, Net	-	42,839,348	-	42,839,348
Housing Capital Assets, Net	1,263,334	-	-	1,263,334
Right to Use Assets	739,783	-	-	739,783
Due from other Funds	(293,573)	382,431	(88,858)	-
Total Noncurrent Assets	$ 1,709,544	$ 48,827,797	$ 8,982,502	$ 59,519,843
TOTAL ASSETS	$ 21,590,702	$ 59,545,368	$ 9,066,149	$ 90,202,219
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred Amounts Related to OPEB	$ 132,866	$ -	$ -	$ 132,866
Deferred Amounts Related to Pensions	7,241,036	-	-	7,241,036
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ 7,373,902	$ -	$ -	$ 7,373,902
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 28,964,604	$ 59,545,368	$ 9,066,149	$ 97,576,121

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

COMBINING STATEMENT OF NET POSITION

June 30, 2025

LIABILITIES	Current Fund	Plant Fund	Endowment and Similar Funds	Total
CURRENT LIABILITIES:				
Accounts Payable	$ 2,082,472	$ -	$ 4,379	$ 2,086,851
Accrued Vacation, Salaries, and Retirement	1,115,416	-	-	1,115,416
Security Deposits	27,693	-	-	27,693
Unearned Revenue	5,104,215	-	-	5,104,215
Current Maturities of Long-Term Debt	-	1,302,934	-	1,302,934
Current Maturities of Lease Liability	333,743	-	-	333,743
Accrued Interest	-	34,336	-	34,336
Total Current Liabilities	$ 8,663,539	$ 1,337,270	$ 4,379	$ 10,005,188
NONCURRENT LIABILITIES:				
Net Pension Liability	$ 10,698,835	$ -	$ -	$ 10,698,835
Other Post Employee Benefits	1,437,192	-	-	1,437,192
Long-Term Debt	-	4,466,120	-	4,466,120
Lease Liability	414,529	-	-	414,529
Total Noncurrent Liabilities	$ 12,550,556	$ 4,466,120	$ -	$ 17,016,676
TOTAL LIABILITIES	$ 21,214,095	$ 5,803,390	$ 4,379	$ 27,021,864
DEFERRED INFLOWS OF RESOURCES:				
Deferred Amounts Related to OPEB	$ 732,847	$ -	$ -	$ 732,847
Deferred Amounts Related to Pensions	5,151,360	-	-	5,151,360
Deferred Amounts Related to Beneficiary Trusts	8,540,281	-	-	8,540,281
Deferred Amounts Related to Leases	56,015	-	-	56,015
TOTAL DEFERRED INFLOWS OF RESOURCES	$ 14,480,503	$ -	$ -	$ 14,480,503
NET POSITION				
Net Investment in Capital Assets	$ (8,489)	$ 42,641,976	$ -	$ 42,633,487
Net Investment in Housing Capital Assets	1,263,334	-	-	1,263,334
Restricted for Nonexpendable:				
Scholarships and Fellowships	-	-	358,593	358,593
Restricted for Expendable:				
Scholarships and Fellowships	25,282	-	118,755	144,037
Unrestricted	(8,010,121)	11,100,002	8,584,422	11,674,303
TOTAL NET POSITION	$ (6,729,994)	$ 53,741,978	$ 9,061,770	$ 56,073,754
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 28,964,604	$ 59,545,368	$ 9,066,149	$ 97,576,121

See Accompanying Notes to the Basic Financial Statements.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

COMBINING STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN NET POSITION

For the Year Ended June 30, 2025

	Current Fund	Plant Fund	Endowment and Similar Funds	Total
OPERATING REVENUES:				
Student Tuition and Fees	$ 9,707,828	$ -	$ -	$ 9,707,828
Scholarship Allowances	(7,780,029)	-	-	(7,780,029)
Auxiliary Enterprises				
Housing	633,325	-	-	633,325
Scholarship Allowances	(412,524)	-	-	(412,524)
Bookstore	1,567,750	-	-	1,567,750
Scholarship Allowances	(820,174)	-	-	(820,174)
Student Activities	350,838	-	-	350,838
WFD	868,090	-	-	868,090
Other	363,828	-	-	363,828
Other Operating Revenues	1,394,868	-	-	1,394,868
TOTAL OPERATING REVENUES	$ 5,873,800	$ -	$ -	$ 5,873,800
OPERATING EXPENSES:				
Instruction	$ 7,649,903	$ -	$ -	$ 7,649,903
Student Services	3,427,324	-	-	3,427,324
Academic Support	1,422,310	-	-	1,422,310
Institutional Support	4,024,367	-	-	4,024,367
Operation and Maintenance of Plant	2,343,328	-	-	2,343,328
Financial Aid and Scholarships	2,381,731	-	-	2,381,731
Auxiliary Enterprises				
Housing	316,149	-	-	316,149
Bookstore	1,411,261	-	-	1,411,261
Student Activities	214,302	-	-	214,302
WFD	542,373	-	-	542,373
Other	214,970	-	-	214,970
Depreciation and Amortization	554,472	2,619,636	-	3,174,108
TOTAL OPERATING EXPENSES	$ 24,502,490	$ 2,619,636	$ -	$ 27,122,126
NET OPERATING INCOME (LOSS)	$ (18,628,690)	$ (2,619,636)	$ -	$ (21,248,326)
NONOPERATING REVENUES (EXPENSES):				
Property Taxes	$ 2,666,003	$ -	$ -	$ 2,666,003
Private Grants	640	-	-	640
State Aid and Grants	10,889,103	-	-	10,889,103
Federal Grants and Contracts	12,905,007	-	-	12,905,007
Investment Gain (Loss)	395,352	478,846	53,866	928,064
Contributions	72,677	-	-	72,677
Gift Returns	-	-	(1,000)	(1,000)
Gain (Loss) on Sale of Asset	-	73,099	-	73,099
Interest Expense	(31,215)	(111,747)	-	(142,962)
TOTAL NONOPERATING REVENUES (EXPENSES)	$ 26,897,567	$ 440,198	$ 52,866	$ 27,390,631
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	$ 8,268,877	$ (2,179,438)	$ 52,866	$ 6,142,305
OPERATING TRANSFERS IN (OUT):				
Transfers In	$ (249,777)	$ 5,292,968	$ 682,942	$ 5,726,133
Transfers Out	(5,726,049)	-	(84)	(5,726,133)
TOTAL TRANSFERS IN (OUT)	$ (5,975,826)	$ 5,292,968	$ 682,858	$ -
CHANGE IN NET POSITION	$ 2,293,051	$ 3,113,530	$ 735,724	$ 6,142,305
TOTAL NET POSITION, June 30, 2024	(9,023,045)	50,628,448	8,326,046	49,931,449
TOTAL NET POSITION, June 30, 2025	$ (6,729,994)	$ 53,741,978	$ 9,061,770	$ 56,073,754

See Accompanying Notes to the Basic Financial Statements.

<u>FEDERAL COMPLIANCE SECTION</u>

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Certified Public Accountants

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

Board of Trustees
Three Rivers College
Poplar Bluff, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities, the fiduciary fund information, and the discretely presented component unit of Three Rivers College, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Three Rivers College's basic financial statements, and have issued our report thereon, dated December 1, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Beussink, Hey, Roe & Stroder, L.L.C.

Cape Girardeau, Missouri
December 1, 2025

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Certified Public Accountants

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

Board of Trustees
Three Rivers College
Poplar Bluff, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Three Rivers College's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Three Rivers College's major federal programs for the year ended June 30, 2025. Three Rivers College's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Three Rivers College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Three Rivers College and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Three Rivers College's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Three Rivers College's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Three Rivers College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Three Rivers College's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Three Rivers College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Three Rivers College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Three Rivers College's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Beussink, Hey, Roe & Stroder, L.L.C.

Cape Girardeau, Missouri
December 1, 2025

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2025

Federal Grantor/Pass Through Grantor/Program Title	Federal AL Number	Program Number	Provided to Subrecipients	Disbursements	
U.S. DEPARTMENT OF LABOR					
Passed-Through Missouri Department of Higher Education and Workforce Development -					
Trade Adjustment Assistance	17.245	N/A	$ -		$ 2,772
WIA Cluster:					
WIOA Dislocated Worker Formula Grants	17.278	N/A	$ -		$ 2,310
Total WIA Cluster			$ -		$ 2,310
Passed-Through Heartland Forward, Inc.					
WIOA Dislocated Worker National Reserve Demonstration Grants	17.280	23A60WO000014-01-00	$ -		$ 56,150
Passed-Through Jefferson College					
Registered Apprenticeship	17.285	24A60AP000097-01-01	$ -		$ 52,545
TOTAL U.S. DEPARTMENT OF LABOR			$ -		$ 113,777
U.S. DEPARTMENT OF TREASURY					
Passed-Through Missouri Department of Higher Education and Workforce Development -					
COVID-19 Coronavirus State and Local Fiscal Recovery Funds (1)	21.027	N/A	$ -		$ 1,500,000
TOTAL U.S. DEPARTMENT OF TREASURY			$ -		$ 1,500,000
U.S. DEPARTMENT OF VETERAN AFFAIRS					
Post-9/11 Veterans Educational Assistance (1)	64.028	N/A	$ -		$ 210,091
Vocational and Educational Counseling for Servicemembers and Veterans	64.125	N/A	-		46,518
TOTAL U.S. DEPARTMENT OF VETERAN AFFAIRS			$ -		$ 256,609
U.S. DEPARTMENT OF EDUCATION					
Student Financial Assistance Cluster:					
Federal Supplemental Educational Opportunity Grants	84.007	P007A212389	$ -	$ 145,400	
Federal Work-Study Program	84.033	P033A212389	-	93,523	
Federal Pell Grant Program	84.063	P063P212541	-	8,209,626	
Federal Direct Student Loans	84.268	P268K212541	-	2,145,944	
Total Student Financial Assistance Cluster			$ -		$ 10,594,493
TRIO Cluster:					
TRIO Student Support Services (1)	84.042	P042A200725	$ -	$ 356,949	
TRIO Talent Search (1)	84.044	P044A210188	-	487,002	
Total TRIO Cluster			-		843,951
Passed-Through Missouri Department of Higher Education and Workforce Development -					
Career and Technical Education - Basic Grants to States (1)	84.048	V048A2000205	$ 37,906		359,344
Passed-Through Missouri Department of Elementary and Secondary Education -					
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	-		14,212
Fund for the Improvement of Postsecondary Education	84.116	P166W220020	-		436,694
TOTAL U.S. DEPARTMENT OF EDUCATION			$ 37,906		$ 12,248,694
DELTA REGIONAL AUTHORITY					
Passed-Through Ozark Foothills Regional Planning Commission -					
Delta Regional Authority Workforce Program	90.200	DRA23DWPMO-23109	$ -		$ 125,249
TOTAL DELTA REGIONAL AUTHORITY					$ 125,249
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Passed-Through Missouri Department of Social Services -					
TANF Cluster:					
Temporary Assistance for Needy Families	93.558	20380083	$ -		$ 103,225
Total TANF Cluster			$ -		$ 103,225
Passed-Through Missouri Department of Health and Senior Services -					
Assistance Programs for Chronic Disease Prevention and Control	93.945	N/A	-		14,000
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			$ -		$ 117,225
TOTAL FEDERAL AWARDS			$ 37,906		$ 14,361,554

(1) Identified Major Programs

See Independent Auditors' Report.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the Uniform Guidance. This circular requires a Schedule of Expenditures of Federal Awards showing total expenditures for each federal financial assistance program as identified on the Assistance Listing and identification of programs that have not been assigned an Assistance Listing Number as "Other Federal Assistance." The Schedule includes all expenditures of federal awards administered by the College.

B. Basis of Presentation

The Schedule is presented in accordance with the Uniform Guidance, which defines federal awards as "…assistance that non-federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals." Accordingly, the Schedule includes nonmonetary as well as monetary assistance.

C. Basis of Accounting

Except as noted below, the Schedule is presented on the accrual basis of accounting, which recognizes revenues when earned and expenses when an obligation has been incurred.

D. Federal Assurances

Three Rivers College did not have federal insurance in effect during the year or have federal loans or loan guarantees outstanding at year end which are required to be reported in accordance with the Uniform Guidance.

E. Indirect Cost Rate

The College did not use the 10% de minimis cost rate.

F. Subrecipients

The total expenditures of the Career and Technical Education – Basic Grants to States grant, CFDA 84.048 of $342,597 included $35,864 of payments made to subrecipients.

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2025

1. SUMMARY OF AUDITORS' RESULTS:

Financial Statements

Type of report the auditor issued on whether the financial statement audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weaknesses identified? ______ yes __X__ no
- Significant deficiencies identified? ______ yes __X__ none reported

Noncompliance material to financial statements noted? ______ yes __X__ no

Federal Awards

Internal control over major programs:

- Material weaknesses identified? ______ yes __X__ no
- Significant deficiencies identified? ______ yes __X__ none reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ______ yes __X__ no

Identification of major programs.

CFDA Number	Name of Federal Program
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds
64.028	Post-9/11 Veterans Education Assistance
	TRIO Cluster:
84.042	TRIO Student Support Services
84.044	TRIO Talent Search
84.048	Career and Technical Education – Basic Grants to States

Dollar threshold used to distinguish between type A and type B programs: $750,000

Auditee qualified as low-risk auditee: __X__ yes ____ no

2. FINANCIAL STATEMENT FINDINGS:

No findings were noted that are required to be reported.

3 FEDERAL AWARD FINDINGS AND QUESTIONED COSTS:

No federal findings were noted that are required to be reported.

EXHIBIT 6

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 2025

1. FINANCIAL STATEMENT FINDINGS:

   No findings were noted that were required to be reported.

2. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS:

   No federal findings were noted that were required to be reported.

THREE RIVERS COLLEGE

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EXHIBIT 7

THREE RIVERS COLLEGE
Poplar Bluff, Missouri

CORRECTIVE ACTION PLAN

For the Year Ended June 30, 2025

There were no findings that would require a corrective action plan for 2025.