NOTE E—LONG-TERM OBLIGATIONS

The College issues bonds, notes and other contractual commitments to provide for the acquisition, construction and improvement of major capital facilities and for the acquisition of certain equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the College.

In February 2024, the College advance refunded the 2013 Community College Facility Bonds and the 2014 Community College Facility Bonds to reduce its total debt service payment over the next 15 years by approximately $1,401,900 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately $1,156,200.

The following is a summary of long-term obligations activity for the College for the year ended June 30, 2024.

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Due Within One Year
Public placement debt					
General obligation bonds	$ 26,440,000	$ 15,100,000	$ 18,660,000	$ 22,880,000	$ 1,720,000
Net premium (discount)	755,263	2,054,999	577,362	2,232,900	-
Lease obligations	47,437	-	25,498	21,939	21,939
SBITA	1,392,897	518,022	393,950	1,516,969	1,160,487
Compensated absences	3,234,109	1,386,013	1,214,691	3,405,431	851,358
	$ 31,869,706	**$ 19,059,034**	**$ 20,871,501**	**$ 30,057,239**	**$ 3,753,784**

The general obligation bonds are secured by future state aid and property tax revenues of the College. If the College defaults the bonds are callable.

Public placement debt consists of the following as of June 30, 2024:

	Interest Rate	Date of Maturity	Balance
Public placement debt:			
General obligation bonds			
2016 Refunding Bonds	2-3%	May 2025	$ 540,000
2017 College Facility Bonds	3-3.125%	May 2037	7,240,000
2024 Community College Refunding Bonds	5%	May 2039	15,100,000
			$ 22,880,000

Annual debt service requirements to maturity for debt outstanding as of June 30, 2024 follow:

Year Ending June 30,	Public Placement Debt Principal	Public Placement Debt Interest
2025	$ 1,720,000	$ 989,232
2026	1,225,000	923,332
2027	1,280,000	871,582
2028	1,335,000	817,382
2029	1,395,000	760,732
2030-2034	7,935,000	2,857,810
2035-2039	7,990,000	1,012,546
	$ 22,880,000	**$ 8,232,616**