

LEE COLLEGE

# Board of Regents Meeting

March 19, 2026



# CASH & INVESTMENTS

|                                     | Current Year as of 2/28/2026 |                      |                     |                       | Prior Year as of<br>2/28/2025 | % Change     |
|-------------------------------------|------------------------------|----------------------|---------------------|-----------------------|-------------------------------|--------------|
|                                     | Operating                    | Restricted           | Other Funds         | Total                 | Total                         |              |
| <b>Chase</b>                        |                              |                      |                     |                       |                               |              |
| LCD Operations                      | \$ 1,763,532                 | \$ -                 | \$ -                | \$ 1,763,532          | \$ 1,520,098                  | 16%          |
| Construction                        | -                            | -                    | 5,769               | 5,769                 | 161,241                       | -96%         |
| Outstanding Checks                  | (297,403)                    | -                    | -                   | (297,403)             | (985,654)                     | -70%         |
| <b>Texas FIT Pools</b>              |                              |                      |                     |                       |                               |              |
| Lost Revenue Reimbursement          | -                            | -                    | 1,063,308           | 1,063,308             | 4,285,796                     | -75%         |
| <b>Texpool - Endowment</b>          |                              |                      |                     |                       |                               |              |
| Construction                        | -                            | -                    | 2,040,304           | 2,040,304             | 5,955,388                     | -66%         |
| <b>Lonestar (First Public)</b>      |                              |                      |                     |                       |                               |              |
| General Fund                        | 43,069,642                   | -                    | -                   | 43,069,642            | 42,215,397                    | 2%           |
| Insurance Reserves                  | -                            | 1,032,693            | -                   | 1,032,693             | 1,132,672                     | -9%          |
| Capital Asset Reserves              | -                            | -                    | -                   | -                     | 196,466                       | -100%        |
| Board Reserves                      | -                            | 1,756,569            | -                   | 1,756,569             | 4,036,725                     | -56%         |
| <b>US Bank - Safekeeping</b>        |                              |                      |                     |                       |                               |              |
| Operating Funds Investments         | 1,928,838                    | -                    | -                   | 1,928,838             | 1,839,906                     | 5%           |
| Insurance Reserves                  | -                            | 3,181,775            | -                   | 3,181,775             | 1,975,482                     | 61%          |
| Capital Asset Reserves              | -                            | 1,767,869            | -                   | 1,767,869             | 1,750,400                     | 1%           |
| Board Reserves                      | -                            | 26,880,071           | -                   | 26,880,071            | 21,918,647                    | 23%          |
| Land Held for Investment*           | -                            | 16,390,000           | -                   | 16,390,000            | 11,939,799                    | 37%          |
| <b>Total Cash &amp; Investments</b> | <b>\$ 46,464,608</b>         | <b>\$ 51,008,979</b> | <b>\$ 3,109,381</b> | <b>\$ 100,582,968</b> | <b>\$ 97,942,361</b>          | <b>2.70%</b> |

\* The land was appraised in October 2025.

# Summary of Financial Statements

Lee College Financial Update as of February 28, 2026

6th Month of FY 2026 = 50%

|                               | Actuals as           |                               |                  |                                  |               |
|-------------------------------|----------------------|-------------------------------|------------------|----------------------------------|---------------|
|                               | FY 2026<br>Budget    | Year-to-Date<br>February 2026 | a % of<br>Budget | Prior Year thru<br>February 2025 | %<br>Change   |
| <b>REVENUES</b>               |                      |                               |                  |                                  |               |
| District Taxes                | \$ 42,997,540        | \$ 43,087,793                 | 100.21%          | \$ 42,537,235                    | 1.29%         |
| Tuition & Fees                | 17,613,069           | 15,153,783                    | 86.04%           | 14,400,536                       | 5.23%         |
| State Appropriations          | 22,278,806           | 15,130,023                    | 67.91%           | 16,373,826                       | -7.60%        |
| Other Local Income            | 3,750,385            | 2,058,932                     | 54.90%           | 2,196,442                        | -6.26%        |
| <b>Total Revenues</b>         | <b>\$ 86,639,800</b> | <b>\$ 75,430,530</b>          | <b>87.06%</b>    | <b>\$ 75,508,039</b>             | <b>-0.10%</b> |
|                               |                      |                               |                  |                                  |               |
| <b>EXPENSES</b>               |                      |                               |                  |                                  |               |
| Salaries                      | \$ 43,232,873        | \$ 21,341,515                 | 49.36%           | 19,634,314                       | 9%            |
| Benefits                      | 8,631,352            | 4,254,287                     | 49.29%           | 3,919,504                        | 9%            |
| Operating                     | 30,624,510           | 12,528,953                    | 40.91%           | 12,998,718                       | -4%           |
| Debt                          | 4,151,065            | 1,400,415                     | 33.74%           | 1,489,525                        | -6%           |
| <b>Total Expenses</b>         | <b>\$ 86,639,800</b> | <b>\$ 39,525,171</b>          | <b>45.62%</b>    | <b>\$ 38,042,061</b>             | <b>4%</b>     |
|                               |                      |                               |                  |                                  |               |
| <b>NET REVENUE/(EXPENSES)</b> | <b>\$ -</b>          | <b>\$ 35,905,359</b>          |                  | <b>\$ 37,465,978</b>             |               |

See Financial Report Pg. 5

# Total Projected Net Revenue

| REVENUE & EXPENSE SUMMARY |               |               |              |        |  |
|---------------------------|---------------|---------------|--------------|--------|--|
|                           | Budget        | 2026          | Variance     | % +/-  |  |
| Total Revenue             | \$ 86,639,800 | \$ 88,222,561 | \$ 1,582,761 | 1.8%   |  |
| Total Expense             | (86,639,800)  | (84,784,881)  | \$ 1,854,919 | -2.1%  |  |
| Total Operating Revenue   | \$ -          | \$ 3,437,680  | \$ 3,437,680 | 100.0% |  |

## Total Projected Key Variances as of 2/28/2026

### Revenues:

|                              |                     |
|------------------------------|---------------------|
| Tuition & Fees               | \$ 833,896          |
| My Books Fees                | 181,947             |
| District Taxes               | 145,359             |
| Workforce                    | (33,625)            |
| Interest Income              | (82,980)            |
| Other Revenues               | 538,164             |
| <b>Key Revenue Variances</b> | <b>\$ 1,582,761</b> |

### Expenses:

|                               |                     |
|-------------------------------|---------------------|
| Salaries & Benefits           | \$ (213,168)        |
| Legal Fees                    | (4,822)             |
| Contract Service              | 784,979             |
| Instruction Contract Service  | 57,977              |
| Equipment                     | (55,970)            |
| Computer Software             | 24,763              |
| Insurance                     | (48,536)            |
| Other Operating Expense       | 637,558             |
| Repairs/Maintenance           | 216,219             |
| Travel/Professional Developme | 212,363             |
| Utilities                     | 243,555             |
| <b>Key Expense Variances</b>  | <b>\$ 1,854,919</b> |

# FACILITY PROJECTS as of February 28, 2026

| Project                   | Budget       | Expenses     | Budget Remaining | February Expenses |
|---------------------------|--------------|--------------|------------------|-------------------|
| <b>LOST REVENUE FUNDS</b> |              |              |                  |                   |
| Cosmetology Renovation    | \$ 3,609,122 | \$ 3,435,348 | \$ 173,774       | \$ -              |
| <b>CONSTRUCTION</b>       |              |              |                  |                   |
| Furniture & Equipment     | \$ 2,498,920 | \$ 2,496,332 | \$ 2,588         | \$ -              |
| Roofing Repair            | \$ 1,188,315 | \$ 1,188,315 | \$ -             | \$ -              |
| Storm Drain Repairs       | \$ 638,310   | \$ 633,357   | \$ 4,953         | \$ -              |
| ADA Phase 1               | \$ 2,298,890 | \$ 2,282,200 | \$ 16,690        | \$ -              |
| ADA Phase 2               | \$ 4,000,000 | \$ 1,832,293 | \$ 2,167,707     | \$ -              |

# CAPITAL PROJECTS BY DEPARTMENT

## as of February 28, 2026

| Department             | Budgeted Amount     | Revised Amount      | Encumbered        | Total Expenses    | Budget Remaining    | February Expenses |
|------------------------|---------------------|---------------------|-------------------|-------------------|---------------------|-------------------|
| Bookstore              | \$ 24,000           | \$ 24,000           | \$ -              | \$ -              | \$ 24,000           | \$ -              |
| Advanced Training      | 125,000             | 125,000             | -                 | -                 | 125,000             | -                 |
| Information Technology | 1,007,000           | 1,007,000           | 65,257            | 441,729           | 500,014             | 222,949           |
| Shipping & Receiving   | 22,000              | 22,000              | -                 | -                 | 22,000              | -                 |
| Facilities             | 7,336,891           | 7,336,891           | 398,994           | 392,388           | 6,545,509           | 1,688             |
| Emergency Management   | 1,056,170           | 1,056,170           | 513,514           | -                 | 542,656             | -                 |
| <b>Grand Total</b>     | <b>\$ 9,571,061</b> | <b>\$ 9,571,061</b> | <b>\$ 977,765</b> | <b>\$ 834,117</b> | <b>\$ 7,759,179</b> | <b>\$ 224,637</b> |

# Restricted Funds

|                               | Revenue              | Expense                | Net Income        |
|-------------------------------|----------------------|------------------------|-------------------|
| Federal Grants/Contracts      | \$ 15,666,756        | \$ (16,099,249)        | \$ (432,493)      |
| State Grants/Contracts        | 875,792              | (377,320)              | 498,472           |
| Private Grants/Contracts      | 801,572              | (412,542)              | 389,030           |
| <b>Total Restricted Funds</b> | <b>\$ 17,344,120</b> | <b>\$ (16,889,111)</b> | <b>\$ 455,009</b> |

## Federal Grants/Contracts

|                                       |                     |
|---------------------------------------|---------------------|
| Federal Aid Pell/SEOG/Workstudy       | \$ (97,768)         |
| CTE-THECB Leadership (Perkins)        | (25,615)            |
| HCDE                                  | 19,800              |
| Perkins                               | (123,130) *         |
| SBDC                                  | (17,590)            |
| Ed Opportunity Center                 | (27,691)            |
| Direct Loans                          | (76,587)            |
| Student Support Services              | (12,300)            |
| CCAMPIS                               | (65,139)            |
| SAMSHA                                | (6,473)             |
| <b>Total Federal Grants/Contracts</b> | <b>\$ (432,493)</b> |

## Local Grants/Contracts

|  |                   |
|--|-------------------|
| CCPIW - Community College Partnership Initiative | \$ 70,051         |
| Chambers Speech Lab                              | 82,164            |
| Ed Opp Center Match                              | 82                |
| Educate Texas Grant                              | 208               |
| Energy Venture Camp                              | 4,898             |
| Exxon Industrial Contribution                    | 1,900             |
| Houston Endowment HB8                            |                   |
| Transfer   | 403,074           |
| Houston Guided Pathways                          |                   |
| Advisory   | 39,566            |
| Rodel Dual Enrollment 2025                       | 19,187            |
| SBDC Program Income 2025                         | 16,654            |
| Foundation *                                     | (248,755)         |
| <b>Total Local Grants/Contracts</b>              | <b>\$ 389,030</b> |

## State Grants

|                                     |                   |
|-------------------------------------|-------------------|
| NSRP 25-27                          | \$ 301,078        |
| TEOG Workstudy Mentorship 2026      | (10,127)          |
| THECB SSAP                          | 59,517            |
| THECB TRUE 2024-2025 Grant          | (27,886)          |
| TRUE 25                             | 175,890           |
| <b>Total State Grants/Contracts</b> | <b>\$ 498,472</b> |

\* Lee College is reimbursed by Perkins and The Foundation on a quarterly basis.

# Questions ?

