Board of Trustees of the Nebraska State Colleges

Meeting Date**: November 12, 2026**

Agenda Item: **5.7**

ITEMS FOR DISCUSSION AND ACTION:

Committee: **Chancellor Informational Items**

Information Only: **Fiscal Year-End Auxiliary Expenditure Reports**

The Board receives the year-end auxiliary expenditure reports from each College for information, per Board Policy 6801 and the Master Resolution noted below.

The revenue bond Master Resolution requires submitting periodic financial reports to the Board of Trustees. In keeping with that requirement, the Colleges have provided expenditure reports for the 2025-2026 fiscal year. The reports include revenues and expenditures, coverage ratios, and surplus funds.

The reports demonstrate that the Colleges' Auxiliary operations are fiscally sound and have the necessary revenue stream to retire the debt obligations. Bond documents require debt service coverage of 110% of the annual principal and interest bond payment. Board policy requires 125% debt service coverage for all the Colleges. The reports show FY26 coverage ratios for all the schools, and they are above those required by the indentures and Board policy.

- Chadron State College - 142%
- Peru State College - 180%
- Wayne State College - 176%

Historical debt service coverage ratios, based on the annual audit report, are provided in the following table and give another trend indicator of the health of the system:

Historical Debt Service Coverage Ratios

	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26
Chadron	146%	174%	207%	229%	189%	156%	167%	142%
Peru	219%	221%	186%	192%	191%	189%	256%	180%
Wayne	280%	330%	340%	421%	319%	213%	183%	176%

Informational Item.

ATTACHMENTS:

- CSC Auxiliary Report
- PSC Auxiliary Report
- WSC Auxiliary Report

Chadron State College
Auxiliary Operations Report
For the Fiscal Year Ending June 30, 2026

	Budgeted FY26	Actual FY26		Percent of Budget
Revenues				
Residence Hall/Dormitory Rentals	$ 2,570,000	$ 2,371,841		92.29%
Apartment/House Rentals	25,000	134,031		536.12%
Facilities Rentals	10,000	-		0.00%
Food Service Contracts	2,290,000	2,001,071	*	87.38%
Food Service Commissions	45,694	21,085		46.14%
Facilities Fees	888,017	767,368		86.41%
Bookstore Commissions/Income	27,114	31,000		114.33%
Trustee Investment/Interest Income	40,000	238,001		595.00%
Other Income	84,861	56,096		66.10%
Total Revenues	**$ 5,980,686**	**$ 5,620,493**		**93.98%**
Expenditures				
Salaries and Benefits	$ 1,452,358	$ 1,482,709		102.09%
Utilities	686,184	515,827		75.17%
Insurance	140,000	115,387		82.42%
Supplies, Services, and Other	233,000	240,116		103.05%
Repairs and Maintenance	40,175	5,754		14.32%
Subtotal - Operations and Maintenance	$ 2,551,717	$ 2,359,793		92.48%
Food Service Payments	$ 2,081,000	$ 2,007,781		96.48%
Debt Service	884,630	884,631		100.00%
Subtotal Food Contract and Debt Service	$ 2,965,630	$ 2,892,412		97.53%
Total Expenses	**$ 5,517,347**	**$ 5,252,205**		**95.19%**
Total FTE				**24.62**
Available for Distribution to Subsidiary Funds	**$ 463,339**	**$ 368,288**		**79.49%**
Funds Beyond Operations				
FY26 Debt Service	$ 884,630	$ 884,630		
Available for Distribution to Subsidiary Funds	463,339	368,288		
Total Funds Beyond Operations	**$ 1,347,969**	**$ 1,252,918**		
Debt Service Coverage Ratio	**152%**	**142%**		

* For the purposes of calculating the debt service coverage ratio, the food service contract amortized revenue of $236,205 has been excluded from operating revenue.

Peru State College
Auxiliary Operations Report
For the Fiscal Year Ending June 30, 2026

	Budgeted FY26	Actual FY26		Percent of Budget
Revenues				
Residence Hall/Dormitory Rentals	$ 2,272,029	$ 2,180,356		95.97%
Apartment/House Rentals	13,275	65,006		489.69%
Facilities Rentals	-	11,280		100.00%
Food Service Contracts	2,030,720	2,058,188	*	101.35%
Facilities Fees	1,100,575	1,033,734		93.93%
Bookstore Commissions/Income	29,549	30,616		103.61%
Trustee Investment/Interest Income	201,245	267,892		133.12%
Other Income	70,166	28,960		41.27%
Total Revenues	**$ 5,717,559**	**$ 5,676,032**		**99.27%**
Expenditures				
Salaries and Benefits	$ 1,053,969	$ 1,441,135		136.73%
Utilities	260,373	285,547		109.67%
Insurance	100,000	57,895		57.90%
Supplies, Services, and Other	493,881	316,140		64.01%
Repairs and Maintenance	118,951	218,150	*	183.39%
Subtotal - Operations and Maintenance	$ 2,027,174	$ 2,318,867		114.39%
Food Service Payments	$ 1,997,115	$ 1,660,154		83.13%
Debt Service	942,026	942,026		100.00%
Subtotal Food Contract and Debt Service	$ 2,939,141	$ 2,602,180		88.54%
Total Expenses	**$ 4,966,315**	**$ 4,921,047**		**99.09%**
Total FTE				**16.34**
Available for Distribution to Subsidiary Funds	**$ 751,244**	**$ 754,985**		**100.50%**
Funds Beyond Operations				
FY26 Debt Service	$ 942,026	$ 942,026		
Available for Distribution to Subsidiary Funds	751,244	754,985		
Total Funds Beyond Operations	**$ 1,693,270**	**$ 1,697,011**		
Debt Service Coverage Ratio	**180%**	**180%**		

* For the purposes of calculating the debt service coverage ratio, the food service contract amortized revenue of $90,299 has been excluded from operating revenue. The associated operating expenses paid by the food service provider of $199,540 has been removed from operating expenditures.

Wayne State College
Auxiliary Operations Report
For the Fiscal Year Ending June 30, 2026

	Budgeted FY26	Actual FY26		Percent of Budget
Revenues				
Residence Hall/Dormitory Rentals	$ 6,037,000	$ 6,534,016		108.23%
Facilities Rentals	6,000	9,614		160.23%
Food Service Contracts	5,296,000	5,185,674	*	97.92%
Food Service Commissions	183,750	192,774		104.91%
Facilities Fees	1,918,000	1,912,908		99.73%
Bookstore Commissions/Income	100,319	83,038		82.77%
Parking Fees/Fines	50,000	46,152		92.30%
Trustee Investment/Interest Income	650,000	614,957		94.61%
Other Income	87,000	110,564		127.09%
Total Revenues	**$ 14,328,069**	**$ 14,689,697**		**102.52%**
Expenditures				
Salaries and Benefits	$ 3,580,931	$ 3,336,170		93.16%
Utilities	1,050,000	1,002,991		95.52%
Insurance	180,000	175,683		97.60%
Supplies, Services, and Other	1,264,669	1,095,188	*	86.60%
Repairs and Maintenance	475,000	338,820	*	71.33%
Subtotal - Operations and Maintenance	$ 6,550,600	$ 5,948,852		90.81%
Food Service Payments	$ 3,576,000	$ 3,570,229		99.84%
Debt Service	2,939,350	2,939,350		100.00%
Subtotal Food Contract and Debt Service	$ 6,515,350	$ 6,509,579		99.91%
Total Expenses	**$ 13,065,950**	**$ 12,458,431**		**95.35%**
Total FTE				**54.23**
Available for Distribution to Subsidiary Funds	**$ 1,262,119**	**$ 2,231,266**		**176.79%**
Funds Beyond Operations				
FY26 Debt Service	$ 2,939,350	$ 2,939,350		
Available for Distribution to Subsidiary Funds	1,262,119	2,231,266		
Total Funds Beyond Operations	**$ 4,201,469**	**$ 5,170,616**		
Debt Service Coverage Ratio	**143%**	**176%**		

* For the purposes of calculating the debt service coverage ratio, the food service contract amortized revenue of $252,852 has been excluded from operating revenue. The associated operating expenses paid by the food service provider of $572,961 has been removed from operating expenditures.