

**SOUTHWEST TEXAS JUNIOR COLLEGE
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2014**

22. Contingencies

At August 31, 2014, the College is committed under contract for the construction of new classrooms and administrative offices on the Del Rio campus. The total committed contract cost of this project is \$7,500,000, of which \$7,417,401 has been expended through the end of this fiscal year.

23. Subsequent Events

On October 16, 2014, the Board of Trustees approved a \$3,000,000, 3.32% bond. Issue date is November 13, 2014. The proceeds will be used to purchase and renovate a 10.28 acre property and building in Eagle Pass. This is a private placement issue to be serviced through tuition and fees and the first annual installment is due April 1, 2015. The 10.28 acre tract was purchased with cash on October 10, 2014 for \$809,406. Proceeds from this bond will subsequently be used to reimburse the College for this purchase.