

ANGELINA COUNTY  
JUNIOR COLLEGE DISTRICT

COMPREHENSIVE  
ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEARS ENDED  
AUGUST 31, 2014 AND 2013



PREPARED BY:

BUSINESS SERVICES DEPARTMENT

ANGELINA COLLEGE  
LUFKIN, TEXAS

ANGELINA COLLEGE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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**Angelina County  
Junior College District**

**INTRODUCTORY SECTION**

**Comprehensive Annual  
Financial Report**

**For the Fiscal Years Ended  
August 31, 2014 and 2013**



# Angelina College

P.O. Box 1768, Lufkin, Texas 75902-1768 • 936/639-1301 • Fax 936/639/4299 •  
www.angelina.edu

December 15, 2014

To the Taxpayers of Angelina County, the Citizens of Angelina College Service Area, the Members of the Board of Trustees, and the President:

We are pleased to present the following comprehensive annual financial report (CAFR) of Angelina County Junior College District (the College) for the fiscal year ended August 31, 2014. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the College. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the College. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities have been included.

The CAFR is organized into four sections: introductory, financial, statistical, and single audit. The introductory section includes the transmittal letter and organizational data. The financial section includes the independent auditors' report, management's discussion and analysis (MD&A), the basic financial statements and supplemental financial information. The MD&A provides a narrative overview and analysis of the financial activities of the College and should be read in conjunction with the transmittal letter. The statistical section includes unaudited financial and demographic information.

The financial statements were prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP) and follow any applicable Government Accounting Standards Board (GASB) pronouncements. The independent accounting firm of Axley & Rode, LLP conducted the audit of the financial statements and related notes in conformance with U.S. generally accepted auditing standards, *Government Auditing Standards* issued by the Comptroller General of the United States, and state statutes. The independent auditors' report on MD&A, the basic financial statements, and other supplemental financial information is included within the financial section of this report. The independent auditors' report issued in accordance with *Government Auditing Standards* is in the single audit section of this report.

As a recipient of federal and state awards, the audit was also designed to meet any requirements set forth by the U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the State of Texas Single Audit Circular. The College is responsible for maintaining adequate internal control over compliance with applicable laws and regulations related to these programs. Internal controls are designed to provide reasonable, rather than absolute, assurances that the financial statements are free of any material misstatements. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits derived. The auditor considered the internal controls over financial reporting, as well as adherence to applicable laws and regulations, and did not identify



any material weaknesses in internal control or any significant violations of applicable laws and regulations. The report can be found within the single audit section of this report.

## PROFILE OF DISTRICT

Angelina County Junior College District was established as a public community college under the laws of the State of Texas by election on September 24, 1966. It is accredited by the Commission on Colleges of the Southern Association of Colleges and Schools to award the following degrees: Associate in Arts, Associate in Science, and Associate in Applied Science. The College's seven educational divisions (Business, Community Services, Fine Arts, Health Careers, Liberal Arts, Science & Mathematics, and Technology & Workforce) offer over 65 different areas of study. Course work includes not only credit-type courses, but also certificate programs in multiple areas to provide for the educational needs of the local communities.

The College is governed by a seven member, locally elected Board of Trustees and services 12 counties in East Texas encompassing over 10,200 square miles. The service area, as defined by the Texas Legislature, includes all of Angelina, Houston, Nacogdoches, Polk, Sabine, San Augustine, Trinity, and Tyler counties. Also included are parts of Cherokee (Wells & Alto ISDs), Newton (Burkeville & Newton ISDs), Jasper (Colmesneil & Jasper ISDs), and San Jacinto (Shepard & Coldspring-Oakhurst Consolidated ISDs) counties. Portions of Brookeland ISD located in Jasper and Newton counties are also included in the College's service area.

The College's main campus is located on over 200 wooded acres in Lufkin, Texas. Classes are also offered at various off-campus teaching centers at the Career and Technical Center in Crockett, the Higher Education & Technology Center in Jasper, the Nacogdoches Center, the Polk County Center in Livingston, and several area high schools or local community sites. In addition to physical locations, courses are offered through interactive video, via the Internet, and through the Virtual College of Texas in cooperation with other Texas colleges. The student body is comprised of over 5,500 credit students and almost 4,800 community service students. In addition to instructional programs, the College has multiple opportunities for students to become involved in college life experiences through 25 student clubs and organizations, fine arts activities, and intercollegiate athletic programs.

## MISSION AND GOALS

The mission of Angelina College is "to provide quality educational opportunities and services to aid students in the service area in reaching their full potential".

This mission is exemplified by these seven goals as stated in our college catalog:

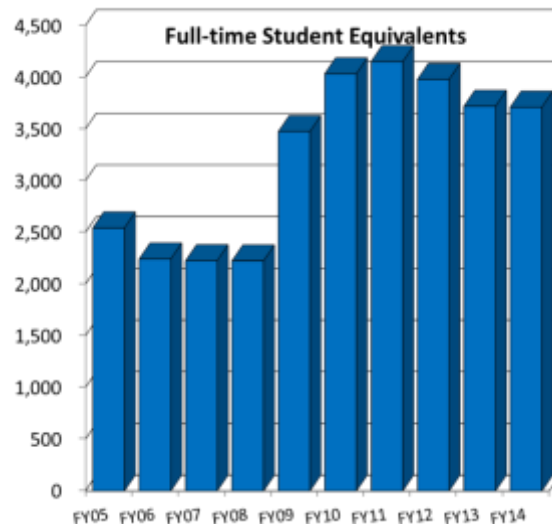
- *GOAL I - ACCESS:* Angelina College will promote, deliver, and expand accessible and affordable educational opportunities and services both in the classroom and through distance learning modalities. The College will provide physical, economic, and academic opportunities for post-secondary education and lifelong learning.
- *GOAL II - QUALITY INSTRUCTIONAL OUTCOMES:* Angelina College will emphasize quality instruction, rate of students transferring to four-year institutions, degree and certificate completion, job placement, and personal growth through value added to student lives.

- **GOAL III – PARTNERSHIPS, QUALITY OF LIFE:** Angelina College will build community partnerships that improve economic development, promote educational opportunities through articulation with other educational institutions, and provide opportunities for educational and cultural experiences to enrich the lives of individuals and improve quality of life for East Texans through lifelong learning.
- **GOAL IV – LEARNING ENVIRONMENT:** Angelina College will maintain a learning environment designed to enhance intellectual, social, and physical development.
- **GOAL V - RESOURCE MANAGEMENT:** Resources and fiscal matters of Angelina College will be managed in a sound and prudent manner while enhancing educational offerings and the physical environment to meet student and community needs.
- **GOAL VI - PERSONNEL LEADERSHIP:** Angelina College will provide leadership for our service area through a diverse, competent, dedicated faculty and staff who reflect the educational expectations of our community.
- **GOAL VII - IMAGE:** Angelina College will project a positive image to its students and to the community at large.

### FINANCIAL CONDITION

While the population of the College's service area has grown slightly over the last ten years, the full-time student equivalent enrollment has grown by over forty percent. Public two-year community colleges throughout the state of Texas have also experienced similar growth patterns. Our enrollment is expected to remain stable as students continue to take advantage of the low cost but high quality education of community colleges.

Another major source of revenue for the College is property taxes. Angelina County's tax base has increased each of the last ten years and is anticipated to continue to increase slightly in the upcoming years.



One of the challenges community colleges are facing is being able to meet educational demands under the continued pressure of level or reduced state funding. Cost saving measures, additional tuition (student growth or increased tuition rates) and increased property tax revenue have enabled the College to balance these demands against decreases in state appropriations but it is a continuing concern, which may influence future budgets and educational programs.

### LONG-TERM PLANNING

The Board's long-range planning committee provides leadership and guidance in developing the College's long-term goals and strategic plans. The committee reviews educational programs,



student activities, fiscal needs, and facilities to meet the future needs of the College and community. Current goals are outlined in the committee's "2020 Vision" plan for the College.

The College also has a multi-year renewal and replacement plan, which addresses new construction projects and renovation projects to ensure the long-term viability of the College's facilities. The plan covers a three-year period of anticipated projects and expenditures.

### BUDGETARY PROCESS

Each community college district in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenses for the fiscal year beginning September 1. Program needs are balanced against available resources in preparing the budget to ensure that the College remains fiscally sound and stable. The budget is subsequently reviewed and approved by the College's Board of Trustees. During the year, the financial impact of College expenditures is monitored through a system of budget controls to adhere to legal provisions embodied in the annual appropriated budget and to maintain a balanced budget.

### CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Angelina County Junior College District for its comprehensive annual financial report (CAFR) for the fiscal year ended August 31, 2013. This was the third year that the College has achieved this prestigious award.

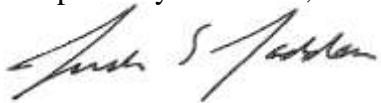
We believe that our current CAFR meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

### ACKNOWLEDGEMENTS

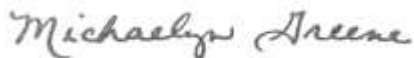
We would like to express our appreciation to the staff of the business office for their hard work in preparing this report and to the accounting firm of Axley & Rode, LLP for their timely completion of the audit.

We would also like to thank the College President and Board of Trustees for providing their outstanding leadership and vision for the College.

Respectfully submitted,



Joseph E. Madden  
Vice President of Business Services



Michaelyn Greene  
Controller





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Angelina County  
Junior College District  
Texas**

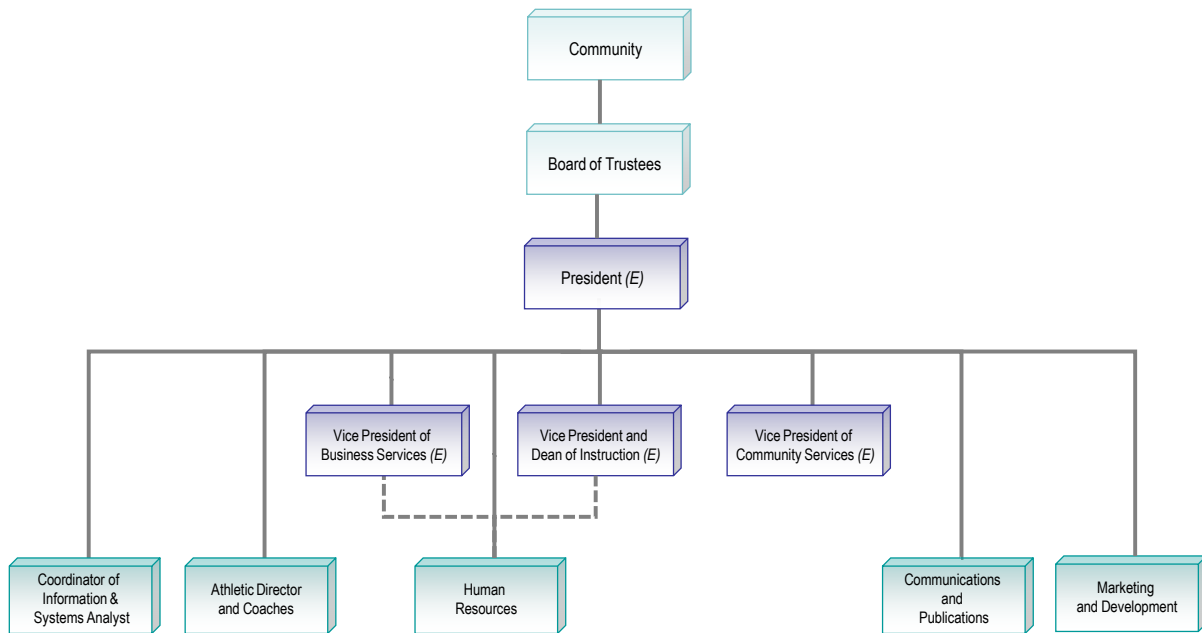
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**August 31, 2013**

A handwritten signature in black ink, reading "Jeffrey R. Enos". The signature is fluid and cursive.

Executive Director/CEO

ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
ORGANIZATIONAL CHART  
For the Fiscal Year Ending August 31, 2014



(E) Member of Executive Council

ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
PRINCIPAL OFFICIALS  
For the Fiscal Year Ending August 31, 2014

BOARD OF TRUSTEES

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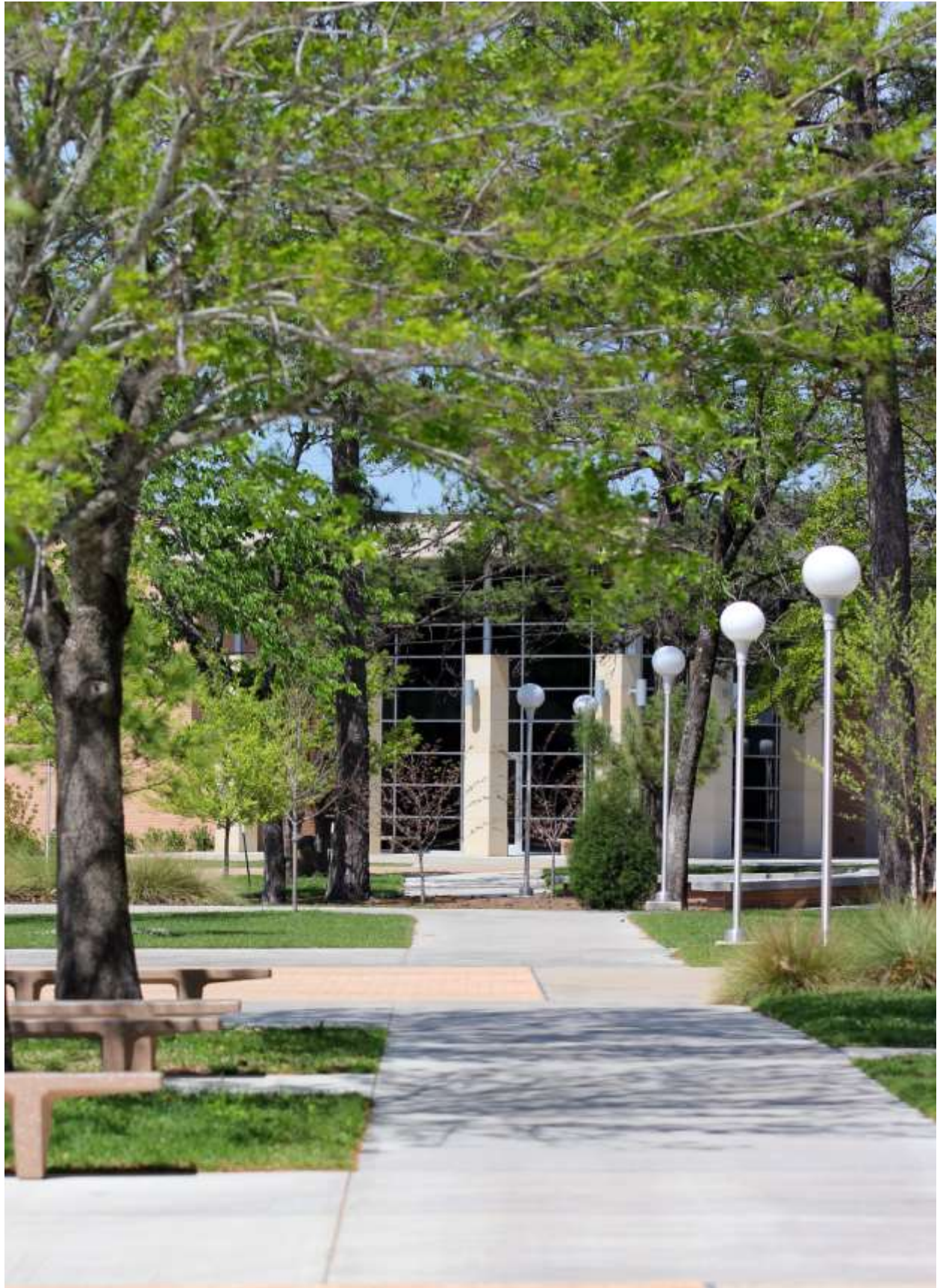
		TITLE	TERM EXPIRES
Tim Stacy	Lufkin, Texas	President	2016
Robert L. Poland, Jr.	Lufkin, Texas	Vice-President	2018
Dr. Billy G. Kistler, M.D..	Lufkin, Texas	Secretary	2016
Joe Deason	Lufkin, Texas	Member	2020
Trey Henderson	Lufkin, Texas	Member	2020
H.J. Shands, III	Lufkin, Texas	Member	2020
Ellen Clarke Temple	Lufkin, Texas	Member	2018

PRINICIPAL ADMINISTRATIVE OFFICERS

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Dr. Larry M. Phillips	President
Dr. Patricia M. McKenzie	Vice President and Dean of Instruction and Admissions
Joseph E. Madden	Vice President of Business Services
Dr. Frederick W. Kanke, Jr.	Vice President of Community Services
Michaelyn Greene	Controller







**Angelina County  
Junior College District**

**FINANCIAL SECTION**

**Comprehensive Annual  
Financial Report**

**For the Fiscal Years Ended  
August 31, 2014 and 2013**

## **INDEPENDENT AUDITORS' REPORT**

Board of Trustees  
Angelina County Junior College District  
Lufkin, Texas

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Angelina County Junior College District ("the College"), as of and for the years ended August 31, 2014 and 2013, as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the College as of August 31, 2014 and 2013, and the respective changes in financial position and cash flows, thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion on pages 13 through 20 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The introductory section, supplemental financial information, and statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards and Expenditures of State Awards are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State of Texas Single Audit Circular* and are not a required part of the basic financial statements.

The supplemental financial information, including the Schedules of Expenditures of Federal and State Awards have 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, this information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2014, on our consideration of the 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 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 internal control over financial reporting or on compliance. That report on page 83 and 84 is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

  
CERTIFIED PUBLIC ACCOUNTANTS

Lufkin, Texas  
December 15, 2014

**Angelina County Junior College District  
Management's Discussion and Analysis  
August 31, 2014**

The management of Angelina County Junior College District (the College) has prepared the following Management's Discussion and Analysis. As management of the College, we offer readers of the financial statements this narrative overview and analysis of the financial activities of the College for the fiscal years ended August 31, 2014 and 2013. The information presented should be read in conjunction with additional information we have furnished in our letter of transmittal, which precedes this report, as well as the financial statements and the accompanying notes to the financial statements, which follow this section. Responsibility for the completeness and fairness of this information rests with the preparers.

**Basic Financial Statements**

The comprehensive annual financial report consists of three basic financial statements that provide information on the College as a whole: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. The financial statements are designed to provide readers with a broad overview of Angelina College's finances in a manner comparable to those of a private sector college. The following information is intended to provide an overview of these statements.

**Statement of Net Position**

The Statement of Net Position presents current assets (unrestricted assets expected to provide support within a year), noncurrent assets (restricted assets expected to provide long-term benefit to the College), Deferred Outflows of Resources (a consumption of net position that applies to a future period), current liabilities (obligations which must be met within the current year), noncurrent liabilities (obligations which are not to be settled in the current year), and Deferred Inflows of Resources (an acquisition of net position that applies to a future period). The difference is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the College is improving or deteriorating.

**Statement of Revenues, Expenses, and Changes in Net Position**

The Statement of Revenues, Expenses, and Changes in Net Position presents information showing how the College's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. accrued compensable absences).

**Statement of Cash Flows**

The Statement of Cash Flows is reported on the direct method. The direct method of cash flow reporting portrays net cash flows from operations as major classes of operating receipts (e.g. receipts from students and other customers) and disbursements (e.g. payments to or on behalf of employees). GASB Statements 34 and 35 require this method to be used. The primary purpose of cash flow analysis is to provide relevant information about the cash receipts and cash

**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2014**

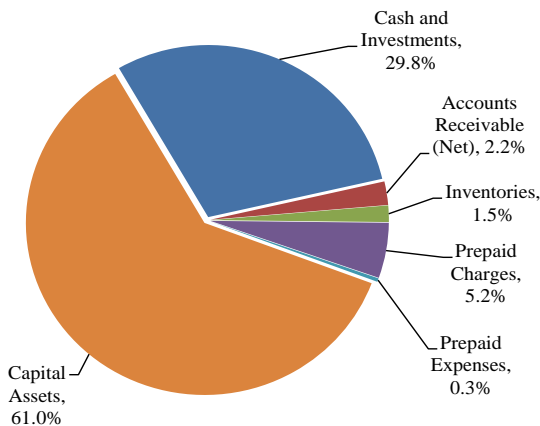
payments of an entity during a period. The Statement of Cash Flows also may help users assess the College's ability to generate future net cash flows, to meet its obligations as they come due, and to determine its need for external financing.

**Comparative Financial Information and Analysis**

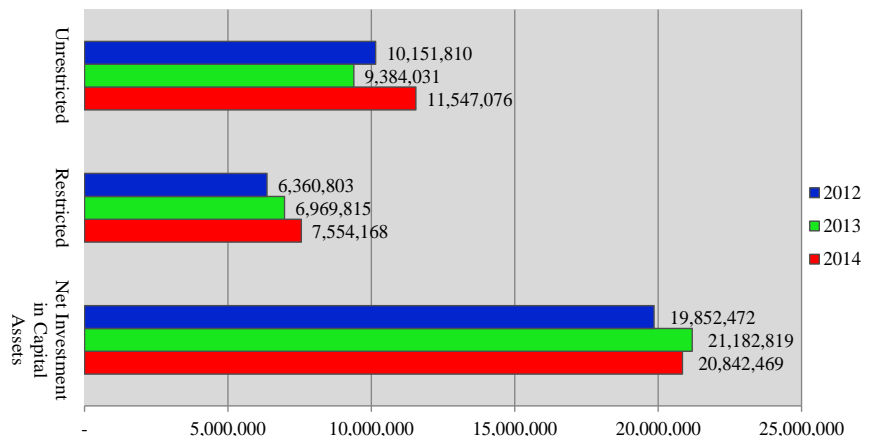
**Comparison of Current to Prior Years' Net Position**

	2014	2013	\$ Difference Current Year and Previous Year	% Difference Current Year and Previous Year	2012	\$ Difference Previous Year and Year Before	% Difference Previous Year and Year Before
<b>Assets</b>							
Cash and Investments	\$ 19,371,413	\$ 16,627,965	\$ 2,743,448	16.50%	\$ 16,735,435	\$ (107,470)	(0.64%)
Accounts Receivable (Net)	1,441,962	1,612,542	(170,580)	(10.58%)	1,279,020	333,522	26.08%
Inventories	1,010,894	1,198,266	(187,372)	(15.64%)	1,067,703	130,563	12.23%
Capital Assets	39,821,217	41,476,274	(1,655,057)	(3.99%)	41,366,402	109,872	0.27%
Total Assets	61,645,486	60,915,047	730,439	1.20%	60,448,560	466,487	0.77%
<b>Deferred Outflows of Resources</b>							
Prepaid Charges	3,391,751	3,593,883	(202,132)	(5.62%)	3,518,979	74,904	2.13%
Prepaid Expenses	218,405	141,003	77,402	54.89%	111,632	29,371	26.31%
Total Deferred Outflows of Resources	3,610,156	3,734,886	(124,730)	(3.34%)	3,630,611	104,275	2.87%
<b>Liabilities</b>							
Current Liabilities	2,538,668	2,706,911	(168,243)	(6.22%)	2,181,670	525,241	24.08%
Noncurrent Liabilities	17,904,665	19,244,595	(1,339,930)	(6.96%)	20,556,572	(1,311,977)	(6.38%)
Total Liabilities	20,443,333	21,951,506	(1,508,173)	(6.87%)	22,738,242	(786,736)	(3.46%)
<b>Deferred Inflows of Resources</b>							
Unearned Revenues	4,868,596	5,161,762	(293,166)	(5.68%)	4,975,844	185,918	3.74%
Total Deferred Inflows of Resources	4,868,596	5,161,762	(293,166)	(5.68%)	4,975,844	185,918	3.74%
<b>Net Position</b>							
Net Investment in Capital Assets	20,842,469	21,182,819	(340,350)	(1.61%)	19,852,472	1,330,347	6.70%
Restricted	7,554,168	6,969,815	584,353	8.38%	6,360,803	609,012	9.57%
Unrestricted	11,547,076	9,384,031	2,163,045	23.05%	10,151,810	(767,779)	(7.56%)
<b>Total Net Position</b>	<b>\$ 39,943,713</b>	<b>\$ 37,536,665</b>	<b>\$ 2,407,048</b>	<b>6.41%</b>	<b>\$ 36,365,085</b>	<b>\$ 1,171,580</b>	<b>3.22%</b>

**Year Ending 2014 – Assets And  
Deferred Outflows**



**Net Position – Past Three Years**



**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2014**

Cash and Investments increased \$2,743,448 (17%) in FY14 as the Net Position for the College increased by a similar amount. Cash and Investments in FY13 decreased \$107,470 (1%) as the increase in Net Position for FY13 was invested largely in capital improvements.

Accounts Receivable (Net) decreased by \$170,580 (11%) in FY14 reverting to a more normal level after increasing by \$333,522 (26%) in FY13 due to a later than normal start for classes as well as receivables relating to the startup of the Polk County Center in Livingston being included in FY13.

Bookstore Inventories decreased \$187,372 (16%) also reverting to a more normal level after increasing \$130,563 (12%) in FY13 due to the later than normal September start of Fall 2013 classes.

Title IV Grant expenses as well as scholarship expenses for the Fall 2014 semester are included in Deferred Outflows of Resources as Prepaid Charges. The decrease for FY14 of \$202,132 (6%) related to an enrollment decline for Fall 2014 but were relatively level for FY13.

Capital Assets compose 61% of the College's total assets. The \$39,821,217 invested in capital assets includes land, buildings, furniture and equipment, and improvements and is the largest single component of net position. The College uses these capital assets to provide services to students, faculty, and staff. The College's investment in capital assets is reported net of accumulated depreciation. A portion of the capital assets was acquired with debt, some of which is still outstanding. It should be noted that resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

Current Liabilities decreased by \$168,243 (6%) reverting to a more normal level after increasing by \$525,241 (24%) in FY13 in part due to the accrual of pay applications for completion of the renovation of the Administration Building and the replacement of the horseshoe parking lot at August 31, 2013.

Noncurrent Liabilities decreased \$1,339,930 (7%) in FY14 and \$1,311,977 (6%) in FY13 as a result of payments on long-term indebtedness.

Tuition and fees of \$4,489,188 for the Fall 2014 semester and federal, state, and local grant receipts of \$379,408 have been deferred and are included in Deferred Inflows of Resources. Unearned revenues decreased by \$293,166 (6%) in FY14 due primarily to a decrease in enrollment for the Fall 2014 semester.

The assets and deferred outflows of the College exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$39,943,713 (Net Position), an increase of \$2,407,048 from the prior fiscal year. Of total Net Position, \$11,547,076 is classified as Unrestricted and may be used to meet the College's day-to-day obligations.



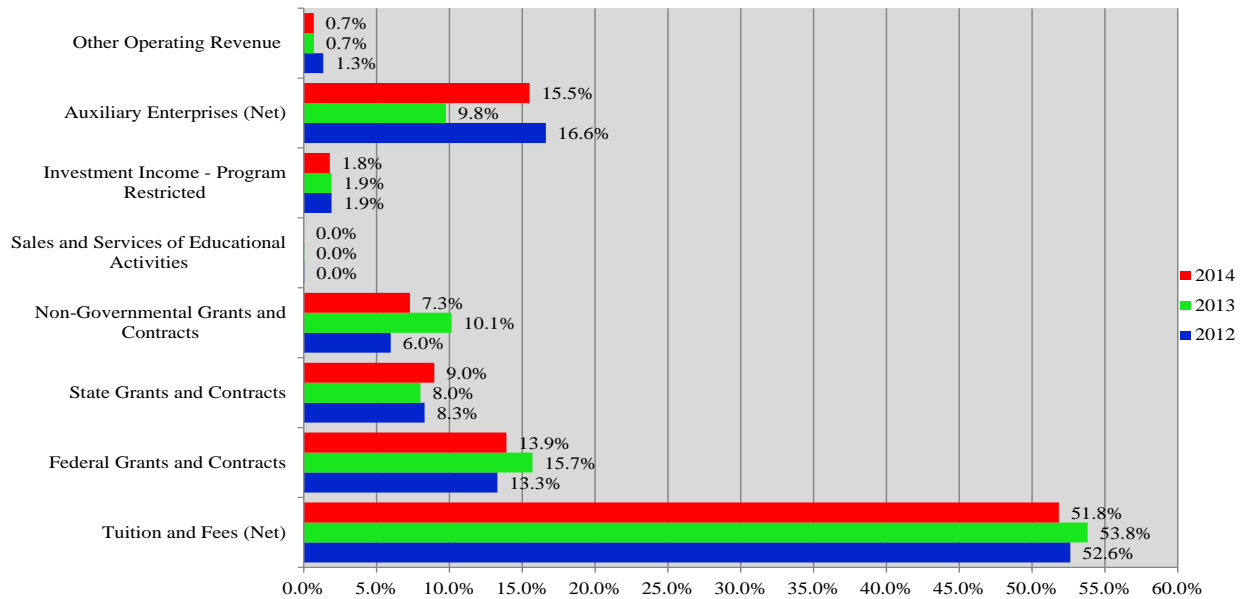
**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2014**

**Analysis of Significant Changes in Operations**

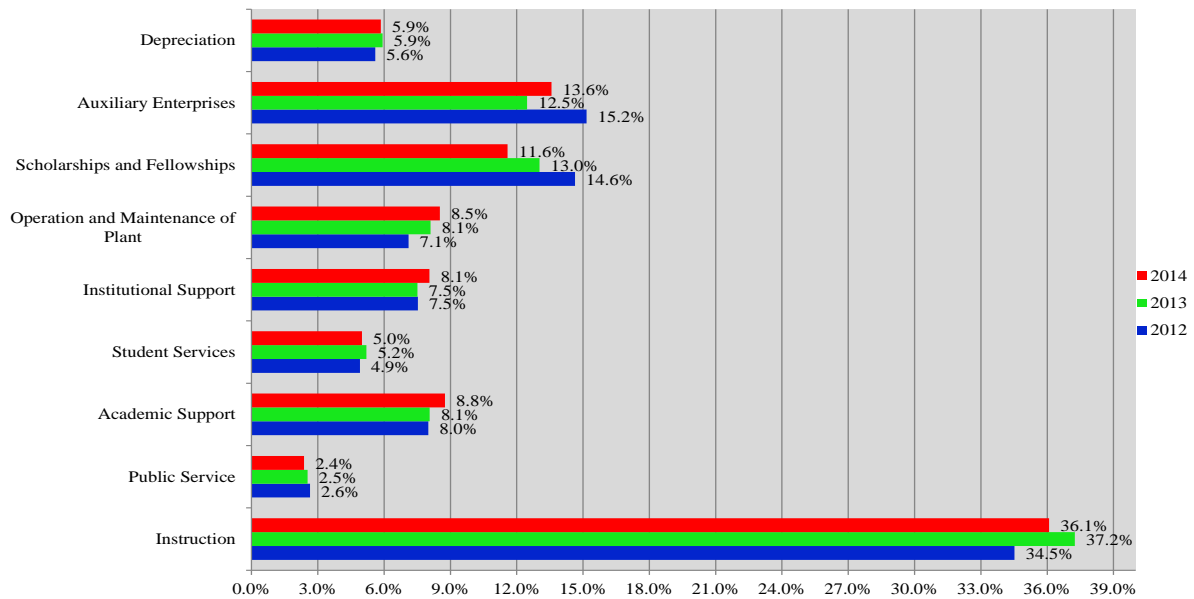
	2014	2013	\$ Difference Current Year and Previous Year	% Difference Current Year and Previous Year	2012	\$ Difference Previous Year and Year Before	% Difference Previous Year and Year Before
<b>Operating Revenues</b>							
Tuition and Fees (Net)	\$ 5,156,839	\$ 4,590,713	\$ 566,126	12.33%	\$ 4,533,203	\$ 57,510	1.27%
Federal Grants and Contracts	1,384,761	1,341,682	43,079	3.21%	1,146,921	194,761	16.98%
State Grants and Contracts	891,000	684,680	206,320	30.13%	716,095	(31,415)	(4.39%)
Non-Governmental Grants and Contracts	725,996	867,413	(141,417)	(16.30%)	515,531	351,882	68.26%
Sales and Services of Educational Activities	1,200	3,500	(2,300)	(65.71%)	3,600	(100)	(2.78%)
Investment Income - Program Restricted	177,278	162,838	14,440	8.87%	165,272	(2,434)	(1.47%)
Auxiliary Enterprises (Net)	1,542,215	835,168	707,047	84.66%	1,434,693	(599,525)	(41.79%)
Other Operating Revenue	68,168	60,673	7,495	12.35%	116,219	(55,546)	(47.79%)
Total Operating Revenue	9,947,457	8,546,667	1,400,790	16.39%	8,631,534	(84,867)	(0.98%)
<b>Operating Expenses</b>							
Instruction	12,384,578	12,232,520	152,058	1.24%	11,604,842	627,678	5.41%
Public Service	814,632	836,757	(22,125)	(2.64%)	893,358	(56,601)	(6.34%)
Academic Support	2,995,188	2,655,407	339,781	12.80%	2,697,103	(41,696)	(1.55%)
Student Services	1,710,417	1,712,312	(1,895)	(0.11%)	1,654,914	57,398	3.47%
Institutional Support	2,754,948	2,473,328	281,620	11.39%	2,536,414	(63,086)	(2.49%)
Operation and Maintenance of Plant	2,914,569	2,667,988	246,581	9.24%	2,396,103	271,885	11.35%
Scholarships and Fellowships	3,965,488	4,292,090	(326,602)	(7.61%)	4,933,758	(641,668)	(13.01%)
Auxiliary Enterprises	4,678,071	4,105,847	572,224	13.94%	5,112,241	(1,006,394)	(19.69%)
Depreciation	2,003,171	1,952,293	50,878	2.61%	1,886,764	65,529	3.47%
Total Operating Expenses	34,221,062	32,928,542	1,292,520	3.93%	33,715,497	(786,955)	(2.33%)
<b>Net Operating Loss</b>	(24,273,605)	(24,381,875)	108,270	(0.44%)	(25,083,963)	702,088	(2.80%)
<b>Non-Operating Revenues</b>							
State Appropriations	9,186,314	8,589,835	596,479	6.94%	9,091,735	(501,900)	(5.52%)
Maintenance Ad Valorem Taxes	4,994,911	4,602,104	392,807	8.54%	4,425,665	176,439	3.99%
Debt Service Ad Valorem Taxes	1,886,023	1,810,314	75,709	4.18%	1,791,575	18,739	1.05%
Federal Revenue, Non-Operating	10,064,276	10,205,465	(141,189)	(1.38%)	11,603,694	(1,398,229)	(12.05%)
Gifts	501,553	473,274	28,279	5.98%	435,491	37,783	8.68%
Investment Income	420,081	229,787	190,294	82.81%	224,543	5,244	2.34%
Other Non-Operating Revenues	324,970	288,339	36,631	12.70%	292,396	(4,057)	(1.39%)
Total Non-Operating Revenues	27,378,128	26,199,118	1,179,010	4.50%	27,865,099	(1,665,981)	(5.98%)
<b>Non-Operating Expenses</b>							
Interest on Capital Related Debt	859,256	906,277	(47,021)	(5.19%)	955,838	(49,561)	(5.19%)
Disposal of Capital Asset (Net)	13,250	2,599	10,651	409.81%	6,868	(4,269)	(62.16%)
Total Non-Operating Expenses	872,506	908,876	(36,370)	(4.00%)	962,706	(53,830)	(5.59%)
<b>Income Before Other Revenues</b>	2,232,017	908,367	1,323,650	145.72%	1,818,430	(910,063)	(50.05%)
<b>Other Revenues</b>							
Capital Contributions	-	-	-	-	8,081	(8,081)	(100.00%)
Additions to Permanent Endowments	175,031	263,213	(88,182)	(33.50%)	574,591	(311,378)	(54.19%)
Total Other Revenues	175,031	263,213	(88,182)	(33.50%)	582,672	(319,459)	(54.83%)
<b>Increase in Net Position</b>	2,407,048	1,171,580	1,235,468	105.45%	2,401,102	(1,229,522)	(51.21%)
<b>Beginning Net Position</b>	37,536,665	36,365,085	1,171,580	3.22%	33,963,983	2,401,102	7.07%
<b>Ending Net Position</b>	\$ 39,943,713	\$ 37,536,665	\$ 2,407,048	6.41%	\$ 36,365,085	\$ 1,171,580	3.22%

**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2014**

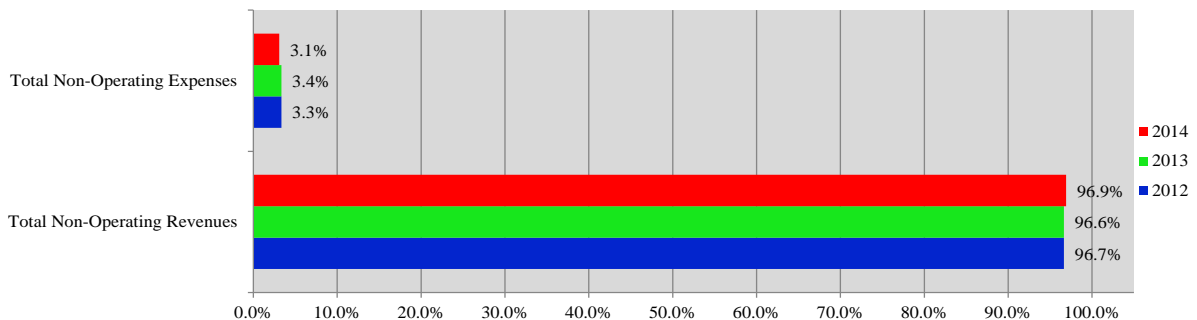
**Operating Revenues – Past Three Years**



**Operating Expenses – Past Three Years**



**Non-Operating Revenues and Expenses – Past Three Years**



**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2014**

Operating revenues include all transactions that result from providing services related to the College's principal ongoing business activities such as tuition and fees, and sales from bookstore operations. In addition, certain federal, state, and private grants are considered operating if they are not for capital purposes and are considered a contract for services.

Net Tuition and Fees increased \$566,126 (12%) in FY14 and \$57,510 (1%) in FY13 primarily due to tuition increases combined with additional class offerings. Overall, Federal Grants and Contracts revenues were relatively level during FY14 after having increased \$194,761 (17%) in FY13 which was related to a new Child Care Training grant. State Grants and Contracts increased in FY14 by \$206,320 (30%) as the result of across the board increases in grant funding. A private foundation's donation of land in FY13 contributed to the increase of \$351,882 (68%) in Non-Governmental Grants and Contracts. The decrease of \$141,417 (16%) in FY14 was less significant because it was partially offset by increased donated facilities revenue. Changes to the start of the first week of classes resulted in large swings in bookstore sales. The Auxiliary Enterprises (Net) increased \$707,047 (85%) in FY14 and decreased \$599,525 (42%) in FY13. The College moved the first week of classes for the Fall 2013 semester from the end of August to the beginning of September causing a significant number of sales to be delayed until FY14. In addition, classes for the Fall 2014 semester started in August 2014 further increasing sales in FY14.

Operating expenses are all the costs necessary to perform and conduct the programs and primary purposes of the College. Instructional costs were relatively level in FY14 but increased \$627,678 (5%) in FY13 mostly due to increased instructional salaries, benefits, and additional instructional grants. Scholarships and Fellowships decreased \$326,602 (8%) in FY14 and \$641,668 (13%) in FY13 because increased tuition allowances from higher tuition rates decreased the amount of grants and scholarships disbursed to students. The Auxiliary Enterprises expenses increased \$572,224 (14%) in FY14 and decreased \$1,006,394 (20%) in FY13 due to the timing of the start of the Fall semesters. The late September start of the Fall 2013 semester reduced the cost of merchandise sold in FY13 shifting it into FY14. Starting the Fall 2014 semester in August further added to the cost of merchandise sold in FY14. General overall auxiliary cost saving measures implemented in FY13 also added to the decrease in FY13.

Non-operating revenues are all revenue sources that are primarily non-exchange in nature. They consist primarily of state appropriations, property tax revenue, federal Title IV revenues, investment income, and grants and contracts that do not require any services to be performed. State Appropriations increased by \$596,479 (7%) in FY14 and decreased by \$501,900 (6%) in FY13 as a result of changes in state funding. Maintenance Ad Valorem Tax revenue increased \$392,807 (9%) in FY14 and \$176,439 (4%) in FY13 as a result of changes in property valuations as well as increased tax rates. Federal Revenue, Non-operating was relatively level in FY14 but decreased \$1,398,229 (12%) during FY13 due to fewer Pell eligible recipients. Investment Income increased \$190,294 (83%) in FY14 due to investment gains in equities after being fairly stable in FY13.

Non-operating expenses are all expenditures that are not directly related to the basic services performed by the institution. They consist primarily of interest on capital related debt and disposal of capital assets. The College reduced interest expenses on capital related debt by paying scheduled principal payments on outstanding debt.

**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2014**

Capital or endowment donations to the College can fluctuate greatly from year to year. These variations led to a decrease in Other Revenue of \$88,182 (34%) in FY14 and \$319,459 (55%) in FY13.

**Analysis of Cash Flows**

	<b>2014</b>	<b>2013</b>	<b>\$ Difference Current Year and Previous Year</b>	<b>% Difference Current Year and Previous Year</b>	<b>2012</b>	<b>\$ Difference Previous Year and Year Before</b>	<b>% Difference Previous Year and Year Before</b>
Net Cash Used by							
Operating Activities	\$ (20,151,636)	\$ (20,589,011)	\$ 437,375	(2.12%)	\$ (22,255,537)	\$ 1,666,526	(7.49%)
Net Cash Provided by Non-							
Capital Financing Activities	23,123,157	22,597,688	525,469	2.33%	24,751,270	(2,153,582)	(8.70%)
Net Cash Used by Capital							
Financing Activities	(642,678)	(2,365,203)	1,722,525	(72.83%)	(2,895,937)	530,734	(18.33%)
Net Cash Provided by							
Investing Activities	24,527	84,950	(60,423)	(71.13%)	(36,252)	121,202	(334.33%)
Increase (Decrease) in							
Cash and Cash Equivalents	2,353,370	(271,576)	2,624,946	(966.56%)	(436,456)	164,880	(37.78%)
Cash and Cash Equivalents at							
September 1	9,403,080	9,674,656	(271,576)	(2.81%)	10,111,112	(436,456)	(4.32%)
Cash and Cash Equivalents at							
August 31	<u>\$ 11,756,450</u>	<u>\$ 9,403,080</u>	<u>\$ 2,353,370</u>	<u>25.03%</u>	<u>\$ 9,674,656</u>	<u>\$ (271,576)</u>	<u>(2.81%)</u>

Overall, the College's year-end cash balance of \$11,756,450 increased by \$2,353,370 (25%) from last year's balance of \$9,403,080.

**Capital Assets and Long-Term Debt**

**Capital Assets**  
**(Net of Accumulated Depreciation)**

	<b>Year Ending</b>		<b>\$ Difference Current Year and Previous Year</b>	<b>% Difference Current Year and Previous Year</b>	<b>2012</b>	<b>\$ Difference Previous Year and Year Before</b>	<b>% Difference Previous Year and Year Before</b>
	<b>2014</b>	<b>2013</b>	<b>Year</b>	<b>Year</b>		<b>Before</b>	<b>Before</b>
Buildings and Improvements	\$ 31,899,451	\$ 33,168,451	\$ (1,269,000)	(3.83%)	\$ 33,378,313	\$ (209,862)	(0.63%)
Land and Land Improvements	6,163,899	6,312,187	(148,288)	(2.35%)	5,835,370	476,817	8.17%
Library Books	268,822	281,095	(12,273)	(4.37%)	284,539	(3,444)	(1.21%)
Furniture, Machinery, and							
Equipment	1,489,045	1,714,541	(225,496)	(13.15%)	1,865,605	(151,064)	(8.10%)
Construction in Process	-	-	-	-	2,575	(2,575)	(100.00%)
Total	<u>\$ 39,821,217</u>	<u>\$ 41,476,274</u>	<u>\$ (1,655,057)</u>	<u>(3.99%)</u>	<u>\$ 41,366,402</u>	<u>\$ 109,872</u>	<u>0.27%</u>

**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2014**

During FY14, the College expended \$22,365 on library books and materials, and \$181,547 on furniture, machinery, and equipment. The College also capitalized \$12,391 for building improvements related to renovating a portion of the Library to be used for a Tutoring Center and \$145,060 for land improvements, which mostly related to the north parking lot resurfacing, landscaping the horseshoe parking lot, and replacing a transformer.

During FY13, the College expended \$30,318 on library books and materials, and \$266,909 on furniture, machinery, and equipment. The College also capitalized \$920,494 for building improvements and \$515,884 for land improvements, which mostly related to renovation of the Administration Building and replacement of the horseshoe parking lot. Land increased \$228,626 and Buildings increased \$105,109 due to the acquisition of the Red Barn property.

The College had \$39.8 and \$41.5 million invested in capital assets, net of accumulated depreciation of \$31.5 and \$29.7 million for FY14 and FY13, respectively. The largest single component of capital assets is buildings totaling \$28,539,618 for FY14 and \$29,557,563 for FY13 net of accumulated depreciation. Depreciation charges totaled \$2,003,171 for FY14 and \$1,952,293 for FY13.

The College currently has outstanding various forms of long-term debt. Tuition revenue, building use fees, and a portion of taxes collected are committed to pay these debt obligations as they come due.

Detailed information about the College's capital assets can be found in Note 7 – Capital Assets on pages 35-36. In addition, detailed information about the College's long-term debt can be found in Note 8 – Long-Term Liabilities, Note 9 – Debt Obligations, and Note 10 – Bonds and Notes Payable found on pages 37-39.

**Other Conditions and Factors**

The Polk County Higher Education and Technology Foundation completed construction of a multipurpose training and commerce center in Livingston, Texas in July 2013. The College took occupancy of approximately 16,000 square feet of the facility and began offering classes at the Angelina College Polk County Center starting with the Fall 2013 semester.

The challenge for Angelina College and for other Texas community colleges is trying to meet the expanding educational needs of the community with limited funding. The College's diverse revenue base of state appropriations, ad valorem tax collections, and tuition and fees revenues has lessened the impact of variations in these funding sources but additional cuts in state appropriations could adversely affect future operations.

**Requests for Information**

This financial report is designed to provide our citizens, taxpayers, students, and creditors with a general overview of the College's finances and to demonstrate the College's accountability for the funds it receives. If you have any questions about this report or need additional financial information, contact Angelina College Business Office, P.O. Box 1768, Lufkin, Texas 75902.





## **BASIC FINANCIAL STATEMENTS**

**For the Fiscal Years Ended  
August 31, 2014 and 2013**

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 1**  
**STATEMENTS OF NET POSITION**  
**August 31, 2014 and 2013**

	<u>Current Year</u>	<u>Prior Year</u>
<b>Assets</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 7,004,346	\$ 4,914,442
Short-Term Investments	150,000	-
Accounts Receivable (Net)	1,441,962	1,612,542
Inventories	1,010,894	1,198,266
Total Current Assets	<u>9,607,202</u>	<u>7,725,250</u>
<b>Noncurrent Assets</b>		
Restricted Cash and Cash Equivalents	4,752,104	4,488,638
Restricted Short-Term Investments	1,125,000	200,000
Endowment Investments	6,339,963	5,749,885
Other Noncurrent Investments	-	1,275,000
Capital Assets (Net) (See Note 7)	39,821,217	41,476,274
Total Noncurrent Assets	<u>52,038,284</u>	<u>53,189,797</u>
<b>Total Assets</b>	<u>61,645,486</u>	<u>60,915,047</u>
<b>Deferred Outflows of Resources</b>		
Prepaid Expenses	218,405	141,003
Prepaid Charges	3,391,751	3,593,883
Total Deferred Outflows of Resources	<u>3,610,156</u>	<u>3,734,886</u>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable	940,515	905,459
Accrued Liabilities	174,543	362,266
Accrued Compensable Absences-Current Portion	39,543	32,848
Funds Held for Others	54,704	91,632
Bonds Payable - Current Portion	1,329,363	1,314,706
Total Current Liabilities	<u>2,538,668</u>	<u>2,706,911</u>
<b>Noncurrent Liabilities</b>		
Deposits	13,800	16,500
Accrued Compensable Absences	241,480	249,346
Bonds Payable	17,649,385	18,978,749
Total Noncurrent Liabilities	<u>17,904,665</u>	<u>19,244,595</u>
<b>Total Liabilities</b>	<u>20,443,333</u>	<u>21,951,506</u>
<b>Deferred Inflows of Resources</b>		
Unearned Revenues	4,868,596	5,161,762
Total Deferred Inflows of Resources	<u>4,868,596</u>	<u>5,161,762</u>

The accompanying notes are an integral part of these financial statements.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 1 (Continued)**  
**STATEMENTS OF NET POSITION**  
**August 31, 2014 and 2013**

	<u>Current Year</u>	<u>Prior Year</u>
<b>Net Position</b>		
Invested in Capital Assets, Net of Related Debt	20,842,469	21,182,819
Restricted		
Nonexpendable		
Student Aid	5,332,837	4,764,495
Expendable		
Student Aid	1,327,439	1,365,393
Debt Service	747,329	697,302
Other	146,563	142,625
Unrestricted	11,547,076	9,384,031
<b>Total Net Position (Schedule D)</b>	<u><u>\$ 39,943,713</u></u>	<u><u>\$ 37,536,665</u></u>

The accompanying notes are an integral part of these financial statements.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 2**  
**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**August 31, 2014 and 2013**

	<u>Current Year</u>	<u>Prior Year</u>
<b>Operating Revenues</b>		
Tuition and Fees (Net of Discounts of \$5,740,789 and \$5,001,826, respectively)	\$ 5,156,839	\$ 4,590,713
Federal Grants and Contracts	1,384,761	1,341,682
State Grants and Contracts	891,000	684,680
Non-Governmental Grants and Contracts	725,996	867,413
Sales and Services of Educational Activities	1,200	3,500
Investment Income - Program Restricted	177,278	162,838
Auxiliary Enterprises (Net of Discounts of \$2,395,367 and \$2,395,338, respectively)	1,542,215	835,168
Other Operating Revenues	68,168	60,673
Total Operating Revenues (Schedule A)	<u>9,947,457</u>	<u>8,546,667</u>
<b>Operating Expenses</b>		
Instruction	12,384,578	12,232,520
Public Service	814,632	836,757
Academic Support	2,995,188	2,655,407
Student Services	1,710,417	1,712,312
Institutional Support	2,754,948	2,473,328
Operation and Maintenance of Plant	2,914,569	2,667,988
Scholarships and Fellowships	3,965,488	4,292,090
Auxiliary Enterprises	4,678,071	4,105,847
Depreciation	2,003,171	1,952,293
Total Operating Expenses (Schedule B)	<u>34,221,062</u>	<u>32,928,542</u>
<b>Operating Loss</b>	<u>(24,273,605)</u>	<u>(24,381,875)</u>
<b>Non-Operating Revenues (Expenses)</b>		
State Appropriations	9,186,314	8,589,835
Maintenance Ad Valorem Taxes	4,994,911	4,602,104
Debt Service Ad Valorem Taxes	1,886,023	1,810,314
Federal Revenue, Non-Operating	10,064,276	10,205,465
Gifts	501,553	473,274
Investment Income	420,081	229,787
Interest on Capital Related Debt	(859,256)	(906,277)
Disposal of Capital Assets, net	(13,250)	(2,599)
Other Non-Operating Revenues	324,970	288,339
Total Non-Operating Revenue (Expenses) (Schedule C)	<u>26,505,622</u>	<u>25,290,242</u>
<b>Income Before Other Revenues</b>	2,232,017	908,367

The accompanying notes are an integral part of these financial statements.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 2 (Continued)**  
**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**August 31, 2014 and 2013**

	<u>Current Year</u>	<u>Prior Year</u>
<b>Other Revenues</b>		
Additions to Permanent Endowments	175,031	263,213
Total Other Revenues	<u>175,031</u>	<u>263,213</u>
 <b>Increase (Decrease) in Net Position</b>	 2,407,048	 1,171,580
 <b>Net Position</b>		
Net Position - Beginning of Year	37,536,665	36,365,085
Net Position - End of Year	<u>\$ 39,943,713</u>	<u>\$ 37,536,665</u>

The accompanying notes are an integral part of these financial statements.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 3**  
**STATEMENTS OF CASH FLOWS**  
**August 31, 2014 and 2013**

	<u>Current Year</u>	<u>Prior Year</u>
<b>Cash Flows from Operating Activities</b>		
Receipts from Students and Other Customers	\$ 6,048,823	\$ 5,335,218
Receipts from Grants and Contracts	2,568,867	1,749,004
Investment Income, Program Restricted	177,277	162,838
Collection of Loans to Students and Employees	25,565	(44,112)
Other Receipts	363,808	383,816
Payments to or on Behalf of Employees	(17,431,402)	(16,852,964)
Payments to Suppliers for Goods or Services	(7,882,582)	(6,668,859)
Payments of Scholarships	(4,035,834)	(4,615,008)
Other Cash (Payments) Receipts	13,842	(38,944)
Net Cash Provided (Used) by Operating Activities	<u>(20,151,636)</u>	<u>(20,589,011)</u>
<b>Cash Flows from Noncapital Financing Activities</b>		
Receipts from State Appropriations	7,629,539	7,240,829
Ad Valorem Tax Revenues	4,939,235	4,624,679
Receipts from Non-Operating Federal Revenue	10,076,897	10,133,761
Payments for Collection of Taxes	(136,177)	(125,388)
Gifts and Grants (Other Than Capital)	650,591	729,755
Student Organization and Other Agency Transactions	(36,928)	(5,948)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>23,123,157</u>	<u>22,597,688</u>
<b>Cash Flows from Capital and Related Financing Activities</b>		
Ad Valorem Tax Revenue	1,866,656	1,819,582
Purchases of Capital Assets	(335,371)	(2,058,034)
Payment on Capital Debt and Leases	(2,173,963)	(2,126,751)
Net Cash Provided (Used) by Capital Financing Activities	<u>(642,678)</u>	<u>(2,365,203)</u>
<b>Cash Flows from Investing Activities</b>		
Proceeds from Sale and Maturity of Investments	1,056,969	2,609,155
Investment Earnings	130,584	122,917
Purchases of Investments	(1,163,026)	(2,647,122)
Net Cash Provided (Used) by Investing Activities	<u>24,527</u>	<u>84,950</u>
Increase (Decrease) in Cash and Cash Equivalents	2,353,370	(271,576)
Cash and Cash Equivalents - September 1	9,403,080	9,674,656
Cash and Cash Equivalents - August 31	<u>\$ 11,756,450</u>	<u>\$ 9,403,080</u>

The accompanying notes are an integral part of these financial statements.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 3 (Continued)**  
**STATEMENTS OF CASH FLOWS**  
**August 31, 2014 and 2013**

	<u>Current Year</u>	<u>Prior Year</u>
<b>Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities</b>		
<b>Operating Income (Loss)</b>	\$ (24,273,605)	\$ (24,381,875)
<b>Adjustments to Reconcile Net Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>		
Depreciation Expense	2,003,171	1,952,293
Bad Debt Expense	127,492	148,989
Tax Collection Fee	136,177	125,388
Payments made directly by state for benefits	1,556,775	1,349,006
Other Non-Operating Revenue	324,970	288,339
<b>Changes in Assets and Liabilities</b>		
Interest Receivable	5,476	(19,269)
Ad Valorem Taxes Receivable	75,043	(31,843)
Federal Receivable - Non-operating	(12,622)	71,705
Accounts Receivable (Net)	43,089	(482,512)
Inventories	187,372	(130,563)
Prepaid Expenses	(77,402)	(29,371)
Prepaid Charges	202,132	(74,904)
Accounts Payable	35,056	270,323
Accrued Liabilities	(187,723)	166,271
Unearned Revenue	(293,166)	185,918
Deposits	(2,700)	(1,300)
Accrued Compensable Absences	(1,171)	4,394
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (20,151,636)</u>	<u>\$ (20,589,011)</u>

The accompanying notes are an integral part of these financial statements.

**Angelina County Junior College District**  
**Notes to Financial Statements**  
**August 31, 2014**

**1. Reporting Entity**

The Angelina County Junior College District (the College) was established in 1966, in accordance with the laws of the State of Texas, to serve the educational needs of Angelina and the surrounding counties. Angelina County Junior College District is considered a special purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement 14. While the College receives funding from local, state, and federal sources, and must comply with the spending, reporting, and record keeping requirements of these entities, it is not a component unit of any other governmental entity.

**2. Summary of Significant Accounting Policies**

Reporting Guidelines

The significant accounting policies followed by the Angelina County Junior College District in preparing these financial statements are in accordance with the *Texas Higher Education Coordinating Board's Annual Financial Reporting Requirements for Texas Public Community and Junior Colleges*. The College applies all applicable GASB pronouncements. The College is reported as a special-purpose government engaged in business-type activities (BTA).

Tuition Discounting

*Texas Public Education Grants* - Certain tuition amounts are required to be set aside for use as scholarships by qualifying students. This set aside, called the Texas Public Education Grant (TPEG), is shown with tuition and fee revenue amounts as a separate set aside amount (Texas Education Code Chapter 56.033). When the award is used by the student for tuition and fees, the amount is recorded as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

*Title IV, Higher Education Act (HEA) Program Funds* - Certain Title IV HEA Program funds are received by the College to pass through to the student. These funds are initially received by the College and recorded as revenue. When the award is used by the student for tuition and fees, the amount is recorded as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

*Other Tuition Discounts* - The College awards tuition and fee scholarships from institutional funds to students who qualify. When these amounts are used for tuition and fees, the amounts are recorded as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

**Angelina County Junior College District  
Notes to Financial Statements - Continued  
August 31, 2014**

**2. Summary of Significant Accounting Policies - Continued**

Basis of Accounting

The financial statements of Angelina County Junior College District have been prepared on the accrual basis whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

Budgetary Data

Each community college in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenditures for the fiscal year beginning September 1. The College's Board of Trustees adopts the budget, which is prepared on the accrual basis of accounting, and amends the budget as needed throughout the year. A copy of the approved budget and subsequent amendments must be filed with the Texas Higher Education Coordinating Board, the Legislative Budget Board, the Legislative Reference Library, and the Governor's Office of Budget and Planning by December 1.

Cash and Cash Equivalents

The College's cash and cash equivalents are considered to be cash on hand, demand deposits, and money market accounts.

Deferred Inflows

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 represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Governments are only permitted to report deferred inflows in circumstances specifically authorized by the GASB.

Deferred Outflows

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 represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time. Governments are only permitted to report deferred outflows in circumstances specifically authorized by the GASB.

Investments

In accordance with GASB 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments are reported at fair value. Fair values are based on published market rates. Short-term investments have a maturity of less than one year at the fiscal year end. Long-term investments have a maturity of greater than one year at the fiscal year end.

**Angelina County Junior College District  
Notes to Financial Statements - Continued  
August 31, 2014**

**2. Summary of Significant Accounting Policies - Continued**

Inventories

Inventories consisting of copier paper and supplies, postage, and bookstore stock are valued at the lower of cost under the “first-in, first-out” method, or market, and are charged to expense as consumed or sold.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. Renovations to buildings and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are charged to operating expense in the year in which the expense is incurred.

Items costing \$2,500 or more with a useful life greater than one year are capitalized and depreciated. Additionally, these items have a permanent decal affixed to them and are inventoried annually.

Items costing from \$1,000 to \$2,499 with a useful life greater than one year have a permanent decal affixed to them and are inventoried annually. However, they are neither capitalized nor depreciated. These items are expensed in the year of purchase.

Items costing less than \$1,000 but having a useful life greater than one year are expensed in the year of purchase. No separate inventory records are maintained on these items.

The College computes depreciation under the straight-line method over the estimated useful life of assets. The following lives are used:

Buildings	50 years
Building Improvements	20 years
Land Improvements	20 years
Library Books	15 years
Furniture, Machinery, Vehicles, and Other Equipment	10 years
Telecommunications and Peripheral Equipment	5 years

Unearned Revenues

Tuition, fees, and other revenues received and related to periods after August 31, 2014 or 2013, respectively, have been deferred to the subsequent year.

Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**2. Summary of Significant Accounting Policies - Continued**

Operating and Non-Operating Revenue and Expense Policy

The College distinguishes operating revenues and expenses from non-operating items. The College reports as a BTA and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the College's principal ongoing operations. Principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations, ad valorem tax collections, and Title IV grant revenues. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The operation of food services is not performed by the College but is contracted to an independent vendor.

Prior Year Reclassifications/Restatements

Certain reclassifications have been made to the prior year presentation on the Statements of Net Position (Exhibit 1), the Statements of Revenues, Expenses, and Changes in Net Position (Exhibit 2), and the Statements of Cash Flows (Exhibit 3).

Subsequent Events

Management has evaluated subsequent events through December 15, 2014, the date the statements were available to be issued.

**3. Authorized Investments**

Angelina College is authorized to invest in obligations and instruments as defined in the Public Funds Act (Sec. 2256.001 Texas Government Code). Such investments include: (1) obligations of the United States or its agencies, (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than A by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute. The investments of the College are in compliance with these investment policies.

**4. Deposits and Investments**

Cash and deposits reported on the Statements of Net Position consist of the following:

Cash and Deposits		
	August 31, 2014	August 31, 2013
Bank Deposits		
Demand Deposits and Money		
Market Mutual Funds	\$ 11,477,024	\$ 9,111,100
Certificates of Deposit - Short-term	1,656,076	500,425
Certificates of Deposit - Long-term	1,771,617	2,722,703
	<u>14,904,717</u>	<u>12,334,228</u>
Cash and Cash Equivalents		
Petty Cash on Hand	13,300	17,800
Total Cash and Deposits	<u>\$ 14,918,017</u>	<u>\$ 12,352,028</u>

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**4. Deposits and Investments - Continued**

Reconciliation of Deposits and Investments to Exhibit 1

Type of Security	Fair Value August 31, 2014	Fair Value August 31, 2013
U.S. Government Agencies	\$ 789,625	\$ 896,289
Mutual Funds	3,006,048	2,599,451
Corporate Bonds	353,779	469,300
Annuity	37,818	36,717
Total Cash and Bank Deposits	14,918,017	12,352,028
Total Endowment Bank Deposits	266,126	274,180
Total Cash, Deposits, and Investments	<u>\$ 19,371,413</u>	<u>\$ 16,627,965</u>
Current (Exhibit 1)		
Cash and Cash Equivalents	\$ 7,004,346	\$ 4,914,442
Short-Term Investments	150,000	-
Noncurrent (Exhibit 1)		
Restricted Cash and Cash Equivalents	4,752,104	4,488,638
Restricted Short-Term Investments	1,125,000	200,000
Endowment Investments	6,339,963	5,749,885
Other Noncurrent Investments	-	1,275,000
Total Current and Noncurrent Cash and Investments	<u>\$ 19,371,413</u>	<u>\$ 16,627,965</u>

Restricted cash and investments are limited for capital acquisition, debt service, and student aid as well as other restricted purposes.

Following is a discussion of the College's investment policy related to specific investment risks:

*Interest Rate Risk* - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with state law and College policy for non-endowment funds, the College does not purchase any investments with maturities greater than 10 years. All College investments are in compliance with the Public Funds Investment Act. Maturities for the College's investments that are subject to interest rate risk are shown in the table below.

Investment Type	Fair Value	Investment Maturities (in years)		
		Less Than 1	1 to 5	5 or More
U.S. Government Securities	\$ 789,625	\$ -	\$ 693,299	\$ 96,326
Certificates of Deposit	3,427,693	1,656,076	732,701	1,038,916
Corporate Bonds	353,779	-	136,500	217,279
Annuity	37,818	37,818	0	-
Total	<u>\$ 4,608,915</u>	<u>\$ 1,693,894</u>	<u>\$ 1,562,500</u>	<u>\$ 1,352,521</u>

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**4. Deposits and Investments - Continued**

*Credit Risk* - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The College's policy for reducing its exposure to credit risk is to comply with state law and the College's investment policy. Investments in money market mutual funds and investment pools must be rated at least AAA. Commercial paper must be rated at least A-1 or P-1. Investments in obligations from other states, municipalities, counties, etc. must be rated at least A. The College's investments in money market mutual funds are rated Aaa-mf/AAAm at August 31, 2014 by Moody's Investors Service, Inc. and Standard & Poor's Corporation, respectively. As of August 31, 2014, the College's investments in U.S. Government Agencies are rated AAA/AA+ by Moody's and Standard and Poor's, respectively. As of August 31, 2014, the College's investments in corporate bonds are rated at least BAA1/BBB+ by Moody's and Standard and Poor's, respectively. The College's investments in mutual funds are rated at least ★★ ★ by Morningstar, Inc. as of August 31, 2014.

*Concentration of Credit Risk* - Concentration of credit risk is the risk of loss that occurs due to the lack of diversification. The College's investment policy does not place a limit on the amount the College may invest in any one issuer. At August 31, 2014 and 2013, no single investment comprised more than 5% of the College's investments, excluding non-negotiable certificates of deposit.

*Custodial Credit Risk* - Custodial credit risk is the risk that the College's deposits may not be returned in the event of a bank failure. The College's policy with respect to custodial credit risk complies with state law. At August 31, 2014 and 2013, the bank balances of the College's deposits were \$10,842,336 and \$7,399,110, respectively. Of these balances, the amounts covered by FDIC insurance were \$1,014,888 and \$1,024,031 at August 31, 2014 and 2013, respectively. The amounts covered by SIPC insurance were \$1,238 and \$149 at August 31, 2014 and 2013, respectively. The remaining balances at August 31, 2014 and 2013 of \$9,826,210 and \$6,314,930 were entirely covered by pledged collateral held by the pledging financial institution's agent bank in the College's name.

**5. Derivative Investments**

Derivatives are investment products that may be a security or contract deriving its value from another security, currency, commodity, or index, regardless of the source of funds used. Angelina County Junior College District did not invest in derivative products during fiscal year 2014 or 2013.

**6. Endowments**

The investment policy of the Board of Trustees is reviewed and adopted annually. Within that investment policy, the investment objective for the endowment fund is to preserve the real purchasing power of the principal and to provide a stable source of perpetual financial support to scholarships in accordance with the endowment spending policy. The brokerage firm or other endowment manager is also adopted annually by the

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

Board of Trustees and is required to certify familiarity and compliance with the Public Funds Investment Act of the State of Texas, and the Investment Policy of the College.

**6. Endowments - Continued**

Distributions from endowment investments are required to be spent for the purposes for which the endowment was established. Scholarship distributions are made pursuant to the investment policy. For the years ended August 31, 2014 and 2013, endowment interest, dividend earnings, and capital gains and losses totaled \$296,744 and \$248,444, respectively. Unrealized gains for the years ended August 31, 2014 and August 31, 2013 totaled \$284,021 and \$126,139 respectively. For the years ended August 31, 2014 and 2013, scholarship distributions from current-year endowment interest earnings totaled \$175,003 and \$159,996, respectively. The fair value of endowment investment assets at August 31, 2014 and 2013 was \$6,339,963 and \$5,749,885, respectively. The endowment bank deposits at August 31, 2014 and 2013 were \$266,126 and \$274,180, respectively. Endowment net position is classified as restricted nonexpendable student aid in the Statement of Net Position except for a portion which is included in unrestricted quasi endowment.

**7. Capital Assets**

Capital assets activity for the year ended August 31, 2014 was as follows:

	Balance September 1, 2013	Increase	Decrease	Balance August 31, 2014
Not Depreciated				
Land	\$ 1,773,999	\$ -	\$ -	\$ 1,773,999
Construction in Process	-	-	-	-
Total Not Depreciated	<u>1,773,999</u>	<u>-</u>	<u>-</u>	<u>1,773,999</u>
Other Capital Assets				
Buildings	50,897,262	-	-	50,897,262
Land Improvements	7,262,113	145,060	-	7,407,173
Building Improvements	5,268,922	12,391	-	5,281,313
Library Books	1,081,188	22,365	100,523	1,003,030
Furniture, Machinery, Vehicles, and Other Equipment	2,958,580	117,668	96,182	2,980,066
Telecommunications and Peripheral Equipment	1,913,396	63,879	36,507	1,940,768
Total Capital Assets	<u>69,381,461</u>	<u>361,363</u>	<u>233,212</u>	<u>69,509,612</u>
Accumulated Depreciation				
Buildings	21,339,699	1,017,945	-	22,357,644
Land Improvements	2,723,925	293,348	-	3,017,273
Building Improvements	1,658,034	263,446	-	1,921,480
Library Books	800,093	34,638	100,523	734,208
Furniture, Machinery, Vehicles, and Other Equipment	1,697,627	212,390	82,933	1,827,084
Telecommunications and Peripheral Equipment	1,459,808	181,404	36,507	1,604,705
Total Accumulated Depreciation	<u>29,679,186</u>	<u>2,003,171</u>	<u>219,963</u>	<u>31,462,394</u>
Net Capital Assets	<u>\$ 41,476,274</u>	<u>\$ (1,641,808)</u>	<u>\$ 13,249</u>	<u>\$ 39,821,217</u>



**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**7. Capital Assets - Continued**

The College has an artwork collection that it does not capitalize. This collection adheres to the College's policy to (a) maintain it for public exhibition or education; (b) protect, keep unencumbered, care for, and preserve it; and (c) require proceeds from its sale to be used to acquire other collection items. Generally accepted accounting principles permit collections maintained in this manner to be charged to operations at time of acquisition rather than capitalized.

Capital assets activity for the year ended August 31, 2013 was as follows:

	Balance September 1, 2012	Increase	Decrease	Balance August 31, 2013
Not Depreciated				
Land	\$ 1,545,373	\$ 228,626	\$ -	\$ 1,773,999
Construction in Process	2,575	-	2,575	-
Total Not Depreciated	<u>1,547,948</u>	<u>228,626</u>	<u>2,575</u>	<u>1,773,999</u>
Other Capital Assets				
Buildings	50,792,153	105,109	-	50,897,262
Land Improvements	6,746,229	515,884	-	7,262,113
Building Improvements	4,348,428	920,494	-	5,268,922
Library Books	1,056,008	30,318	5,138	1,081,188
Furniture, Machinery, Vehicles, and Other Equipment	2,875,345	120,717	37,482	2,958,580
Telecommunications and Peripheral Equipment	1,824,510	146,192	57,306	1,913,396
Total Other Capital Assets	<u>67,642,673</u>	<u>1,838,714</u>	<u>99,926</u>	<u>69,381,461</u>
Accumulated Depreciation				
Buildings	20,321,754	1,017,945	-	21,339,699
Land Improvements	2,456,232	267,693	-	2,723,925
Building Improvements	1,440,514	217,520	-	1,658,034
Library Books	771,469	33,762	5,138	800,093
Furniture, Machinery, Vehicles, and Other Equipment	1,525,605	206,904	34,882	1,697,627
Telecommunications and Peripheral Equipment	1,308,645	208,469	57,306	1,459,808
Total Accumulated Depreciation	<u>27,824,219</u>	<u>1,952,293</u>	<u>97,326</u>	<u>29,679,186</u>
Net Capital Assets	<u>\$ 41,366,402</u>	<u>\$ 115,047</u>	<u>\$ 5,175</u>	<u>\$ 41,476,274</u>

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**8. Long-Term Liabilities**

Long-term liability activity for the year ended August 31, 2014 was as follows:

	Balance September 1, 2013	Additions	Reductions	Balance August 31, 2014	Current Portion
<b>Bonds and Notes</b>					
Series 1995 Revenue Bonds	\$ 760,000	\$ -	\$ 240,000	\$ 520,000	\$ 255,000
Series 2004 Tax Refunding Bonds	2,051,200	-	308,202	1,742,998	318,576
Series 2005 Advance Refunding Bonds	2,375,963	-	266,419	2,109,544	260,934
Series 2008 Limited Tax Bonds	9,130,486	-	304,088	8,826,398	305,514
Series 2009 Limited Tax Bonds	5,975,806	-	195,998	5,779,808	189,339
<b>Total Bonds and Notes</b>	<b>20,293,455</b>	<b>-</b>	<b>1,314,707</b>	<b>18,978,748</b>	<b>1,329,363</b>
<b>Other Liabilities</b>					
Accrued Compensable Absences	282,194	247,942	249,113	281,023	39,543
Deposits Payable	16,500	18,100	20,800	13,800	-
<b>Total Liabilities</b>	<b>20,592,149</b>	<b>\$ 266,042</b>	<b>\$ 1,584,620</b>	<b>19,273,571</b>	<b>\$ 1,368,906</b>
<b>Current Portion</b>	<b>(1,347,554)</b>			<b>(1,368,906)</b>	
<b>Total Noncurrent Portion</b>	<b>\$ 19,244,595</b>			<b>\$ 17,904,665</b>	

Long-term liability activity for the year ended August 31, 2013 was as follows:

	Balance September 1, 2012	Additions	Reductions	Balance August 31, 2013	Current Portion
<b>Bonds and Notes</b>					
Series 1995 Revenue Bonds	\$ 985,000	\$ -	\$ 225,000	\$ 760,000	\$ 240,000
Series 2004 Tax Refunding Bonds	2,344,849	-	293,649	2,051,200	308,202
Series 2005 Advance Refunding Bonds	2,610,209	-	234,246	2,375,963	266,419
Series 2008 Limited Tax Bonds	9,404,219	-	273,733	9,130,486	304,087
Series 2009 Limited Tax Bonds	6,169,653	-	193,847	5,975,806	195,998
<b>Total Bonds and Notes</b>	<b>21,513,930</b>	<b>-</b>	<b>1,220,475</b>	<b>20,293,455</b>	<b>1,314,706</b>
<b>Other Liabilities</b>					
Accrued Compensable Absences	277,800	227,233	222,839	282,194	32,848
Deposits Payable	17,800	15,300	16,600	16,500	-
<b>Total Liabilities</b>	<b>21,809,530</b>	<b>\$ 242,533</b>	<b>\$ 1,459,914</b>	<b>20,592,149</b>	<b>\$ 1,347,554</b>
<b>Current Portion</b>	<b>(1,252,958)</b>			<b>(1,347,554)</b>	
<b>Total Noncurrent Portion</b>	<b>\$ 20,556,572</b>			<b>\$ 19,244,595</b>	

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**9. Debt Obligations**

The debt service requirements for the next five years and beyond are summarized below for bonds and notes issued:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 1,329,363	\$ 789,220	\$ 2,118,583
2016	1,431,862	730,875	2,162,737
2017	1,173,013	668,963	1,841,976
2018	1,194,981	620,063	1,815,044
2019	1,254,316	572,329	1,826,645
2020-2024	3,824,293	2,298,000	6,122,293
2025-2029	3,902,516	1,566,162	5,468,678
2030-2034	4,868,404	627,331	5,495,735
Total	<u>\$ 18,978,748</u>	<u>\$ 7,872,943</u>	<u>\$ 26,851,691</u>

**10. Bonds and Notes Payable**

Bonds and notes are payable semi-annually with annual obligations varying from \$1,076,063 to \$2,110,875, with interest rates from 3.00% to 7.00%. The final installment is due in 2034.

General information related to bonds and notes payable is summarized below:

	<u>August 31, 2014</u>	<u>August 31, 2013</u>
<b>Revenue Bonds, Series 1995.</b>		
• To construct a Student Activities Center.		
• Issued December 1, 1995, matures fiscal 2016.		
• \$3,000,000 was authorized and issued.		
• Source of revenue for debt service - building use fees (100% pledged), transfer of tuition.		
• Interest rate of 5.00% to 7.00%.		
• Coverage ratio of pledged revenues to debt service requirements was 1.49 in 2014 and 1.50 in 2013		
• Outstanding balance:	\$ 520,000	\$ 760,000
<b>Limited Tax Refunding Bonds, Series 2004.</b>		
• To refund the series 1994 limited tax bonds that provided funds for construction of a Community Service building and a Workforce Development Center.		
• Issued July 15, 2004, matures fiscal 2019.		
• \$4,275,000 was authorized and issued.		
• Source of revenue for debt service – ad valorem taxes.		
• Interest rate of 3.50% to 5.00%.		
• Outstanding balance:	1,742,998	2,051,200

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**10. Bonds and Notes Payable – Continued**

	August 31, 2014	August 31, 2013
Limited Tax Refunding Bonds, Series 2005.		
<ul style="list-style-type: none"> <li>To refund the series 1996 limited tax bonds that provided funds for renovation of existing facilities, construction of a Science Building, and a contribution of \$3,000,000 towards the construction of the Angelina Center for the Arts.</li> <li>Issued November 1, 2005, matures fiscal 2021.</li> <li>\$3,699,997 was authorized and issued.</li> <li>Source of revenue for debt service – ad valorem taxes.</li> <li>Interest rate of 3.00% to 4.00%.</li> <li>Outstanding balance:</li> </ul>	2,109,544	2,375,963
Limited Tax Bonds, Series 2008.		
<ul style="list-style-type: none"> <li>To construct a softball and baseball complex, Health Careers building, and a Technical Education Shop Center.</li> <li>Issued June 15, 2008, matures fiscal 2034.</li> <li>\$16,500,000 was authorized and \$10,000,000 was issued.</li> <li>Source of revenue for debt service – ad valorem taxes.</li> <li>Interest rate of 3.65% to 5.00%.</li> <li>Outstanding balance:</li> </ul>	8,826,398	9,130,486
Limited Tax Bonds, Series 2009.		
<ul style="list-style-type: none"> <li>To construct a softball and baseball complex, Health Careers building, and a Technical Education Shop Center.</li> <li>Issued June 15, 2009, matures fiscal 2034.</li> <li>\$16,500,000 was authorized and \$6,500,000 was issued.</li> <li>Source of revenue for debt service – ad valorem taxes.</li> <li>Interest rate of 4.25% to 5.50%.</li> <li>Outstanding balance:</li> </ul>	5,779,808	5,975,806
Total Bonds Payable	\$ 18,978,748	\$ 20,293,455

**11. Unearned Revenues**

Tuition and fees of \$4,489,188 and \$4,773,771 and federal, state, and local grants of \$379,408 and \$387,991 have been reported as unearned revenues at August 31, 2014 and 2013, respectively.

**12. Pending Lawsuits and Claims**

On August 31, 2014 and 2013, no claims involving the College were pending.

**Angelina County Junior College District  
Notes to Financial Statements - Continued  
August 31, 2014**

**13. Employees' Retirement Plan**

The State of Texas has joint contributory retirement plans for almost all its employees.

Teacher Retirement System of Texas (TRS)

*Plan Description* - Angelina County Junior College District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing, multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec 67, and Texas Government Code, Title 8, Subtitle C. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan. TRS issues a publicly available financial report with required supplementary information, which can be obtained from [www.trs.state.tx.us](http://www.trs.state.tx.us) under the TRS Publications heading.

*Funding policy* - Contribution requirements are not actuarially determined but are established and amended by the Texas legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6 percent of the member's annual compensation and a state contribution rate of not less than 6 percent and not more than 10 percent of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a particular action, the time required to amortize TRS's unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. State law provides for a member contribution rate of 6.4 percent for fiscal years 2014, 2013, and 2012. The state contribution rate was 6.8 percent for fiscal year 2014, 6.4 percent for fiscal year 2013, and 6.0 percent for 2012. In certain instances the reporting district is required to make all or a portion of the state's contribution. Effective September 1, 2013, Senate Bill 1812 limits the amount of the state's contribution to 50% of eligible employees in the reporting district.

During fiscal year 2013, the college was required to pay an additional \$141,493 for fiscal year 2012 benefits. This obligation had been in dispute with the State of Texas at August 31, 2012 and is included in the 2013 amount for Angelina College contributions in this footnote.

Actual contributions to TRS, which were equal to the required contributions each year, are shown below:

<b>Fiscal Year Ended August 31,</b>	<b>On-Behalf State Contribution</b>	<b>Angelina College Contribution</b>	<b>Participant Contribution</b>	<b>Total Contribution</b>	<b>Covered Payroll</b>	<b>Total College Payroll</b>
2014	\$ 208,635	\$ 299,676	\$ 462,434	970,745	\$7,225,531	\$ 14,929,055
2013	249,152	335,581	443,240	1,027,973	6,925,631	14,683,296
2012	201,001	74,938	438,721	714,660	6,855,018	14,545,855

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**13. Employees' Retirement Plan - Continued**

Optional Retirement Program (ORP)

*Plan Description* - Participation in the Optional Retirement Program, a defined contribution plan, is in lieu of participation in the Teacher Retirement System of Texas. The optional retirement program provides for the purchase of annuity contracts or mutual funds and operates under the provisions of the Texas Constitution, Article XVI, Sec 67, and the Texas Government Code, Title 8, Subtitle C.

*Funding Policy* - Contribution requirements are not actuarially determined but are established and amended by the Texas legislature. The percentage of participant salaries contributed by the employees is 6.65 percent for fiscal years 2014, 2013, and 2012. The state contributions are 6.6 percent for 2014, and 6.0 percent for 2013 and 2012. The College contributed 1.9 percent for fiscal year 2014 and 2.5 percent for fiscal years 2013 and 2012 for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual contracts, the state has no additional or unfunded liability for this program. Effective September 1, 2013, Senate Bill 1812 limits the amount of the state's contribution to 50% of eligible employees in the reporting district.

Actual contributions to ORP, which were equal to the required contributions each year, are shown below:

<b>Fiscal Year Ended August 31,</b>	<b>On-Behalf State Contribution</b>	<b>Angelina College Contribution</b>	<b>Participant Contribution</b>	<b>Total Contribution</b>	<b>Covered Payroll</b>	<b>Total College Payroll</b>
2014	\$ 149,497	\$ 215,087	\$ 342,373	\$ 706,957	\$ 5,148,473	\$ 14,929,055
2013	240,000	107,063	346,026	693,089	5,203,402	14,683,296
2012	267,336	68,735	333,599	669,670	5,016,521	14,545,855

Part-time Employees

*Plan Description* - Part-time employees who are not members of the Teacher Retirement System of Texas participate in a separate IRS 403(b) plan administered by Teacher Insurance and Annuity Association/College Retirement Equities Fund (TIAA-CREF).

*Funding Policy* - The plan offered through TIAA-CREF is a defined contribution plan to which the employees contribute 7.5 percent and the State of Texas and the College do not contribute. Employee contributions to TIAA-CREF for the years ended August 31, 2014, 2013, and 2012 were \$151,182, \$156,634, and \$157,617, respectively, which equaled the required contributions each year.

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**14. Compensable Absences**

Full-time employees earn annual leave from 5.83 to 10.00 hours per month depending on whether they have less than or more than five years continuous employment with the College. The College's policy is that an employee may carry their accrued leave forward from one fiscal year to another fiscal year with a maximum number of hours up to total hours earned in the two years immediately preceding. Employees with at least six months of service who terminate their employment are entitled to payment for all accumulated annual leave up to the maximum allowed.

The College recognized the accrued liability for the unpaid annual leave in the amounts of \$281,023 and \$282,194 for fiscal years ended August 31, 2014 and 2013, respectively. The liability is shown in the Statement of Net Position split between current and noncurrent in the amounts of \$39,543 and \$241,480, respectively for August 31, 2014 and \$32,848 and \$249,346 respectively for August 31, 2013.

Sick leave, which can be accumulated to a maximum of 90 days, is earned at the rate of one day per month per length of the contract. It is paid to an employee who misses work because of personal or immediate family illness. The College's policy is to recognize the cost of sick leave when paid. The liability is not shown in the financial statements since sick leave is not a vested benefit and is not paid upon termination or to a deceased employee's estate.

**15. Contract and Grant Awards**

Contract and grant awards are accounted for in accordance with the requirements of the AICPA Industry Audit Guide, *Audits of Colleges and Universities*. Revenues are recognized as funds are expended and are presented on Exhibit 2 and Schedule A. For federal contract and grant awards, funds expended, but not collected, are reported as Accounts Receivable on Exhibit 1. Non-federal contract and grant awards for which funds are expended, but not collected, are reported as Accounts Receivable on Exhibit 1. Funds received but not yet expended are reported as Current Unearned Revenue on Exhibit 1. Contract and grant awards that are not yet funded, and for which the institution has not yet performed services, are not included in the financial statements.

Contract and grant awards funds already committed, e.g., multi-year awards, or funds awarded during fiscal years 2014 and 2013 for which monies have not been received nor funds expended totaled \$4,594,374 and \$2,302,713. Of these amounts, \$2,386,877 and \$1,516,859 were from Federal Contract and Grant Awards; \$1,887,642 and \$634,504 were from State Contract and Grant Awards; and \$319,855 and \$151,350 were from Private Contract and Grant Awards for the fiscal years ended 2014 and 2013, respectively.



**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**16. Disaggregation of Receivables and Payables Balances**

Receivables were as follows:

	August 31, 2014	August 31, 2013
Students and Other Customers	\$ 2,873,503	\$ 2,672,967
Allowance for Doubtful Accounts	(2,231,838)	(2,087,815)
Federal Grants and Contracts - Operating	244,922	436,076
Federal Grants and Contracts - Non-operating	112,247	124,869
Other Grants and Contracts	45,468	49,710
Loans to Students	174,152	199,582
Allowance for Doubtful Accounts	(159,618)	(176,150)
Taxes Receivable	586,206	655,790
Allowance for Uncollectible Taxes	(336,177)	(480,804)
Interest Receivable	33,657	28,181
Other Receivables	99,440	190,136
	<u>\$ 1,441,962</u>	<u>\$ 1,612,542</u>
Total Receivables	<u>\$ 1,441,962</u>	<u>\$ 1,612,542</u>

Payables and accrued liabilities were as follows:

	August 31, 2014	August 31, 2013
Vendors	\$ 937,284	\$ 895,538
Students	3,231	9,921
Total Payables	<u>\$ 940,515</u>	<u>\$ 905,459</u>
Salaries and benefits	\$ 76,512	\$ 278,756
Sales taxes	94,701	80,859
Other	3,330	2,651
Total Accrued Liabilities	<u>\$ 174,543</u>	<u>\$ 362,266</u>

**17. Self-Insured Plans**

From September 1, 1990 through August 31, 1997, the College participated in a workers' compensation self-insurance program as permitted by Labor Code Chapter 504. The liability for unpaid claims relates to claims incurred prior to September 1, 1997. Changes in the College's undiscounted claims liability for the following fiscal years are as follows:

Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claims Payments	Liability Balance at Fiscal Year End
2014	\$ 1,463	\$ 2	\$ 136	\$ 1,329
2013	1,889	(391)	35	1,463

Neither was an expenditure made nor a liability accrued based on the actuarial valuation of the present value of unpaid expected claims due to immateriality.

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**18. Post-Retirement Health Care and Life Insurance Benefits**

In addition to providing pension benefits, the state provides certain health care and life insurance benefits for retired employees. Almost all of the full-time employees may become eligible for those benefits if they reach normal retirement age while working for the state. Those and similar benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year.

The state recognizes the cost of providing these benefits for retirees who retired from certain cost centers paid by state appropriated funds by expending annual insurance premiums. The College recognizes the cost of providing these benefits for retirees who retired from all other cost centers by expending annual insurance premiums.

	August 31, 2014	August 31, 2013	August 31, 2012
State's monthly contribution per full-time employee	\$503 - 1,465	\$ 470 - 1,369	\$ 438 - 1,276
State's contribution for retired participants	\$ 368,139	\$ 651,058	\$ 565,287
Number of retired participants	110	110	105
State's contribution for active participants	\$ 830,504	\$ 208,796	\$ 250,371
Number of active participants	242	240	251
State's total contribution	\$ 1,198,643	\$ 859,854	\$ 815,658
Number of total participants	352	350	356

**19. Ad Valorem Tax**

The College's ad valorem property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in Angelina County.

	August 31, 2014	August 31, 2013
Assessed Valuation of the College	\$ 4,476,114,582	\$ 4,319,178,725
Less: Exemptions	569,892,002	555,044,657
Less: Abatements	13,729,750	5,874,240
Net Assessed Valuation of the College	<u>\$ 3,892,492,830</u>	<u>\$ 3,758,259,828</u>

	Current Operations	Debt Service	Total
Tax Rate per \$100 valuation - authorized	\$ 0.4000	\$ 0.5000	\$ 0.9000
Tax Rate per \$100 valuation - assessed			
- FYE August 31, 2014	\$ 0.1239	\$ 0.0468	\$ 0.1707
- FYE August 31, 2013	\$ 0.1224	\$ 0.0483	\$ 0.1707

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**19. Ad Valorem Tax - Continued**

Taxes levied for the year ended August 31, 2014 were \$6,622,090 (which includes any penalty and interest assessed if applicable). Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the following year in which imposed.

Tax Revenues-2014	Current Operations	Debt Service	Total
Current Taxes	\$ 4,672,685	\$ 1,760,857	\$ 6,433,542
Delinquent Taxes	223,104	86,624	309,728
Penalties and Interest	99,122	38,542	137,664
Total Tax Revenues	<u>\$ 4,994,911</u>	<u>\$ 1,886,023</u>	<u>\$ 6,880,934</u>

Taxes levied for the year ended August 31, 2013 were \$6,400,382 (which includes any penalty and interest assessed if applicable).

Tax Revenues-2013	Current Operations	Debt Service	Total
Current Taxes	\$ 4,448,037	\$ 1,748,906	\$ 6,196,943
Delinquent Taxes	78,001	31,719	109,720
Penalties and Interest	76,066	29,689	105,755
Total Tax Revenues	<u>\$ 4,602,104</u>	<u>\$ 1,810,314</u>	<u>\$ 6,412,418</u>

Tax collections for the year ended August 31, 2014 and 2013 were 97% and 96%, respectively of the current tax levy. Allowance for uncollectible taxes is based upon historical experience in collecting property taxes. The use of tax proceeds is restricted for the use of maintenance and/or general obligation debt service.

**20. Income Taxes**

The College is exempt from income taxes under Internal Revenue Code Section 115 Income of States, Municipalities, Etc. although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511(a)(2)(B), Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations. The College had no unrelated business income tax liability for the year ended August 31, 2014 and 2013.

**21. Risk Management**

During the years ended August 31, 2014 and 2013, the College participated in several Texas Association of School Boards (TASB) Risk Management Fund programs including Auto Liability, Auto Physical Damage, General Liability, Property, and Unemployment Compensation.

The TASB Risk Management Fund (the Fund) was created and is operated under the provision of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**21. Risk Management - Continued**

The Fund purchases stop-loss coverage for protection against catastrophic and larger than anticipated claims for its Auto, Liability, and Property programs. The terms and limits of the stop-loss program vary by line of coverage. The Fund uses the services of an independent actuary to determine the adequacy of reserves and fully funds those reserves. For the years ended August 31, 2014 and 2013, the Fund anticipates that the College has no additional liability beyond the contractual obligations for payment of contributions.

During the years ended August 31, 2014 and 2013, the College provided unemployment compensation coverage to its employees through the Fund. The Fund's Unemployment Compensation Program is authorized by Section 22.005 of the Texas Education Code and Chapter 172 of the Texas Local Government Code.

The Fund meets its quarterly obligation to the Texas Workforce Commission for unemployment compensation coverage. Expenses are accrued monthly until the quarterly payment has been made. Expenses can be reasonably estimated; therefore there is no need for specific or aggregate stop-loss coverage for the Unemployment Compensation pool. For the years ended August 31, 2014 and 2013, the Fund anticipates that the College has no additional liability beyond the contractual obligation for payment of contributions.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2013 are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

**22. Non-Monetary Transactions**

The College receives the benefit from the use of certain facilities at its off-campus sites at no cost or costs below prevailing market rates that the College would have to pay in an exchange transaction. Included in operating revenues is \$619,704 and \$464,472 in non-monetary transactions representing the value of the use of these off-campus facilities for the years ended August 31, 2014 and 2013, respectively. A corresponding amount is also included in operating expenses.

The College also provides the use of some of its facilities to an unrelated nonprofit entity at no cost. Included in operating expenses is \$116,478 and \$116,478 in non-monetary transactions representing the value of the donation of the facilities for the years ended August 31, 2014 and 2013, respectively. A corresponding amount is also included in non-operating revenues.

**Angelina County Junior College District**  
**Notes to Financial Statements - Continued**  
**August 31, 2014**

**23. Post-Employment Benefits Other than Pensions**

*Plan Description:* The College contributes to the State Retiree Health Plan (SRHP), a cost-sharing, multiple-employer, defined benefit post-employment healthcare plan administered by the Employees Retirement System of Texas (ERS). SRHP provides medical benefits to retired employees of participating universities, community colleges and state agencies in accordance with Chapter 1551, Texas Insurance Code. Benefit and contribution provisions of the SRHP are authorized by state law and may be amended by the Texas Legislature.

ERS issues a publicly available financial report that includes financial statements and required supplementary information for SRHP. That report may be obtained from ERS via their website at <http://www.ers.state.tx.us/>.

*Funding Policy* - Section 1551.055 of Chapter 1551, Texas Insurance Code provides that contribution requirements of the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. Plan members or beneficiaries receiving benefits pay any premium over and above the employer contribution.

The employer's share of the cost of retiree healthcare coverage for the current year is known as the implicit rate subsidy. It is the difference between the claims costs for the retirees and the amounts contributed by the retirees. The ERS board of trustees sets the employer contribution rate based on the implicit rate subsidy, which is actuarially determined in accordance with the parameters of GASB 45.

The employer contribution rate represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed 30 years. Beginning September 1, 2013, SB 1812 limited the state's contribution to 50% of eligible employees for community colleges.

The College's contributions to SRHP for the years ended August 31, 2014, 2013, and 2012, were \$439,810, \$71,104, and \$64,792, respectively, which equaled the required contributions each year.

**SUPPLEMENTAL FINANCIAL  
INFORMATION**

**For the Fiscal Years Ended  
August 31, 2014 and 2013**

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE A**  
**SCHEDULE OF OPERATING REVENUES**  
**For the Year Ended August 31, 2014**  
**With Memorandum Totals for the Year Ended August 31, 2013**

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	Totals	
					Current Year	Prior Year
<b>Tuition</b>						
State Funded Credit Courses						
In-District Resident Tuition	\$ 2,605,329	\$ -	\$ 2,605,329	\$ -	\$ 2,605,329	\$ 2,355,660
Out-of-District Resident Tuition	4,820,930	-	4,820,930	-	4,820,930	3,942,713
Non-Resident Tuition	263,646	-	263,646	-	263,646	258,874
TPEG - Credit (set aside)*	476,871	-	476,871	-	476,871	405,314
State Funded Continuing Education Courses	755,908	-	755,908	-	755,908	674,273
TPEG - Non-Credit (set aside)*	53,920	-	53,920	-	53,920	39,907
Non-State Funded Continuing Education	36,635	-	36,635	-	36,635	27,839
Total Tuition	9,013,239	-	9,013,239	-	9,013,239	7,704,580
<b>Fees</b>						
General Institutional Service Fee	-	-	-	519,703	519,703	519,135
Building Use Fee	-	415,762	415,762	-	415,762	415,314
Laboratory Fee	573,899	-	573,899	-	573,899	563,949
Other Fees	207,743	-	207,743	167,282	375,025	389,561
Total Fees	781,642	415,762	1,197,404	686,985	1,884,389	1,887,959
<b>Scholarship Allowances and Discounts</b>						
Local Scholarships	(391,151)	(13,010)	(404,161)	(19,923)	(424,084)	(362,626)
Auxiliary Scholarships	(214,415)	(5,717)	(220,132)	(7,106)	(227,238)	(185,372)
Remissions and Exemptions-State	(242,125)	-	(242,125)	-	(242,125)	(199,538)
Remissions and Exemptions-Local	(4,045)	-	(4,045)	-	(4,045)	(3,868)
TPEG Allowances	(409,975)	(9,128)	(419,103)	(10,808)	(429,911)	(301,162)
Other State Grants	(225,571)	(7,151)	(232,722)	(10,590)	(243,312)	(113,754)
Title IV Federal Grants	(3,518,920)	(169,367)	(3,688,287)	(273,388)	(3,961,675)	(3,733,869)
Other Federal Grants	(204,774)	(1,588)	(206,362)	(2,037)	(208,399)	(101,637)
Total Scholarship Allowances	(5,210,976)	(205,961)	(5,416,937)	(323,852)	(5,740,789)	(5,001,826)
<b>Total Net Tuition and Fees</b>	<b>4,583,905</b>	<b>209,801</b>	<b>4,793,706</b>	<b>363,133</b>	<b>5,156,839</b>	<b>4,590,713</b>
<b>Additional Operating Revenues</b>						
Federal Grants and Contracts	43,396	1,341,365	1,384,761	-	1,384,761	1,341,682
State Grants and Contracts	9,000	882,000	891,000	-	891,000	684,680
Non-Governmental Grants and Contracts	619,704	106,292	725,996	-	725,996	867,413
Sales and Services of Educational Activities	1,200	-	1,200	-	1,200	3,500
Investment Income (Program Restricted)	-	177,278	177,278	-	177,278	162,838
Other Operating Revenues	31,641	17,826	49,467	18,701	68,168	60,673
Total Additional Operating Revenues	704,941	2,524,761	3,229,702	18,701	3,248,403	3,120,786
<b>Auxiliary Enterprises</b>						
Residential Life	-	-	-	569,701	569,701	499,298
Scholarship Allowances and Discounts	-	-	-	(461,675)	(461,675)	(401,638)
Net Resident Life	-	-	-	108,026	108,026	97,660
Bookstore	-	-	-	3,367,881	3,367,881	2,731,208
Scholarship Allowances and Discounts	-	-	-	(1,933,692)	(1,933,692)	(1,993,700)
Net Bookstore	-	-	-	1,434,189	1,434,189	737,508
Total Net Auxiliary Enterprises	-	-	-	1,542,215	1,542,215	835,168
<b>Total Operating Revenues</b>	<b>\$ 5,288,846</b>	<b>\$ 2,734,562</b>	<b>\$ 8,023,408</b>	<b>\$ 1,924,049</b>	<b>\$ 9,947,457</b>	<b>\$ 8,546,667</b>
					(Exhibit 2)	(Exhibit 2)

\* In accordance with Education Code 56.033, \$530,791 and \$445,221 respectively were set aside for Texas Public Education Grants (TPEG).

See independent auditors' report.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE B**  
**SCHEDULE OF OPERATING EXPENSES BY OBJECT**  
**For the Year Ended August 31, 2014**  
**With Memorandum Totals for the Year Ended August 31, 2013**

	Operating Expenses				Totals	
	Salaries and Wages	State Benefits	Local Benefits	Other Expenses	Current Year	Prior Year
<b>Unrestricted - Educational Activities</b>						
Instruction	\$ 8,815,248	\$ -	\$ 1,332,164	\$ 626,515	\$ 10,773,927	\$ 10,772,241
Public Service	25,336	-	3,829	7,144	36,309	34,661
Academic Support	1,593,547	-	253,861	913,548	2,760,956	2,465,908
Student Services	859,937	-	129,954	147,082	1,136,973	1,209,276
Institutional Support	1,202,414	-	177,077	1,210,411	2,589,902	2,337,025
Operation and Maintenance of Plant	830,847	-	117,251	1,863,787	2,811,885	2,573,525
Total Unrestricted Educational Activities	13,327,329	-	2,014,136	4,768,487	20,109,952	19,392,636
<b>Restricted - Educational Activities</b>						
Instruction	240,937	1,029,662	13,283	326,769	1,610,651	1,460,279
Public Service	568,129	2,959	91,742	115,493	778,323	802,096
Academic Support	33,270	196,215	-	4,747	234,232	189,499
Student Services	285,269	100,445	47,639	140,091	573,444	503,036
Institutional Support	26,178	136,868	-	2,000	165,046	136,303
Operation and Maintenance of Plant	12,058	90,626	-	-	102,684	94,463
Scholarships and Fellowships	-	-	-	3,965,488	3,965,488	4,292,090
Total Restricted Educational Activities	1,165,841	1,556,775	152,664	4,554,588	7,429,868	7,477,766
<b>Total Educational Activities</b>	14,493,170	1,556,775	2,166,800	9,323,075	27,539,820	26,870,402
<b>Auxiliary Enterprises</b>	435,885	-	139,312	4,102,874	4,678,071	4,105,847
<b>Depreciation Expense-Buildings and Improvements</b>	-	-	-	1,574,739	1,574,739	1,503,158
<b>Depreciation Expense-Equipment and Furniture</b>	-	-	-	428,432	428,432	449,135
<b>Total Operating Expenses</b>	<u>\$ 14,929,055</u>	<u>\$ 1,556,775</u>	<u>\$ 2,306,112</u>	<u>\$ 15,429,120</u>	<u>\$ 34,221,062</u> (Exhibit 2)	<u>\$ 32,928,542</u> (Exhibit 2)

See independent auditors' report.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE C**  
**SCHEDULE OF NON-OPERATING REVENUES AND EXPENSES**  
**For the Year Ended August 31, 2014**  
**With Memorandum Totals for the Year Ended August 31, 2013**

				<b>Totals</b>	
			<b>Auxiliary</b>	<b>Memorandum Only</b>	
	<b>Unrestricted</b>	<b>Restricted</b>	<b>Enterprises</b>	<b>Current Year</b>	<b>Prior Year</b>
<b>Non-Operating Revenues</b>					
State Appropriations					
Educational and General State Support	\$ 6,482,955	\$ -	\$ -	\$ 6,482,955	\$ 7,095,995
State Group Insurance	-	1,198,643	-	1,198,643	859,854
State Retirement Matching	-	358,132	-	358,132	489,152
Special Appropriations	1,128,042	-	-	1,128,042	144,834
Other State Support	18,542	-	-	18,542	-
Total State Appropriations	7,629,539	1,556,775	-	9,186,314	8,589,835
Maintenance Ad Valorem Taxes	4,994,911	-	-	4,994,911	4,602,104
Debt Service Ad Valorem Taxes	-	1,886,023	-	1,886,023	1,810,314
Federal Revenue, Non-Operating	-	10,064,276	-	10,064,276	10,205,465
Gifts	25,591	463,974	11,988	501,553	473,274
Investment Income	11,353	407,128	1,600	420,081	229,787
Other Non-Operating Revenues	119,984	34,253	170,733	324,970	288,339
Total Non-Operating Revenues	12,781,378	14,412,429	184,321	27,378,128	26,199,118
<b>Non-Operating Expenses</b>					
Interest on Capital Related Debt	-	859,256	-	859,256	906,277
Disposal of Capital Assets, net	13,250	-	-	13,250	2,599
Total Non-Operating Expenses	13,250	859,256	-	872,506	908,876
<b>Net Non-Operating Revenues</b>	<b>\$ 12,768,128</b>	<b>\$ 13,553,173</b>	<b>\$ 184,321</b>	<b>\$ 26,505,622</b>	<b>\$ 25,290,242</b>
				(Exhibit 2)	(Exhibit 2)

See independent auditors' report.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE D**  
**SCHEDULE OF NET POSITION BY SOURCE AND AVAILABILITY**  
**For the Year Ended August 31, 2014**  
**With Memorandum Totals for the Year Ended August 31, 2013**

	Detail by Source					Available for Current Operations	
	Restricted			Capital Assets Net of Depreciation & Related Debt	Total	Yes	No
	Unrestricted	Expendable	Non-Expendable				
Current:							
Unrestricted	\$ 2,827,599	\$ -	\$ -	\$ -	\$ 2,827,599	\$ 2,827,599	\$ -
Restricted	-	1,474,002	-	-	1,474,002	-	1,474,002
Auxiliary Enterprises	2,179,805	-	-	-	2,179,805	2,179,805	-
Loan	375,567	-	-	-	375,567	-	375,567
Endowment:							
Quasi:							
Unrestricted	1,437,668	-	-	-	1,437,668	-	1,437,668
Endowment:							
True	-	-	5,332,837	-	5,332,837	-	5,332,837
Plant:							
Unexpended	4,726,437	-	-	-	4,726,437	-	4,726,437
Debt Service	-	747,329	-	-	747,329	-	747,329
Investment in Plant	-	-	-	20,842,469	20,842,469	-	20,842,469
<b>Total Net Position, August 31, 2014</b>	<b>11,547,076</b>	<b>2,221,331</b>	<b>5,332,837</b>	<b>20,842,469</b>	<b>39,943,713</b> (Exhibit 1)	<b>5,007,404</b>	<b>34,936,309</b>
<b>Total Net Position, August 31, 2013</b>	<b>9,384,031</b>	<b>2,205,320</b>	<b>4,764,495</b>	<b>21,182,819</b>	<b>37,536,665</b> (Exhibit 1)	<b>4,557,366</b>	<b>32,979,299</b>
<b>Net Increase (Decrease) in Net Position</b>	<b>\$ 2,163,045</b>	<b>\$ 16,011</b>	<b>\$ 568,342</b>	<b>\$ (340,350)</b>	<b>\$ 2,407,048</b> (Exhibit 2)	<b>\$ 450,038</b>	<b>\$ 1,957,010</b>

See independent auditors' report.



**Angelina County  
Junior College District**

<p><b>STATISTICAL SECTION (UNAUDITED)</b></p>
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**Comprehensive Annual  
Financial Report**

**For the Fiscal Years Ended  
August 31, 2014 and 2013**

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SECTION OBJECTIVES  
(UNAUDITED)**

This part of Angelina County Junior College District's (the College's) comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the College's overall financial health.

The information contained within this section is being presented to provide the reader with a better understanding of five objectives:

- Financial Trends – Showing how the College's financial position has changed over time.
- Revenue Capacity – Assessing the College's ability to generate revenue by examining its major revenue sources.
- Debt Capacity – Assessing the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future.
- Demographic and Economic Information – Providing demographic and economic indicators to help in understanding the environment within which the College's financial activities take place.
- Operating Information – Providing information about how the College's financial report relates to the services it provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 1  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	For the Fiscal Year Ended August 31,				
	2014	2013	2012	2011	2010
Invested in Capital Assets, Net of Related Debt	\$ 20,842,469	\$ 21,182,819	\$ 19,852,472	\$ 18,329,853	\$ 17,808,653
Restricted - Expendable	2,221,331	2,205,320	2,138,476	2,012,956	2,023,521
Restricted - Nonexpendable	5,332,837	4,764,495	4,222,327	3,453,266	3,163,172
Unrestricted	11,547,076	9,384,031	10,151,810	10,167,908	8,966,937
Total Net Position	<u>\$ 39,943,713</u>	<u>\$ 37,536,665</u>	<u>\$ 36,365,085</u>	<u>\$ 33,963,983</u>	<u>\$ 31,962,283</u>

	For the Fiscal Year Ended August 31,				
	2009	2008	2007	2006	2005
Invested in Capital Assets, Net of Related Debt	\$ 17,162,195	\$ 17,104,444	\$ 15,631,874	\$ 15,150,691	\$ 15,302,661
Restricted - Expendable	2,164,189	2,208,832	2,288,448	2,216,320	1,767,348
Restricted - Nonexpendable	2,893,184	3,001,016	3,151,197	2,357,498	2,280,274
Unrestricted	8,472,941	7,799,155	6,635,185	5,958,470	4,505,326
Total Net Position	<u>\$ 30,692,509</u>	<u>\$ 30,113,447</u>	<u>\$ 27,706,704</u>	<u>\$ 25,682,979</u>	<u>\$ 23,855,609</u>



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 2  
REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	<b>For the Year Ended August 31,</b>				
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Tuition and Fees (Net of Discounts)	\$ 5,156,839	\$ 4,590,713	\$ 4,533,203	\$ 4,343,311	\$ 3,994,219
Federal Grants and Contracts	1,384,761	1,341,682	1,146,921	1,356,620	1,310,236
State Grants and Contracts	891,000	684,680	716,095	1,175,621	901,557
Non-Governmental Grants and Contracts	725,996	867,413	515,531	683,267	344,500
Sales and Services of Educational Activities	1,200	3,500	3,600	4,375	8,750
Investment Income - Program Restricted	177,278	162,838	165,272	222,094	215,003
Auxiliary Enterprises	1,542,215	835,168	1,434,693	1,614,141	1,877,653
Other Operating Revenues	68,168	60,673	116,219	224,431	144,107
<b>Total Operating Revenues</b>	<b>9,947,457</b>	<b>8,546,667</b>	<b>8,631,534</b>	<b>9,623,860</b>	<b>8,796,025</b>
State Appropriations	9,186,314	8,589,835	9,091,735	9,732,668	9,824,030
Ad Valorem Taxes	6,880,934	6,412,418	6,217,240	5,855,381	5,483,542
Federal Revenue, Non-Operating	10,064,276	10,205,465	11,603,694	11,593,356	10,542,716
Gifts	501,553	473,274	435,491	549,749	588,142
Investment Income	420,081	229,787	224,543	167,726	163,500
Other Non-Operating Revenues	324,970	288,339	292,396	302,999	281,248
<b>Total Non-Operating Revenues</b>	<b>27,378,128</b>	<b>26,199,118</b>	<b>27,865,099</b>	<b>28,201,879</b>	<b>26,883,178</b>
Capital Contributions	-	-	8,081	230,000	47,500
Additions to Permanent Endowments	175,031	263,213	574,591	146,012	27,096
<b>Total Other Revenues</b>	<b>175,031</b>	<b>263,213</b>	<b>582,672</b>	<b>376,012</b>	<b>74,596</b>
<b>Total Revenues</b>	<b>\$ 37,500,616</b>	<b>\$ 35,008,998</b>	<b>\$ 37,079,305</b>	<b>\$ 38,201,751</b>	<b>\$ 35,753,799</b>

	<b>For the Year Ended August 31,</b>				
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Tuition and Fees (Net of Discounts)	13.75%	13.09%	12.23%	11.37%	11.18%
Federal Grants and Contracts	3.69%	3.83%	3.09%	3.55%	3.66%
State Grants and Contracts	2.38%	1.96%	1.93%	3.08%	2.52%
Non-Governmental Grants and Contracts	1.94%	2.48%	1.39%	1.79%	0.96%
Sales and Services of Educational Activities	0.00%	0.01%	0.01%	0.01%	0.02%
Investment Income - Program Restricted	0.47%	0.47%	0.45%	0.58%	0.60%
Auxiliary Enterprises	4.11%	2.39%	3.87%	4.23%	5.25%
Other Operating Revenues	0.18%	0.17%	0.31%	0.59%	0.40%
<b>Total Operating Revenues</b>	<b>26.52%</b>	<b>24.40%</b>	<b>23.28%</b>	<b>25.20%</b>	<b>24.59%</b>
State Appropriations	24.49%	24.55%	24.52%	25.47%	27.48%
Ad Valorem Taxes	18.35%	18.32%	16.77%	15.33%	15.34%
Federal Revenue, Non-Operating	26.84%	29.15%	31.29%	30.35%	29.49%
Gifts	1.34%	1.35%	1.17%	1.44%	1.64%
Investment Income	1.12%	0.66%	0.61%	0.44%	0.46%
Other Non-Operating Revenues	0.87%	0.82%	0.79%	0.79%	0.79%
<b>Total Non-Operating Revenues</b>	<b>73.01%</b>	<b>74.85%</b>	<b>75.15%</b>	<b>73.82%</b>	<b>75.20%</b>
Capital Contributions	0.00%	0.00%	0.02%	0.60%	0.13%
Additions to Permanent Endowments	0.47%	0.75%	1.55%	0.38%	0.08%
<b>Total Other Revenues</b>	<b>0.47%</b>	<b>0.75%</b>	<b>1.57%</b>	<b>0.98%</b>	<b>0.21%</b>
<b>Total Revenues</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**STATISTICAL SUPPLEMENT 2 (Continued)**  
**REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

	For the Year Ended August 31,				
	2009	2008	2007	2006	2005
Tuition and Fees (Net of Discounts)	\$ 4,232,590	\$ 3,872,967	\$ 4,651,422	\$ 4,335,141	\$ 3,257,808
Federal Grants and Contracts	1,259,075	1,355,194	1,465,623	1,517,596	1,553,014
State Grants and Contracts	718,226	575,512	508,919	298,877	481,115
Non-Governmental Grants and Contracts	467,499	332,047	286,658	272,483	276,403
Sales and Services of Educational Activities	14,310	17,850	6,825	12,950	18,725
Investment Income - Program Restricted	217,862	212,514	196,762	161,038	102,551
Auxiliary Enterprises	2,388,254	1,381,737	2,304,925	2,108,606	1,461,134
Other Operating Revenues	173,980	172,646	98,478	99,020	75,221
Total Operating Revenues	9,471,796	7,920,467	9,519,612	8,805,711	7,225,971
State Appropriations	10,431,792	10,366,211	10,340,180	10,302,355	9,482,791
Ad Valorem Taxes	4,722,495	3,870,282	3,731,027	3,503,079	3,226,482
Federal Revenue, Non-Operating	5,719,908	4,922,339	4,982,062	4,242,115	6,534,324
Gifts	449,827	463,358	426,194	382,528	322,238
Investment Income	44,875	99,392	461,959	206,418	53,916
Other Non-Operating Revenues	260,610	365,520	341,754	240,983	105,709
Total Non-Operating Revenues	21,629,507	20,087,102	20,283,176	18,877,478	19,725,460
Capital Contributions	-	1,576,902	-	240,172	797,761
Additions to Permanent Endowments	64,090	93,634	648,691	87,467	146,890
Total Other Revenues	64,090	1,670,536	648,691	327,639	944,651
Total Revenues	\$ 31,165,393	\$ 29,678,105	\$ 30,451,479	\$ 28,010,828	\$ 27,896,082

	For the Year Ended August 31,				
	2009	2008	2007	2006	2005
Tuition and Fees (Net of Discounts)	13.59%	13.06%	15.27%	15.49%	11.68%
Federal Grants and Contracts	4.04%	4.57%	4.81%	5.42%	5.56%
State Grants and Contracts	2.30%	1.94%	1.67%	1.07%	1.72%
Non-Governmental Grants and Contracts	1.50%	1.12%	0.94%	0.97%	0.99%
Sales and Services of Educational Activities	0.05%	0.06%	0.02%	0.05%	0.07%
Investment Income - Program Restricted	0.70%	0.72%	0.65%	0.57%	0.37%
Auxiliary Enterprises	7.66%	4.66%	7.57%	7.53%	5.24%
Other Operating Revenues	0.56%	0.58%	0.32%	0.35%	0.27%
Total Operating Revenues	30.40%	26.71%	31.25%	31.44%	25.90%
State Appropriations	33.47%	34.92%	33.97%	36.77%	33.99%
Ad Valorem Taxes	15.15%	13.04%	12.25%	12.51%	11.57%
Federal Revenue, Non-Operating	18.35%	16.59%	16.36%	15.14%	23.42%
Gifts	1.44%	1.56%	1.40%	1.37%	1.16%
Investment Income	0.14%	0.33%	1.52%	0.74%	0.19%
Other Non-Operating Revenues	0.84%	1.23%	1.13%	0.86%	0.38%
Total Non-Operating Revenues	69.39%	67.67%	66.62%	67.39%	70.71%
Capital Contributions	0.00%	5.30%	0.00%	0.86%	2.86%
Additions to Permanent Endowments	0.21%	0.32%	2.13%	0.31%	0.53%
Total Other Revenues	0.21%	5.62%	2.13%	1.17%	3.39%
Total Revenues	100.00%	100.00%	100.00%	100.00%	100.00%

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 3  
PROGRAM EXPENSES BY FUNCTION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	<b>For the Year Ended August 31,</b>				
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Instruction	\$ 12,384,578	\$ 12,232,520	\$ 11,604,842	\$ 12,452,764	\$ 11,486,873
Public Service	814,632	836,757	893,358	938,407	895,122
Academic Support	2,995,188	2,655,407	2,697,103	2,520,179	2,441,377
Student Services	1,710,417	1,712,312	1,654,914	1,645,553	1,558,416
Institutional Support	2,754,948	2,473,328	2,536,414	2,333,905	2,260,856
Operation and Maintenance of Plant	2,914,569	2,667,988	2,396,103	2,387,384	2,359,547
Scholarships and Fellowships	3,965,488	4,292,090	4,933,758	5,684,608	5,321,444
Auxiliary Enterprises	4,678,071	4,105,847	5,112,241	5,569,091	5,393,595
Depreciation	2,003,171	1,952,293	1,886,764	1,648,776	1,543,802
Total Operating Expenses	<u>34,221,062</u>	<u>32,928,542</u>	<u>33,715,497</u>	<u>35,180,667</u>	<u>33,261,032</u>
Interest on Capital Related Debt	859,256	906,277	955,838	1,013,374	1,091,578
Loss on Disposal of Fixed Assets	13,250	2,599	6,868	6,010	131,415
Total Non-Operating Expenses	<u>872,506</u>	<u>908,876</u>	<u>962,706</u>	<u>1,019,384</u>	<u>1,222,993</u>
Total Expenses	<u>\$ 35,093,568</u>	<u>\$ 33,837,418</u>	<u>\$ 34,678,203</u>	<u>\$ 36,200,051</u>	<u>\$ 34,484,025</u>

	<b>For the Year Ended August 31,</b>				
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Instruction	35.30%	36.17%	33.45%	34.41%	33.30%
Public Service	2.32%	2.47%	2.58%	2.59%	2.60%
Academic Support	8.53%	7.85%	7.78%	6.96%	7.08%
Student Services	4.87%	5.06%	4.77%	4.55%	4.52%
Institutional Support	7.85%	7.31%	7.31%	6.45%	6.56%
Operation and Maintenance of Plant	8.31%	7.88%	6.91%	6.59%	6.84%
Scholarships and Fellowships	11.30%	12.68%	14.23%	15.70%	15.43%
Auxiliary Enterprises	13.33%	12.13%	14.74%	15.38%	15.64%
Depreciation	5.71%	5.77%	5.44%	4.55%	4.48%
Total Operating Expenses	<u>97.52%</u>	<u>97.32%</u>	<u>97.21%</u>	<u>97.18%</u>	<u>96.45%</u>
Interest on Capital Related Debt	2.44%	2.67%	2.77%	2.80%	3.17%
Loss on Disposal of Fixed Assets	0.04%	0.01%	0.02%	0.02%	0.38%
Total Non-Operating Expenses	<u>2.48%</u>	<u>2.68%</u>	<u>2.79%</u>	<u>2.82%</u>	<u>3.55%</u>
Total Expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Change in Net Position	<u>\$ 2,407,048</u>	<u>\$ 1,171,580</u>	<u>\$ 2,401,102</u>	<u>\$ 2,001,700</u>	<u>\$ 1,269,774</u>
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**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**STATISTICAL SUPPLEMENT 3 (Continued)**  
**PROGRAM EXPENSES BY FUNCTION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

	For the Year Ended August 31,				
	2009	2008	2007	2006	2005
Instruction	\$ 10,938,945	\$ 10,209,697	\$ 10,083,644	\$ 9,769,216	\$ 9,756,666
Public Service	952,490	930,064	958,980	969,758	929,900
Academic Support	2,117,408	2,150,222	2,132,574	2,121,016	2,066,005
Student Services	1,460,460	1,425,917	1,443,954	1,408,440	1,326,358
Institutional Support	2,286,355	2,250,869	2,082,862	1,818,627	1,771,312
Operation and Maintenance of Plant	2,222,365	2,118,858	2,103,785	2,130,309	1,938,447
Scholarships and Fellowships	5,318,158	4,100,908	4,969,889	3,811,481	5,107,214
Auxiliary Enterprises	2,953,991	1,930,804	2,812,996	2,488,475	1,573,432
Depreciation	1,277,504	1,260,739	1,203,454	1,198,516	1,166,854
Total Operating Expenses	<u>29,527,676</u>	<u>26,378,078</u>	<u>27,792,138</u>	<u>25,715,838</u>	<u>25,636,188</u>
Interest on Capital Related Debt	1,056,627	880,690	619,795	755,694	672,932
Loss on Disposal of Fixed Assets	2,028	12,594	15,821	7,594	6,574
Total Non-Operating Expenses	<u>1,058,655</u>	<u>893,284</u>	<u>635,616</u>	<u>763,288</u>	<u>679,506</u>
Total Expenses	<u>\$ 30,586,331</u>	<u>\$ 27,271,362</u>	<u>\$ 28,427,754</u>	<u>\$ 26,479,126</u>	<u>\$ 26,315,694</u>

	For the Year Ended August 31,				
	2009	2008	2007	2006	2005
Instruction	35.77%	37.44%	35.47%	36.89%	37.08%
Public Service	3.11%	3.41%	3.37%	3.66%	3.53%
Academic Support	6.92%	7.88%	7.50%	8.01%	7.85%
Student Services	4.77%	5.23%	5.08%	5.32%	5.04%
Institutional Support	7.48%	8.25%	7.33%	6.87%	6.73%
Operation and Maintenance of Plant	7.27%	7.77%	7.40%	8.05%	7.37%
Scholarships and Fellowships	17.39%	15.04%	17.48%	14.39%	19.41%
Auxiliary Enterprises	9.66%	7.08%	9.90%	9.40%	5.98%
Depreciation	4.18%	4.62%	4.23%	4.53%	4.43%
Total Operating Expenses	<u>96.55%</u>	<u>96.72%</u>	<u>97.76%</u>	<u>97.12%</u>	<u>97.42%</u>
Interest on Capital Related Debt	3.44%	3.23%	2.18%	2.85%	2.56%
Loss on Disposal of Fixed Assets	0.01%	0.05%	0.06%	0.03%	0.02%
Total Non-Operating Expenses	<u>3.45%</u>	<u>3.28%</u>	<u>2.24%</u>	<u>2.88%</u>	<u>2.58%</u>
Total Expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Change in Net Position	<u>\$ 579,062</u>	<u>\$ 2,406,743</u>	<u>\$ 2,023,725</u>	<u>\$ 1,531,703</u>	<u>\$ 1,580,388</u>
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**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 4  
TUITION AND FEES  
LAST TEN ACADEMIC YEARS  
(UNAUDITED)**

Resident Fees per Semester Credit Hour (SCH)								
Academic Year (Fall)	In-District Tuition	Out-of-District Tuition	Building Use Fee	General Institutional Service Fee	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In- District	Increase from Prior Year Out- of-District
2013	\$56	\$96	\$4	\$5	\$780	\$1,260	10.17%	17.98%
2012	50	80	4	5	708	1068	3.51%	7.23%
2011	48	74	4	5	684	996	16.33%	16.90%
2010	40	62	4	5	588	852	11.36%	7.58%
2009	35	57	4	5	528	792	7.98%	8.64%
2008	33	53	4	5	489	729	7.95%	8.97%
2007	30	48	4	5	453	669	0.00%	0.00%
2006	30	48	4	5	453	669	5.59%	5.69%
2005	28	45	4	5	429	633	9.16%	10.47%
2004	25	40	4	5	393	573	13.91%	20.13%

Note: Includes basic enrollment tuition and fees but excludes course based fees such as laboratory fees, testing fees, and certification fees.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 4 (Continued)  
TUITION AND FEES  
LAST TEN ACADEMIC YEARS  
(UNAUDITED)**

Non - Resident Fees per Semester Credit Hour (SCH)					
Academic Year (Fall)	Non-Resident Tuition Out-of- State	Building Use Fee	General Institutional Service Fee	Cost for 12 SCH Out-of-State	Increase from Prior Year Out- of-State
2013	\$140	\$4	\$5	\$1,788	15.50%
2012	120	4	5	1,548	13.16%
2011	105	4	5	1,368	16.33%
2010	89	4	5	1,176	5.38%
2009	84	4	5	1,116	8.45%
2008	78	4	5	1,029	10.29%
2007	70	4	5	933	0.00%
2006	70	4	5	933	6.87%
2005	65	4	5	873	7.38%
2004	60	4	5	813	13.39%

Note: Includes basic enrollment tuition and fees but excludes course based fees such as laboratory fees, testing fees, and certification fees.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 5  
ASSESSED VALUE AND TAXABLE ASSESSED VALUE OF PROPERTY  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Assessed Valuation of Property	Less Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
					Maintenance & Operations (a)	Debt Service (a)	Total (a)
2013-14	\$ 4,476,114,582	\$ 583,621,752	\$ 3,892,492,830	86.96%	0.12392	0.04676	0.170680
2012-13	4,319,178,725	560,918,897	3,758,259,828	87.01%	0.12240	0.04828	0.170680
2011-12	4,263,436,076	563,673,416	3,699,762,660	86.78%	0.11880	0.04820	0.167000
2010-11	4,188,567,447	551,873,718	3,636,693,729	86.82%	0.11000	0.04900	0.159000
2009-10	4,058,206,848	492,191,065	3,566,015,783	87.87%	0.10350	0.05170	0.155200
2008-09	3,582,902,535	238,537,528	3,344,365,007	93.34%	0.10180	0.03570	0.137500
2007-08	3,473,591,068	290,798,782	3,182,792,286	91.63%	0.09700	0.02250	0.119500
2006-07	3,301,454,790	324,074,811	2,977,379,979	90.18%	0.09470	0.02430	0.119000
2005-06	3,278,809,127	366,236,487	2,912,572,640	88.83%	0.09090	0.02470	0.115600
2004-05	3,174,526,080	383,306,308	2,791,219,772	87.93%	0.08940	0.02600	0.115400

Source: Angelina County Central Appraisal District

Note: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 6  
STATE APPROPRIATION PER FTSE AND CONTACT HOUR  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Appropriation per FTSE			Appropriation per Contact Hour				
Fiscal Year	State Appropriation	FTSE	State Appropriation per FTSE	Academic Contact Hours	Voc/Tech Contact Hours	Total Contact Hours	State Appropriation per Contact Hour
2013-14	\$ 7,629,539	3,712	\$ 2,055	1,431,388	668,688	2,100,076	3.63
2012-13	7,095,995	3,720	1,908	1,429,977	661,364	2,091,341	3.39
2011-12	7,651,628	3,981	1,922	1,565,846	679,626	2,245,472	3.41
2010-11	7,776,673	4,152	1,873	1,633,081	737,204	2,370,285	3.28
2009-10	7,864,085	4,035	1,949	1,602,944	651,814	2,254,758	3.49
2008-09	8,407,217	3,476	2,419	1,366,313	581,064	1,947,377	4.32
2007-08	8,407,214	2,225	3,779	1,319,837	617,518	1,937,355	4.34
2006-07	8,407,214	2,227	3,776	1,355,170	579,768	1,934,938	4.34
2005-06	8,407,214	2,244	3,747	1,382,338	572,003	1,954,341	4.30
2004-05	8,056,955	2,544	3,167	1,486,050	666,407	2,152,457	3.74

Note: FTSE is defined as Semester Credit Hours divided by 30 plus Non-Semester Length Technical Contact Hours divided by 900.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 7  
PRINCIPAL TAXPAYERS  
LAST TEN TAX YEARS  
(UNAUDITED)**

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)				
		2013-14	2012-13	2011-12	2010-11	2009-10
Abitibi Consolidated Corp.	Manufacturing	\$ -	\$ -	\$ -	\$ -	\$ -
American Color Graphics Inc.	Manufacturing		10,695	-	10,825	8,821
Aspen Power LLC	Energy	12,508	14,545	20,300	35,034	-
BBL Real Estate Holding LTD	Retail		9,821	-	11,589	11,910
Brookshire Brothers Inc.	Groceries	28,664	29,991	30,308	29,467	30,492
Brookshire Brothers LTD	Groceries		-	-	-	-
Consolidated Comm of Texas	Utility	40,973	46,935	47,534	47,843	50,685
Crown Pine Timber 1 LP	Agricultural	14,108	14,207	12,965	14,950	16,325
Encana Oil & Gas (USA)	Oil & Gas		-	-	-	32,385
Energy Transfer Fuel	Oil & Gas		-	-	-	9,187
Georgia Pacific Corp.	Manufacturing	55,673	21,221	19,446	11,633	11,567
Hexion Specialty Chemicals	Manufacturing		-	-	-	-
Keystone Southloop of Lufkin LLC	Retail	12,814	12,827	13,216	13,382	13,609
Lowe's Home Centers Inc.	Retail	10,584	10,484	11,697	11,606	11,324
Lufkin GKD Partners LP	Retail	15,347	15,465	16,050	18,219	18,203
Lufkin Industries	Manufacturing	136,632	125,511	112,810	97,249	96,042
Momentive Specialty Chemicals	Manufacturing	9,868	-	-	-	-
Nabors Drilling USA LP	Oil & Gas		-	14,019	-	-
Natural Gas Pipeline	Oil & Gas		-	-	-	11,411
Oncor Electric Delivery Co.	Utility Distribution	62,775	61,837	58,132	56,983	57,314
Pilgrim Industries Inc.	Food	20,205	22,624	24,666	17,822	14,410
Pineywoods Health Care Systems LP	Medical	28,521	28,118	31,468	33,059	34,320
SND Operating LLC	Oil & Gas	9,933	-	11,564	21,152	-
Temple-Inland FPC	Manufacturing		35,270	33,501	33,680	25,021
Texas Foundries LTD	Manufacturing		-	-	-	-
TIN Inc.	Manufacturing		-	16,840	18,741	31,174
Trans Canada Keystone Pipeline	Oil & Gas	52,209	19,505	-	-	-
TXU Electric Delivery Company	Utility		-	-	-	-
Union Pacific RR Co.	Transportation	14,244	12,736	11,423	-	-
Wal-Mart Real Estate #140	Retail	11,947	11,950	12,102	12,326	12,279
Totals		\$ 537,005	\$ 503,742	\$ 498,041	\$ 495,560	\$ 496,479
Total Taxable Assessed Value		\$ 3,892,493	\$ 3,758,260	\$ 3,699,763	\$ 3,636,694	\$ 3,566,016

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year				
		2013-14	2012-13	2011-12	2010-11	2009-10
Abitibi Consolidated Corp.	Manufacturing	-	-	-	-	-
American Color Graphics Inc.	Manufacturing	-	0.28%	-	0.30%	0.25%
Aspen Power LLC	Energy	0.32%	0.39%	0.55%	0.96%	-
BBL Real Estate Holding LTD	Retail	-	0.26%	-	0.32%	0.33%
Brookshire Brothers Inc.	Groceries	0.74%	0.80%	0.82%	0.81%	0.86%
Brookshire Brothers LTD	Groceries	-	-	-	-	-
Consolidated Comm of Texas	Utility	1.05%	1.25%	1.28%	1.32%	1.42%
Crown Pine Timber 1 LP	Agricultural	0.36%	0.38%	0.35%	0.41%	0.46%
Encana Oil & Gas (USA)	Oil & Gas	-	-	-	-	0.91%
Energy Transfer Fuel	Oil & Gas	-	-	-	-	0.26%
Georgia Pacific Chemicals LLC	Manufacturing	1.43%	0.56%	0.53%	0.32%	0.32%
Hexion Specialty Chemicals	Manufacturing	-	-	-	-	-
Keystone Southloop of Lufkin LLC	Retail	0.33%	0.34%	0.36%	0.37%	0.38%
Lowe's Home Centers Inc.	Retail	0.27%	0.28%	0.32%	0.32%	0.32%
Lufkin GKD Partners LP	Retail	0.39%	0.41%	0.43%	0.50%	0.51%
Lufkin Industries	Manufacturing	3.51%	3.34%	3.05%	2.67%	2.69%
Momentive Specialty Chemicals	Manufacturing	0.25%	-	-	-	-
Nabors Drilling USA LP	Oil & Gas	-	-	0.38%	-	-
Natural Gas Pipeline	Oil & Gas	-	-	-	-	0.32%
Oncor Electric Delivery Co.	Utility Distribution	1.61%	1.65%	1.57%	1.57%	1.61%
Pilgrim Industries Inc.	Food	0.52%	0.60%	0.67%	0.49%	0.40%
Pineywoods Health Care Systems LP	Medical	0.73%	0.75%	0.85%	0.91%	0.96%
SND Operating LLC	Oil & Gas	0.26%	-	0.31%	0.58%	-
Temple-Inland FPC	Manufacturing	-	0.94%	0.91%	0.93%	0.70%
Texas Foundries LTD	Manufacturing	-	-	-	-	-
TIN Inc.	Manufacturing	-	-	0.46%	0.52%	0.87%
Trans Canada Keystone Pipeline	Oil & Gas	1.34%	0.52%	-	-	-
TXU Electric Delivery Company	Utility	-	-	-	-	-
Union Pacific RR Co.	Transportation	0.37%	0.34%	0.31%	-	-
Wal-Mart Real Estate #140	Retail	0.31%	0.32%	0.33%	0.34%	0.34%
Totals		13.79%	13.41%	13.48%	13.64%	13.91%

Source: Angelina County Central Appraisal District

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**STATISTICAL SUPPLEMENT 7 (Continued)**  
**PRINCIPAL TAXPAYERS**  
**LAST TEN TAX YEARS**  
**(UNAUDITED)**

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)				
		2008-09	2007-08	2006-07	2005-06	2004-05
Abitibi Consolidated Corp.	Manufacturing	\$ 14,098	\$ 20,860	\$ 30,487	\$ 52,200	\$ 24,824
American Color Graphics Inc.	Manufacturing	8,631	12,812	-	-	-
Aspen Power LLC	Energy	-	-	-	-	-
BBL Real Estate Holding LTD	Retail	11,661	11,873	-	-	-
Brookshire Brothers Inc.	Groceries	32,806	30,645	30,497	31,763	28,533
Brookshire Brothers LTD	Groceries	-	-	-	-	13,938
Consolidated Comm of Texas	Utility	67,933	44,600	56,275	50,025	45,748
Crown Pine Timber 1 LP	Agricultural	19,857	17,755	-	-	-
Encana Oil & Gas (USA)	Oil & Gas	29,273	-	-	-	-
Energy Transfer Fuel	Oil & Gas	9,494	-	-	-	-
Georgia Pacific Chemicals LLC	Manufacturing	11,507	14,192	-	17,839	17,614
Hexion Specialty Chemicals	Manufacturing	-	12,337	-	-	-
Keystone Southloop of Lufkin LLC	Retail	13,946	11,573	-	-	-
Lowe's Home Centers Inc.	Retail	11,766	11,402	-	-	-
Lufkin GKD Partners LP	Retail	22,444	15,244	-	-	-
Lufkin Industries	Manufacturing	105,346	101,717	94,550	87,111	85,366
Momentive Specialty Chemicals	Manufacturing	-	-	-	-	-
Nabors Drilling USA LP	Oil & Gas	-	-	-	-	-
Natural Gas Pipeline	Oil & Gas	10,284	-	-	-	-
Oncor Electric Delivery Co.	Utility Distribution	58,029	64,178	-	-	-
Pilgrim Industries Inc.	Food	15,412	20,925	21,478	23,265	24,966
Pineywoods Health Care Systems LP	Medical	38,365	38,985	17,486	16,013	-
SND Operating LLC	Oil & Gas	-	-	-	-	-
Temple-Inland FPC	Manufacturing	28,110	52,634	44,223	102,273	123,449
Texas Foundries LTD	Manufacturing	-	17,350	20,895	17,574	35,906
TIN Inc.	Manufacturing	34,229	34,145	67,297	-	-
Trans Canada Keystone Pipeline	Oil & Gas	-	-	-	-	-
TXU Electric Delivery Company	Utility	-	-	61,309	59,848	57,572
Union Pacific RR Co.	Transportation	-	-	-	-	-
Wal-Mart Real Estate #140	Retail	11,999	12,727	-	-	-
Totals		\$ 555,190	\$ 545,954	\$ 444,497	\$ 457,911	\$ 457,916
Total Taxable Assessed Value		\$ 3,344,365	\$ 3,182,792	\$ 2,988,458	\$ 2,912,573	\$ 2,791,220

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year				
		2008-09	2007-08	2006-07	2005-06	2004-05
Abitibi Consolidated Corp.	Manufacturing	0.42%	0.66%	1.02%	1.79%	0.89%
American Color Graphics Inc.	Manufacturing	0.26%	0.40%	-	-	-
Aspen Power LLC	Energy	-	-	-	-	-
BBL Real Estate Holding LTD	Retail	0.35%	0.37%	-	-	-
Brookshire Brothers Inc.	Groceries	0.98%	0.96%	1.02%	1.09%	1.02%
Brookshire Brothers LTD	Groceries	-	-	-	-	0.50%
Consolidated Comm of Texas	Utility	2.03%	1.40%	1.88%	1.72%	1.64%
Crown Pine Timber 1 LP	Agricultural	0.59%	0.56%	-	-	-
Encana Oil & Gas (USA)	Oil & Gas	0.88%	-	-	-	-
Energy Transfer Fuel	Oil & Gas	0.28%	-	-	-	-
Georgia Pacific Chemicals LLC	Manufacturing	0.34%	0.45%	-	0.61%	0.63%
Hexion Specialty Chemicals	Manufacturing	-	0.39%	-	-	-
Keystone Southloop of Lufkin LLC	Retail	0.42%	0.36%	-	-	-
Lowe's Home Centers Inc.	Retail	0.35%	0.36%	-	-	-
Lufkin GKD Partners LP	Retail	0.67%	0.48%	-	-	-
Lufkin Industries	Manufacturing	3.15%	3.20%	3.16%	2.99%	3.06%
Momentive Specialty Chemicals	Manufacturing	-	-	-	-	-
Nabors Drilling USA LP	Oil & Gas	-	-	-	-	-
Natural Gas Pipeline	Oil & Gas	0.31%	-	-	-	-
Oncor Electric Delivery Co.	Utility Distribution	1.74%	2.02%	-	-	-
Pilgrim Industries Inc.	Food	0.46%	0.66%	0.72%	0.80%	0.89%
Pineywoods Health Care Systems LP	Medical	1.15%	1.22%	0.59%	0.55%	-
SND Operating LLC	Oil & Gas	-	-	-	-	-
Temple-Inland FPC	Manufacturing	0.84%	1.65%	1.48%	3.51%	4.42%
Texas Foundries LTD	Manufacturing	-	0.55%	0.70%	0.60%	1.29%
TIN Inc.	Manufacturing	1.02%	1.07%	2.25%	-	-
Trans Canada Keystone Pipeline	Oil & Gas	-	-	-	-	-
TXU Electric Delivery Company	Utility	-	-	2.05%	2.05%	2.06%
Union Pacific RR Co.	Transportation	-	-	-	-	-
Wal-Mart Real Estate #140	Retail	0.36%	0.40%	-	-	-
Totals		16.60%	17.16%	14.87%	15.71%	16.40%

Source: Angelina County Central Appraisal District

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 8  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN TAX YEARS  
(UNAUDITED)**

(amounts expressed in thousands)

<b>Fiscal Year Ended August 31</b>	<b>Levy (a)</b>	<b>Cumulative Levy Adjustments</b>	<b>Adjusted Tax Levy (b)</b>	<b>Collections - Year of Levy (c)</b>	<b>Percentage (c/b)</b>	<b>Prior Collections of Prior Levies (d)</b>	<b>Current Collections of Prior Levies (e)</b>	<b>Total Collections (c+d+e)</b>	<b>Cumulative Collections of Adjusted Levy</b>
2014	\$ 6,644	\$ (22)	\$ 6,622	\$ 6,434	97.16%	\$ -	\$ -	\$ 6,434	97.16%
2013	6,415	(15)	6,400	6,197	96.82%	(14)	117	6,300	98.43%
2012	6,179	15	6,194	5,961	96.24%	79	88	6,127	98.92%
2011	5,782	1	5,783	5,620	97.18%	93	23	5,735	99.17%
2010	5,534	(29)	5,505	5,332	96.87%	128	9	5,468	99.34%
2009	4,599	(19)	4,580	4,448	97.11%	105	5	4,558	99.50%
2008	3,803	6	3,809	3,710	97.41%	80	3	3,793	99.57%
2007	3,543	(34)	3,509	3,409	97.16%	84	2	3,495	99.61%
2006	3,367	(20)	3,347	3,215	96.04%	117	2	3,334	99.59%
2005	3,221	(34)	3,187	3,061	96.04%	115	1	3,176	99.66%

Source: Local Tax Assessor/Collector and District records.

Notes:

- (a) Taxable Assessed Value (TAV) multiplied by total tax rate
- (b) As reported in notes to the financial statements for the year of the levy
- (c) Property tax only - does not include penalties and interest
- (d) Represents cumulative collections of prior year not collected in the current year or the year of the tax levy
- (e) Represents current year collections of prior year levies

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 9  
RATIOS OF OUTSTANDING DEBT  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	For the Year Ended August 31 (amounts expressed in thousands)				
	2014	2013	2012	2011	2010
<b>General Bonded Debt</b>					
Limited Tax Bonds	\$ 18,459	\$ 19,533	\$ 20,529	\$ 21,458	\$ 22,363
Less: Funds Restricted for Debt Service	(747)	(1,168)	(1,196)	(1,226)	(1,446)
Net General Bonded Debt	<u>\$ 17,712</u>	<u>\$ 18,365</u>	<u>\$ 19,333</u>	<u>\$ 20,232</u>	<u>\$ 20,917</u>
<b>Other Debt</b>					
Revenue Bonds	\$ 520	\$ 760	\$ 985	\$ 1,200	\$ 1,400
Maintenance Tax Notes	-	-	-	-	190
Long-Term Loans	-	-	-	-	-
Total Outstanding Debt	<u>\$ 18,232</u>	<u>\$ 19,125</u>	<u>\$ 20,318</u>	<u>\$ 21,432</u>	<u>\$ 22,507</u>
<b>General Bonded Debt Ratios</b>					
Per Capita	\$ 203	\$ 210	\$ 221	\$ 233	\$ 250
Per FTSE	4,772	4,937	4,856	4,873	5,184
As a Percentage of Taxable Assessed Value	0.46%	0.49%	0.52%	0.56%	0.59%
<b>Total Outstanding Debt Ratios</b>					
Per Capita	\$ 209	\$ 218	\$ 232	\$ 247	\$ 269
Per FTSE	4,912	5,141	5,104	5,162	5,578
As a Percentage of Taxable Assessed Value	0.47%	0.51%	0.55%	0.59%	0.63%

	For the Year Ended August 31 (amounts expressed in thousands)				
	2009	2008	2007	2006	2005
<b>General Bonded Debt</b>					
Limited Tax Bonds	\$ 23,212	\$ 17,057	\$ 7,345	\$ 7,788	\$ 8,042
Less: Funds Restricted for Debt Service	(1,457)	(1,279)	(1,228)	(1,224)	(1,151)
Net General Bonded Debt	<u>\$ 21,755</u>	<u>\$ 15,778</u>	<u>\$ 6,117</u>	<u>\$ 6,564</u>	<u>\$ 6,891</u>
<b>Other Debt</b>					
Revenue Bonds	\$ 1,590	\$ 1,770	\$ 1,945	\$ 2,110	\$ 2,265
Maintenance Tax Notes	370	545	710	870	1,020
Long-Term Loans	-	-	1,597	1,681	1,761
Total Outstanding Debt	<u>\$ 23,715</u>	<u>\$ 18,093</u>	<u>\$ 10,369</u>	<u>\$ 11,225</u>	<u>\$ 11,937</u>
<b>General Bonded Debt Ratios</b>					
Per Capita	\$ 262	\$ 191	\$ 70	\$ 76	\$ 81
Per FTSE	6,258	4,955	2,747	2,925	2,709
As a Percentage of Taxable Assessed Value	0.65%	0.53%	0.21%	0.23%	0.25%
<b>Total Outstanding Debt Ratios</b>					
Per Capita	\$ 286	\$ 219	\$ 118	\$ 130	\$ 140
Per FTSE	6,822	5,682	4,656	5,002	4,692
As a Percentage of Taxable Assessed Value	0.71%	0.61%	0.35%	0.39%	0.43%

Notes: Ratios calculated using population and Taxable Assessed Value (TAV) from the current year. Debt per student calculated using Full-Time-Student-Equivalent (FTSE) enrollment.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 10  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	For the Year Ended August 31 (amount expressed in thousands)				
	2014	2013	2012	2011	2010
Taxable Assessed Value	\$ 3,892,493	\$ 3,758,260	\$ 3,699,763	\$ 3,636,694	\$ 3,566,016
General Obligation Bonds					
Statutory Tax Levy Limit for Debt Service	\$ 19,462	\$ 18,791	\$ 18,499	\$ 18,183	\$ 17,830
Less: Funds Restricted for Repayment of General Obligation Bonds	-	-	-	-	-
Total Net General Obligation Debt	19,462	18,791	18,499	18,183	17,830
Less Current Year Debt Service Requirements	1,826	1,803	1,782	1,787	1,541
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 17,636	\$ 16,988	\$ 16,717	\$ 16,396	\$ 16,289
Net Current Requirements as a % of Statutory Limit	9.38%	9.59%	9.63%	9.83%	8.65%

	For the Year Ended August 31 (amount expressed in thousands)				
	2009	2008	2007	2006	2005
Taxable Assessed Value	\$ 3,344,365	\$ 3,182,792	\$ 2,977,380	\$ 2,912,573	\$ 2,791,220
General Obligation Bonds					
Statutory Tax Levy Limit for Debt Service	\$ 16,722	\$ 15,914	\$ 14,887	\$ 14,563	\$ 13,956
Less: Funds Restricted for Repayment of General Obligation Bonds	-	-	-	-	-
Total Net General Obligation Debt	16,722	15,914	14,887	14,563	13,956
Less Current Year Debt Service Requirements	1,392	1,307	444	254	348
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 15,330	\$ 14,607	\$ 14,443	\$ 14,309	\$ 13,608
Net Current Requirements as a % of Statutory Limit	8.33%	8.21%	2.98%	1.74%	2.49%

Note: Texas Education Code Section 130.122 limits the debt service tax levy of community colleges to \$0.50 per hundred dollars taxable assessed valuation.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 11  
PLEDGED REVENUE COVERAGE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

**REVENUE BONDS**

Fiscal Year Ended August 31	Pledged Revenues (\$000 omitted)			Debt Service Requirements (\$000 omitted)			
	Building			Coverage			
	Tuition	Fees	Total	Principal	Interest	Total	Ratio
2014	\$ -	\$ 416	\$ 416	\$ 240	\$ 40	\$ 280	1.49
2013	-	415	415	225	51	276	1.50
2012	-	449	449	215	62	277	1.62
2011	-	468	468	200	72	272	1.72
2010	-	447	447	190	81	271	1.65
2009	-	385	385	180	89	269	1.43
2008	54	381	435	175	97	272	1.60
2007	246	384	630	165	105	270	2.33
2006	243	388	631	155	115	270	2.34
2005	192	419	611	150	124	274	2.23

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 12  
DEMOGRAPHIC AND ECONOMIC STATISTICS – TAXING DISTRICT  
LAST TEN CALANDER YEARS  
(UNAUDITED)**

<b>Calendar Year</b>	<b>District Population</b>	<b>District Personal Income</b>	<b>District Personal Income Per Capita</b>	<b>District Unemployment Rate</b>
2013	87,441	*	*	6.3%
2012	87,597	3,010,988,000	34,373	6.7%
2011	87,669	2,930,199,000	33,423	7.7%
2010	86,986	2,844,111,000	32,696	8.3%
2009	86,029	2,910,790,000	33,835	8.3%
2008	83,038	2,807,182,628	33,806	4.9%
2007	82,570	2,693,996,000	32,627	4.4%
2006	82,204	2,539,450,000	30,892	4.7%
2005	81,557	2,326,549,000	28,527	5.4%
2004	81,272	2,215,506,000	27,260	6.5%

\* Data not available as of reporting date.

Source:

Texas Labor Market Information - <http://www.tracer2.com/>

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 13  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR  
(UNAUDITED)**

<b>Employer</b>	<b>2014</b>		<b>2013</b>		<b>2012</b>		<b>2011</b>		<b>2010</b>	
	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>
Lufkin Industries Inc./GE	1,745	4.55%	1,745	4.67%	1,824	4.91%	1,430	3.90%	1,379	3.82%
Lufkin Independent School District	1,548	4.03%	1,500	4.01%	1,340	3.60%	1,500	4.09%	1,381	3.82%
Pilgrim's	1,494	3.89%	1,466	3.92%	1,250	3.36%	1,466	4.00%	1,668	4.62%
Brookshire Brothers, LTC	1,277	3.33%	1,132	3.03%	1,223	3.29%	1,396	3.81%	1,051	2.91%
Lufkin State Supported Living Center	1,166	3.04%	1,132	3.03%	1,178	3.17%	1,132	3.09%	1,125	3.12%
Memorial Health/CHI St Lukes	1,119	2.92%	1,119	2.99%	1,083	2.91%	1,119	3.05%	1,107	3.07%
Angelina College	675	1.76%	689	1.84%	697	1.87%	706	1.93%	662	1.83%
Temple-Inland/Georgia Pacific	480	1.25%	554	1.48%	502	1.35%	554	1.51%	539	1.49%
Woodland Heights Medical Center	550	1.43%	526	1.41%	526	1.41%	500	1.36%	634	1.76%
Wal-Mart Supercenter	450	1.17%	525	1.40%	525	1.41%	525	1.43%	505	1.40%
Citation Corporation	-	-	-	-	-	-	-	-	-	-
Other Angelina County Employers	27,873	72.63%	27,007	72.22%	27,034	72.72%	26,324	71.83%	26,056	72.16%
<b>Total</b>	<b>38,377</b>	<b>100.00%</b>	<b>37,395</b>	<b>100.00%</b>	<b>37,182</b>	<b>100.00%</b>	<b>36,652</b>	<b>100.00%</b>	<b>36,107</b>	<b>100.00%</b>
<b>Angelina County Summary</b>										
Number Employed	38,377	95.11%	37,395	93.35%	37,182	92.27%	36,652	91.74%	36,107	91.51%
Number Unemployed	1,972	4.89%	2,664	6.65%	3,114	7.73%	3,301	8.26%	3,349	8.49%
Total Available Labor Force	40,349	100.00%	40,059	100.00%	40,296	100.00%	39,953	100.00%	39,456	100.00%

<b>Employer</b>	<b>2009</b>		<b>2008</b>		<b>2007</b>		<b>2006</b>	
	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>
Lufkin Industries Inc./GE	581	1.53%	1,785	4.66%	1,900	4.89%	1,900	5.13%
Lufkin Independent School District	1,491	3.92%	1,490	3.89%	1,495	3.85%	1,378	3.72%
Pilgrim's	1,500	3.95%	1,500	3.92%	1,500	3.86%	1,500	4.05%
Brookshire Brothers, LTC	1,051	2.77%	1,050	2.74%	1,052	2.71%	1,052	2.84%
Lufkin State Supported Living Center	975	2.57%	890	2.32%	898	2.31%	909	2.45%
Memorial Health/CHI St Lukes	1,057	2.78%	1,027	2.68%	1,038	2.67%	1,068	2.88%
Angelina College	605	1.59%	609	1.59%	605	1.56%	642	1.73%
Temple-Inland/Georgia Pacific	1,007	2.65%	1,004	2.62%	1,058	2.72%	1,193	3.22%
Woodland Heights Medical Center	630	1.66%	630	1.64%	625	1.61%	625	1.69%
Wal-Mart Supercenter	510	1.34%	515	1.34%	525	1.35%	525	1.42%
Citation Corporation	-	-	445	1.16%	455	1.17%	455	1.23%
Other Angelina County Employers	28,603	75.24%	27,365	71.44%	27,713	71.30%	25,807	69.64%
<b>Total</b>	<b>38,010</b>	<b>100.00%</b>	<b>38,310</b>	<b>100.00%</b>	<b>38,864</b>	<b>100.00%</b>	<b>37,054</b>	<b>100.00%</b>
<b>Angelina County Summary</b>								
Number Employed	38,010	91.08%	38,310	95.60%	38,864	95.80%	37,054	94.74%
Number Unemployed	3,722	8.92%	1,765	4.40%	1,704	4.20%	2,056	5.26%
Total Available Labor Force	41,732	100.00%	40,075	100.00%	40,568	100.00%	39,110	100.00%

Note: The College presented this schedule starting fiscal year 2006 and has chosen to implement prospectively.

Source:

- Labor Force - Texas Labor Market Information - <http://www.tracer2.com/>
- Economic Development , City of Lufkin
- Lufkin Angelina County Economic Development Partnership



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 14  
FACULTY, STAFF, AND ADMINISTRATORS STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	<b>Fiscal Year</b>				
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Faculty					
Full-Time	121	119	119	129	118
Part-Time	212	286	289	269	278
Total	333	405	408	398	396
Percent					
Full-Time	36.3%	29.4%	29.2%	32.4%	29.8%
Part-Time	63.7%	70.6%	70.8%	67.6%	70.2%
Staff and Administrators					
Full-Time	140	133	135	129	125
Part-Time	202	151	154	179	141
Total	342	284	289	308	266
Percent					
Full-Time	40.9%	46.8%	46.7%	41.9%	47.0%
Part-Time	59.1%	53.2%	53.3%	58.1%	53.0%
FTSE per Full-time Faculty	42.6	46.2	45.5	45.2	50.0
FTSE per Full-Time Staff Member	36.9	41.3	40.1	45.2	47.2
Average Annual Faculty Salary	\$ 48,866	\$ 48,793	\$ 47,045	\$ 48,191	\$ 47,848

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 14 (Continued)  
FACULTY, STAFF, AND ADMINISTRATORS STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	<b>Fiscal Year</b>				
	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Faculty					
Full-Time	116	115	116	117	116
Part-Time	242	254	248	235	275
Total	358	369	364	352	391
Percent					
Full-Time	32.4%	31.2%	31.9%	33.2%	29.7%
Part-Time	67.6%	68.8%	68.1%	66.8%	70.3%
Staff and Administrators					
Full-Time	124	127	120	125	118
Part-Time	123	119	125	128	133
Total	247	246	245	253	251
Percent					
Full-Time	50.2%	51.6%	49.0%	49.4%	47.0%
Part-Time	49.8%	48.4%	51.0%	50.6%	53.0%
FTSE per Full-time Faculty	46.4	42.7	39.9	39.8	41.0
FTSE per Full-Time Staff Member	43.4	38.7	38.5	37.3	40.3
Average Annual Faculty Salary	\$ 47,441	\$ 47,212	\$ 45,461	\$ 46,557	\$ 45,472

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 15  
ENROLLMENT DETAILS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Student Classification</b>	<b>Fall 2013</b>		<b>Fall 2012</b>		<b>Fall 2011</b>		<b>Fall 2010</b>		<b>Fall 2009</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
00-30 hours	4,287	77.99%	4,306	79.55%	4,616	79.09%	4,649	78.74%	4,362	80.98%
31-60 hours	1,209	21.99%	1,106	20.43%	1,219	20.89%	1,248	21.14%	1,007	18.70%
> 60 hours	1	0.02%	1	0.02%	1	0.02%	7	0.12%	17	0.32%
<b>Total</b>	<b>5,497</b>	<b>100.00%</b>	<b>5,413</b>	<b>100.00%</b>	<b>5,836</b>	<b>100.00%</b>	<b>5,904</b>	<b>100.00%</b>	<b>5,386</b>	<b>100.00%</b>

<b>Semester Hour Load</b>	<b>Fall 2013</b>		<b>Fall 2012</b>		<b>Fall 2011</b>		<b>Fall 2010</b>		<b>Fall 2009</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Less than 3 semester hours	50	0.91%	47	0.87%	33	0.57%	37	0.63%	24	0.45%
3-5 semester hours	918	16.70%	993	18.34%	1,057	18.11%	1,035	17.53%	868	16.12%
6-8 semester hours	1,569	28.53%	1,514	27.96%	1,505	25.78%	1,480	25.06%	1,377	25.56%
9-11 semester hours	875	15.92%	779	14.39%	886	15.18%	849	14.38%	774	14.37%
12-14 semester hours	1,788	32.54%	1,768	32.67%	2,039	34.95%	2,138	36.21%	2,018	37.47%
15-17 semester hours	247	4.49%	257	4.75%	265	4.54%	285	4.83%	250	4.64%
18 & over semester hours	50	0.91%	55	1.02%	51	0.87%	80	1.36%	75	1.39%
<b>Total</b>	<b>5,497</b>	<b>100.00%</b>	<b>5,413</b>	<b>100.00%</b>	<b>5,836</b>	<b>100.00%</b>	<b>5,904</b>	<b>100.00%</b>	<b>5,386</b>	<b>100.00%</b>

Average course load	8.9	8.8	9.0	9.3	9.0
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<b>Tuition Status</b>	<b>Fall 2013</b>		<b>Fall 2012</b>		<b>Fall 2011</b>		<b>Fall 2010</b>		<b>Fall 2009</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Texas Resident (In-District)	2,531	46.04%	2,476	45.75%	2,603	44.60%	2,694	45.63%	2,442	45.34%
Texas Resident (Out-of-District)	2,882	52.43%	2,848	52.61%	3,149	53.96%	3,115	52.76%	2,797	51.93%
Non-Resident Tuition	84	1.53%	89	1.64%	84	1.44%	95	1.61%	147	2.73%
<b>Total</b>	<b>5,497</b>	<b>100.00%</b>	<b>5,413</b>	<b>100.00%</b>	<b>5,836</b>	<b>100.00%</b>	<b>5,904</b>	<b>100.00%</b>	<b>5,386</b>	<b>100.00%</b>

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 15 (Continued)  
ENROLLMENT DETAILS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Student Classification</b>	<b>Fall 2008</b>		<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>		<b>Fall 2004</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
00-30 hours	3,922	79.81%	3,646	78.85%	3,631	77.95%	3,579	75.25%	3,798	77.13%
31-60 hours	968	19.70%	956	20.67%	762	16.36%	918	19.30%	1,084	22.02%
> 60 hours	24	0.49%	22	0.48%	265	5.69%	259	5.45%	42	0.85%
<b>Total</b>	<b>4,914</b>	<b>100.00%</b>	<b>4,624</b>	<b>100.00%</b>	<b>4,658</b>	<b>100.00%</b>	<b>4,756</b>	<b>100.00%</b>	<b>4,924</b>	<b>100.00%</b>

<b>Semester Hour Load</b>	<b>Fall 2008</b>		<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>		<b>Fall 2004</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Less than 3 semester hours	38	0.78%	16	0.35%	14	0.30%	52	1.10%	33	0.67%
3-5 semester hours	860	17.50%	816	17.65%	800	17.18%	875	18.40%	865	17.57%
6-8 semester hours	1,409	28.67%	1,129	24.42%	1,079	23.16%	938	19.72%	980	19.90%
9-11 semester hours	667	13.57%	688	14.88%	664	14.26%	656	13.79%	712	14.46%
12-14 semester hours	1,599	32.54%	1,617	34.96%	1,660	35.64%	1,727	36.31%	1,871	38.00%
15-17 semester hours	276	5.62%	291	6.29%	384	8.24%	429	9.02%	385	7.82%
18 & over semester hours	65	1.32%	67	1.45%	57	1.22%	79	1.66%	78	1.58%
<b>Total</b>	<b>4,914</b>	<b>100.00%</b>	<b>4,624</b>	<b>100.00%</b>	<b>4,658</b>	<b>100.00%</b>	<b>4,756</b>	<b>100.00%</b>	<b>4,924</b>	<b>100.00%</b>

Average course load	9.3	9.4	9.4	9.5	9.6
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<b>Tuition Status</b>	<b>Fall 2008</b>		<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>		<b>Fall 2004</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Texas Resident (In-District)	2,145	43.65%	1,957	42.32%	2,171	46.61%	2,255	47.41%	2,268	46.06%
Texas Resident (Out-of-District)	2,618	53.28%	2,510	54.28%	2,342	50.28%	2,364	49.71%	2,502	50.81%
Non-Resident Tuition	151	3.07%	157	3.40%	145	3.11%	137	2.88%	154	3.13%
<b>Total</b>	<b>4,914</b>	<b>100.00%</b>	<b>4,624</b>	<b>100.00%</b>	<b>4,658</b>	<b>100.00%</b>	<b>4,756</b>	<b>100.00%</b>	<b>4,924</b>	<b>100.00%</b>

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 16  
STUDENT PROFILE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Gender</b>	<b>Fall 2013</b>		<b>Fall 2012</b>		<b>Fall 2011</b>		<b>Fall 2010</b>		<b>Fall 2009</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Female	3,497	63.62%	3,460	63.92%	3,727	63.86%	3,663	62.04%	3,348	62.16%
Male	2,000	36.38%	1,953	36.08%	2,109	36.14%	2,241	37.96%	2,038	37.84%
Total	5,497	100.00%	5,413	100.00%	5,836	100.00%	5,904	100.00%	5,386	100.00%

<b>Ethnic Origin</b>	<b>Fall 2013</b>		<b>Fall 2012</b>		<b>Fall 2011</b>		<b>Fall 2010</b>		<b>Fall 2009</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
White	3,432	62.42%	3,449	63.71%	3,684	63.12%	3,747	63.46%	4,016	74.56%
Hispanic	974	17.72%	939	17.35%	884	15.15%	1,005	17.02%	540	10.03%
African American	815	14.83%	756	13.97%	901	15.44%	883	14.96%	707	13.13%
Asian	60	1.09%	40	0.74%	40	0.69%	45	0.76%	32	0.59%
Foreign	24	0.44%	25	0.46%	24	0.41%	28	0.47%	45	0.84%
Native American	35	0.64%	25	0.46%	31	0.53%	31	0.53%	26	0.48%
Native Hawaiian	8	0.15%	3	0.06%	6	0.10%	4	0.07%	-	0.00%
Multiracial	144	2.62%	128	2.36%	136	2.33%	121	2.05%	-	0.00%
Other	5	0.09%	48	0.89%	130	2.23%	40	0.68%	20	0.37%
Total	5,497	100.00%	5,413	100.00%	5,836	100.00%	5,904	100.00%	5,386	100.00%

<b>Age</b>	<b>Fall 2013</b>		<b>Fall 2012</b>		<b>Fall 2011</b>		<b>Fall 2010</b>		<b>Fall 2009</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Under 18	1,252	22.78%	1,246	23.02%	1,323	22.67%	1,255	21.26%	1,021	18.96%
18 - 21	2,209	40.18%	2,130	39.34%	2,332	39.95%	2,353	39.85%	2,265	42.05%
22 - 24	603	10.97%	572	10.57%	602	10.32%	577	9.77%	570	10.58%
25 - 35	842	15.32%	910	16.81%	961	16.47%	1,017	17.23%	895	16.62%
36 - 50	491	8.93%	454	8.39%	514	8.81%	584	9.89%	539	10.01%
51 & over	100	1.82%	101	1.87%	104	1.78%	118	2.00%	96	1.78%
Total	5,497	100.00%	5,413	100.00%	5,836	100.00%	5,904	100.00%	5,386	100.00%

Average Age	23	23	23	24	24
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Texas Higher Education Coordinating Board expanded the categories of ethnicity to include Native Hawaiian and Multiracial in Fall 2010.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 16 (Continued)  
STUDENT PROFILE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Gender</b>	<b>Fall 2008</b>		<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>		<b>Fall 2004</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Female	3,170	64.51%	2,919	63.13%	2,947	63.27%	3,017	63.44%	3,134	63.65%
Male	1,744	35.49%	1,705	36.87%	1,711	36.73%	1,739	36.56%	1,790	36.35%
Total	4,914	100.00%	4,624	100.00%	4,658	100.00%	4,756	100.00%	4,924	100.00%

<b>Ethnic Origin</b>	<b>Fall 2008</b>		<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>		<b>Fall 2004</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
White	3,980	80.99%	3,716	80.36%	3,556	76.34%	3,552	74.68%	3,618	73.48%
Hispanic	398	8.10%	396	8.57%	473	10.16%	477	10.03%	506	10.28%
African American	448	9.12%	431	9.32%	572	12.28%	671	14.11%	744	15.11%
Asian	23	0.47%	24	0.52%	33	0.71%	34	0.72%	35	0.71%
Foreign	27	0.55%	16	0.35%	-	0.00%	20	0.42%	5	0.10%
Native American	8	0.16%	8	0.17%	7	0.15%	2	0.04%	5	0.10%
Native Hawaiian	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
Multiracial	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
Other	30	0.61%	33	0.71%	17	0.36%	-	0.00%	11	0.22%
Total	4,914	100.00%	4,624	100.00%	4,658	100.00%	4,756	100.00%	4,924	100.00%

<b>Age</b>	<b>Fall 2008</b>		<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>		<b>Fall 2004</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Under 18	1,031	20.98%	868	18.77%	705	15.14%	717	15.08%	620	12.59%
18 - 21	2,025	41.21%	1,950	42.17%	1,941	41.67%	1,991	41.86%	2,041	41.45%
22 - 24	485	9.87%	528	11.42%	529	11.36%	544	11.44%	599	12.16%
25 - 35	823	16.75%	802	17.34%	932	20.00%	935	19.66%	986	20.02%
36 - 50	458	9.32%	391	8.46%	458	9.83%	467	9.82%	552	11.21%
51 & over	92	1.87%	85	1.84%	93	2.00%	102	2.14%	126	2.57%
Total	4,914	100.00%	4,624	100.00%	4,658	100.00%	4,756	100.00%	4,924	100.00%

Average Age	23	23	24	24	25
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**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 17  
TRANSFERS TO SENIOR INSTITUTIONS  
2012 FALL STUDENTS AS OF FALL 2013  
(INCLUDES ONLY PUBLIC SENIOR COLLEGES IN TEXAS)  
(UNAUDITED)**

	<b>Transfer Student Count <u>Academic</u></b>	<b>Transfer Student Count <u>Technical</u></b>	<b>Transfer Student Count <u>Tech-Prep</u></b>	<b>Total of all Angelina Transfer Students</b>	<b>% of all Angelina Transfer Students</b>
Stephen F. Austin State University	370	59	24	453	53.10%
Texas A&M University	107	2	2	111	13.01%
Sam Houston State University	64	2	10	76	8.91%
Lamar University	37	12	0	49	5.74%
The University of Texas at Austin	30	1	2	33	3.87%
University of Houston	21	1	0	22	2.58%
The University of Texas at Tyler	16	1	1	18	2.11%
Texas Tech University	11	1	1	13	1.52%
Texas State University at San Marcos	10	1	0	11	1.29%
University of North Texas	9	0	0	9	1.06%
The University of Texas at Arlington	7	0	1	8	0.94%
Texas A&M University at Galveston	7	0	0	7	0.82%
The University of Texas at San Antonio	5	0	2	7	0.82%
Tarleton State University	5	1	0	6	0.70%
Texas A&M University at Corpus Christi	6	0	0	6	0.70%
Texas A&M University at Commerce	3	1	1	5	0.59%
Texas Woman's University	4	0	0	4	0.47%
The University of Texas at Dallas	4	0	0	4	0.47%
Midwestern State University	1	1	0	2	0.23%
Prairie View A&M University	1	1	0	2	0.23%
University of Houston-Downtown	1	0	1	2	0.23%
Texas A&M International University	1	0	0	1	0.12%
Texas A&M San Antonio	1	0	0	1	0.12%
The University of Texas at El Paso	1	0	0	1	0.12%
Texas Southern University	0	0	1	1	0.12%
University of Houston at Victoria	0	1	0	1	0.12%
Totals	<u>722</u>	<u>85</u>	<u>46</u>	<u>853</u>	<u>100.00%</u>

Source:

- Automated Student and Adult Learner Follow-Up System 2-Year College Transfer Students at Texas Public Universities Pursuing Additional Education:  
<http://www.txhighereddata.org/reports/performance/ctcasalf/ctcaddl/>
- Data includes Graduates, Completers, and Non-Returners

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 18  
CAPITAL ASSET INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Academic Buildings	12	12	13	14	13	12	12	12	12	12
Square footage (in thousands)	271	271	278	287	256	245	245	245	245	245
Administrative and Support Buildings	2	2	2	2	2	2	2	2	2	2
Square footage (in thousands)	19	19	19	19	19	19	19	19	19	19
Athletic Facilities	7	7	7	7	7	4	4	4	4	4
Square footage (in thousands)	53	53	53	53	53	50	50	50	50	50
Baseball Field	1	1	1	1	1	1	1	1	1	1
Gymnasiums	2	2	2	2	2	2	2	2	2	2
Fitness Center	1	1	1	1	1	1	1	1	1	1
Softball Field	1	1	1	1	1	-	-	-	-	-
Field House	1	1	1	1	1	-	-	-	-	-
Concession/Restrooms	1	1	1	1	1	-	-	-	-	-
Dining Facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	12	12	12	12	12	12	12	12	12	12
Average daily customers	390	375	425	425	425	425	425	425	425	425
Dormitories	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	20	20	20	20	20	20	20	20	20	20
Number of Beds	112	112	112	112	112	112	112	112	112	112
Library	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	18	18	18	18	18	18	18	18	18	18
Number of Volumes	39,068	38,757	38,115	41,254	42,854	43,886	44,235	43,681	42,478	41,903
Off Campus Facilities	8	8	6	4	3	2	2	2	2	2
Square footage (in thousands)	91	91	70	55	39	29	29	29	29	29
Other Housing - President's House	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	4	4	4	4	4	4	4	4	4	4
Other Housing	-	-	-	-	-	-	2	2	2	2
Square footage (in thousands)	-	-	-	-	-	-	6	6	6	6
Plant facilities	3	3	2	2	2	2	2	2	2	2
Square footage (in thousands)	22	22	15	6	6	6	6	6	6	6
Transportation										
Cars	3	2	2	5	4	3	3	2	2	2
Light Trucks/Vans	9	11	11	11	12	11	11	10	10	10
Buses	-	-	-	-	-	-	-	1	1	1
Fire Truck	1	1	1	1	1	1	1	1	1	-





**Angelina County  
Junior College District**

**SINGLE AUDIT SECTION**

**Comprehensive Annual  
Financial Report**

**For the Fiscal Years Ended  
August 31, 2014 and 2013**

**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  
Angelina County Junior College District  
Lufkin, Texas

Members of the Board of Trustees:

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 Angelina County Junior College District (the "College") as of and for the year ended August 31, 2014, and the related notes to the financial statements, which collectively comprise the basic financial statements and have issued our report thereon dated December 15, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) to determine the 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 the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 a 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 may exist that have not been identified.

**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 - CONTINUED**

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the 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 determination of financial statement amounts. 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 *Governmental Auditing Standards*.

**Public Funds Investment Act Compliance**

We performed tests designed to verify Angelina County Junior College District's compliance with the Public Funds Investment Act. The results of our tests disclosed no instances of noncompliance with the Public Funds Investment Act.

**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.

**Conclusion**

This report is intended for the information and use of management, the audit committee, Board of Trustees, others within the entity, the Texas Higher Education Coordinating Board, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Lufkin, Texas  
December 15, 2014

  
CERTIFIED PUBLIC ACCOUNTANTS



CROCKETT - JASPER - LIVINGSTON - LUFKIN - NACOGDOCHES

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH  
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH  
OMB CIRCULAR A-133 AND THE *STATE OF TEXAS SINGLE AUDIT CIRCULAR***

Board of Trustees  
Angelina County Junior College District  
Lufkin, Texas

Members of the Board of Trustees:

**Report on Compliance for Each Major Federal Program**

We have audited Angelina County Junior College District's (the "College") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *State of Texas Single Audit Circular*, that could have a direct and material effect on each of the College's major federal and state programs for the year ended August 31, 2014. The College's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the College's major federal and state programs based on our audit of the types of compliance requirements referred to above. 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State of Texas Single Audit Circular*, issued by the Governor's Office of Budget and Planning. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence and the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of Angelina County Junior College District's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the 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 and state programs for the year ended August 31, 2014.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
AND THE STATE OF TEXAS SINGLE AUDIT CIRCULAR- CONTINUED**

**Report on Internal Control Over Compliance**

Management of the College, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, and the *State of Texas Single Audit Circular*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Angelina County Junior College District's 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 or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 or state 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 or state 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 OMB Circular A-133 and the *State of Texas Single Audit Circular*. Accordingly, this report is not suitable for any other purpose.

**Conclusion**

This report is intended for the information and use of management, the audit committee, Board of Trustees, others within the entity, the Texas Higher Education Coordinating Board, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

  
CERTIFIED PUBLIC ACCOUNTANTS

Lufkin, Texas  
December 15, 2014

AXLEY & RODE, LLP  
CERTIFIED PUBLIC ACCOUNTANTS

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE E**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended August 31, 2014**

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures and Pass-Through Disbursements
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Direct Programs:			
Student Financial Aid Cluster			
Federal Supplemental Education Opportunity Grants	84.007		\$ 161,709
Federal Work-Study Program	84.033		189,454
Federal Pell Grant Program	84.063		9,713,113
Pass-Through From:			
Texas Education Agency			
Adult Education Section 231	84.002	134100017110448	4,211
Adult Education Section 231	84.002	134100087110500	476
Texas Workforce Commission			
Adult Education-English Literacy and Civics	84.002	1714ELC001	107,012
Adult Education and Literacy	84.002	1714ABE000	284,522
Adult Education and Literacy	84.002	1714AEL000	18,476
			<u>414,697</u>
Texas Higher Education Coordinating Board			
Carl Perkins Vocational Education-Basic	84.048	11538	429,441
Statewide Longitudinal Data Systems	84.372		2,000
Stephen F. Austin State University			
East Texas Gear Up For Success	84.334	11-094-12-051	11,685
			<u>10,922,099</u>
<b>U.S. DEPARTMENT OF DEFENSE</b>			
Direct Programs:			
Procurement Technical Assistance for			
Small Business Firms	12.002		65,566
<b>U.S. SMALL BUSINESS ADMINISTRATION</b>			
Pass-Through From:			
University of Houston			
Small Business Development Center	59.037	R-13-0031-53801	15,018
Small Business Development Center	59.037	R-14-0058-53801	85,387
Total U.S. Small Business Administration			<u>100,405</u>

See independent auditors' report.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE E (Continued)**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended August 31, 2014**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures and Pass-Through Disbursements
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
Pass-Through From:			
Texas Education Agency			
Adult Education for TANF Recipients	93.558	133625017110422	151
Texas Workforce Commission			
Adult Education for TANF Recipients	93.558	1714ABE000	21,675
			21,826
Deep East Texas Local Workforce Development Board, Inc.			
Child Care Training	93.596	13-313	101,202
Child Care Training	93.596	13-313.1	255,765
			356,967
Total U.S. Department of Health and Human Services			378,793
Total Federal Awards			\$ 11,466,863

NOTE 1: Federal Awards Reconciliation

Federal Grants and Contracts Revenue - per Schedule A	\$ 1,341,365
Add: Indirect Cost Recoveries - per Schedule A	43,396
Add: Non Operating Federal Revenue from Schedule C	10,064,276
Total Federal Revenues per Statement of Revenues, Expenses and Changes in Net Assets	11,449,037
Reconciling item:	
Add: Cost of Capital Asset Acquisitions	17,826
Total Federal Revenues per Schedule of Expenditures of Federal Awards	\$ 11,466,863

NOTE 2: Significant Accounting Policies Used in Preparing the Schedule

This schedule is presented using the accrual basis of accounting. The expenditures included in the schedule are reported for the College's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds that have been expended by the College for the purposes of the award. The expenditures reported above may not have been reimbursed by the funding agencies as of the end of the fiscal year. Some amounts reported in the schedule may differ from amounts used in the preparation of the basic financial statements. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The College has followed all applicable guidelines issued by various entities in the preparation of the schedule.

See independent auditors' report.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE F**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**For the Year Ended August 31, 2014**

Grantor Agency/Program Title	Grant Contract Number	Expenditures
<b>TEXAS EDUCATION AGENCY</b>		
Direct Programs:		
State Adult Education	130100017110448	\$ 1,150
<b>TEXAS HIGHER EDUCATION COORDINATING BOARD</b>		
Direct Programs:		
Nursing Innovation Grant Program	13037	311
Nursing Shortage Reduction Under 70 Program		201,688
Texas College Work-Study Program		31,656
Texas Education Opportunity Grant		133,409
Texas Grant I Program		388,820
Top 10% Scholarship Program		15,000
Total Texas Higher Education Coordinating Board		<u>770,884</u>
<b>TEXAS OFFICE OF THE COMPTROLLER OF PUBLIC ACCOUNTS</b>		
Direct Programs:		
Jobs and Education for Texans Equipment Grant	5535-04	2,997
<b>TEXAS WORKFORCE COMMISSION</b>		
Direct Programs:		
Skills Development Fund	1714SDF000	28,549
State Adult Education and Literacy	1714ABE000	76,056
State Adult Education for TANF Recipients	1714ABE000	11,364
Total Texas Workforce Commission		<u>115,969</u>
Total State Awards		<u>\$ 891,000</u>

NOTE 1: State Awards Reconciliation

State Grants and Contracts Revenue - per Schedule A	\$ 882,000
Add: Indirect Cost Recoveries - per Schedule A	<u>9,000</u>
Total State Awards per Schedule of Expenditures of State Awards	<u>\$ 891,000</u>

NOTE 2: Significant Accounting Policies Used in Preparing the Schedule

This schedule is presented using the accrual basis of accounting. See Note 2 to the financial statements for the Angelina County Junior College District's significant accounting policies. These expenditures are reported on Angelina County Junior College District's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis.

See independent auditors' report.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
AUGUST 31, 2014**

**A. Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued: **UNMODIFIED**

Internal control over financial reporting:

Material weakness(es) identified?        Yes   X   No

Significant deficiencies identified that are not considered to be material weaknesses?        Yes   X   None Reported

Noncompliance material to financial statements noted?        Yes   X   No

**Federal and State Awards**

Internal control over major programs:

Material weakness(es) identified?        Yes   X   No

Significant deficiencies identified that are not considered to be material weaknesses?        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 section 510(a) of Circular A-133 or TSAC?        Yes   X   No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal or State Program or Cluster*</u>
84.007	Federal Supplemental Education Opportunity Grants*
84.033	Federal Work-Study Program*
84.063	Federal Pell Grant Program*
93.596	Child Care Training

Dollar threshold used to distinguish between type A and type B programs: \$347,642

Auditee qualified as low-risk auditee?   X   Yes        No

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED  
AUGUST 31, 2014**

**B. Financial Statements Findings**

Findings related to the financial statements required to be reported under GAS:

None

**C. Federal and State Awards Findings and Questioned Costs**

Required to be reported in accordance with section 510(a) of Circular A-133 or TSAC:

None

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SCHEDULE OF CORRECTIVE ACTION  
AUGUST 31, 2014**

There were no current year findings; therefore, no corrective action is required.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AUGUST 31, 2014**

There were no prior year audit findings.