

ANGELINA COUNTY  
JUNIOR COLLEGE DISTRICT

REPORT ON AUDIT OF  
FINANCIAL STATEMENTS

August 31, 2010 and 2009



## TABLE OF CONTENTS

|  | <u>PAGE</u> |                  |
|--|-------------|------------------|
| Organizational Data.....   | 3           |                  |
| Independent Auditor's Report.....  | 5           |                  |
| Management's Discussion and Analysis (Required Supplementary Information).....   | 9           |                  |
| Financial Statements:  |             | <u>EXHIBITS</u>  |
| Statement of Net Assets .....  | 19          | 1                |
| Statement of Revenues, Expenses, and Changes in Net Assets .....   | 23          | 2                |
| Statement of Cash Flows .....  | 27          | 3                |
| Notes to Financial Statements .....  | 31          |                  |
| Supplemental Information:  |             | <u>SCHEDULES</u> |
| Schedule of Operating Revenues .....   | 53          | A                |
| Schedule of Operating Expenses by Object .....   | 55          | B                |
| Schedule of Non-Operating Revenues and Expenses.....   | 57          | C                |
| Schedule of Net Assets by Source and Availability .....  | 59          | D                |
| Schedule of Expenditures of Federal Awards.....  | 61          | E                |
| Schedule of Expenditures of State Awards.....  | 67          | F                |
| Audit Reports Required by OMB Circular A-133:  |             |                  |
| Independent Auditor's Report on Internal Control over Financial<br>Reporting and on Compliance and Other Matters Based on an Audit of<br>Financial Statements Performed in Accordance with <i>Government<br/>Auditing Standards</i> .....    | 69          |                  |
| Independent Auditor's Report on Compliance with Requirements<br>Applicable to each Major Program and Internal Control over Compliance<br>in Accordance with OMB Circular A-133 and the <i>State of Texas Single<br/>Audit Circular</i> ..... | 73          |                  |
| Schedule of Findings and Questioned Costs .....  | 77          |                  |
| Schedule of Corrective Action.....   | 81          |                  |
| Summary Schedule of Prior Audit Findings.....  | 83          |                  |
| Statistical Supplementary Schedules (Unaudited).....   | 85          |                  |

This page left blank intentionally.

ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
ORGANIZATIONAL DATA  
For the Fiscal Year 2009 - 2010

BOARD OF TRUSTEES

|                        |               | TITLE          | TERM<br>EXPIRES |
|------------------------|---------------|----------------|-----------------|
| Ellen Clarke Temple    | Lufkin, Texas | President      | 2012            |
| Joe Deason             | Lufkin, Texas | Vice-President | 2014            |
| Tim Stacy              | Lufkin, Texas | Secretary      | 2016            |
| Trey Henderson         | Lufkin, Texas | Member         | 2014            |
| Billy G. Kistler, M.D. | Lufkin, Texas | Member         | 2016            |
| Robert L. Poland, Jr.  | Lufkin, Texas | Member         | 2012            |
| H. J. Shands, III      | Lufkin, Texas | Member         | 2014            |

PRINCIPAL ADMINISTRATIVE OFFICERS

|  |   |
|--|---|
| Larry M. Phillips                              | President   |
| Patricia M. McKenzie                           | Vice President and Dean of Instruction and Admissions |
| Steven A. Watters<br>Retired on June 30, 2010  | Vice President of Business Services                   |
| Frederick W. Kanke, Jr.                        | Vice President of Community Services                  |
| James N. Twohig                                | Dean of Student Services                              |
| Willie C. Rogers<br>Retired on August 23, 2010 | Director of Management Information Systems            |
| Michaelyn Greene                               | Controller  |

This page left blank intentionally.

Ted A. Lankford, CPA  
Glenda J. Hiers, CPA  
Richard A. Rudel, CPA  
Chris F. Wethington, CPA

# AL&H ALEXANDER LANKFORD & HIERS, INC.

*Certified Public Accountants, A Professional Corporation*

4000 S. Medford Dr., Lufkin, Texas 75901-5500

(936) 632-7771, FAX (936) 637-2448

E-mail: [alh@consolidated.net](mailto:alh@consolidated.net) Website: [www.alhcpa.com](http://www.alhcpa.com)

Yvette Sidnell, CPA  
Jennifer L. Webster, CPA  
Selena Mitchell, CPA  
Kimber Rhodes, CPA

Wilbur E. Alexander, CPA  
(1940 - 2009)

## INDEPENDENT AUDITOR'S REPORT

Board of Trustees  
Angelina County Junior College District  
Lufkin, Texas

We have audited the accompanying basic financial statements of Angelina County Junior College District as of and for the years ended August 31, 2010 and 2009, as listed in the table of contents. These financial statements are the responsibility of Angelina County Junior College District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to previously present fairly, in all material respects, the financial position of Angelina County Junior College District as of August 31, 2010 and 2009 and the changes in its financial position and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2010 on our consideration of Angelina County Junior College District's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

This page left blank intentionally.



## INDEPENDENT AUDITOR'S REPORT - CONTINUED

The Management's Discussion and Analysis on pages 9 through 16 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Angelina County Junior College District's basic financial statements. The supplemental schedules and statistical supplementary schedules 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 accompanying schedules 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. Such information, except for the statistical supplementary schedules, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The statistical supplementary schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Alexander, Lankford & Hiers, Inc.*

ALEXANDER, LANKFORD & HIERS, INC.  
Certified Public Accountants

Lufkin, Texas  
December 3, 2010

This page left blank intentionally.

**Angelina County Junior College District  
Management's Discussion and Analysis  
August 31, 2010**

The following management's discussion and analysis was prepared by the management of Angelina County Junior College District (the College). 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, 2010 and 2009. The information presented should be read in conjunction with the financial statements and the accompanying notes to the financial statements. Responsibility for the completeness and fairness of this information rests with the preparers.

**Basic Financial Statements**

The annual report consists of three basic financial statements that provide information on the College as a whole: the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Net Assets; and the Statement of Cash Flows. The financial statements are designed to provide readers with a broad overview of Angelina County Junior College District's finances in a manner comparable to those of a private sector college. Each of these statements will be discussed.

**Statement of Net Assets**

The Statement of Net Assets 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), current liabilities (obligations which must be met within the current year), and noncurrent liabilities (obligations which are not to be settled in the current year), with the difference reported as net assets. Over time, increases or decreases in net assets 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 Assets**

The Statement of Revenues, Expenses, and Changes in Net Assets presents information showing how the College's net assets changed during the most recent fiscal year. All changes in net assets 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. the accrual for compensated 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 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.

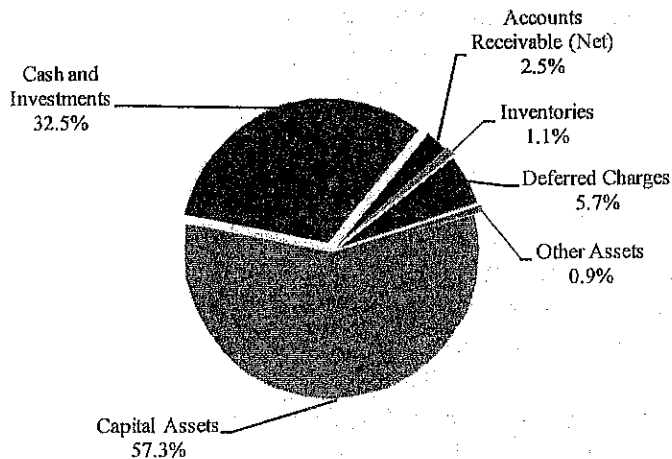
**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2010**

**Comparative Financial Information and Analysis**

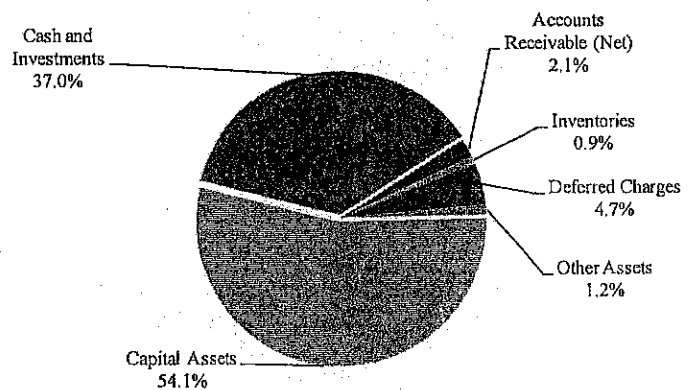
**Comparison of Current to Prior Year's Net Assets**

|  | <b>Year Ending</b>   |                      |                      |                     |
|--|----------------------|----------------------|----------------------|---------------------|
|  | <b>2010</b>          | <b>2009</b>          | <b>\$ Difference</b> | <b>% Difference</b> |
| <b>Assets</b>                                      |                      |                      |                      |                     |
| Cash and Investments                               | \$ 20,482,907        | \$ 22,997,111        | \$ (2,514,204)       | (10.93%)            |
| Accounts Receivable (Net)                          | 1,551,540            | 1,310,495            | 241,045              | 18.39%              |
| Inventories  | 710,473              | 548,228              | 162,245              | 29.59%              |
| Deferred Charges                                   | 3,572,846            | 2,907,448            | 665,398              | 22.89%              |
| Other Assets                                       | 573,777              | 729,520              | (155,743)            | (21.35%)            |
| Capital Assets                                     | 36,189,483           | 33,737,260           | 2,452,223            | 7.27%               |
| <b>Total Assets</b>                                | <b>63,081,026</b>    | <b>62,230,062</b>    | <b>850,964</b>       | <b>1.37%</b>        |
| <b>Liabilities</b>                                 |                      |                      |                      |                     |
| Current Liabilities                                | 7,641,886            | 6,735,859            | 906,027              | 13.45%              |
| Noncurrent Liabilities                             | 22,908,052           | 24,195,087           | (1,287,035)          | (5.32%)             |
| <b>Total Liabilities</b>                           | <b>30,549,938</b>    | <b>30,930,946</b>    | <b>(381,008)</b>     | <b>(1.23%)</b>      |
| <b>Net Assets</b>                                  |                      |                      |                      |                     |
| Invested in Capital Assets,<br>Net of Related Debt | 17,808,653           | 17,162,195           | 646,458              | 3.77%               |
| Restricted   | 5,755,498            | 5,663,980            | 91,518               | 1.62%               |
| Unrestricted                                       | 8,966,937            | 8,472,941            | 493,996              | 5.83%               |
| <b>Total Net Assets</b>                            | <b>\$ 32,531,088</b> | <b>\$ 31,299,116</b> | <b>\$ 1,231,972</b>  | <b>3.94%</b>        |

**Year Ending 2010 - Assets**



**Year Ending 2009 - Assets**



**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2010**

Cash and Investments decreased \$2,514,204 (11%) as payments for the construction of a new Health Careers Building were made throughout the year.

Accounts Receivable (Net) increased by \$241,045 (18%) because enrollment growth resulted in increased receivables from companies and agencies who have agreed to sponsor students for Fall 2010. Also contributing to this increase is a receivable for a new JET grant in fiscal 2010.

Bookstore Inventories increased \$162,245 (30%). While significant enrollment growth occurred in both Fall 2009 and Fall 2010, the growth was better anticipated in Fall 2010. In Fall 2009, many textbooks sold out and had to be reordered after year end.

The increase of \$665,398 (23%) in Deferred Charges results from a combination of factors. First, a tuition increase from Fall 2009 to Fall 2010 resulted in additional amounts of grant and scholarship awards being used to pay tuition, fees, and other charges. Also enrollment growth of over 9% from Fall 2009 to Fall 2010 contributed significantly to the increase.

Other Assets decreased by \$155,743 (21%). A timing in the payment of insurance resulted in a decrease in prepaid assets of \$117,941. Amortization of bond issuance costs accounted for the balance of the decrease.

Capital Assets compose 57% of the total assets of the Angelina County Junior College District. The \$36,189,483 invested in capital assets includes land, buildings, furniture and equipment, and improvements and is the largest single component of net assets. The College uses these capital assets to provide services to students, faculty, and staff. The College's investment in its 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 the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The increase in Current Liabilities of \$906,027 (13%) is due primarily to an increase in deferred revenues. Enrollment growth as well as a tuition increase account for the increase in deferred revenues.

Noncurrent Liabilities decreased \$1,287,035 (5%) as a result of payments on long-term indebtedness.

The assets of the College exceed its liabilities at the close of the most recent fiscal year by \$32,531,088 (Net Assets). Of this amount, \$8,966,937 is classified as Unrestricted Net Assets and may be used to meet the College's day-to-day obligations.

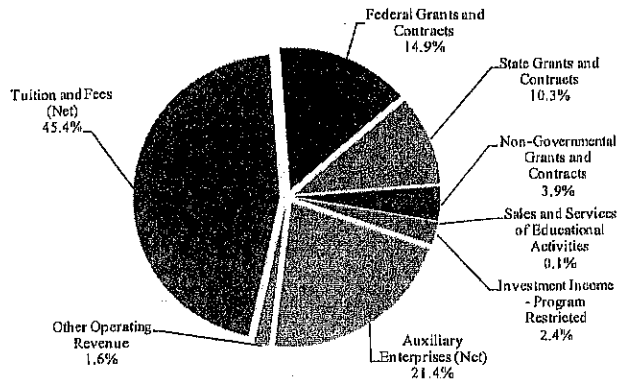
**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2010**

**Analysis of Significant Changes in Operations**

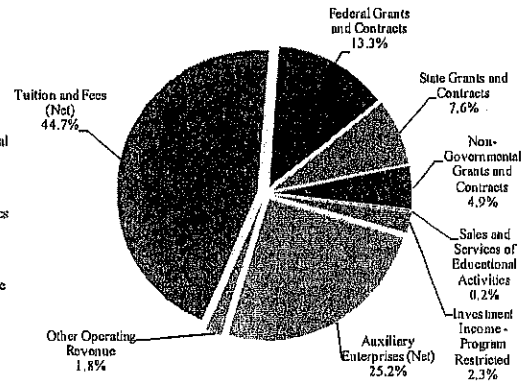
|  | Year Ending   |               | \$ Difference | % Difference |
|--|---------------|---------------|---------------|--------------|
|  | 2010          | 2009          |               |              |
| <b>Operating Revenues</b>                    |               |               |               |              |
| Tuition and Fees (Net)                       | \$ 3,994,219  | \$ 4,232,590  | \$ (238,371)  | (5.63%)      |
| Federal Grants and Contracts                 | 1,310,236     | 1,259,075     | 51,161        | 4.06%        |
| State Grants and Contracts                   | 901,557       | 718,226       | 183,331       | 25.53%       |
| Non-Governmental Grants and Contracts        | 344,500       | 467,499       | (122,999)     | (26.31%)     |
| Sales and Services of Educational Activities | 8,750         | 14,310        | (5,560)       | (38.85%)     |
| Investment Income - Program Restricted       | 215,003       | 217,862       | (2,859)       | (1.31%)      |
| Auxiliary Enterprises (Net)                  | 1,877,653     | 2,388,254     | (510,601)     | (21.38%)     |
| Other Operating Revenue                      | 144,107       | 173,980       | (29,873)      | (17.17%)     |
| Total Operating Revenue                      | 8,796,025     | 9,471,796     | (675,771)     | (7.13%)      |
| <b>Operating Expenses</b>                    |               |               |               |              |
| Instruction                                  | 11,486,873    | 10,938,945    | 547,928       | 5.01%        |
| Public Service                               | 895,122       | 952,490       | (57,368)      | (6.02%)      |
| Academic Support                             | 2,441,377     | 2,117,408     | 323,969       | 15.30%       |
| Student Services                             | 1,558,416     | 1,460,460     | 97,956        | 6.71%        |
| Institutional Support                        | 2,260,856     | 2,286,355     | (25,499)      | (1.12%)      |
| Operation and Maintenance of Plant           | 2,359,547     | 2,222,365     | 137,182       | 6.17%        |
| Scholarships and Fellowships                 | 8,510,829     | 5,318,158     | 3,192,671     | 60.03%       |
| Auxiliary Enterprises                        | 2,204,210     | 2,953,991     | (749,781)     | (25.38%)     |
| Depreciation                                 | 1,543,802     | 1,277,504     | 266,298       | 20.85%       |
| Total Operating Expenses                     | 33,261,032    | 29,527,676    | 3,733,356     | 12.64%       |
| <b>Net Operating Loss</b>                    | (24,465,007)  | (20,055,880)  | (4,409,127)   | 21.98%       |
| <b>Non-Operating Revenues</b>                |               |               |               |              |
| State Appropriations                         | 9,824,030     | 10,431,792    | (607,762)     | (5.83%)      |
| Maintenance Ad Valorem Taxes                 | 3,662,159     | 3,506,958     | 155,201       | 4.43%        |
| Debt Service Ad Valorem Taxes                | 1,821,383     | 1,215,537     | 605,846       | 49.84%       |
| Federal Revenue, Non-Operating               | 10,542,716    | 5,719,908     | 4,822,808     | 84.32%       |
| Gifts  | 588,142       | 449,827       | 138,315       | 30.75%       |
| Investment Income (Net)                      | 163,500       | 44,875        | 118,625       | 264.35%      |
| Other Non-Operating Revenues                 | 238,063       | 235,482       | 2,581         | 1.10%        |
| Total Non-Operating Revenues                 | 26,839,993    | 21,604,379    | 5,235,614     | 24.23%       |
| <b>Non-Operating Expenses</b>                |               |               |               |              |
| Interest on Capital Related Debt             | 1,086,195     | 881,649       | 204,546       | 23.20%       |
| Disposal of Capital Asset (Net)              | 131,415       | 2,028         | 129,387       | 6380.03%     |
| Total Non-Operating Expenses                 | 1,217,610     | 883,677       | 333,933       | 37.79%       |
| <b>Income Before Other Revenues</b>          | 1,157,376     | 664,822       | 492,554       | 74.09%       |
| <b>Other Revenues</b>                        |               |               |               |              |
| Capital Contributions                        | 47,500        | -             | 47,500        | -            |
| Additions to Permanent Endowments            | 27,096        | 64,090        | (36,994)      | (57.72%)     |
| Total Other Revenues                         | 74,596        | 64,090        | 10,506        | 16.39%       |
| <b>Increase in Net Assets</b>                | 1,231,972     | 728,912       | 503,060       | 69.02%       |
| <b>Beginning Net Assets</b>                  | 31,299,116    | 30,570,204    | 728,912       | 2.38%        |
| <b>Ending Net Assets</b>                     | \$ 32,531,088 | \$ 31,299,116 | \$ 1,231,972  | 3.94%        |

**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2010**

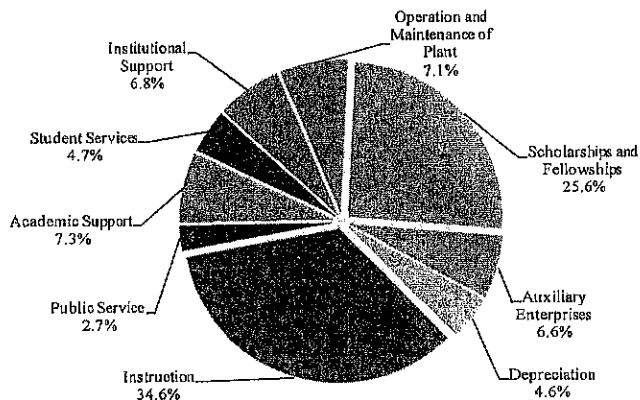
**Operating Revenues – 2010**



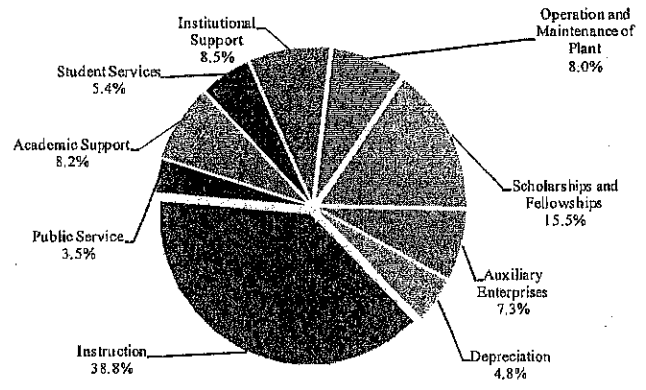
**Operating Revenues - 2009**



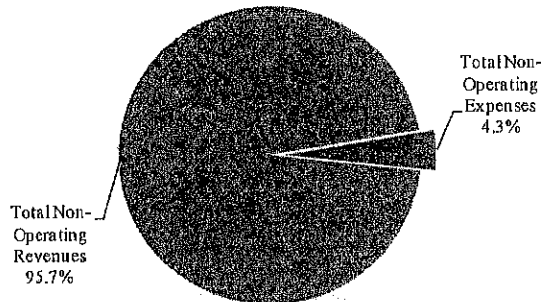
**Operating Expenses - 2010**



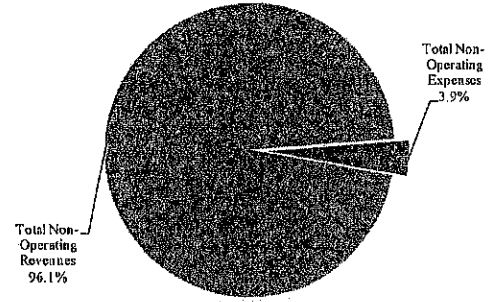
**Operating Expenses - 2009**



**Non-Operating Revenues and Expenses - 2010**



**Non-Operating Revenues and Expenses - 2009**



**Angelina County Junior College District**  
**Management's Discussion and Analysis - Continued**  
**August 31, 2010**

Operating revenues include all transactions that result from providing services in connection with 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 decreased \$238,371 (6%) despite tuition increases and enrollment growth because scholarship allowances and discounts increased sharply. This was primarily because of a larger number of Pell grant recipients using funds to pay for tuition and fees but also because the average discount per student rose with the tuition increase. The new JET grant accounts for the majority of the increase in State Grants and Contracts of \$183,331 (26%). Non-Governmental Grants and Contracts decreased \$122,999 (26%) as a result of a one-time donation from a private foundation to acquire equipment for enhanced campus security and classroom technology in the prior year. Auxiliary Enterprises (Net) decreased \$510,601 (21%) despite increased enrollment because, like tuition and fees, scholarship allowances and discounts increased significantly. This was primarily because of a larger number of Pell grant recipients using funds to pay for books and supplies but also because the average discount per student also increased in part because students are now able to purchase computers with Pell through the bookstore.

Operating expenses are all the costs necessary to perform and conduct the programs and primary purposes of the College. Operating expense increases resulted from several factors. Instructional costs increased \$547,928 (5%) due to salary increases and benefit cost increases. Scholarships and Fellowships increased \$3,192,671 (60%) as a result of the increased number of grants and scholarships awarded, as well as, an increase in the amount of the Federal Pell grant. The decrease in Auxiliary Enterprises of \$749,781 (25%) is a result of the significant increase in scholarship allowances and discounts. Depreciation increased \$266,298 (21%) because of the completion of Phase I of a multiphase building project.

Non-operating revenues are all revenue sources that are primarily non-exchange in nature. They would 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 decreased \$607,762 (6%) as a result of state budget cuts. Debt Service Ad Valorem Taxes increased \$605,846 (50%) as a result of increased property valuations as well as an increased tax rate. Federal Revenue, Non-Operating increased \$4,822,808 (84%) as a result of the fact that the number of Federal Pell grants awarded increased 43%, in addition to the fact that the amount of the Pell grant increased as well. The increase also reflects the implementation of two-federal-Pell-grants-in-one-award-year regulations as authorized in the Higher Education Opportunity Act of 2008.

Non-operating expenses are all expenditures that are not directly related to the basic services performed by the institution. They would consist primarily of interest on capital related debt and disposal of capital assets. The College's interest expense on capital related debt increased as a result of the interest related to the 2009 Limited Tax Bond Issue. Also, the Disposal of Capital Assets reflected a significant increase which was primarily the result of the demolition of two houses and the old baseball field as part of the building projects.



**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2010**

**Analysis of Cash Flows**

|   | Year Ending     |                 | \$ Difference  | % Difference |
|---|-----------------|-----------------|----------------|--------------|
|   | 2010            | 2009            |                |              |
| Net Cash Used by Operating Activities                 | \$ (21,040,520) | \$ (16,506,445) | \$ (4,534,075) | 27.47%       |
| Net Cash Provided by Non-Capital Financing Activities | 22,758,310      | 18,338,442      | 4,419,868      | 24.10%       |
| Net Cash Used by Capital Financing Activities         | (4,394,964)     | (1,975,710)     | (2,419,254)    | 122.45%      |
| Net Cash Provided (Used) by Investing Activities      | 456,695         | 509,639         | (52,944)       | (10.39%)     |
| Increase (Decrease) in Cash and Cash Equivalents      | (2,220,479)     | 365,926         | (2,586,405)    | (706.81%)    |
| Cash and Cash Equivalents at September 1              | 14,637,824      | 14,271,898      | 365,926        | 2.56%        |
| Cash and Cash Equivalents at August 31                | \$ 12,417,345   | \$ 14,637,824   | \$ (2,220,479) | (15.17%)     |

Overall, the College's year end cash balance of \$12,417,345 decreased by \$2,220,479 (15%) from last year's balance of \$14,637,824. Cash was utilized to pay construction costs throughout the year.

**Capital Assets and Long-Term Debt**

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

|                                     | Year Ending   |               | \$ Difference | % Difference |
|-------------------------------------|---------------|---------------|---------------|--------------|
|                                     | 2010          | 2009          |               |              |
| Buildings and Improvements          | \$ 27,176,929 | \$ 21,494,259 | \$ 5,682,670  | 26.44%       |
| Land and Land Improvements          | 4,232,979     | 2,391,376     | 1,841,603     | 77.01%       |
| Library Books                       | 268,015       | 256,298       | 11,717        | 4.57%        |
| Furniture, Machinery, and Equipment | 1,654,867     | 1,418,847     | 236,020       | 16.63%       |
| Construction in Process             | 2,856,693     | 8,176,480     | (5,319,787)   | (65.06%)     |
| Total                               | \$ 36,189,483 | \$ 33,737,260 | \$ 2,452,223  | 7.27%        |

**Angelina County Junior College District  
Management's Discussion and Analysis - Continued  
August 31, 2010**

During the fiscal year, the College expended \$2,751,075 on construction in process, \$42,012 on library books and materials, and \$567,781 on furniture, machinery, and equipment. The College also capitalized \$6,837,086 of buildings, and \$1,993,835 of land improvements most of which was included in construction in process at the prior year end.

At August 31, 2010, the College had some \$36.2 million invested in capital assets, net of accumulated depreciation of \$25.0 million. The largest single component of capital assets is buildings in the amount of \$25,123,181 shown net of accumulated depreciation. Depreciation charges totaled \$1,543,802 for the current fiscal year.

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.

**Other Conditions and Factors**

Phase I of a multiphase construction project which began in July 2008 was substantially completed in September 2009. This phase included a new Technical Education Shop Center, a softball and baseball complex, and a new 280-car parking area. Phase II which began in Spring 2010, will include a new Health Careers Building for expanded programs in that area and related parking and renovations. It is expected to be completed September 2011. Upon completion, these campus expansions along with expanded programs off-campus should provide for up to 1,200 additional students.

The Crockett Economic Development Council began construction of the Crockett Learning Center to be operated by Angelina College. The center is scheduled to be completed in time to accommodate classes in Fall 2011. The center will support area students in much the same fashion as the Jasper Teaching Center which also saw the opening of an expansion in Spring 2010. The Polk County Higher Education and Technology Foundation is also planning to begin construction of a College and Commerce Center in Livingston and the College has pledged \$100,000 to furnish and equip that facility for its students.

WEAVEonline, an assessment and management system developed by Virginia Commonwealth University, is being utilized at Angelina College to document the College's continuous improvement insuring institutional effectiveness.

Broad enrollment increases continued through Fall 2010 as economic factors encouraged older students to upgrade their educations and influenced younger students to seek quality educational opportunities closer to home.

**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 75904.

## **FINANCIAL STATEMENTS**

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 1**  
**STATEMENT OF NET ASSETS**  
**August 31, 2010 and August 31, 2009**

|                                      | <u>Current Year</u> | <u>Prior Year</u> |
|--------------------------------------|---------------------|-------------------|
| <b>Assets</b>                        |                     |                   |
| <b>Current Assets</b>                |                     |                   |
| Cash and Cash Equivalents            | \$ 3,563,778        | \$ 3,634,854      |
| Short-Term Investments               | 175,000             | 625,000           |
| Accounts Receivable (Net)            | 1,551,540           | 1,310,495         |
| Prepaid Expenses                     | 4,972               | 122,913           |
| Inventories                          | 710,473             | 548,228           |
| Deferred Charges                     | 3,572,846           | 2,907,448         |
| Total Current Assets                 | <u>9,578,609</u>    | <u>9,148,938</u>  |
| <b>Noncurrent Assets</b>             |                     |                   |
| Restricted Cash and Cash Equivalents | 8,853,567           | 11,002,970        |
| Restricted Short-Term Investments    | 1,475,000           | 1,703,000         |
| Endowment Investments                | 4,490,562           | 4,081,287         |
| Other Noncurrent Investments         | 1,925,000           | 1,950,000         |
| Bond Issuance Cost                   | 568,805             | 606,607           |
| Capital Assets (Net) (See Note 7)    | 36,189,483          | 33,737,260        |
| Total Noncurrent Assets              | <u>53,502,417</u>   | <u>53,081,124</u> |
| <b>Total Assets</b>                  | <u>63,081,026</u>   | <u>62,230,062</u> |
| <b>Liabilities</b>                   |                     |                   |
| <b>Current Liabilities</b>           |                     |                   |
| Accounts Payable                     | 1,643,326           | 1,821,607         |
| Accrued Liabilities                  | 391,403             | 220,449           |
| Funds Held for Others                | 84,070              | 62,036            |
| Deferred Revenues                    | 4,227,725           | 3,413,582         |
| Bonds Payable - Current Portion      | 1,295,362           | 1,218,185         |
| Total Current Liabilities            | <u>7,641,886</u>    | <u>6,735,859</u>  |
| <b>Noncurrent Liabilities</b>        |                     |                   |
| Deposits                             | 14,510              | 7,800             |
| Compensated Absences Payable         | 235,428             | 233,810           |
| Bonds Payable                        | 22,658,114          | 23,953,477        |
| Total Noncurrent Liabilities         | <u>22,908,052</u>   | <u>24,195,087</u> |
| <b>Total Liabilities</b>             | <u>30,549,938</u>   | <u>30,930,946</u> |

The accompanying notes are an integral part of this financial statement.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 1**  
**STATEMENT OF NET ASSETS**  
**August 31, 2010 and August 31, 2009**

|   | <u>Current Year</u>         | <u>Prior Year</u>           |
|---|-----------------------------|-----------------------------|
| <b>Net Assets</b>                               |                             |                             |
| Invested in Capital Assets, Net of Related Debt | 17,808,653                  | 17,162,195                  |
| Restricted                                      |                             |                             |
| Nonexpendable                                   |                             |                             |
| Student Aid                                     | 3,163,172                   | 2,893,184                   |
| Expendable                                      |                             |                             |
| Student Aid                                     | 975,752                     | 1,044,760                   |
| Instructional Programs                          | -                           | 38,816                      |
| Debt Service                                    | 1,446,043                   | 1,457,149                   |
| Other   | 170,531                     | 230,071                     |
| Unrestricted                                    | 8,966,937                   | 8,472,941                   |
| <b>Total Net Assets (Schedule D)</b>            | <u><u>\$ 32,531,088</u></u> | <u><u>\$ 31,299,116</u></u> |

The accompanying notes are an integral part of this financial statement.

This page left blank intentionally.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 2**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**August 31, 2010 and August 31, 2009**

|  | <u>Current Year</u> | <u>Prior Year</u>   |
|--|---------------------|---------------------|
| <b>Operating Revenues</b>  |                     |                     |
| Tuition and Fees (Net of Discounts of 3,859,229<br>and \$2,125,362, respectively)        | \$ 3,994,219        | \$ 4,232,590        |
| Federal Grants and Contracts   | 1,310,236           | 1,259,075           |
| State Grants and Contracts   | 901,557             | 718,226             |
| Non-Governmental Grants and Contracts  | 344,500             | 467,499             |
| Sales and Services of Educational Activities   | 8,750               | 14,310              |
| Investment Income - Program Restricted   | 215,003             | 217,862             |
| Auxiliary Enterprises (Net of Discounts of \$2,806,288<br>and \$1,388,906, respectively) | 1,877,653           | 2,388,254           |
| Other Operating Revenues   | 144,107             | 173,980             |
| Total Operating Revenues (Schedule A)  | <u>8,796,025</u>    | <u>9,471,796</u>    |
| <b>Operating Expenses</b>  |                     |                     |
| Instruction  | 11,486,873          | 10,938,945          |
| Public Service   | 895,122             | 952,490             |
| Academic Support   | 2,441,377           | 2,117,408           |
| Student Services   | 1,558,416           | 1,460,460           |
| Institutional Support  | 2,260,856           | 2,286,355           |
| Operation and Maintenance of Plant   | 2,359,547           | 2,222,365           |
| Scholarships and Fellowships   | 8,510,829           | 5,318,158           |
| Auxiliary Enterprises  | 2,204,210           | 2,953,991           |
| Depreciation   | 1,543,802           | 1,277,504           |
| Total Operating Expenses (Schedule B)  | <u>33,261,032</u>   | <u>29,527,676</u>   |
| <b>Operating Loss</b>  | <u>(24,465,007)</u> | <u>(20,055,880)</u> |
| <b>Non-Operating Revenues (Expenses)</b>   |                     |                     |
| State Appropriations   | 9,824,030           | 10,431,792          |
| Maintenance Ad Valorem Taxes   | 3,662,159           | 3,506,958           |
| Debt Service Ad Valorem Taxes  | 1,821,383           | 1,215,537           |
| Federal Revenue, Non-Operating   | 10,542,716          | 5,719,908           |
| Gifts  | 588,142             | 449,827             |
| Investment Income (Net of Investment Expenses)   | 163,500             | 44,875              |
| Interest on Capital Related Debt   | (1,086,195)         | (881,649)           |
| Disposal of Capital Assets, net  | (131,415)           | (2,028)             |
| Other Non-Operating Revenues   | 238,063             | 235,482             |
| Total Non-Operating Revenue (Expenses) (Schedule C)                                      | <u>25,622,383</u>   | <u>20,720,702</u>   |
| <b>Income Before Other Revenues</b>  | 1,157,376           | 664,822             |

The accompanying notes are an integral part of this financial statement.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 2**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**August 31, 2010 and August 31, 2009**

|  | <u>Current Year</u>  | <u>Prior Year</u>    |
|--|----------------------|----------------------|
| <b>Other Revenues</b>                        |                      |                      |
| Capital Contributions                        | 47,500               | -                    |
| Additions to Permanent Endowments            | 27,096               | 64,090               |
| Total Other Revenues                         | <u>74,596</u>        | <u>64,090</u>        |
| <br><b>Increase (Decrease) in Net Assets</b> | <br>1,231,972        | <br>728,912          |
| <br><b>Net Assets</b>                        |                      |                      |
| Net Assets - Beginning of Year               | 31,299,116           | 30,570,204           |
| Net Assets - End of Year                     | <u>\$ 32,531,088</u> | <u>\$ 31,299,116</u> |

The accompanying notes are an integral part of this financial statement.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 3**  
**STATEMENT OF CASH FLOWS**  
**August 31, 2010 and August 31, 2009**

|   | <u>Current Year</u>  | <u>Prior Year</u>    |
|---|----------------------|----------------------|
| <b>Cash Flows from Operating Activities</b>                     |                      |                      |
| Receipts from Students and Other Customers                      | \$ 5,923,493         | \$ 6,991,960         |
| Receipts from Grants and Contracts                              | 2,398,894            | 1,910,333            |
| Investment Income, Program Restricted                           | 215,003              | 217,862              |
| Collection of Loans to Students and Employees                   | (9,387)              | (4,955)              |
| Other Receipts  | 162,438              | 254,013              |
| Payments to or on Behalf of Employees                           | (15,210,571)         | (14,186,759)         |
| Payments to Suppliers for Goods or Services                     | (8,173,133)          | (6,469,417)          |
| Payments of Scholarships  | (6,366,772)          | (5,255,650)          |
| Other Cash (Payments) Receipts                                  | 19,515               | 36,168               |
| Net Cash Provided (Used) by Operating Activities                | <u>(21,040,520)</u>  | <u>(16,506,445)</u>  |
| <b>Cash Flows from Noncapital Financing Activities</b>          |                      |                      |
| Receipts from State Appropriations                              | 7,881,094            | 8,407,217            |
| Ad Valorem Tax Revenues   | 3,658,911            | 3,433,026            |
| Receipts from Non-Operating Federal Revenue                     | 10,571,382           | 5,840,000            |
| Payments for Collection of Taxes                                | (88,925)             | (84,292)             |
| Gifts and Grants (Other Than Capital)                           | 475,750              | 501,337              |
| Student Organization and Other Agency Transactions              | 22,034               | 5,671                |
| Other Non-operating Revenue                                     | 238,064              | 235,483              |
| Net Cash Provided (Used) by Noncapital Financing Activities     | <u>22,758,310</u>    | <u>18,338,442</u>    |
| <b>Cash Flows from Capital and Related Financing Activities</b> |                      |                      |
| Net Proceeds from Issuance of Capital Debt                      | -                    | 6,620,265            |
| Capital Contracts, Grants and Gifts                             | 47,500               | -                    |
| Ad Valorem Tax Revenue  | 1,811,762            | 1,190,678            |
| Purchases of Capital Assets                                     | (3,987,648)          | (7,935,026)          |
| Payment on Capital Debt and Leases                              | (2,266,578)          | (1,851,627)          |
| Net Cash Provided (Used) by Capital Financing Activities        | <u>(4,394,964)</u>   | <u>(1,975,710)</u>   |
| <b>Cash Flows from Investing Activities</b>                     |                      |                      |
| Proceeds from Sale and Maturity of Investments                  | 3,637,013            | 4,786,995            |
| Investment Earnings   | 44,270               | 240,626              |
| Purchases of Investments  | (3,224,588)          | (4,517,982)          |
| Net Cash Provided (Used) by Investing Activities                | <u>456,695</u>       | <u>509,639</u>       |
| Increase (Decrease) in Cash and Cash Equivalents                | (2,220,479)          | 365,926              |
| Cash and Cash Equivalents - September 1                         | 14,637,824           | 14,271,898           |
| Cash and Cash Equivalents - August 31                           | <u>\$ 12,417,345</u> | <u>\$ 14,637,824</u> |

The accompanying notes are an integral part of this financial statement.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**EXHIBIT 3**  
**STATEMENT OF CASH FLOWS**  
**August 31, 2010 and August 31, 2009**

|  | <u>Current Year</u>    | <u>Prior Year</u>      |
|--|------------------------|------------------------|
| <b>Reconciliation of Net Operating Revenues (Expenses) to<br/>Net Cash Provided (Used) by Operating Activities</b> |                        |                        |
| <b>Operating Income (Loss)</b>   | \$ (24,465,007)        | \$ (20,055,880)        |
| <b>Adjustments to Reconcile Net Income (Loss) to<br/>Net Cash Provided (Used) by Operating Activities</b>          |                        |                        |
| Reclassification of Prior Year Construction in Progress  | -                      | 63,197                 |
| Depreciation Expense   | 1,543,802              | 1,277,504              |
| Bad Debt Expense   | 268,879                | 141,184                |
| Tax Collection Fee   | 88,925                 | 84,291                 |
| Payments made directly by state for benefits   | 1,942,936              | 2,024,575              |
| <b>Changes in Non-operating Assets and Liabilities</b>   |                        |                        |
| Interest Receivable  | 529                    | (35,338)               |
| Ad Valorem Taxes Receivable  | 12,868                 | (4,443)                |
| Deferred Gift Revenue  | (305)                  | 499                    |
| Federal Receivable - Non-operating   | (28,666)               | (120,092)              |
| <b>Changes in Assets and Liabilities</b>   |                        |                        |
| Accounts Receivable (Net)  | (509,923)              | (61,921)               |
| Inventories  | (162,245)              | 500,526                |
| Prepaid Expenses   | 117,941                | (50,942)               |
| Deferred Charges   | (665,398)              | (1,096,241)            |
| Accounts Payable   | (178,281)              | 338,234                |
| Accrued Liabilities  | 170,954                | 69,048                 |
| Deferred Revenue   | 814,143                | 406,909                |
| Deposits   | 6,710                  | (500)                  |
| Compensated Absences Payable   | 1,618                  | 12,945                 |
| <b>Net Cash Provided (Used) by Operating Activities</b>  | <u>\$ (21,040,520)</u> | <u>\$ (16,506,445)</u> |

The accompanying notes are an integral part of this financial statement.

This page left blank intentionally.



**Angelina County Junior College District**  
**Notes to the Financial Statements**  
**August 31, 2010**

**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 to be 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 and all applicable Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, unless they conflict or contradict GASB pronouncements. The College has elected not to apply FASB guidance issued subsequent to November 30, 1989, unless specifically adopted by the GASB. 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 amount is recorded as a tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

## 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.

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the College's policy is to apply restricted resources first.

### 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.

### 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.

### 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

## 2. Summary of Significant Accounting Policies - Continued

assets' 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  |

### Deferred Revenues

Tuition and fees of \$3,983,782 and \$3,391,765 and federal, state, and local grants of \$243,943 and \$21,817 have been reported as deferred revenues at August 31, 2010 and August 31, 2009, respectively.

### 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.

### 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

## 2. Summary of Significant Accounting Policies - Continued

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 Reclassification

Certain reclassifications have been made to the prior year presentation on the Statement of Cash Flows (Exhibit 3) to conform to the current year presentation.

## 3. Authorized Investments

The Board of Trustees of the College has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act (Section 2256.001, Texas Government Code). The investments of the College are in compliance with the trustees' investment policies. Such investments include: (1) mutual funds, (2) obligations of the United States or its agencies, (3) direct obligations of the State of Texas or its agencies, (4) certificates of deposits, and (5) other instruments and obligations authorized by statute.

## 4. Deposits and Investments

Cash and deposits reported on the Statement of Net Assets consist of the following items:

|                                      | August 31, 2010      | August 31, 2009      |
|--------------------------------------|----------------------|----------------------|
| Cash and Deposits                    |                      |                      |
| Bank Deposits                        |                      |                      |
| Demand Deposits                      | \$ 12,291,684        | \$ 14,418,105        |
| Certificates of Deposit - Short-term | 1,921,440            | 2,524,367            |
| Certificates of Deposit - Long-term  | 3,122,430            | 2,910,313            |
|                                      | <u>17,335,554</u>    | <u>19,852,785</u>    |
| Cash and Cash Equivalents            |                      |                      |
| Petty Cash on Hand                   | 16,300               | 18,300               |
| Total Cash and Deposits              | <u>\$ 17,351,854</u> | <u>\$ 19,871,085</u> |

#### 4. Deposits and Investments - Continued

##### Reconciliation of Deposits and Investments to Exhibit 1

| Type of Security                                  | Fair Value<br>August 31, 2010 | Fair Value<br>August 31, 2009 |
|---|-------------------------------|-------------------------------|
| U.S. Government Agencies                          | \$ 644,372                    | \$ 666,451                    |
| Mutual Funds                                      | 1,993,996                     | 1,885,427                     |
| Corporate Bonds                                   | 339,544                       | 324,987                       |
| Municipal Bonds                                   | 10,221                        | 15,181                        |
| Annuity   | 33,559                        | 32,560                        |
| Total Cash and Bank Deposits                      | 17,351,854                    | 19,871,085                    |
| Total Endowment Bank Deposits                     | 109,361                       | 201,420                       |
| Total Cash, Deposits, and Investments             | <u>\$ 20,482,907</u>          | <u>\$ 22,997,111</u>          |
| Current (Exhibit 1)                               |                               |                               |
| Cash and Cash Equivalents                         | \$ 3,563,778                  | \$ 3,634,854                  |
| Short-Term Investments                            | 175,000                       | 625,000                       |
| Noncurrent (Exhibit 1)                            |                               |                               |
| Restricted Cash and Cash Equivalents              | 8,853,567                     | 11,002,970                    |
| Restricted Short-Term Investments                 | 1,475,000                     | 1,703,000                     |
| Endowment Investments                             | 4,490,562                     | 4,081,287                     |
| Other Noncurrent Investments                      | 1,925,000                     | 1,950,000                     |
| Total Current and Noncurrent Cash and Investments | <u>\$ 20,482,907</u>          | <u>\$ 22,997,111</u>          |

As of August 31, 2010, the College had the following investments and maturities:

| Investment Type            | Fair Value          | Investment Maturities (in years) |                     |                   |
|----------------------------|---------------------|----------------------------------|---------------------|-------------------|
|                            |                     | Less Than 1                      | 1 to 5              | 5 or More         |
| U.S. Government Securities | \$ 644,372          | \$ -                             | \$ 111,375          | \$ 532,997        |
| Certificates of Deposit    | 5,043,870           | 1,921,440                        | 2,901,956           | 220,474           |
| Corporate Bonds            | 339,544             | -                                | 229,836             | 109,708           |
| Municipal Bonds            | 10,221              | -                                | -                   | 10,221            |
| Annuity                    | 33,559              | -                                | 33,559              | -                 |
| Total                      | <u>\$ 6,071,566</u> | <u>\$ 1,921,440</u>              | <u>\$ 3,276,726</u> | <u>\$ 873,400</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

#### **4. Deposits and Investments - Continued**

maturities greater than 10 years. All College investments are in compliance with the Public Funds Investment Act.

*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. As of August 31, 2010, the College's investments in U.S. Government Agencies are rated AAA by Moody's Investors Service, Inc. and Standard and Poor's Corporation. As of August 31, 2010, the College's investments in corporate bonds are rated at least BAA1/BBB+ by Moody's Investors Service, Inc. and Standard and Poor's Corporation, respectively. Moody's Investors Service, Inc. has rated the College's investment in municipal bonds AAA at August 31, 2010. The College's investments in mutual funds are rated at least ★★ by Morningstar, Inc. as of August 31, 2010.

*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, 2010, more than 5% of the College's investments were in U.S. Government Securities and Corporate Bonds. These investments were 10.61%, and 5.59%, respectively, of total 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, 2010 and 2009, the bank balance of the College's deposits were \$7,228,943 and \$6,621,167, respectively. Of these balances, the amounts covered by FDIC insurance and the FDIC's Transaction Account Guarantee Program were \$3,598,017 and \$882,167 at August 31, 2010 and 2009, respectively. The remaining balances at August 31, 2010 and 2009 of \$3,630,926 and \$5,739,000 were entirely covered by pledged collateral held by the pledging financial institution in the College's name.

#### **5. Derivative Investments**

Angelina County Junior College District owned no derivative investments at August 31, 2010 or 2009.

#### **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 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, 2010 and 2009, endowment interest, dividend earnings, and capital gains totaled \$164,039 and \$171,742, respectively. Unrealized gains for the year ended August 31, 2010 totaled \$118,701. Unrealized losses for the year ended August 31, 2009 totaled \$160,412.

For the years ended August 31, 2010 and 2009, scholarship distributions from current year endowment interest earnings totaled \$200,000 and \$190,006, respectively. The fair value of endowment assets at August 31, 2010 and 2009 was \$4,599,923 and 4,282,707, respectively. Endowment net assets are classified as restricted nonexpendable student aid in the Statement of Net Assets.

## 7. Capital Assets

Capital assets activity for the year ended August 31, 2010 was as follows:

|  | Balance<br>September 1,<br>2009 | Increase      | Decrease     | Balance<br>August 31,<br>2010 |
|--|---------------------------------|---------------|--------------|-------------------------------|
| <b>Not Depreciated</b>                                 |                                 |               |              |                               |
| Land   | \$ 1,545,373                    | \$ -          | \$ -         | \$ 1,545,373                  |
| Construction in Process                                | 8,176,480                       | 2,751,075     | 8,070,862    | 2,856,693                     |
| Subtotal   | 9,721,853                       | 2,751,075     | 8,070,862    | 4,402,066                     |
| <b>Other Capital Assets</b>                            |                                 |               |              |                               |
| Buildings  | 36,853,287                      | 6,837,086     | 132,440      | 43,557,933                    |
| Land Improvements                                      | 2,774,341                       | 1,993,835     | -            | 4,768,176                     |
| Building Improvements                                  | 3,167,103                       | 6,513         | 21,240       | 3,152,376                     |
| Library Books  | 1,105,362                       | 42,012        | 36,513       | 1,110,861                     |
| Furniture, Machinery, Vehicles,<br>and Other Equipment | 2,261,832                       | 359,125       | 14,885       | 2,606,072                     |
| Telecommunications and<br>Peripheral Equipment         | 1,542,630                       | 208,656       | 142,909      | 1,608,377                     |
| Subtotal   | 47,704,555                      | 9,447,227     | 347,987      | 56,803,795                    |
| Total Capital Assets                                   | 57,426,408                      | 12,198,302    | 8,418,849    | 61,205,861                    |
| <b>Accumulated Depreciation</b>                        |                                 |               |              |                               |
| Buildings  | 17,579,486                      | 871,159       | 15,893       | 18,434,752                    |
| Land Improvements                                      | 1,928,338                       | 152,232       | -            | 2,080,570                     |
| Building Improvements                                  | 946,645                         | 158,355       | 6,372        | 1,098,628                     |
| Library Books  | 849,064                         | 30,295        | 36,513       | 842,846                       |
| Furniture, Machinery, Vehicles,<br>and Other Equipment | 1,459,853                       | 145,189       | 14,885       | 1,590,157                     |
| Telecommunications and<br>Peripheral Equipment         | 925,762                         | 186,572       | 142,909      | 969,425                       |
| Subtotal   | 23,689,148                      | 1,543,802     | 216,572      | 25,016,378                    |
| Net Other Capital Assets                               | 24,015,407                      | 7,903,425     | 131,415      | 31,787,417                    |
| Net Capital Assets                                     | \$ 33,737,260                   | \$ 10,654,500 | \$ 8,202,277 | \$ 36,189,483                 |

## 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, 2009 was as follows:

|  | Balance<br>September 1,<br>2008 | Increase            | Decrease         | Balance<br>August 31,<br>2009 |
|--|---------------------------------|---------------------|------------------|-------------------------------|
| Not Depreciated  |                                 |                     |                  |                               |
| Land   | \$ 1,545,373                    | \$ -                | \$ -             | \$ 1,545,373                  |
| Construction in Process                                | 809,725                         | 7,429,952           | 63,197           | 8,176,480                     |
| Subtotal   | <u>2,355,098</u>                | <u>7,429,952</u>    | <u>63,197</u>    | <u>9,721,853</u>              |
| Other Capital Assets                                   |                                 |                     |                  |                               |
| Buildings  | 36,853,287                      | -                   | -                | 36,853,287                    |
| Land Improvements                                      | 2,774,341                       | -                   | -                | 2,774,341                     |
| Building Improvements                                  | 3,167,103                       | -                   | -                | 3,167,103                     |
| Library Books  | 1,097,600                       | 27,782              | 20,020           | 1,105,362                     |
| Furniture, Machinery, Vehicles,<br>and Other Equipment | 2,025,039                       | 280,012             | 43,219           | 2,261,832                     |
| Telecommunications and<br>Peripheral Equipment         | 1,364,003                       | 209,361             | 30,734           | 1,542,630                     |
| Subtotal   | <u>47,281,373</u>               | <u>517,155</u>      | <u>93,973</u>    | <u>47,704,555</u>             |
| Total Capital Assets                                   | <u>49,636,471</u>               | <u>7,947,107</u>    | <u>157,170</u>   | <u>57,426,408</u>             |
| Accumulated Depreciation                               |                                 |                     |                  |                               |
| Buildings  | 16,842,420                      | 737,066             | -                | 17,579,486                    |
| Land Improvements                                      | 1,847,282                       | 81,056              | -                | 1,928,338                     |
| Building Improvements                                  | 788,290                         | 158,355             | -                | 946,645                       |
| Library Books  | 838,373                         | 30,711              | 20,020           | 849,064                       |
| Furniture, Machinery, Vehicles,<br>and Other Equipment | 1,375,029                       | 126,015             | 41,191           | 1,459,853                     |
| Telecommunications and<br>Peripheral Equipment         | 812,195                         | 144,301             | 30,734           | 925,762                       |
| Subtotal   | <u>22,503,589</u>               | <u>1,277,504</u>    | <u>91,945</u>    | <u>23,689,148</u>             |
| Net Other Capital Assets                               | <u>24,777,784</u>               | <u>(760,349)</u>    | <u>2,028</u>     | <u>24,015,407</u>             |
| Net Capital Assets                                     | <u>\$ 27,132,882</u>            | <u>\$ 6,669,603</u> | <u>\$ 65,225</u> | <u>\$ 33,737,260</u>          |



## 8. Long-Term Liabilities

Long-term liability activity for the year ended August 31, 2010 was as follows:

|                                     | Balance<br>August 31,<br>2009 | Additions         | Reductions          | Balance<br>August 31,<br>2010 | Current<br>Portion  |
|-------------------------------------|-------------------------------|-------------------|---------------------|-------------------------------|---------------------|
| <b>Bonds and Notes</b>              |                               |                   |                     |                               |                     |
| Academic Building Revenue Bonds     | \$ -                          | \$ -              | \$ -                | \$ -                          | \$ -                |
| Series 1995 Revenue Bonds           | 1,590,000                     | -                 | 190,000             | 1,400,000                     | 200,000             |
| Series 2001 Maintenance Tax Notes   | 370,000                       | -                 | 180,000             | 190,000                       | 190,000             |
| Series 2004 Tax Refunding Bonds     | 3,200,241                     | -                 | 286,141             | 2,914,100                     | 289,251             |
| Series 2005 Advance Refunding Bonds | 3,238,344                     | -                 | 196,527             | 3,041,817                     | 216,017             |
| Series 2008 Limited Tax Bonds       | 10,152,812                    | -                 | 237,240             | 9,915,572                     | 240,923             |
| Series 2009 Limited Tax Bonds       | 6,620,265                     | -                 | 128,278             | 6,491,987                     | 159,171             |
| <b>Total Bonds and Notes</b>        | <b>25,171,662</b>             | <b>-</b>          | <b>1,218,186</b>    | <b>23,953,476</b>             | <b>\$ 1,295,362</b> |
| <b>Other Liabilities</b>            |                               |                   |                     |                               |                     |
| Compensated Absences Payable        | 233,810                       | 218,222           | 216,604             | 235,428                       |                     |
| Deposits Payable                    | 7,800                         | 13,810            | 7,100               | 14,510                        |                     |
| Deferred Revenue                    | -                             | -                 | -                   | -                             |                     |
| <b>Total Liabilities</b>            | <b>25,413,272</b>             | <b>\$ 232,032</b> | <b>\$ 1,441,890</b> | <b>24,203,414</b>             |                     |
| <b>Current Portion</b>              | <b>(1,218,185)</b>            |                   |                     | <b>(1,295,362)</b>            |                     |
| <b>Total Noncurrent Portion</b>     | <b>\$ 24,195,087</b>          |                   |                     | <b>\$ 22,908,052</b>          |                     |

Long-term liability activity for the year ended August 31, 2009 was as follows:

|                                     | Balance<br>September 1,<br>2008 | Additions           | Reductions          | Balance<br>August 31,<br>2009 | Current<br>Portion  |
|-------------------------------------|---------------------------------|---------------------|---------------------|-------------------------------|---------------------|
| <b>Bonds and Notes</b>              |                                 |                     |                     |                               |                     |
| Academic Building Revenue Bonds     | \$ 35,000                       | \$ -                | \$ 35,000           | \$ -                          | \$ -                |
| Series 1995 Revenue Bonds           | 1,735,000                       | -                   | 145,000             | 1,590,000                     | 190,000             |
| Series 2001 Maintenance Tax Notes   | 545,000                         | -                   | 175,000             | 370,000                       | 180,000             |
| Series 2004 Tax Refunding Bonds     | 3,468,585                       | -                   | 268,344             | 3,200,241                     | 286,140             |
| Series 2005 Advance Refunding Bonds | 3,435,128                       | -                   | 196,784             | 3,238,344                     | 196,527             |
| Series 2008 Limited Tax Bonds       | 10,152,812                      | -                   | -                   | 10,152,812                    | 237,240             |
| Series 2009 Limited Tax Bonds       | -                               | 6,620,265           | -                   | 6,620,265                     | 128,278             |
| <b>Total Bonds and Notes</b>        | <b>19,371,525</b>               | <b>6,620,265</b>    | <b>820,128</b>      | <b>25,171,662</b>             | <b>\$ 1,218,185</b> |
| <b>Other Liabilities</b>            |                                 |                     |                     |                               |                     |
| Compensated Absences Payable        | 220,865                         | 210,304             | 197,359             | 233,810                       |                     |
| Deposits Payable                    | 8,300                           | 11,500              | 12,000              | 7,800                         |                     |
| Deferred Revenue                    | 103,233                         | -                   | 103,233             | -                             |                     |
| <b>Total Liabilities</b>            | <b>19,703,923</b>               | <b>\$ 6,842,069</b> | <b>\$ 1,132,720</b> | <b>25,413,272</b>             |                     |
| <b>Current Portion</b>              | <b>(820,128)</b>                |                     |                     | <b>(1,218,185)</b>            |                     |
| <b>Total Noncurrent Portion</b>     | <b>\$ 18,883,795</b>            |                     |                     | <b>\$ 24,195,087</b>          |                     |

## 9. Debt Obligations

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

| Fiscal Year | Principal            | Interest             | Total                |
|-------------|----------------------|----------------------|----------------------|
| 2011        | \$ 1,295,362         | \$ 1,006,893         | \$ 2,302,255         |
| 2012        | 1,144,185            | 949,358              | 2,093,543            |
| 2013        | 1,220,475            | 899,495              | 2,119,970            |
| 2014        | 1,314,706            | 845,850              | 2,160,556            |
| 2015        | 1,329,363            | 789,220              | 2,118,583            |
| 2016 - 2020 | 5,973,434            | 3,114,235            | 9,087,669            |
| 2021 - 2025 | 3,600,833            | 2,152,056            | 5,752,889            |
| 2026 - 2030 | 4,098,888            | 1,398,562            | 5,497,450            |
| 2031 - 2034 | 3,976,230            | 418,869              | 4,395,099            |
| Total       | <u>\$ 23,953,476</u> | <u>\$ 11,574,538</u> | <u>\$ 35,528,014</u> |

## 10. Bonds and Notes Payable

Bonds and notes are payable semi-annually with annual obligations varying from \$1,076,063 to \$2,256,893, 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:

|  | August 31,<br>2010 | August 31,<br>2009 |
|--|--------------------|--------------------|
| <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, transfer of tuition. |                    |                    |
| • Interest rate of 5.00% to 7.00%.   |                    |                    |
| • Outstanding balance:   | \$ 1,400,000       | \$ 1,590,000       |
| <b>Maintenance Tax Notes, Series 2001.</b>                                     |                    |                    |
| • To renovate heating, ventilation, and air conditioning systems campus wide.  |                    |                    |
| • Issued August 1, 2001, matures fiscal 2011.                                  |                    |                    |
| • \$1,575,000 was authorized and issued.                                       |                    |                    |
| • Source of revenue for debt service - maintenance and operation taxes.        |                    |                    |
| • Interest rate of 3.70% to 5.00%.   |                    |                    |
| • Outstanding balance:   | 190,000            | 370,000            |

# 10. Bonds and Notes Payable - Continued

|   | August 31,<br>2010 | August 31,<br>2009 |
|---|--------------------|--------------------|
| Limited Tax Refunding Bonds, Series 2004.   |                    |                    |
| <ul style="list-style-type: none"> <li>To refund the series 1994 limited tax bonds that provided funds for construction of a Community Service building and a Workforce Development Center.</li> <li>Issued July 15, 2004, matures fiscal 2019.</li> <li>\$4,275,000 was authorized and issued.</li> <li>Source of revenue for debt service – ad valorem taxes.</li> <li>Interest rate of 3.50% to 5.00%.</li> <li>Outstanding balance:</li> </ul>  | 2,914,100          | 3,200,241          |
| 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> | 3,041,817          | 3,238,344          |
| 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>   | 9,915,572          | 10,152,812         |
| 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>  | 6,491,987          | 6,620,265          |
| Total Bonds Payable   | \$ 23,953,476      | \$ 25,171,662      |

## **11. Short-Term Debt**

The College has no short-term debt as of August 31, 2010 or 2009.

## **12. 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 state 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 year 2009 and September through December of fiscal year 2010. The rate increased to 6.644 percent for January through August of fiscal year 2010. The state contribution rate was 6.58 percent for fiscal years 2010 and 2009. In certain instances the reporting district is required to make all or a portion of the state's 6.58 percent contribution for fiscal years 2010 and 2009.

### Optional Retirement Program (ORP)

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

## 12. Employees' Retirement Plan - Continued

*Funding Policy.* Contribution requirements are not actuarially determined but are established and amended by the Texas legislature. The percentages of participant salaries currently contributed by the state and each participant are 6.40 and 6.40 respectively. The College contributes 2.10 percent 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.

### 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% and the State of Texas and the College make no contribution.

The retirement expense to the State for the College was \$637,383, and \$618,436 for the fiscal years ended August 31, 2010 and 2009, respectively. This amount represents the portion of expended appropriations made by the state legislature on behalf of the College.

The total payroll for all College employees was \$14,276,210, and \$13,421,441 for fiscal years ended August 31, 2010 and 2009, respectively. The total payroll of employees covered by the Teachers Retirement System was \$6,352,499, and \$5,935,875, and the total payroll of employees covered by the Optional Retirement Program was \$5,295,083, and \$5,099,170, for fiscal years ended August 31, 2010 and 2009, respectively.

## 13. 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 \$235,428 and \$233,810 for fiscal years ended August 31, 2010 and 2009, respectively.

Sick leave, which can be accumulated to a maximum of 90 days, is earned at the rate of one day per month. 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.

**14. Pending Lawsuits and Claims**

On August 31, 2010, no claims involving the College were pending.

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

Receivables were as follows:

|  | August 31,<br>2010  | August 31,<br>2009  |
|--|---------------------|---------------------|
| Students and Other Customers                 | \$ 1,762,496        | \$ 1,317,246        |
| Allowance for Doubtful Accounts              | (1,157,694)         | (899,328)           |
| Federal Grants and Contracts - Operating     | 352,501             | 521,789             |
| Federal Grants and Contracts - Non-operating | 23,098              | 51,764              |
| Other Grants and Contracts                   | 263,768             | 39,261              |
| Loans to Students                            | 121,361             | 111,289             |
| Allowance for Doubtful Accounts              | (113,727)           | (103,215)           |
| Taxes Receivable                             | 505,191             | 423,981             |
| Allowance for Uncollectible Taxes            | (366,309)           | (297,967)           |
| Interest Receivable                          | 105,416             | 104,887             |
| Other Receivables                            | 55,439              | 40,788              |
| Total Receivables                            | <u>\$ 1,551,540</u> | <u>\$ 1,310,495</u> |

Payables and accrued liabilities were as follows:

|                           | August 31,<br>2010  | August 31,<br>2009  |
|---------------------------|---------------------|---------------------|
| Vendors                   | \$ 1,638,715        | \$ 1,817,540        |
| Students                  | 4,611               | 4,067               |
| Total Payables            | <u>\$ 1,643,326</u> | <u>\$ 1,821,607</u> |
| Salaries and Benefits     | \$ 263,728          | \$ 117,483          |
| Sales Taxes               | 121,372             | 101,857             |
| Other                     | 6,303               | 1,109               |
| Total Accrued Liabilities | <u>\$ 391,403</u>   | <u>\$ 220,449</u>   |

## 16. 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 Deferred 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 2010 and 2009 for which monies have not been received nor funds expended totaled \$3,215,564 and \$2,292,625. Of these amounts, \$1,971,688 and \$1,838,531 were from Federal Contract and Grant Awards and \$1,243,876 and \$454,094 were from State Contract and Grant Awards for the fiscal years ended 2010 and 2009, respectively.

## 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<br>Fiscal Year<br>Liability | Current Year<br>Claims and<br>Changes in<br>Estimates | Claims<br>Payments | Liability<br>Balance at<br>Fiscal Year<br>End |
|------|--|---|--------------------|---|
| 2010 | \$ 2,492                                 | \$ (90)   | \$ 1,463           | \$ 939  |
| 2009 | \$ 3,597                                 | \$ (866)  | \$ 239             | \$ 2,492                                      |

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

## 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.

The State's contribution per full-time employee and retiree ranged from \$385 to \$753 per month for the year ended August 31, 2010 (\$361 to \$705 per month for the year ended August 31, 2009) and totaled \$1,305,553 for the fiscal year ended August 31, 2010 (\$1,406,139 for the fiscal year ended August 31, 2009).

The cost of providing those benefits for 96 retirees for the fiscal year ended August 31, 2010 was \$41,126 (retiree benefits for 91 retirees for the fiscal year ended August 31, 2009 was \$30,028). For 260 active employees, the cost of providing benefits was \$618,537 for the fiscal year ended August 31, 2010 (for 244 active employees, the cost of providing benefits was \$364,285 for the fiscal year ended August 31, 2009).

## 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,<br>2010      | August 31,<br>2009      |
|---------------------------------------|-------------------------|-------------------------|
| Assessed Valuation of the College     | \$ 4,058,206,848        | \$ 3,582,902,535        |
| Less: Exemptions                      | 482,296,398             | 227,403,029             |
| Less: Abatements                      | 9,894,667               | 11,134,499              |
| Net Assessed Valuation of the College | <u>\$ 3,566,015,783</u> | <u>\$ 3,344,365,007</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, 2010                     | \$ 0.1035          | \$ 0.0517    | \$ 0.1552 |
| - FYE August 31, 2009                     | \$ 0.1018          | \$ 0.0357    | \$ 0.1375 |



## 19. Ad Valorem Tax - Continued

Taxes levied for the year ended August 31, 2010 were \$5,504,521 (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-2010      | Current Operations  | Debt Service        | Total               |
|------------------------|---------------------|---------------------|---------------------|
| Current Taxes          | \$ 3,557,347        | \$ 1,774,630        | \$ 5,331,977        |
| Delinquent Taxes       | 49,853              | 24,259              | 74,112              |
| Penalties and Interest | 54,959              | 22,494              | 77,453              |
| Total Tax Revenues     | <u>\$ 3,662,159</u> | <u>\$ 1,821,383</u> | <u>\$ 5,483,542</u> |

Taxes levied for the year ended August 31, 2009 were \$4,580,371 (which includes any penalty and interest assessed if applicable).

| Tax Revenues-2009      | Current Operations  | Debt Service        | Total               |
|------------------------|---------------------|---------------------|---------------------|
| Current Taxes          | \$ 3,295,274        | \$ 1,153,000        | \$ 4,448,274        |
| Delinquent Taxes       | 147,053             | 44,365              | 191,418             |
| Penalties and Interest | 64,631              | 18,172              | 82,803              |
| Total Tax Revenues     | <u>\$ 3,506,958</u> | <u>\$ 1,215,537</u> | <u>\$ 4,722,495</u> |

Tax collections for the year ended August 31, 2010 and 2009 were 97% and 97%, 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, 2010 and 2009.

## 21. Risk Management

The College is exposed to various risks of loss related to torts, theft, damage, or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2010, the College participated in a public entity risk sharing pool through the Texas Association of School Boards to cover general liabilities. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

## **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 \$324,000 and \$224,400 in non-monetary transactions representing the value of the use of these off-campus facilities for the years ended August 31, 2010 and 2009, 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 \$110,007 and \$110,007 in non-monetary transactions representing the value of the donation of the facilities for the years ended August 31, 2010 and 2009, respectively. A corresponding amount is also included in non-operating revenues.

## **23. Commitments**

The College has a construction management contract with J.E. Kingham Construction Company to provide continued management of the College's expansion projects. Construction on the new Health Careers building was not complete at August 31, 2010. This construction is funded with the remaining proceeds from the 2008 and 2009 tax bond issues.

## **24. 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.

**24. Post-Employment Benefits Other than Pensions - Continued**

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.

The College's contributions to SRHP for the years ended August 31, 2010, 2009, and 2008, were \$41,126, \$30,028, and \$30,491, respectively, which equaled the required contributions each year.

This page left blank intentionally.

## **SUPPLEMENTAL INFORMATION**

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE A**  
**SCHEDULE OF OPERATING REVENUES**  
**For the Year Ended August 31, 2010**  
**With Memorandum Totals for the Year Ended August 31, 2009**

|  | Unrestricted        | Restricted          | Total<br>Educational<br>Activities | Auxiliary<br>Enterprises | Totals<br>Memorandum Only |                     |
|--|---------------------|---------------------|------------------------------------|--------------------------|---------------------------|---------------------|
|  |                     |                     |                                    |                          | Current Year              | Prior Year          |
| <b>Tuition</b>                               |                     |                     |                                    |                          |                           |                     |
| State Funded Credit Courses                  |                     |                     |                                    |                          |                           |                     |
| In-District Resident Tuition                 | \$ 1,816,198        | \$ -                | \$ 1,816,198                       | \$ -                     | \$ 1,816,198              | \$ 1,408,961        |
| Out-of-District Resident Tuition             | 2,989,435           | -                   | 2,989,435                          | -                        | 2,989,435                 | 2,485,760           |
| Non-Resident Tuition                         | 153,026             | -                   | 153,026                            | -                        | 153,026                   | 138,817             |
| TPEG - Credit (set aside)*                   | 309,528             | -                   | 309,528                            | -                        | 309,528                   | 251,338             |
| State Funded Continuing Education Courses    | 679,346             | -                   | 679,346                            | -                        | 679,346                   | 568,883             |
| TPEG - Non-Credit (set aside)*               | 43,340              | -                   | 43,340                             | -                        | 43,340                    | 36,312              |
| Non-State Funded Continuing Education        | 39,649              | -                   | 39,649                             | -                        | 39,649                    | 54,456              |
| Total Tuition                                | 6,030,522           | -                   | 6,030,522                          | -                        | 6,030,522                 | 4,944,527           |
| <b>Fees</b>                                  |                     |                     |                                    |                          |                           |                     |
| Student Service Fee                          | -                   | -                   | -                                  | 558,813                  | 558,813                   | 398,755             |
| Building Use Fee                             | -                   | 446,910             | 446,910                            | -                        | 446,910                   | 384,573             |
| Laboratory Fee                               | 427,756             | -                   | 427,756                            | -                        | 427,756                   | 352,153             |
| Other Fees                                   | 172,172             | -                   | 172,172                            | 217,275                  | 389,447                   | 277,944             |
| Total Fees                                   | 599,928             | 446,910             | 1,046,838                          | 776,088                  | 1,822,926                 | 1,413,425           |
| <b>Scholarship Allowances and Discounts</b>  |                     |                     |                                    |                          |                           |                     |
| Local Scholarships                           | (344,435)           | -                   | (344,435)                          | (31,482)                 | (375,917)                 | (360,729)           |
| Auxiliary Scholarships                       | (136,939)           | -                   | (136,939)                          | (10,271)                 | (147,210)                 | (137,142)           |
| Remissions and Exemptions-State              | (124,979)           | -                   | (124,979)                          | (3,276)                  | (128,255)                 | (96,202)            |
| Remissions and Exemptions-Local              | (5,677)             | -                   | (5,677)                            | -                        | (5,677)                   | (6,190)             |
| TPEG Allowances                              | (166,430)           | -                   | (166,430)                          | (12,236)                 | (178,666)                 | (206,134)           |
| Other State Grants                           | (243,373)           | -                   | (243,373)                          | (19,757)                 | (263,130)                 | (130,024)           |
| Title IV Federal Grants                      | (2,434,162)         | -                   | (2,434,162)                        | (305,274)                | (2,739,436)               | (1,171,988)         |
| Other Federal Grants                         | (20,137)            | -                   | (20,137)                           | (801)                    | (20,938)                  | (16,953)            |
| Total Scholarship Allowances                 | (3,476,132)         | -                   | (3,476,132)                        | (383,097)                | (3,859,229)               | (2,125,362)         |
| <b>Total Net Tuition and Fees</b>            | <b>3,154,318</b>    | <b>446,910</b>      | <b>3,601,228</b>                   | <b>392,991</b>           | <b>3,994,219</b>          | <b>4,232,590</b>    |
| <b>Additional Operating Revenues</b>         |                     |                     |                                    |                          |                           |                     |
| Federal Grants and Contracts                 | 63,270              | 1,246,966           | 1,310,236                          | -                        | 1,310,236                 | 1,259,075           |
| State Grants and Contracts                   | -                   | 901,557             | 901,557                            | -                        | 901,557                   | 718,226             |
| Non-Governmental Grants and Contracts        | 324,000             | 20,500              | 344,500                            | -                        | 344,500                   | 467,499             |
| Sales and Services of Educational Activities | 8,750               | -                   | 8,750                              | -                        | 8,750                     | 14,310              |
| Investment Income (Program Restricted)       | -                   | 215,003             | 215,003                            | -                        | 215,003                   | 217,862             |
| Other Operating Revenues                     | (7,419)             | 130,735             | 123,316                            | 20,791                   | 144,107                   | 173,980             |
| Total Additional Operating Revenues          | 388,601             | 2,514,761           | 2,903,362                          | 20,791                   | 2,924,153                 | 2,850,952           |
| <b>Auxiliary Enterprises</b>                 |                     |                     |                                    |                          |                           |                     |
| Residential Life                             | -                   | -                   | -                                  | 600,188                  | 600,188                   | 540,708             |
| Scholarship Allowances and Discounts         | -                   | -                   | -                                  | (491,561)                | (491,561)                 | (418,957)           |
| Net Resident Life                            | -                   | -                   | -                                  | 108,627                  | 108,627                   | 121,751             |
| Bookstore                                    | -                   | -                   | -                                  | 4,083,753                | 4,083,753                 | 3,236,452           |
| Scholarship Allowances and Discounts         | -                   | -                   | -                                  | (2,314,727)              | (2,314,727)               | (969,949)           |
| Net Bookstore                                | -                   | -                   | -                                  | 1,769,026                | 1,769,026                 | 2,266,503           |
| Total Net Auxiliary Enterprises              | -                   | -                   | -                                  | 1,877,653                | 1,877,653                 | 2,388,254           |
| <b>Total Operating Revenues</b>              | <b>\$ 3,542,919</b> | <b>\$ 2,961,671</b> | <b>\$ 6,504,590</b>                | <b>\$ 2,291,435</b>      | <b>\$ 8,796,025</b>       | <b>\$ 9,471,796</b> |
|  |                     |                     |                                    |                          | (Exhibit 2)               | (Exhibit 2)         |

\* In accordance with Education Code 56.033, \$352,868 and \$287,650 respectively were set aside for Texas Public Education Grants (TPEG).

See independent auditor's report on supplemental schedules.

This page left blank intentionally.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE B**  
**SCHEDULE OF OPERATING EXPENSES BY OBJECT**  
**For the Year Ended August 31, 2010**  
**With Memorandum Totals for the Year Ended August 31, 2009**

|  | Operating Expenses    |                     |                     |                      | Totals                          |                      |
|--|-----------------------|---------------------|---------------------|----------------------|---------------------------------|----------------------|
|  | Salaries<br>and Wages | State<br>Benefits   | Local<br>Benefits   | Other<br>Expenses    | Memorandum Only<br>Current Year | Prior Year           |
| <b>Unrestricted - Educational Activities</b>           |                       |                     |                     |                      |                                 |                      |
| Instruction  | \$ 8,354,276          | \$ -                | \$ 556,302          | \$ 724,329           | \$ 9,634,907                    | \$ 8,949,218         |
| Public Service   | 54,663                | -                   | 3,640               | 11,741               | 70,044                          | 163,490              |
| Academic Support                                       | 1,457,739             | -                   | 97,069              | 647,051              | 2,201,859                       | 1,882,269            |
| Student Services                                       | 859,910               | -                   | 57,260              | 149,025              | 1,066,195                       | 1,021,884            |
| Institutional Support                                  | 1,077,685             | -                   | 71,762              | 927,760              | 2,077,207                       | 2,102,629            |
| Operation and Maintenance of Plant                     | 836,780               | -                   | 55,720              | 1,333,614            | 2,226,114                       | 2,089,421            |
| Scholarships and Fellowships                           | -                     | -                   | -                   | -                    | -                               | -                    |
| Total Unrestricted Educational Activities              | 12,641,053            | -                   | 841,753             | 3,793,520            | 17,276,326                      | 16,208,911           |
| <b>Restricted - Educational Activities</b>             |                       |                     |                     |                      |                                 |                      |
| Instruction  | 191,339               | 1,284,056           | 19,318              | 357,253              | 1,851,966                       | 1,989,727            |
| Public Service   | 604,071               | 8,402               | 85,112              | 127,493              | 825,078                         | 789,000              |
| Academic Support                                       | 14,980                | 224,055             | -                   | 483                  | 239,518                         | 235,139              |
| Student Services                                       | 233,161               | 132,169             | 35,917              | 90,974               | 492,221                         | 438,576              |
| Institutional Support                                  | 18,008                | 165,641             | -                   | -                    | 183,649                         | 183,726              |
| Operation and Maintenance of Plant                     | 4,819                 | 128,614             | -                   | -                    | 133,433                         | 132,944              |
| Scholarships and Fellowships                           | -                     | -                   | -                   | 8,510,829            | 8,510,829                       | 5,318,158            |
| Total Restricted Educational Activities                | 1,066,378             | 1,942,937           | 140,347             | 9,087,032            | 12,236,694                      | 9,087,270            |
| <b>Total Educational Activities</b>                    | 13,707,431            | 1,942,937           | 982,100             | 12,880,552           | 29,513,020                      | 25,296,181           |
| <b>Auxiliary Enterprises</b>                           | 568,779               | -                   | 100,600             | 1,534,831            | 2,204,210                       | 2,953,991            |
| <b>Depreciation Expense-Buildings and Improvements</b> | -                     | -                   | -                   | 1,181,746            | 1,181,746                       | 976,477              |
| <b>Depreciation Expense-Equipment and Furniture</b>    | -                     | -                   | -                   | 362,056              | 362,056                         | 301,027              |
| <b>Total Operating Expenses</b>                        | <u>\$ 14,276,210</u>  | <u>\$ 1,942,937</u> | <u>\$ 1,082,700</u> | <u>\$ 15,959,185</u> | <u>\$ 33,261,032</u>            | <u>\$ 29,527,676</u> |
|  |                       |                     |                     |                      | (Exhibit 2)                     | (Exhibit 2)          |

See independent auditor's report on supplemental schedules.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE C**  
**SCHEDULE OF NON-OPERATING REVENUES AND EXPENSES**  
**For the Year Ended August 31, 2010**  
**With Memorandum Totals for the Year Ended August 31, 2009**

|   | Unrestricted         | Restricted           | Auxiliary<br>Enterprises | Totals<br>Memorandum Only           |                                     |
|---|----------------------|----------------------|--------------------------|-------------------------------------|-------------------------------------|
|   |                      |                      |                          | Current Year                        | Prior Year                          |
| <b>Non-Operating Revenues</b>                     |                      |                      |                          |                                     |                                     |
| State Appropriations                              |                      |                      |                          |                                     |                                     |
| Educational and General State Support             | \$ 7,864,085         | \$ -                 | \$ -                     | \$ 7,864,085                        | \$ 8,407,217                        |
| State Group Insurance                             | -                    | 1,305,553            | -                        | 1,305,553                           | 1,406,139                           |
| State Retirement Matching                         | -                    | 637,383              | -                        | 637,383                             | 618,436                             |
| Enrollment Growth                                 | 17,009               | -                    | -                        | 17,009                              | -                                   |
| Total State Appropriations                        | <u>7,881,094</u>     | <u>1,942,936</u>     | <u>-</u>                 | <u>9,824,030</u>                    | <u>10,431,792</u>                   |
| Maintenance Ad Valorem Taxes                      | 3,662,159            | -                    | -                        | 3,662,159                           | 3,506,958                           |
| Debt Service Ad Valorem Taxes                     | -                    | 1,821,383            | -                        | 1,821,383                           | 1,215,537                           |
| Federal Revenue, Non-Operating                    | -                    | 10,542,716           | -                        | 10,542,716                          | 5,719,908                           |
| Gifts   | 139,817              | 444,325              | 4,000                    | 588,142                             | 449,827                             |
| Investment Income (Net of Investment<br>Expenses) | 44,545               | 94,714               | 24,241                   | 163,500                             | 44,875                              |
| Other Non-Operating Revenues                      | <u>41,796</u>        | <u>26,860</u>        | <u>169,407</u>           | <u>238,063</u>                      | <u>235,482</u>                      |
| Total Non-Operating Revenues                      | 11,769,411           | 14,872,934           | 197,648                  | 26,839,993                          | 21,604,379                          |
| <b>Non-Operating Expenses</b>                     |                      |                      |                          |                                     |                                     |
| Interest on Capital Related Debt                  | (43,185)             | 1,129,380            | -                        | 1,086,195                           | 881,649                             |
| Disposal of Capital Assets, net                   | <u>131,415</u>       | <u>-</u>             | <u>-</u>                 | <u>131,415</u>                      | <u>2,028</u>                        |
| Total Non-Operating Expenses                      | 88,230               | 1,129,380            | -                        | 1,217,610                           | 883,677                             |
| <b>Net Non-Operating Revenues</b>                 | <u>\$ 11,681,181</u> | <u>\$ 13,743,554</u> | <u>\$ 197,648</u>        | <u>\$ 25,622,383</u><br>(Exhibit 2) | <u>\$ 20,720,702</u><br>(Exhibit 2) |

See independent auditor's report on supplemental schedules.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE D**  
**SCHEDULE OF NET ASSETS BY SOURCE AND AVAILABILITY**  
**For the Year Ended August 31, 2010**  
**With Memorandum Totals for the Year Ended August 31, 2009**

|  | Detail by Source  |                     |                   |   |                                    | Available for Current Operations |                   |
|--|-------------------|---------------------|-------------------|---|------------------------------------|----------------------------------|-------------------|
|  | Restricted        |                     |                   | Capital Assets<br>Net of Depreciation<br>& Related Debt | Total                              | Yes                              | No                |
|  | Unrestricted      | Expendable          | Non-Expendable    |   |                                    |                                  |                   |
| Current:                                     |                   |                     |                   |   |                                    |                                  |                   |
| Unrestricted                                 | \$ 1,352,733      | \$ -                | \$ -              | \$ -  | \$ 1,352,733                       | \$ 1,352,733                     | \$ -              |
| Restricted                                   | -                 | 1,146,283           | -                 | -   | 1,146,283                          | -                                | 1,146,283         |
| Auxiliary Enterprises                        | 2,094,150         | -                   | -                 | -   | 2,094,150                          | 2,094,150                        | -                 |
| Loan   | 322,781           | -                   | -                 | -   | 322,781                            | -                                | 322,781           |
| Endowment:                                   |                   |                     |                   |   |                                    |                                  |                   |
| Quasi:                                       |                   |                     |                   |   |                                    |                                  |                   |
| Unrestricted                                 | 1,410,568         | -                   | -                 | -   | 1,410,568                          | -                                | 1,410,568         |
| Endowment:                                   |                   |                     |                   |   |                                    |                                  |                   |
| True   | -                 | -                   | 3,163,172         | -   | 3,163,172                          | -                                | 3,163,172         |
| Plant:                                       |                   |                     |                   |   |                                    |                                  |                   |
| Unexpended                                   | 3,786,705         | -                   | -                 | -   | 3,786,705                          | -                                | 3,786,705         |
| Debt Service                                 | -                 | 1,446,043           | -                 | -   | 1,446,043                          | -                                | 1,446,043         |
| Investment in Plant                          | -                 | -                   | -                 | 17,808,653  | 17,808,653                         | -                                | 17,808,653        |
| <b>Total Net Assets, August 31, 2010</b>     | <b>8,966,937</b>  | <b>2,592,326</b>    | <b>3,163,172</b>  | <b>17,808,653</b>                                       | <b>32,531,088</b><br>(Exhibit 1)   | <b>3,446,883</b>                 | <b>29,084,205</b> |
| <b>Total Net Assets, August 31, 2009</b>     | <b>8,472,941</b>  | <b>2,770,796</b>    | <b>2,893,184</b>  | <b>17,162,195</b>                                       | <b>31,299,116</b><br>(Exhibit 1)   | <b>3,193,967</b>                 | <b>28,105,149</b> |
| <b>Net Increase (Decrease) in Net Assets</b> | <b>\$ 493,996</b> | <b>\$ (178,470)</b> | <b>\$ 269,988</b> | <b>\$ 646,458</b>                                       | <b>\$ 1,231,972</b><br>(Exhibit 2) | <b>\$ 252,916</b>                | <b>\$ 979,056</b> |

See independent auditor's report on supplemental schedules.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE E**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended August 31, 2010**

| Federal Grantor/<br>Pass Through Grantor/<br>Program Title | Federal<br>CFDA<br>Number | Pass-Through<br>Grantor's<br>Number | Expenditures<br>and<br>Pass-Through<br>Disbursements |
|--|---------------------------|-------------------------------------|--|
| <b>U.S. DEPARTMENT OF EDUCATION</b>                        |                           |                                     |  |
| Direct Programs:   |                           |                                     |  |
| Student Financial Aid Cluster                              |                           |                                     |  |
| Federal Supplemental Education Opportunity Grants          | 84.007                    |                                     | \$ 61,910  |
| Federal Work-Study Program                                 | 84.033                    |                                     | 123,497  |
| Federal Pell Grant Program                                 | 84.063                    |                                     | 10,298,172   |
| Academic Competitiveness Grants                            | 84.375                    |                                     | 59,137   |
| Pass-Through From:   |                           |                                     |  |
| Texas Education Agency                                     |                           |                                     |  |
| Adult Education Section 231                                | 84.002                    | 104100017110314                     | 224,530  |
| Adult Education Section 231                                | 84.002                    | 104100087110333                     | 85,458   |
| Adult Education Section 231                                | 84.002                    | 114100017110342                     | 37,013   |
| Adult Education Section 231                                | 84.002                    | 114100087110401                     | 16,590   |
|  |                           |                                     | <u>363,591</u>                                       |
| Texas Higher Education Coordinating Board                  |                           |                                     |  |
| Carl Perkins Vocational Education                          | 84.048                    | 104204                              | 421,879  |
| Leveraging Educational Assistance Partnership              | 84.069A                   |                                     | 6,925  |
| Special Leveraging Educational Assistance Partnership      | 84.069B                   |                                     | 8,225  |
| Byrd Scholarship   | 84.185                    |                                     | 6,750  |
| Carl Perkins Tech Prep Program                             | 84.243                    | 101703                              | 235,290  |
| State Fiscal Stabilization Fund-Government Services, ARRA  | 84.397A                   | 3744                                | 129,229  |
| Stephen F. Austin State University                         |                           |                                     |  |
| Articulated Internet Teacher Education Program             | 84.116                    |                                     | 800  |
| East Texas Gear Up Project                                 | 84.334                    | 755799990                           | 32,400   |
|  |                           |                                     | <u>11,747,805</u>                                    |
| <b>U.S. DEPARTMENT OF AGRICULTURE</b>                      |                           |                                     |  |
| Pass-Through From:   |                           |                                     |  |
| Stephen F. Austin State University                         |                           |                                     |  |
| Virtual Reach  | 10.217                    | 09-039-10-003                       | 8,700  |
| <b>U.S. DEPARTMENT OF DEFENSE</b>                          |                           |                                     |  |
| Direct Programs:   |                           |                                     |  |
| Procurement Technical Assistance for Small Business Firms  | 12.002                    |                                     | 142,356  |

See independent auditor's report on supplemental schedules.

This page left blank intentionally.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE E**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended August 31, 2010**

| Federal Grantor/<br>Pass-Through Grantor/<br>Program Title | Federal<br>CFDA<br>Number | Pass-Through<br>Grantor's<br>Number | Expenditures<br>and<br>Pass-Through<br>Disbursements |
|--|---------------------------|-------------------------------------|--|
| <b>U.S. SMALL BUSINESS ADMINISTRATION</b>                  |                           |                                     |  |
| Pass-Through From:   |                           |                                     |  |
| University of Houston                                      |                           |                                     |  |
| Small Business Development Center                          | 59.037                    | R-09-0058                           | 16,658   |
| Small Business Development Center                          | 59.037                    | R-10-0065-53801                     | 81,555   |
| Total U.S. Small Business Administration                   |                           |                                     | <u>98,213</u>  |
| <b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>        |                           |                                     |  |
| Pass-Through From:   |                           |                                     |  |
| Texas Education Agency                                     |                           |                                     |  |
| Adult Education for TANF Recipients                        | 93.558                    | 103625017110294                     | 40,288   |
| <b>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</b>      |                           |                                     |  |
| Pass-Through From:   |                           |                                     |  |
| Elon University  |                           |                                     |  |
| MLK Challenge  | 94.007                    |                                     | <u>727</u>   |
| Total Federal Financial Assistance                         |                           |                                     | <u>\$ 12,038,089</u>                                 |

**NOTE 1: Federal Assistance Reconciliation**

|   |                      |
|---|----------------------|
| Federal Grants and Contracts Revenue - per Schedule A                                   | \$ 1,246,966         |
| Add: Indirect Cost Recoveries - per Schedule A  | 63,270               |
| Add: Non Operating Federal Revenue from Schedule C                                      | <u>10,542,716</u>    |
| Total Federal Revenues per Statement of Revenues,<br>Expenses and Changes in Net Assets | 11,852,952           |
| Reconciling items:  |                      |
| Add: Cost of Capital Asset Acquisitions   | 130,735              |
| Add: Amounts Passed Through by the College  | <u>54,402</u>        |
| Total Federal Revenues per Schedule of Expenditures<br>of Federal Awards                | <u>\$ 12,038,089</u> |

**NOTE 2: Significant Accounting Policies Used in Preparing the Schedule**

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 auditor's report on supplemental schedules.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE E**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended August 31, 2010**

**NOTE 3: Amounts passed through by the College**

The following amounts were passed-through to the listed sub-recipients by the College. These amounts were from the Carl Perkins Tech Prep Program, CFDA 84.243 from U. S. Department of Education through the Texas Higher Education Coordinating Board.

|   |           |
|---|-----------|
| Alto Independent School District                    | \$ 3,800  |
| Big Sandy Independent School District               | 99        |
| Burkeville Independent School District              | 2,054     |
| Center Independent School District                  | 5,534     |
| Centerville Independent School District             | 1,387     |
| Central Heights Independent School District         | 173       |
| Central Independent School District                 | 6         |
| Chireno Independent School District                 | 1,525     |
| Coldspring-Oakhurst Independent School District     | 262       |
| Corrigan-Camden Independent School District         | 1,390     |
| Crockett Independent School District                | 772       |
| Cushing Independent School District                 | 81        |
| Diboll Independent School District                  | 1,357     |
| East Texas Area Council #585, Boy Scouts of America | 2,500     |
| Goodrich Independent School District                | 477       |
| Grapeland Independent School District               | 2,087     |
| Hemphill Independent School District                | 193       |
| Hudson Independent School District                  | 7,715     |
| Kennard Independent School District                 | 812       |
| Kirbyville Independent School District              | 107       |
| Latexo Independent School District                  | 2,025     |
| Livingston Independent School District              | 3,091     |
| Lufkin Independent School District                  | 700       |
| Martinsville Independent School District            | 632       |
| Nacogdoches Independent School District             | 15        |
| Onalaska Independent School District                | 2,090     |
| San Augustine Independent School District           | 34        |
| Shepherd Independent School District                | 2,065     |
| Stephen F. Austin State University                  | 4,633     |
| Timpson Independent School District                 | 36        |
| West Sabine Independent School District             | 2,590     |
| Woden Independent School District                   | 50        |
| Zavalla Independent School District                 | 4,110     |
| Amount passed through from CFDA 84.243              | \$ 54,402 |

See independent auditor's report on supplemental schedules.

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**SCHEDULE F**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**For the Year Ended August 31, 2010**

| Grantor Agency/Program Title                              | Grant Contract<br>Number | Expenditures      |
|---|--------------------------|-------------------|
| <b>TEXAS EDUCATION AGENCY</b>                             |                          |                   |
| Direct Programs:  |                          |                   |
| State Adult Education                                     | 100100017110314          | \$ 99,646         |
| <b>TEXAS HIGHER EDUCATION COORDINATING BOARD</b>          |                          |                   |
| Direct Programs:  |                          |                   |
| Certified Education Aide Program                          |                          | 23,058            |
| Early High School Graduation                              |                          | 18,321            |
| Nursing Shortage Reduction Regular Program                |                          | 7,687             |
| P-16 College Readiness Special Advisors Program           |                          | 483               |
| Texas College Work-Study Program                          |                          | 20,650            |
| Texas Education Opportunity Grant                         |                          | 130,830           |
| Texas Grant I Program                                     |                          | 286,580           |
| Texas National Guard Tuition Assistance                   |                          | 734               |
| Texas Rural Professional Nursing Scholarship Program      |                          | 3,107             |
| Top 10% Scholarship Program                               |                          | 8,000             |
| Vocational Nursing Scholarship                            |                          | 335               |
|   |                          | <u>499,785</u>    |
| Pass-Through From:  |                          |                   |
| Memorial Health System of East Texas                      |                          |                   |
| Hospital Based Nursing Education Partnership              |                          | 796               |
| Total Texas Higher Education Coordinating Board           |                          | <u>500,581</u>    |
| <b>TEXAS OFFICE OF THE COMPTROLLER OF PUBLIC ACCOUNTS</b> |                          |                   |
| Direct Programs:  |                          |                   |
| Jobs and Education for Texans Scholarship Grant           | 3572-4                   | 32,606            |
| Jobs and Education for Texans Equipment Grant             | 4807-3                   | 154,382           |
| Total Texas Office of the Comptroller of Public Accounts  |                          | <u>186,988</u>    |
| <b>TEXAS WORKFORCE COMMISSION</b>                         |                          |                   |
| Direct Programs:  |                          |                   |
| Skills Development Fund                                   | 1709SDF000               | 98,722            |
| Skills Development Fund                                   | 1710SDF000               | 15,620            |
| Total Texas Workforce Commission                          |                          | <u>114,342</u>    |
| Total State Financial Assistance (Schedule A)             |                          | <u>\$ 901,557</u> |

**NOTE 1: Significant Accounting Policies Used in Preparing the Schedule**

The accompanying 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.

This page left blank intentionally.

Ted A. Lankford, CPA  
Glenda J. Hiers, CPA  
Richard A. Rudel, CPA  
Chris F. Wethington, CPA

# AL&H ALEXANDER LANKFORD & HIERS, INC.

*Certified Public Accountants, A Professional Corporation*

4000 S. Medford Dr., Lufkin, Texas 75901-5500

(936) 632-7771, FAX (936) 637-2448

E-mail: alh@consolidated.net Website: www.alhcpa.com

Yvette Sidnell, CPA  
Jennifer L. Webster, CPA  
Selena Mitchell, CPA  
Kimber Rhodes, CPA

Wilbur E. Alexander, CPA  
(1940 - 2009)

## **INDEPENDENT AUDITOR'S 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

We have audited the basic financial statements of Angelina County Junior College District as of and for the year ended August 31, 2010, and have issued our report thereon dated December 3, 2010. 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.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Angelina County Junior College District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Angelina County Junior College District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Angelina County Junior College District's internal control over financial reporting.

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 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

This page left blank intentionally.



**INDEPENDENT AUDITOR'S 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 Angelina County Junior College District's financial statements are free of 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 *Government Auditing Standards*.

Public Funds Investment Act

We have performed tests designed to verify Angelina County Junior College District's compliance with the requirements of the Public Funds Investment Act. During the year ended August 31, 2010, no instances of noncompliance were found.

This report is intended solely 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.

*Alexander, Lankford & Hiers, Inc.*

ALEXANDER, LANKFORD & HIERS, INC.  
Certified Public Accountants

Lufkin, Texas  
December 3, 2010

This page left blank intentionally.

Ted A. Lankford, CPA  
Glenda J. Hiers, CPA  
Richard A. Rudel, CPA  
Chris F. Wethington, CPA

# AL&H ALEXANDER LANKFORD & HIERS, INC.

*Certified Public Accountants, A Professional Corporation*

4000 S. Medford Dr., Lufkin, Texas 75901-5500

(936) 632-7771, FAX (936) 637-2448

E-mail: [alh@consolidated.net](mailto:alh@consolidated.net) Website: [www.alhcpa.com](http://www.alhcpa.com)

Yvette Sidnell, CPA  
Jennifer L. Webster, CPA  
Selena Mitchell, CPA  
Kimber Rhodes, CPA

Wilbur E. Alexander, CPA  
(1940 - 2009)

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR  
PROGRAM AND ON 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

## Compliance

We have audited the compliance of Angelina County Junior College District with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *State of Texas Single Audit Circular*, that are applicable to each of its major federal and state programs for the year ended August 31, 2010. Angelina County Junior College District'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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of Angelina County Junior College District's management. Our responsibility is to express an opinion on Angelina County Junior College District's compliance based on our audit.

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; 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 circulars 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 or state program occurred. An audit includes examining, on a test basis, evidence about Angelina County Junior College District'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. Our audit does not provide a legal determination on Angelina County Junior College District's compliance with those requirements.

In our opinion, Angelina County Junior College District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended August 31, 2010.

This page left blank intentionally.

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

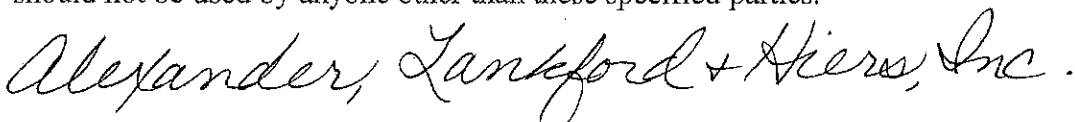
Internal Control Over Compliance

The management of Angelina County Junior College District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered Angelina County Junior College District's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 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 program will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely 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.



ALEXANDER, LANKFORD & HIERS, INC.  
Certified Public Accountants

Lufkin, Texas  
December 3, 2010

**This page left blank intentionally.**

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
AUGUST 31, 2010**

**A. Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued:

**UNQUALIFIED**

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 auditor's report issued on compliance  
for major programs:

**UNQUALIFIED**

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*                                  |
| 84.375                | Academic Competitiveness Grants*                             |
| 84.002                | Adult Education Section 231                                  |
| 84.397                | State Fiscal Stabilization Fund-Government Services,<br>ARRA |
| N/A                   | Texas Grant I Program  |

Dollar threshold used to distinguish between  
type A and type B programs:

\$361,143

Auditee qualified as low-risk auditee?

X Yes

\_\_\_\_ No

This page left blank intentionally.



**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED  
AUGUST 31, 2010**

**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

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SCHEDULE OF CORRECTIVE ACTION  
AUGUST 31, 2010**

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

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AUGUST 31, 2010**

**Response to Finding 2009-01 at August 31, 2009**

During audit testing of the Pell awards, it was noted that a student received Pell funding while the student was still enrolled in high school and was ineligible.

**Corrective Action**

In August 2009, the Director of Student Financial Aid implemented a weekly automated report to identify concurrent students who submitted an application for financial aid, but would not be eligible for aid until after high school graduation. This report identifies all students 17 and under, and all students who are enrolled in concurrent classes. The Student Aid Reports (SARs) of any students identified by this weekly automated report are reviewed, and their account is flagged that a High School transcript is required. The student account is also flagged so Title IV funds will not be awarded during the automated packaging (awarding) process.

The Director of Student Financial Aid implemented corrective action as planned.

This page left blank intentionally.

**Statistical Supplementary Schedules  
(Unaudited)**

This page left blank intentionally.



STATISTICAL SUPPLEMENTARY SCHEDULES (UNAUDITED)

|   | <u>PAGE</u> |
|---|-------------|
| SS1 – Net Assets by Component .....                               | 89          |
| SS2 – Revenues by Source.....                                     | 90          |
| SS3 – Program Expenses by Function .....                          | 92          |
| SS4 – Tuition and Fees.....                                       | 95          |
| SS5 – Assessed Value and Taxable Assessed Value of Property ..... | 97          |
| SS6 – State Appropriation per FTSE and Contact Hour .....         | 99          |
| SS7 – Principal Taxpayers .....                                   | 100         |
| SS8 – Property Tax Levies and Collections .....                   | 103         |
| SS9 – Ratios of Outstanding Debt .....                            | 105         |
| SS10 – Legal Debt Margin Information .....                        | 107         |
| SS11 – Pledged Revenue Coverage .....                             | 109         |
| SS12 – Demographic and Economic Statistics – Taxing District..... | 111         |
| SS13 – Principal Employers.....                                   | 113         |
| SS14 – Faculty, Staff, and Administrators Statistics.....         | 114         |
| SS15 – Enrollment Details .....                                   | 117         |
| SS16 – Student Profile.....                                       | 119         |
| SS17 – Transfers to Senior Institutions.....                      | 121         |
| SS18 – Capital Asset Information.....                             | 123         |

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 1  
NET ASSETS BY COMPONENT  
FISCAL YEARS 2002 TO 2010  
(UNAUDITED)**

|   | For the Fiscal Year Ended August 31, |                      |                      |                      |                      |
|---|--------------------------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2010                                 | 2009                 | 2008                 | 2007                 | 2006                 |
| Invested in Capital Assets, Net of Related Debt | \$ 17,808,653                        | \$ 17,162,195        | \$ 17,104,444        | \$ 15,631,874        | \$ 15,150,691        |
| Restricted - Expendable                         | 2,592,326                            | 2,770,796            | 2,665,589            | 2,521,888            | 2,467,975            |
| Restricted - Nonexpendable                      | 3,163,172                            | 2,893,184            | 3,001,016            | 3,151,197            | 2,357,498            |
| Unrestricted                                    | 8,966,937                            | 8,472,941            | 7,799,155            | 6,635,185            | 5,958,470            |
| Total Net Assets                                | <u>\$ 32,531,088</u>                 | <u>\$ 31,299,116</u> | <u>\$ 30,570,204</u> | <u>\$ 27,940,144</u> | <u>\$ 25,934,634</u> |

|   | For the Fiscal Year Ended August 31, |                      |                      |                      |
|---|--------------------------------------|----------------------|----------------------|----------------------|
|   | 2005                                 | 2004                 | 2003                 | 2002                 |
| Invested in Capital Assets, Net of Related Debt | \$ 15,302,661                        | \$ 15,119,394        | \$ 15,132,290        | \$ 13,846,214        |
| Restricted - Expendable                         | 1,954,095                            | 1,900,011            | 1,923,133            | 2,745,024            |
| Restricted - Nonexpendable                      | 2,280,274                            | 2,172,165            | 1,811,984            | 3,042,941            |
| Unrestricted                                    | 4,505,326                            | 4,047,019            | 2,989,703            | 1,560,138            |
| Total Net Assets                                | <u>\$ 24,042,356</u>                 | <u>\$ 23,238,589</u> | <u>\$ 21,857,110</u> | <u>\$ 21,194,317</u> |

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available of the last ten academic years.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**STATISTICAL SUPPLEMENT 2**  
**REVENUES BY SOURCE**  
**FISCAL YEARS 2006 TO 2010**  
**(UNAUDITED)**

|  | For the Year Ended August 31, |               |               |               |               |
|--|-------------------------------|---------------|---------------|---------------|---------------|
|  | 2010                          | 2009          | 2008          | 2007          | 2006          |
| Tuition and Fees (Net of Discounts)          | \$ 3,994,219                  | \$ 4,232,590  | \$ 3,872,967  | \$ 4,651,422  | \$ 4,335,141  |
| Federal Grants and Contracts                 | 1,310,236                     | 1,259,075     | 1,355,194     | 1,465,623     | 1,517,596     |
| State Grants and Contracts                   | 901,557                       | 718,226       | 575,512       | 508,919       | 298,877       |
| Non-Governmental Grants and Contracts        | 344,500                       | 467,499       | 332,047       | 286,658       | 272,483       |
| Sales and Services of Educational Activities | 8,750                         | 14,310        | 17,850        | 6,825         | 12,950        |
| Investment Income - Program Restricted       | 215,003                       | 217,862       | 212,514       | 196,762       | 161,038       |
| Auxiliary Enterprises                        | 1,877,653                     | 2,388,254     | 1,381,737     | 2,304,925     | 2,108,606     |
| Other Operating Revenues                     | 144,107                       | 173,980       | 172,646       | 98,478        | 99,020        |
| Total Operating Revenues                     | 8,796,025                     | 9,471,796     | 7,920,467     | 9,519,612     | 8,805,711     |
| State Appropriations                         | 9,824,030                     | 10,431,792    | 10,366,211    | 10,340,180    | 10,302,355    |
| Ad Valorem Taxes                             | 5,483,542                     | 4,722,495     | 3,870,282     | 3,731,027     | 3,503,079     |
| Federal Revenue, Non-Operating               | 10,542,716                    | 5,719,908     | 4,922,339     | 4,982,062     | 4,242,115     |
| Gifts  | 588,142                       | 449,827       | 463,358       | 426,194       | 382,528       |
| Investment Income                            | 163,500                       | 44,875        | 99,392        | 461,959       | 206,418       |
| Other Non-Operating Revenues                 | 238,063                       | 235,482       | 236,343       | 246,254       | 229,480       |
| Total Non-Operating Revenues                 | 26,839,993                    | 21,604,379    | 19,957,925    | 20,187,676    | 18,865,975    |
| Capital Contributions                        | 47,500                        | -             | 1,576,902     | -             | 240,172       |
| Additions to Permanent Endowments            | 27,096                        | 64,090        | 93,634        | 648,691       | 87,467        |
| Extraordinary Items                          | -                             | -             | -             | -             | -             |
| Total Other Revenues                         | 74,596                        | 64,090        | 1,670,536     | 648,691       | 327,639       |
| Total Revenues                               | \$ 35,710,614                 | \$ 31,140,265 | \$ 29,548,928 | \$ 30,355,979 | \$ 27,999,325 |

|  | For the Year Ended August 31, |         |         |         |         |
|--|-------------------------------|---------|---------|---------|---------|
|  | 2010                          | 2009    | 2008    | 2007    | 2006    |
| Tuition and Fees (Net of Discounts)          | 11.19%                        | 13.58%  | 13.11%  | 15.33%  | 15.48%  |
| Federal Grants and Contracts                 | 3.67%                         | 4.04%   | 4.59%   | 4.83%   | 5.42%   |
| State Grants and Contracts                   | 2.52%                         | 2.31%   | 1.95%   | 1.68%   | 1.07%   |
| Non-Governmental Grants and Contracts        | 0.96%                         | 1.50%   | 1.12%   | 0.94%   | 0.97%   |
| Sales and Services of Educational Activities | 0.02%                         | 0.05%   | 0.06%   | 0.02%   | 0.05%   |
| Investment Income - Program Restricted       | 0.60%                         | 0.70%   | 0.72%   | 0.65%   | 0.58%   |
| Auxiliary Enterprises                        | 5.26%                         | 7.67%   | 4.68%   | 7.59%   | 7.53%   |
| Other Operating Revenues                     | 0.40%                         | 0.56%   | 0.58%   | 0.32%   | 0.35%   |
| Total Operating Revenues                     | 24.62%                        | 30.41%  | 26.81%  | 31.36%  | 31.45%  |
| State Appropriations                         | 27.51%                        | 33.50%  | 35.07%  | 34.07%  | 36.79%  |
| Ad Valorem Taxes                             | 15.36%                        | 15.17%  | 13.10%  | 12.29%  | 12.51%  |
| Federal Revenue, Non-Operating               | 29.52%                        | 18.37%  | 16.66%  | 16.41%  | 15.15%  |
| Gifts  | 1.65%                         | 1.44%   | 1.57%   | 1.40%   | 1.37%   |
| Investment Income                            | 0.46%                         | 0.14%   | 0.34%   | 1.52%   | 0.74%   |
| Other Non-Operating Revenues                 | 0.67%                         | 0.76%   | 0.80%   | 0.81%   | 0.82%   |
| Total Non-Operating Revenues                 | 75.17%                        | 69.38%  | 67.54%  | 66.50%  | 67.38%  |
| Capital Contributions                        | 0.13%                         | 0.00%   | 5.33%   | 0.00%   | 0.86%   |
| Additions to Permanent Endowments            | 0.08%                         | 0.21%   | 0.32%   | 2.14%   | 0.31%   |
| Extraordinary Items                          | 0.00%                         | 0.00%   | 0.00%   | 0.00%   | 0.00%   |
| Total Other Revenues                         | 0.21%                         | 0.21%   | 5.65%   | 2.14%   | 1.17%   |
| Total Revenues                               | 100.00%                       | 100.00% | 100.00% | 100.00% | 100.00% |

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available of the last ten academic years.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT**  
**STATISTICAL SUPPLEMENT 2**  
**REVENUES BY SOURCE**  
**FISCAL YEARS 2002 TO 2005**  
**(UNAUDITED)**

|  | For the Year Ended August 31, |                      |                      |                      |
|--|-------------------------------|----------------------|----------------------|----------------------|
|  | 2005                          | 2004                 | 2003                 | 2002                 |
| Tuition and Fees (Net of Discounts)          | \$ 3,257,808                  | \$ 2,844,744         | \$ 2,540,121         | \$ 2,387,517         |
| Federal Grants and Contracts                 | 1,553,014                     | 1,524,326            | 1,496,023            | 1,120,787            |
| State Grants and Contracts                   | 481,115                       | 523,001              | 395,022              | 384,683              |
| Non-Governmental Grants and Contracts        | 276,403                       | 235,122              | 277,628              | 228,530              |
| Sales and Services of Educational Activities | 18,725                        | -                    | -                    | -                    |
| Investment Income - Program Restricted       | 102,551                       | 87,934               | 124,049              | 127,083              |
| Auxiliary Enterprises                        | 1,461,134                     | 1,428,776            | 1,140,638            | 1,275,983            |
| Other Operating Revenues                     | 75,221                        | 96,098               | 93,812               | 122,753              |
| Total Operating Revenues                     | <u>7,225,971</u>              | <u>6,740,001</u>     | <u>6,067,293</u>     | <u>5,647,336</u>     |
| State Appropriations                         | 9,482,791                     | 9,436,818            | 9,377,705            | 9,853,461            |
| Ad Valorem Taxes                             | 3,226,482                     | 3,091,600            | 2,869,820            | 2,759,673            |
| Federal Revenue, Non-Operating               | 6,534,324                     | 6,850,148            | 6,328,367            | 5,582,046            |
| Gifts  | 322,238                       | 327,827              | 1,672,611            | 790,109              |
| Investment Income                            | 53,916                        | 30,007               | 70,543               | 172,530              |
| Other Non-Operating Revenues                 | 105,709                       | 99,529               | 109,262              | 106,543              |
| Total Non-Operating Revenues                 | <u>19,725,460</u>             | <u>19,835,929</u>    | <u>20,428,308</u>    | <u>19,264,362</u>    |
| Capital Contributions                        | 797,761                       | -                    | -                    | 2,600                |
| Additions to Permanent Endowments            | 146,890                       | 393,543              | -                    | -                    |
| Extraordinary Items                          | -                             | -                    | -                    | 157,570              |
| Total Other Revenues                         | <u>944,651</u>                | <u>393,543</u>       | <u>-</u>             | <u>160,170</u>       |
| Total Revenues                               | <u>\$ 27,896,082</u>          | <u>\$ 26,969,473</u> | <u>\$ 26,495,601</u> | <u>\$ 25,071,868</u> |

|  | For the Year Ended August 31, |                |                |                |
|--|-------------------------------|----------------|----------------|----------------|
|  | 2005                          | 2004           | 2003           | 2002           |
| Tuition and Fees (Net of Discounts)          | 11.68%                        | 10.55%         | 9.59%          | 9.52%          |
| Federal Grants and Contracts                 | 5.56%                         | 5.65%          | 5.65%          | 4.47%          |
| State Grants and Contracts                   | 1.72%                         | 1.94%          | 1.49%          | 1.53%          |
| Non-Governmental Grants and Contracts        | 0.99%                         | 0.87%          | 1.05%          | 0.91%          |
| Sales and Services of Educational Activities | 0.07%                         | 0.00%          | 0.00%          | 0.00%          |
| Investment Income - Program Restricted       | 0.37%                         | 0.32%          | 0.47%          | 0.51%          |
| Auxiliary Enterprises                        | 5.24%                         | 5.30%          | 4.30%          | 5.09%          |
| Other Operating Revenues                     | 0.27%                         | 0.36%          | 0.35%          | 0.49%          |
| Total Operating Revenues                     | <u>25.90%</u>                 | <u>24.99%</u>  | <u>22.90%</u>  | <u>22.52%</u>  |
| State Appropriations                         | 33.99%                        | 34.99%         | 35.40%         | 39.30%         |
| Ad Valorem Taxes                             | 11.57%                        | 11.46%         | 10.83%         | 11.01%         |
| Federal Revenue, Non-Operating               | 23.42%                        | 25.40%         | 23.88%         | 22.27%         |
| Gifts  | 1.16%                         | 1.22%          | 6.31%          | 3.15%          |
| Investment Income                            | 0.19%                         | 0.11%          | 0.27%          | 0.69%          |
| Other Non-Operating Revenues                 | 0.38%                         | 0.37%          | 0.41%          | 0.42%          |
| Total Non-Operating Revenues                 | <u>70.71%</u>                 | <u>73.55%</u>  | <u>77.10%</u>  | <u>76.84%</u>  |
| Capital Contributions                        | 2.86%                         | 0.00%          | 0.00%          | 0.01%          |
| Additions to Permanent Endowments            | 0.53%                         | 1.46%          | 0.00%          | 0.00%          |
| Extraordinary Items                          | 0.00%                         | 0.00%          | 0.00%          | 0.63%          |
| Total Other Revenues                         | <u>3.39%</u>                  | <u>1.46%</u>   | <u>0.00%</u>   | <u>0.64%</u>   |
| Total Revenues                               | <u>100.00%</u>                | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> |

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available of the last ten academic years.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 3  
PROGRAM EXPENSES BY FUNCTION  
FISCAL YEARS 2006 TO 2010  
(UNAUDITED)**

|                                    | For the Year Ended August 31, |                      |                      |                      |                      |
|------------------------------------|-------------------------------|----------------------|----------------------|----------------------|----------------------|
|                                    | 2010                          | 2009                 | 2008                 | 2007                 | 2006                 |
| Instruction                        | \$ 11,486,873                 | \$ 10,938,945        | \$ 10,209,697        | \$ 10,083,644        | \$ 9,769,216         |
| Public Service                     | 895,122                       | 952,490              | 930,064              | 958,980              | 969,758              |
| Academic Support                   | 2,441,377                     | 2,117,408            | 2,150,222            | 2,132,574            | 2,121,016            |
| Student Services                   | 1,558,416                     | 1,460,460            | 1,425,917            | 1,443,954            | 1,408,440            |
| Institutional Support              | 2,260,856                     | 2,286,355            | 2,250,869            | 2,082,862            | 1,818,627            |
| Operation and Maintenance of Plant | 2,359,547                     | 2,222,365            | 2,118,858            | 2,103,785            | 2,130,309            |
| Scholarships and Fellowships       | 8,510,829                     | 5,318,158            | 4,100,908            | 4,969,889            | 3,811,481            |
| Auxiliary Enterprises              | 2,204,210                     | 2,953,991            | 1,930,804            | 2,812,996            | 2,488,475            |
| Depreciation                       | 1,543,802                     | 1,277,504            | 1,260,739            | 1,203,454            | 1,198,516            |
| Total Operating Expenses           | <u>33,261,032</u>             | <u>29,527,676</u>    | <u>26,378,078</u>    | <u>27,792,138</u>    | <u>25,715,838</u>    |
| Interest on Capital Related Debt   | 1,086,195                     | 881,649              | 528,196              | 542,510              | 679,282              |
| Loss on Disposal of Fixed Assets   | 131,415                       | 2,028                | 12,594               | 15,821               | 7,594                |
| Total Non-Operating Expenses       | <u>1,217,610</u>              | <u>883,677</u>       | <u>540,790</u>       | <u>558,331</u>       | <u>686,876</u>       |
| Total Expenses                     | <u>\$ 34,478,642</u>          | <u>\$ 30,411,353</u> | <u>\$ 26,918,868</u> | <u>\$ 28,350,469</u> | <u>\$ 26,402,714</u> |

|                                    | For the Year Ended August 31, |                |                |                |                |
|------------------------------------|-------------------------------|----------------|----------------|----------------|----------------|
|                                    | 2010                          | 2009           | 2008           | 2007           | 2006           |
| Instruction                        | 33.32%                        | 35.97%         | 37.93%         | 35.57%         | 37.00%         |
| Public Service                     | 2.60%                         | 3.13%          | 3.46%          | 3.38%          | 3.67%          |
| Academic Support                   | 7.08%                         | 6.96%          | 7.99%          | 7.52%          | 8.03%          |
| Student Services                   | 4.52%                         | 4.80%          | 5.30%          | 5.09%          | 5.33%          |
| Institutional Support              | 6.56%                         | 7.52%          | 8.36%          | 7.35%          | 6.89%          |
| Operation and Maintenance of Plant | 6.84%                         | 7.31%          | 7.87%          | 7.42%          | 8.07%          |
| Scholarships and Fellowships       | 24.68%                        | 17.49%         | 15.23%         | 17.53%         | 14.44%         |
| Auxiliary Enterprises              | 6.39%                         | 9.71%          | 7.17%          | 9.93%          | 9.43%          |
| Depreciation                       | 4.48%                         | 4.20%          | 4.68%          | 4.24%          | 4.54%          |
| Total Operating Expenses           | <u>96.47%</u>                 | <u>97.09%</u>  | <u>97.99%</u>  | <u>98.03%</u>  | <u>97.40%</u>  |
| Interest on Capital Related Debt   | 3.15%                         | 2.90%          | 1.96%          | 1.91%          | 2.57%          |
| Loss on Disposal of Fixed Assets   | 0.38%                         | 0.01%          | 0.05%          | 0.06%          | 0.03%          |
| Total Non-Operating Expenses       | <u>3.53%</u>                  | <u>2.91%</u>   | <u>2.01%</u>   | <u>1.97%</u>   | <u>2.60%</u>   |
| Total Expenses                     | <u>100.00%</u>                | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> |

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available of the last ten academic years.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 3  
PROGRAM EXPENSES BY FUNCTION  
FISCAL YEARS 2002 TO 2005  
(UNAUDITED)**

|                                    | For the Year Ended August 31, |                      |                      |                      |
|------------------------------------|-------------------------------|----------------------|----------------------|----------------------|
|                                    | 2005                          | 2004                 | 2003                 | 2002                 |
| Instruction                        | \$ 9,756,666                  | \$ 9,151,831         | \$ 10,380,538        | \$ 9,678,124         |
| Public Service                     | 929,900                       | 970,057              | 361,412              | 381,974              |
| Academic Support                   | 2,066,005                     | 1,899,775            | 1,890,190            | 2,071,472            |
| Student Services                   | 1,326,358                     | 1,309,605            | 1,163,076            | 1,147,189            |
| Institutional Support              | 1,771,312                     | 1,579,402            | 1,646,344            | 1,515,252            |
| Operation and Maintenance of Plant | 1,938,447                     | 1,641,426            | 1,724,730            | 1,506,541            |
| Scholarships and Fellowships       | 5,107,214                     | 5,621,757            | 5,396,766            | 4,698,720            |
| Auxiliary Enterprises              | 1,573,432                     | 1,443,723            | 1,325,019            | 1,365,574            |
| Depreciation                       | 1,166,854                     | 1,126,438            | 1,084,779            | 1,030,442            |
| Total Operating Expenses           | <u>25,636,188</u>             | <u>24,744,014</u>    | <u>24,972,854</u>    | <u>23,395,288</u>    |
| Interest on Capital Related Debt   | 685,449                       | 830,230              | 836,329              | 853,173              |
| Loss on Disposal of Fixed Assets   | 6,574                         | 13,750               | 23,625               | 5,937                |
| Total Non-Operating Expenses       | <u>692,023</u>                | <u>843,980</u>       | <u>859,954</u>       | <u>859,110</u>       |
| Total Expenses                     | <u>\$ 26,328,211</u>          | <u>\$ 25,587,994</u> | <u>\$ 25,832,808</u> | <u>\$ 24,254,398</u> |

|                                    | For the Year Ended August 31, |                |                |                |
|------------------------------------|-------------------------------|----------------|----------------|----------------|
|                                    | 2005                          | 2004           | 2003           | 2002           |
| Instruction                        | 37.06%                        | 35.77%         | 40.18%         | 39.90%         |
| Public Service                     | 3.53%                         | 3.79%          | 1.40%          | 1.58%          |
| Academic Support                   | 7.85%                         | 7.43%          | 7.32%          | 8.54%          |
| Student Services                   | 5.04%                         | 5.12%          | 4.50%          | 4.73%          |
| Institutional Support              | 6.73%                         | 6.17%          | 6.37%          | 6.25%          |
| Operation and Maintenance of Plant | 7.36%                         | 6.41%          | 6.68%          | 6.21%          |
| Scholarships and Fellowships       | 19.40%                        | 21.97%         | 20.89%         | 19.37%         |
| Auxiliary Enterprises              | 5.97%                         | 5.64%          | 5.13%          | 5.63%          |
| Depreciation                       | 4.43%                         | 4.40%          | 4.20%          | 4.25%          |
| Total Operating Expenses           | <u>97.37%</u>                 | <u>96.70%</u>  | <u>96.67%</u>  | <u>96.46%</u>  |
| Interest on Capital Related Debt   | 2.61%                         | 3.25%          | 3.24%          | 3.52%          |
| Loss on Disposal of Fixed Assets   | 0.02%                         | 0.05%          | 0.09%          | 0.02%          |
| Total Non-Operating Expenses       | <u>2.63%</u>                  | <u>3.30%</u>   | <u>3.33%</u>   | <u>3.54%</u>   |
| Total Expenses                     | <u>100.00%</u>                | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> |

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available of the last ten academic years.

This page left blank intentionally.



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

**Resident**

Fees per Semester Credit Hour (SCH)

| Academic<br>Year<br>(Fall) | In-District<br>Tuition | Out-of-District<br>Tuition | Building Use<br>Fee | Student<br>Services Fee | Cost for<br>12 SCH<br>In-District | Cost for<br>12 SCH<br>Out-of-District | Increase from<br>Prior Year In-<br>District | Increase from<br>Prior Year Out-<br>of-District |
|----------------------------|------------------------|----------------------------|---------------------|-------------------------|-----------------------------------|---------------------------------------|---|---|
| 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%  |
| 2003                       | 21                     | 32                         | 4                   | 5                       | 345                               | 477                                   | 12.75%                                      | 15.22%  |
| 2002                       | 19                     | 28                         | 4                   | 5                       | 306                               | 414                                   | 4.08%                                       | 6.15%   |
| 2001                       | 18                     | 26                         | 4                   | 5                       | 294                               | 390                                   | 13.95%                                      | 10.17%  |
| 2000                       | 16                     | 24                         | 4                   | 5                       | 258                               | 354                                   | 0.00%                                       | 0.00%   |

**Non - Resident**

Fees per Semester Credit Hour (SCH)

| Academic<br>Year<br>(Fall) | Non-Resident<br>Tuition Out-of-<br>State | Building Use<br>Fee | Student<br>Services Fee | Cost for<br>12 SCH<br>Out-of-State | Increase from<br>Prior Year Out-<br>of-State |
|----------------------------|--|---------------------|-------------------------|------------------------------------|--|
| 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%                                       |
| 2003                       | 52                                       | 4                   | 5                       | 717                                | 13.81%                                       |
| 2002                       | 46                                       | 4                   | 5                       | 630                                | 8.25%  |
| 2001                       | 42                                       | 4                   | 5                       | 582                                | 6.59%  |
| 2000                       | 40                                       | 4                   | 5                       | 546                                | 0.00%  |

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

This page left blank intentionally.

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

| Fiscal<br>Year | Assessed<br>Valuation of<br>Property | Less<br>Exemptions | Taxable<br>Assessed Value<br>(TAV) | Ratio of Taxable<br>Assessed Value<br>to Assessed<br>Value | Direct Rate                           |                        |              |
|----------------|--------------------------------------|--------------------|------------------------------------|--|---------------------------------------|------------------------|--------------|
|                |                                      |                    |                                    |  | Maintenance<br>&<br>Operations<br>(a) | Debt<br>Service<br>(a) | Total<br>(a) |
| 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     |
| 2003-04        | 3,051,548,692                        | 423,983,680        | 2,627,565,012                      | 86.11%   | 0.08450                               | 0.02960                | 0.114100     |
| 2002-03        | 3,055,819,479                        | 376,478,190        | 2,679,341,289                      | 87.68%   | 0.07870                               | 0.02930                | 0.108000     |
| 2001-02        | 2,904,829,683                        | 365,495,596        | 2,539,334,087                      | 87.42%   | 0.07590                               | 0.03150                | 0.107400     |
| 2000-01        | 2,722,953,918                        | 287,074,146        | 2,435,879,772                      | 89.46%   | 0.07470                               | 0.03050                | 0.105200     |

Source: Angelina County Central Appraisal District

Note: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

This page left blank intentionally.

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

| Fiscal Year | Appropriation per FTSE |       |                                    | Appropriation per Contact Hour |                           |                        |   |
|-------------|------------------------|-------|------------------------------------|--------------------------------|---------------------------|------------------------|---|
|             | State<br>Appropriation | FTSE  | State<br>Appropriation<br>per FTSE | Academic<br>Contact Hours      | Voc/Tech<br>Contact Hours | Total Contact<br>Hours | State<br>Appropriation<br>per Contact<br>Hour |
| 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  |
| 2003-04     | 8,057,088              | 2,650 | 3,041                              | 1,502,670                      | 642,664                   | 2,145,334              | 3.76  |
| 2002-03     | 7,620,886              | 2,571 | 2,964                              | 1,453,157                      | 677,976                   | 2,131,133              | 3.58  |
| 2001-02     | 8,194,501              | 2,379 | 3,445                              | 1,340,160                      | 648,316                   | 1,988,476              | 4.12  |
| 2000-01     | 7,644,713              | 2,228 | 3,431                              | 1,219,584                      | 633,464                   | 1,853,048              | 4.13  |

Note: FTSE is defined as Semester Contact 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) |              |              |              |              |
|------------------------------------|----------------------|--|--------------|--------------|--------------|--------------|
|                                    |                      | 2009-10  | 2008-09      | 2007-08      | 2006-07      | 2005-06      |
| Abitibi Consolidated Corp.         | Manufacturing        | \$ -   | \$ 14,098    | \$ 20,860    | \$ 30,487    | \$ 52,200    |
| American Color Graphics Inc.       | Manufacturing        | 8,821  | 8,631        | 12,812       | -            | -            |
| BBL Real Estate Holding LTD        | Retail               | 11,910   | 11,661       | 11,873       | -            | -            |
| Brookshire Brothers Inc.           | Groceries            | 30,492   | 32,806       | 30,645       | 30,497       | 31,763       |
| Brookshire Brothers LTD            | Groceries            | -  | -            | -            | -            | -            |
| Consolidated Comm of Texas         | Utility              | 50,685   | 67,933       | 44,600       | 56,275       | 50,025       |
| Crown Pine Timber I LP             | Agricultural         | 16,325   | 19,857       | 17,755       | -            | -            |
| Donohue Industries Inc.            | Manufacturing        | -  | -            | -            | -            | -            |
| Encana Oil & Gas (USA)             | Oil & Gas            | 32,385   | 29,273       | -            | -            | -            |
| Energy Transfer Fuel               | Oil & Gas            | 9,187  | 9,494        | -            | -            | -            |
| Georgia Pacific Chemicals LLC      | Manufacturing        | 11,567   | 11,507       | 14,192       | -            | 17,839       |
| Hexion Specialty Chemicals         | Manufacturing        | -  | -            | 12,337       | -            | -            |
| Keystone Southloop of Lufkin LLC   | Retail               | 13,609   | 13,946       | 11,573       | -            | -            |
| Lowe's Home Centers Inc.           | Retail               | 11,324   | 11,766       | 11,402       | -            | -            |
| Lufkin GKD Partners LP             | Retail               | 18,203   | 22,444       | 15,244       | -            | -            |
| Lufkin Industries                  | Manufacturing        | 96,042   | 105,346      | 101,717      | 94,550       | 87,111       |
| Natural Gas Pipeline               | Oil & Gas            | 11,411   | 10,284       | -            | -            | -            |
| Oncor Electric Delivery Co.        | Utility Distribution | 57,314   | 58,029       | 64,178       | -            | -            |
| Pilgrim Industries Inc.            | Food                 | 14,410   | 15,412       | 20,925       | 21,478       | 23,265       |
| Pineywoods Health Care Systems LP  | Medical              | 34,320   | 38,365       | 38,985       | 17,486       | 16,013       |
| Temple-Inland FPC                  | Manufacturing        | 25,021   | 28,110       | 52,634       | 44,223       | 102,273      |
| Texas Foundries LTD                | Manufacturing        | -  | -            | 17,350       | 20,895       | 17,574       |
| TIN Inc.                           | Manufacturing        | 31,174   | 34,229       | 34,145       | 67,297       | -            |
| TXU Communications Telephone Co.   | Utility              | -  | -            | -            | -            | -            |
| TXU Electric Delivery Company      | Utility              | -  | -            | -            | 61,309       | 59,848       |
| Wal-Mart Real Estate #140          | Retail               | 12,279   | 11,999       | 12,727       | -            | -            |
| Woodland Heights Medical Center LP | Medical              | -  | -            | -            | -            | -            |
| Totals                             |                      | \$ 496,479   | \$ 555,188   | \$ 545,954   | \$ 444,498   | \$ 457,912   |
| Total Taxable Assessed Value       |                      | \$ 3,566,016   | \$ 3,344,365 | \$ 3,182,792 | \$ 2,988,458 | \$ 2,912,573 |

| Taxpayer                           | Type of Business     | % of Taxable Assessed Value (TAV) by Tax Year |         |         |         |         |
|------------------------------------|----------------------|---|---------|---------|---------|---------|
|                                    |                      | 2009-10                                       | 2008-09 | 2007-08 | 2006-07 | 2005-06 |
| Abitibi Consolidated Corp.         | Manufacturing        |   | 0.42%   | 0.66%   | 1.02%   | 1.79%   |
| American Color Graphics Inc.       | Manufacturing        | 0.25%   | 0.26%   | 0.40%   |         |         |
| BBL Real Estate Holding LTD        | Retail               | 0.33%   | 0.35%   | 0.37%   |         |         |
| Brookshire Brothers Inc.           | Groceries            | 0.86%   | 0.98%   | 0.96%   | 1.02%   | 1.09%   |
| Brookshire Brothers LTD            | Groceries            |   |         |         |         |         |
| Consolidated Comm of Texas         | Utility              | 1.42%   | 2.03%   | 1.40%   | 1.88%   | 1.72%   |
| Crown Pine Timber I LP             | Agricultural         | 0.46%   | 0.59%   | 0.56%   |         |         |
| Donohue Industries Inc.            | Manufacturing        |   |         |         |         |         |
| Encana Oil & Gas (USA)             | Oil & Gas            | 0.91%   | 0.88%   |         |         |         |
| Energy Transfer Fuel               | Oil & Gas            | 0.26%   | 0.28%   |         |         |         |
| Georgia Pacific Chemicals LLC      | Manufacturing        | 0.32%   | 0.34%   | 0.45%   |         | 0.61%   |
| Hexion Specialty Chemicals         | Manufacturing        |   |         | 0.39%   |         |         |
| Keystone Southloop of Lufkin LLC   | Retail               | 0.38%   | 0.42%   | 0.36%   |         |         |
| Lowe's Home Centers Inc.           | Retail               | 0.32%   | 0.35%   | 0.36%   |         |         |
| Lufkin GKD Partners LP             | Retail               | 0.51%   | 0.67%   | 0.48%   |         |         |
| Lufkin Industries                  | Manufacturing        | 2.69%   | 3.15%   | 3.20%   | 3.16%   | 2.99%   |
| Natural Gas Pipeline               | Oil & Gas            | 0.32%   | 0.31%   |         |         |         |
| Oncor Electric Delivery Co.        | Utility Distribution | 1.61%   | 1.74%   | 2.02%   |         |         |
| Pilgrim Industries Inc.            | Food                 | 0.40%   | 0.46%   | 0.66%   | 0.72%   | 0.80%   |
| Pineywoods Health Care Systems LP  | Medical              | 0.96%   | 1.15%   | 1.22%   | 0.59%   | 0.55%   |
| Temple-Inland FPC                  | Manufacturing        | 0.70%   | 0.84%   | 1.65%   | 1.48%   | 3.51%   |
| Texas Foundries LTD                | Manufacturing        |   |         | 0.55%   | 0.70%   | 0.60%   |
| TIN Inc.                           | Manufacturing        | 0.87%   | 1.02%   | 1.07%   | 2.25%   |         |
| TXU Communications Telephone Co.   | Utility              |   |         |         |         |         |
| TXU Electric Delivery Company      | Utility              |   |         |         | 2.05%   | 2.05%   |
| Wal-Mart Real Estate #140          | Retail               | 0.34%   | 0.36%   | 0.40%   |         |         |
| Woodland Heights Medical Center LP | Medical              |   |         |         |         |         |
| Totals                             |                      | 13.91%  | 16.60%  | 17.16%  | 14.87%  | 15.71%  |

**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) |              |              |              |              |
|------------------------------------|----------------------|--|--------------|--------------|--------------|--------------|
|                                    |                      | 2004-05  | 2003-04      | 2002-03      | 2001-02      | 2000-01      |
| Abitibi Consolidated Corp.         | Manufacturing        | \$ 24,824  | \$ 35,412    | \$ -         | \$ -         | \$ -         |
| American Color Graphics Inc.       | Manufacturing        | -  | -            | -            | 13,011       | -            |
| BBL Real Estate Holding LTD        | Retail               | -  | -            | -            | -            | -            |
| Brookshire Brothers Inc.           | Groceries            | 28,533   | 26,352       | 25,766       | 24,402       | 26,145       |
| Brookshire Brothers LTD            | Groceries            | 13,938   | -            | 14,503       | 13,541       | 13,810       |
| Consolidated Comm of Texas         | Utility              | 45,748   | -            | -            | -            | -            |
| Crown Pine Timber 1 LP             | Agricultural         | -  | -            | -            | -            | -            |
| Donohue Industries Inc.            | Manufacturing        | -  | -            | 112,980      | 114,468      | 138,440      |
| Encana Oil & Gas (USA)             | Oil & Gas            | -  | -            | -            | -            | -            |
| Energy Transfer Fuel               | Oil & Gas            | -  | -            | -            | -            | -            |
| Georgia Pacific Chemicals LLC      | Manufacturing        | 17,614   | 15,131       | 15,251       | 14,105       | 12,220       |
| Hexion Specialty Chemicals         | Manufacturing        | -  | -            | -            | -            | -            |
| Keystone Southloop of Lufkin LLC   | Retail               | -  | -            | -            | -            | -            |
| Lowe's Home Centers Inc.           | Retail               | -  | -            | -            | -            | -            |
| Lufkin GKD Partners LP             | Retail               | -  | -            | -            | -            | -            |
| Lufkin Industries                  | Manufacturing        | 85,366   | 72,793       | 70,829       | 79,733       | 80,157       |
| Natural Gas Pipeline               | Oil & Gas            | -  | -            | -            | -            | -            |
| Oncor Electric Delivery Co.        | Utility Distribution | -  | 55,017       | 56,476       | 56,960       | 56,662       |
| Pilgrim Industries Inc.            | Food                 | 24,966   | 14,440       | -            | -            | 11,693       |
| Pineywoods Health Care Systems LP  | Medical              | -  | 13,967       | -            | -            | -            |
| Temple-Inland FPC                  | Manufacturing        | 123,449  | 132,089      | 138,226      | 146,432      | 138,016      |
| Texas Foundries LTD                | Manufacturing        | 35,906   | 40,904       | 42,783       | 52,584       | 50,920       |
| TIN Inc.                           | Manufacturing        | -  | -            | -            | -            | -            |
| TXU Communications Telephone Co.   | Utility              | -  | 54,161       | 55,796       | 53,371       | 51,622       |
| TXU Electric Delivery Company      | Utility              | 57,572   | -            | -            | -            | -            |
| Wal-Mart Real Estate #140          | Retail               | -  | -            | 14,057       | -            | -            |
| Woodland Heights Medical Center LP | Medical              | -  | -            | -            | -            | -            |
| Totals                             |                      | \$ 457,917   | \$ 460,265   | \$ 546,668   | \$ 568,607   | \$ 579,683   |
| Total Taxable Assessed Value       |                      | \$ 2,791,220   | \$ 2,627,565 | \$ 2,679,341 | \$ 2,539,334 | \$ 2,435,880 |

| Taxpayer                           | Type of Business     | % of Taxable Assessed Value (TAV) by Tax Year |         |         |         |         |
|------------------------------------|----------------------|---|---------|---------|---------|---------|
|                                    |                      | 2004-05                                       | 2003-04 | 2002-03 | 2001-02 | 2000-01 |
| Abitibi Consolidated Corp.         | Manufacturing        | 0.89%   | 1.35%   |         |         |         |
| American Color Graphics Inc.       | Manufacturing        |   |         |         | 0.51%   |         |
| BBL Real Estate Holding LTD        | Retail               |   |         |         |         |         |
| Brookshire Brothers Inc.           | Groceries            | 1.02%   | 1.00%   | 0.96%   | 0.96%   | 1.07%   |
| Brookshire Brothers LTD            | Groceries            | 0.50%   |         | 0.54%   | 0.53%   | 0.57%   |
| Consolidated Comm of Texas         | Utility              | 1.64%   |         |         |         |         |
| Crown Pine Timber 1 LP             | Agricultural         |   |         |         |         |         |
| Donohue Industries Inc.            | Manufacturing        |   |         | 4.22%   | 4.51%   | 5.68%   |
| Encana Oil & Gas (USA)             | Oil & Gas            |   |         |         |         |         |
| Energy Transfer Fuel               | Oil & Gas            |   |         |         |         |         |
| Georgia Pacific Chemicals LLC      | Manufacturing        | 0.63%   | 0.58%   | 0.57%   | 0.56%   | 0.50%   |
| Hexion Specialty Chemicals         | Manufacturing        |   |         |         |         |         |
| Keystone Southloop of Lufkin LLC   | Retail               |   |         |         |         |         |
| Lowe's Home Centers Inc.           | Retail               |   |         |         |         |         |
| Lufkin GKD Partners LP             | Retail               |   |         |         |         |         |
| Lufkin Industries                  | Manufacturing        | 3.06%   | 2.77%   | 2.64%   | 3.14%   | 3.29%   |
| Natural Gas Pipeline               | Oil & Gas            |   |         |         |         |         |
| Oncor Electric Delivery Co.        | Utility Distribution |   | 2.09%   | 2.11%   | 2.24%   | 2.33%   |
| Pilgrim Industries Inc.            | Food                 | 0.89%   | 0.55%   |         |         | 0.48%   |
| Pineywoods Health Care Systems LP  | Medical              |   | 0.53%   |         |         |         |
| Temple-Inland FPC                  | Manufacturing        | 4.42%   | 5.03%   | 5.16%   | 5.77%   | 5.67%   |
| Texas Foundries LTD                | Manufacturing        | 1.29%   | 1.56%   | 1.60%   | 2.07%   | 2.09%   |
| TIN Inc.                           | Manufacturing        |   |         |         |         |         |
| TXU Communications Telephone Co.   | Utility              |   | 2.06%   | 2.08%   | 2.10%   | 2.12%   |
| TXU Electric Delivery Company      | Utility              | 2.06%   |         |         |         |         |
| Wal-Mart Real Estate #140          | Retail               |   |         | 0.52%   |         |         |
| Woodland Heights Medical Center LP | Medical              |   |         |         |         |         |
| Totals                             |                      | 16.40%  | 17.52%  | 20.40%  | 22.39%  | 23.80%  |

This page left blank intentionally.



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

(amounts expressed in thousands)

| Fiscal Year<br>Ended<br>August 31 | Levy<br>(a) | Cumulative<br>Levy<br>Adjustments | Adjusted Tax<br>Levy<br>(b) | Collections -<br>Year of Levy<br>(c) | Percentage<br>(c/b) | Prior<br>Collections of<br>Prior Levies<br>(d) | Current<br>Collections of<br>Prior Levies<br>(e) | Total<br>Collections<br>(c+d+e) | Cumulative<br>Collections of<br>Adjusted<br>Levy |
|-----------------------------------|-------------|-----------------------------------|-----------------------------|--------------------------------------|---------------------|--|--|---------------------------------|--|
| 2010                              | 5,534       | \$ (29)                           | \$ 5,505                    | \$ 5,332                             | 96.87%              | \$ -   | \$ -   | \$ 5,332                        | 96.87%   |
| 2009                              | 4,599       | (19)                              | 4,580                       | 4,448                                | 97.12%              | 9  | 45   | 4,502                           | 98.30%   |
| 2008                              | 3,803       | 5                                 | 3,809                       | 3,710                                | 97.41%              | 59   | 1  | 3,770                           | 98.98%   |
| 2007                              | 3,556       | (48)                              | 3,509                       | 3,409                                | 97.16%              | 71   | (3)  | 3,478                           | 99.12%   |
| 2006                              | 3,367       | (20)                              | 3,347                       | 3,215                                | 96.04%              | 99   | 5  | 3,319                           | 99.16%   |
| 2005                              | 3,221       | (34)                              | 3,187                       | 3,061                                | 96.04%              | 102  | 3  | 3,166                           | 99.34%   |
| 2004                              | 2,998       | 49                                | 3,047                       | 2,932                                | 96.22%              | 94   | 2  | 3,028                           | 99.38%   |
| 2003                              | 2,894       | (44)                              | 2,849                       | 2,732                                | 95.89%              | 99   | 2  | 2,833                           | 99.44%   |
| 2002                              | 2,727       | (9)                               | 2,718                       | 2,606                                | 95.88%              | 97   | 1  | 2,704                           | 99.48%   |
| 2001                              | 2,563       | (1)                               | 2,562                       | 2,454                                | 95.82%              | 94   | 1  | 2,550                           | 99.53%   |

Source: Angelina County Central Appraisal District

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 years not collected in the current year or the year of the tax levy
- (e) Represents current year collections of prior years levies

This page left blank intentionally.

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

| For the Year Ended August 31<br>(amounts expressed in thousands) |           |           |           |           |           |
|--|-----------|-----------|-----------|-----------|-----------|
|  | 2010      | 2009      | 2008      | 2007      | 2006      |
| <b>General Bonded Debt</b>                                       |           |           |           |           |           |
| Limited Tax Bonds  | \$ 22,363 | \$ 23,212 | \$ 17,057 | \$ 7,345  | \$ 7,788  |
| Less: Funds Restricted for Debt Service                          | (1,446)   | (1,457)   | (1,279)   | (1,228)   | (1,224)   |
| Net General Bonded Debt  | \$ 20,917 | \$ 21,755 | \$ 15,777 | \$ 6,117  | \$ 6,564  |
| <b>Other Debt</b>  |           |           |           |           |           |
| Revenue Bonds  | \$ 1,400  | \$ 1,590  | \$ 1,770  | \$ 1,945  | \$ 2,110  |
| Maintenance Tax Notes  | 190       | 370       | 545       | 710       | 870       |
| Long-Term Loans  | -         | -         | -         | 1,597     | 1,681     |
| Total Outstanding Debt   | \$ 22,507 | \$ 23,715 | \$ 18,092 | \$ 10,369 | \$ 11,225 |
| <b>General Bonded Debt Ratios</b>                                |           |           |           |           |           |
| Per Capita   | \$ 250    | \$ 262    | \$ 191    | \$ 70     | \$ 76     |
| Per FTSE   | 5,184     | 6,258     | 4,955     | 2,747     | 2,925     |
| As a Percentage of Taxable Assessed Value                        | 0.59%     | 0.65%     | 0.53%     | 0.21%     | 0.23%     |
| <b>Total Outstanding Debt Ratios</b>                             |           |           |           |           |           |
| Per Capita   | \$ 269    | \$ 286    | \$ 219    | \$ 118    | \$ 130    |
| Per FTSE   | 5,578     | 6,822     | 5,682     | 4,656     | 5,002     |
| As a Percentage of Taxable Assessed Value                        | 0.63%     | 0.71%     | 0.61%     | 0.35%     | 0.39%     |

| For the Year Ended August 31<br>(amounts expressed in thousands) |           |           |           |           |           |
|--|-----------|-----------|-----------|-----------|-----------|
|  | 2005      | 2004      | 2003      | 2002      | 2001      |
| <b>General Bonded Debt</b>                                       |           |           |           |           |           |
| Limited Tax Bonds  | \$ 8,042  | \$ 8,390  | \$ 8,575  | \$ 8,875  | \$ 9,150  |
| Less: Funds Restricted for Debt Service                          | (1,151)   | (1,073)   | (1,071)   | (1,102)   | (927)     |
| Net General Bonded Debt  | \$ 6,891  | \$ 7,317  | \$ 7,504  | \$ 7,773  | \$ 8,223  |
| <b>Other Debt</b>  |           |           |           |           |           |
| Revenue Bonds  | \$ 2,265  | \$ 2,415  | \$ 2,555  | \$ 2,690  | \$ 2,820  |
| Maintenance Tax Notes  | 1,020     | 1,165     | 1,300     | 1,430     | 1,575     |
| Long-Term Loans  | 1,761     | 1,836     | 1,908     | 1,975     | 2,039     |
| Total Outstanding Debt   | \$ 11,937 | \$ 12,733 | \$ 13,267 | \$ 13,868 | \$ 14,657 |
| <b>General Bonded Debt Ratios</b>                                |           |           |           |           |           |
| Per Capita   | \$ 81     | \$ 86.87  | \$ 90.19  | \$ 94.59  | \$ 101.32 |
| Per FTSE   | 2,709     | 2,761     | 2,919     | 3,267     | 3,691     |
| As a Percentage of Taxable Assessed Value                        | 0.25%     | 0.28%     | 0.28%     | 0.31%     | 0.34%     |
| <b>Total Outstanding Debt Ratios</b>                             |           |           |           |           |           |
| Per Capita   | \$ 140    | \$ 151    | \$ 159.45 | \$ 168.75 | \$ 180.61 |
| Per FTSE   | 4,692     | 4,805     | 5,160     | 5,829     | 6,579     |
| As a Percentage of Taxable Assessed Value                        | 0.43%     | 0.48%     | 0.50%     | 0.55%     | 0.60%     |

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.

This page left blank intentionally.

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

|  | For the Year Ended August 31<br>(amount expressed in thousands) |              |              |              |              |
|--|---|--------------|--------------|--------------|--------------|
|  | 2010  | 2009         | 2008         | 2007         | 2006         |
| Taxable Assessed Value   | \$ 3,566,016  | \$ 3,344,365 | \$ 3,182,792 | \$ 2,977,380 | \$ 2,912,573 |
| General Obligation Bonds   |   |              |              |              |              |
| Statutory Tax Levy Limit for Debt Service                            | 17,830  | 16,722       | 15,914       | 14,887       | 14,563       |
| Less: Funds Restricted for Repayment of General Obligation Bonds     | -   | -            | -            | -            | -            |
| Total Net General Obligation Debt                                    | 17,830  | 16,722       | 15,914       | 14,887       | 14,563       |
| Current Year Debt Service Requirements                               | 1,541   | 1,392        | 1,307        | 444          | 254          |
| Excess of Statutory Limit for Debt Service over Current Requirements | \$ 16,289   | \$ 15,330    | \$ 14,607    | \$ 14,443    | \$ 14,309    |
| Net Current Requirements as a % of Statutory Limit                   | 8.65%   | 8.33%        | 8.21%        | 2.98%        | 1.74%        |

|  | For the Year Ended August 31<br>(amount expressed in thousands) |              |              |              |              |
|--|---|--------------|--------------|--------------|--------------|
|  | 2005  | 2004         | 2003         | 2002         | 2001         |
| Taxable Assessed Value   | \$ 2,791,220  | \$ 2,627,565 | \$ 2,679,341 | \$ 2,539,334 | \$ 2,435,880 |
| General Obligation Bonds   |   |              |              |              |              |
| Statutory Tax Levy Limit for Debt Service                            | 13,956  | 13,138       | 13,397       | 12,697       | 12,179       |
| Less: Funds Restricted for Repayment of General Obligation Bonds     | -   | -            | -            | -            | -            |
| Total Net General Obligation Debt                                    | 13,956  | 13,138       | 13,397       | 12,697       | 12,179       |
| Current Year Debt Service Requirements                               | 348   | 185          | 300          | 275          | 250          |
| Excess of Statutory Limit for Debt Service over Current Requirements | \$ 13,608   | \$ 12,953    | \$ 13,097    | \$ 12,422    | \$ 11,929    |
| Net Current Requirements as a % of Statutory Limit                   | 2.49%   | 1.41%        | 2.24%        | 2.17%        | 2.05%        |

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.

This page left blank intentionally.

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

**REVENUE BONDS**

| Fiscal Year<br>Ended August 31 | Pledged Revenues<br>(\$000 omitted) |             |        | Debt Service Requirements<br>(\$000 omitted) |          |        |          |
|--------------------------------|-------------------------------------|-------------|--------|--|----------|--------|----------|
|                                | Building                            |             | Total  | Principal                                    | Interest | Total  | Coverage |
|                                | Tuition                             | Use<br>Fees |        |  |          |        | Ratio    |
| 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     |
| 2004                           | 254                                 | 420         | 674    | 140  | 132      | 272    | 2.47     |
| 2003                           | 218                                 | 416         | 634    | 135  | 141      | 276    | 2.30     |
| 2002                           | 451                                 | 387         | 838    | 130  | 149      | 279    | 3.00     |
| 2001                           | 163                                 | 294         | 457    | 120  | 157      | 277    | 1.65     |

This page left blank intentionally.



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

| <b>Calendar<br/>Year</b> | <b>District<br/>Population</b> | <b>District<br/>Personal<br/>Income</b> | <b>District<br/>Personal<br/>Income<br/>Per<br/>Capita</b> | <b>District<br/>Unemployment<br/>Rate</b> |
|--------------------------|--------------------------------|---|--|---|
| 2009                     | *                              | *                                       | *  | 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%                                      |
| 2003                     | 80,957                         | 2,093,846,000                           | 25,864   | 6.6%                                      |
| 2002                     | 80,464                         | 2,007,878,000                           | 24,954   | 6.6%                                      |
| 2001                     | 80,229                         | 1,969,696,000                           | 24,551   | 5.5%                                      |
| 2000                     | 80,264                         | 1,797,779,000                           | 22,398   | 4.8%                                      |

\* Data not available as of reporting date.

Source:

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

The County Information Project, Texas Association of Counties -  
<http://www.txcip.org/tac/census>

This page left blank intentionally.

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

| <b>Employer</b>                      | <b>Number of<br/>Employees</b> | <b>Percentage<br/>of Total<br/>Employment</b> |
|--------------------------------------|--------------------------------|---|
| Pilgrim's Pride                      | 1,668                          | 4.62%   |
| Lufkin Independent School District   | 1,381                          | 3.82%   |
| Lufkin Industries Inc                | 1,379                          | 3.82%   |
| Lufkin State Supported Living Center | 1,125                          | 3.12%   |
| Memorial Health System of Texas      | 1,107                          | 3.07%   |
| Brookshire Brothers, LTC             | 1,051                          | 2.91%   |
| Angelina College                     | 662                            | 1.83%   |
| Woodland Heights Medical Center      | 634                            | 1.76%   |
| Temple-Inland Forest Products        | 539                            | 1.49%   |
| Wal-Mart Supercenter                 | 505                            | 1.40%   |
| Other Angelina County Employees      | 26,056                         | 72.16%  |
| <b>Total</b>                         | <b>36,107</b>                  | <b>100.00%</b>                                |
| <b>Angelina County Summary</b>       |                                |   |
| Number Employed                      | 36,107                         | 91.51%  |
| Number Unemployed                    | 3,349                          | 8.49%   |
| Total Available Labor Force          | 39,456                         | 100.00%                                       |

Source:

- Labor Force - Texas Labor Market Information - <http://www.tracer2.com/>
- Lufkin/Angelina County Chamber of Commerce - <http://www.lufkintexas.org/business/community/largestemployers/>

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

|                                 | Fiscal Year |           |           |           |           |
|---------------------------------|-------------|-----------|-----------|-----------|-----------|
|                                 | 2010        | 2009      | 2008      | 2007      | 2006      |
| Faculty                         |             |           |           |           |           |
| Full-Time                       | 118         | 116       | 115       | 116       | 117       |
| Part-Time                       | 278         | 242       | 254       | 248       | 235       |
| Total                           | 396         | 358       | 369       | 364       | 352       |
| Percent                         |             |           |           |           |           |
| Full-Time                       | 29.8%       | 32.4%     | 31.2%     | 31.9%     | 33.2%     |
| Part-Time                       | 70.2%       | 67.6%     | 68.8%     | 68.1%     | 66.8%     |
| Staff and Administrators        |             |           |           |           |           |
| Full-Time                       | 125         | 124       | 127       | 120       | 125       |
| Part-Time                       | 141         | 123       | 119       | 125       | 128       |
| Total                           | 266         | 247       | 246       | 245       | 253       |
| Percent                         |             |           |           |           |           |
| Full-Time                       | 47.0%       | 50.2%     | 51.6%     | 49.0%     | 49.4%     |
| Part-Time                       | 53.0%       | 49.8%     | 48.4%     | 51.0%     | 50.6%     |
| FTSE per Full-time Faculty      | 45.9        | 46.8      | 42.7      | 39.9      | 39.8      |
| FTSE per Full-Time Staff Member | 43.4        | 43.7      | 38.7      | 38.5      | 37.3      |
| Average Annual Faculty Salary   | \$ 47,848   | \$ 47,441 | \$ 47,212 | \$ 45,461 | \$ 46,557 |

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

|                                 | <b>Fiscal Year</b> |             |             |             |             |
|---------------------------------|--------------------|-------------|-------------|-------------|-------------|
|                                 | <b>2005</b>        | <b>2004</b> | <b>2003</b> | <b>2002</b> | <b>2001</b> |
| Faculty                         |                    |             |             |             |             |
| Full-Time                       | 116                | 109         | 102         | 109         | 102         |
| Part-Time                       | 275                | 305         | 299         | 335         | 396         |
| Total                           | 391                | 414         | 401         | 444         | 498         |
| Percent                         |                    |             |             |             |             |
| Full-Time                       | 29.7%              | 26.3%       | 25.4%       | 24.5%       | 20.5%       |
| Part-Time                       | 70.3%              | 73.7%       | 74.6%       | 75.5%       | 79.5%       |
| Staff and Administrators        |                    |             |             |             |             |
| Full-Time                       | 118                | 123         | 123         | 121         | 111         |
| Part-Time                       | 133                | 113         | 136         | 119         | 91          |
| Total                           | 251                | 236         | 259         | 240         | 202         |
| Percent                         |                    |             |             |             |             |
| Full-Time                       | 47.0%              | 52.1%       | 47.5%       | 50.4%       | 55.0%       |
| Part-Time                       | 53.0%              | 47.9%       | 52.5%       | 49.6%       | 45.0%       |
| FTSE per Full-time Faculty      | 41.0               | 45.2        | 49.2        | 45.5        | 45.7        |
| FTSE per Full-Time Staff Member | 40.3               | 40.0        | 40.8        | 41.0        | 42.0        |
| Average Annual Faculty Salary   | \$ 45,472          | \$ 45,383   | \$ 44,986   | \$ 42,163   | \$ 43,613   |

This page left blank intentionally.

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

| <u>Student Classification</u> | Fall 2009 |         | Fall 2008 |         | Fall 2007 |         | Fall 2006 |         | Fall 2005 |         |
|-------------------------------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|
|                               | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent |
| 00-30 hours                   | 4,362     | 80.98%  | 3,922     | 79.81%  | 3,646     | 78.85%  | 3,631     | 77.95%  | 3,579     | 75.25%  |
| 31-60 hours                   | 1,007     | 18.70%  | 968       | 19.70%  | 956       | 20.67%  | 762       | 16.36%  | 918       | 19.30%  |
| > 60 hours                    | 17        | 0.32%   | 24        | 0.49%   | 22        | 0.48%   | 265       | 5.69%   | 259       | 5.45%   |
| Total                         | 5,386     | 100.00% | 4,914     | 100.00% | 4,624     | 100.00% | 4,658     | 100.00% | 4,756     | 100.00% |

| <u>Semester Hour Load</u>  | Fall 2009 |         | Fall 2008 |         | Fall 2007 |         | Fall 2006 |         | Fall 2005 |         |
|----------------------------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|
|                            | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent |
| Less than 3 semester hours | 24        | 0.45%   | 38        | 0.78%   | 16        | 0.35%   | 14        | 0.30%   | 52        | 1.10%   |
| 3-5 semester hours         | 868       | 16.12%  | 860       | 17.50%  | 816       | 17.65%  | 800       | 17.18%  | 875       | 18.40%  |
| 6-8 semester hours         | 1,377     | 25.56%  | 1,409     | 28.67%  | 1,129     | 24.42%  | 1,079     | 23.16%  | 938       | 19.72%  |
| 9-11 semester hours        | 774       | 14.37%  | 667       | 13.57%  | 688       | 14.88%  | 664       | 14.26%  | 656       | 13.79%  |
| 12-14 semester hours       | 2,018     | 37.47%  | 1,599     | 32.54%  | 1,617     | 34.96%  | 1,660     | 35.64%  | 1,727     | 36.31%  |
| 15-17 semester hours       | 250       | 4.64%   | 276       | 5.62%   | 291       | 6.29%   | 384       | 8.24%   | 429       | 9.02%   |
| 18 & over semester hours   | 75        | 1.39%   | 65        | 1.32%   | 67        | 1.45%   | 57        | 1.22%   | 79        | 1.66%   |
| Total                      | 5,386     | 100.00% | 4,914     | 100.00% | 4,624     | 100.00% | 4,658     | 100.00% | 4,756     | 100.00% |

|                     |     |     |     |     |     |
|---------------------|-----|-----|-----|-----|-----|
| Average course load | 9.3 | 9.0 | 9.3 | 9.4 | 9.5 |
|---------------------|-----|-----|-----|-----|-----|

| <u>Tuition Status</u>            | Fall 2009 |         | Fall 2008 |         | Fall 2007 |         | Fall 2006 |         | Fall 2005 |         |
|----------------------------------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|
|                                  | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent |
| Texas Resident (In-District)     | 2,442     | 45.34%  | 2,145     | 43.65%  | 1,957     | 42.32%  | 2,171     | 46.61%  | 2,255     | 47.41%  |
| Texas Resident (Out-of-District) | 2,797     | 51.93%  | 2,618     | 53.28%  | 2,510     | 54.28%  | 2,342     | 50.28%  | 2,364     | 49.71%  |
| Non-Resident Tuition             | 147       | 2.73%   | 151       | 3.07%   | 157       | 3.40%   | 145       | 3.11%   | 137       | 2.88%   |
| Total                            | 5,386     | 100.00% | 4,914     | 100.00% | 4,624     | 100.00% | 4,658     | 100.00% | 4,756     | 100.00% |

FY10 =

This page left blank intentionally.



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

| Gender | Fall 2009 |         | Fall 2008 |         | Fall 2007 |         | Fall 2006 |         | Fall 2005 |         |
|--------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|
|        | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent |
| Female | 3,348     | 62.16%  | 3,170     | 64.51%  | 2,919     | 63.13%  | 2,947     | 63.27%  | 3,017     | 63.44%  |
| Male   | 2,038     | 37.84%  | 1,744     | 35.49%  | 1,705     | 36.87%  | 1,711     | 36.73%  | 1,739     | 36.56%  |
| Total  | 5,386     | 100.00% | 4,914     | 100.00% | 4,624     | 100.00% | 4,658     | 100.00% | 4,756     | 100.00% |

| Ethnic Origin    | Fall 2009 |         | Fall 2008 |         | Fall 2007 |         | Fall 2006 |         | Fall 2005 |         |
|------------------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|
|                  | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent |
| White            | 4,016     | 74.56%  | 3,980     | 80.99%  | 3,716     | 80.36%  | 3,556     | 76.34%  | 3,552     | 74.68%  |
| Hispanic         | 540       | 10.03%  | 398       | 8.10%   | 396       | 8.57%   | 473       | 10.16%  | 477       | 10.03%  |
| African American | 707       | 13.13%  | 448       | 9.12%   | 431       | 9.32%   | 572       | 12.28%  | 671       | 14.11%  |
| Asian            | 32        | 0.59%   | 23        | 0.47%   | 24        | 0.52%   | 33        | 0.71%   | 34        | 0.72%   |
| Foreign          | 45        | 0.84%   | 27        | 0.55%   | 16        | 0.35%   | -         | 0.00%   | 20        | 0.42%   |
| Native American  | 26        | 0.48%   | 8         | 0.16%   | 8         | 0.17%   | 7         | 0.15%   | 2         | 0.04%   |
| Other            | 20        | 0.37%   | 30        | 0.61%   | 33        | 0.71%   | 17        | 0.36%   | -         | 0.00%   |
| Total            | 5,386     | 100.00% | 4,914     | 100.00% | 4,624     | 100.00% | 4,658     | 100.00% | 4,756     | 100.00% |

| Age       | Fall 2009 |         | Fall 2008 |         | Fall 2007 |         | Fall 2006 |         | Fall 2005 |         |
|-----------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|-----------|---------|
|           | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent | Number    | Percent |
| Under 18  | 1,021     | 18.96%  | 1,031     | 20.98%  | 868       | 18.77%  | 705       | 15.14%  | 717       | 15.08%  |
| 18 - 21   | 2,265     | 42.05%  | 2,025     | 41.21%  | 1,950     | 42.17%  | 1,941     | 41.67%  | 1,991     | 41.86%  |
| 22 - 24   | 570       | 10.58%  | 485       | 9.87%   | 528       | 11.42%  | 529       | 11.36%  | 544       | 11.44%  |
| 25 - 35   | 895       | 16.62%  | 823       | 16.75%  | 802       | 17.34%  | 932       | 20.00%  | 935       | 19.66%  |
| 36 - 50   | 539       | 10.01%  | 458       | 9.32%   | 391       | 8.46%   | 458       | 9.83%   | 467       | 9.82%   |
| 51 & over | 96        | 1.78%   | 92        | 1.87%   | 85        | 1.84%   | 93        | 2.00%   | 102       | 2.14%   |
| Total     | 5,386     | 100.00% | 4,914     | 100.00% | 4,624     | 100.00% | 4,658     | 100.00% | 4,756     | 100.00% |

|             |    |    |    |    |    |
|-------------|----|----|----|----|----|
| Average Age | 24 | 23 | 23 | 24 | 24 |
|-------------|----|----|----|----|----|

This page left blank intentionally.

**ANGELINA COUNTY JUNIOR COLLEGE DISTRICT  
STATISTICAL SUPPLEMENT 17  
TRANSFERS TO SENIOR INSTITUTIONS  
2008 FALL STUDENTS AS OF FALL 2009  
(INCLUDES ONLY PUBLIC SENIOR COLLEGES IN TEXAS)  
(UNAUDITED)**

|   | Transfer<br>Student<br>Count<br><u>Academic</u> | Transfer<br>Student<br>Count<br><u>Technical</u> | Transfer<br>Student<br>Count<br><u>Tech-Prep</u> | Total of<br>all Sample<br>Transfer<br>Students | % of<br>all Sample<br>Transfer<br>Students |
|---|---|--|--|--|--|
| 1 Stephen F. Austin State University      | 524   | 57   | 19   | 600  | 57.50%                                     |
| 2 Texas A&M University                    | 102   | 1  | 1  | 104  | 9.96%                                      |
| 3 Sam Houston State University            | 90  | 4  | 5  | 99   | 9.49%                                      |
| 4 Lamar University                        | 59  | 4  | 1  | 64   | 6.14%                                      |
| 5 The University of Texas at Austin       | 32  | 1  | 1  | 34   | 3.26%                                      |
| 6 The University of Texas at Tyler        | 23  | 4  | 3  | 30   | 2.88%                                      |
| 7 Texas State University                  | 22  | 2  | 0  | 24   | 2.30%                                      |
| 8 University of Houston                   | 20  | 0  | 0  | 20   | 1.92%                                      |
| 9 University of North Texas               | 13  | 1  | 1  | 15   | 1.44%                                      |
| 10 Texas Tech University                  | 7   | 2  | 0  | 9  | 0.86%                                      |
| 11 The University of Texas at Arlington   | 5   | 1  | 0  | 6  | 0.58%                                      |
| 12 Prairie View A&M University            | 5   | 0  | 0  | 5  | 0.48%                                      |
| 13 The University of Texas at San Antonio | 4   | 1  | 0  | 5  | 0.48%                                      |
| 14 Texas Southern University              | 4   | 0  | 0  | 4  | 0.38%                                      |
| 15 Texas Woman's University               | 4   | 0  | 0  | 4  | 0.38%                                      |
| 16 Texas A&M University at Corpus Christi | 2   | 1  | 0  | 3  | 0.29%                                      |
| 17 The University of Texas at Dallas      | 3   | 0  | 0  | 3  | 0.29%                                      |
| 18 Texas A&M University at Galveston      | 2   | 0  | 0  | 2  | 0.19%                                      |
| 19 Angelo State University                | 2   | 0  | 0  | 2  | 0.19%                                      |
| 21 West Texas A&M University              | 2   | 0  | 0  | 2  | 0.19%                                      |
| 22 Tarleton State University              | 1   | 0  | 0  | 1  | 0.10%                                      |
| 23 Texas A&M University at Commerce       | 1   | 0  | 0  | 1  | 0.10%                                      |
| 24 The University of Texas at Brownsville | 1   | 0  | 0  | 1  | 0.10%                                      |
| 26 The University of Texas at El Paso     | 0   | 1  | 0  | 1  | 0.10%                                      |
| 27 University of North Texas at Dallas    | 0   | 0  | 1  | 1  | 0.10%                                      |
| 28 Sul Ross State University              | 0   | 0  | 1  | 1  | 0.10%                                      |
| 30 University of Houston - Downtown       | 0   | 0  | 1  | 1  | 0.10%                                      |
| 31 University of Houston at Victoria      | 1   | 0  | 0  | 1  | 0.10%                                      |
| Totals                                    | <u>929</u>                                      | <u>80</u>  | <u>34</u>  | <u>1,043</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

This page left blank intentionally.

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

|                                      | Fiscal Year |        |        |        |        |
|--------------------------------------|-------------|--------|--------|--------|--------|
|                                      | 2010        | 2009   | 2008   | 2007   | 2006   |
| Academic Buildings                   | 13          | 12     | 12     | 12     | 12     |
| Square footage (in thousands)        | 256         | 245    | 245    | 245    | 245    |
| Administrative and Support Buildings | 3           | 3      | 3      | 3      | 3      |
| Square footage (in thousands)        | 19          | 19     | 19     | 19     | 19     |
| Athletic Facilities                  | 7           | 4      | 4      | 4      | 4      |
| Square footage (in thousands)        | 53          | 50     | 50     | 50     | 50     |
| Baseball Field                       | 1           | 1      | 1      | 1      | 1      |
| Gymnasiums                           | 2           | 2      | 2      | 2      | 2      |
| Fitness Center                       | 1           | 1      | 1      | 1      | 1      |
| Softball Field                       | 1           | 0      | 0      | 0      | 0      |
| Field House                          | 1           | 0      | 0      | 0      | 0      |
| Concession/Restrooms                 | 1           | 0      | 0      | 0      | 0      |
| Dining Facilities                    | 1           | 1      | 1      | 1      | 1      |
| Square footage (in thousands)        | 12          | 12     | 12     | 12     | 12     |
| Average daily customers              | 425         | 425    | 425    | 425    | 425    |
| Dormitories                          | 1           | 1      | 1      | 1      | 1      |
| Square footage (in thousands)        | 20          | 20     | 20     | 20     | 20     |
| Number of Beds                       | 112         | 112    | 112    | 112    | 112    |
| Library                              | 1           | 1      | 1      | 1      | 1      |
| Square footage (in thousands)        | 18          | 18     | 18     | 18     | 18     |
| Number of Volumes                    | 42,854      | 43,886 | 44,235 | 43,681 | 42,478 |
| Off Campus Facilities                | 3           | 2      | 2      | 2      | 2      |
| Square footage (in thousands)        | 39          | 29     | 29     | 29     | 29     |
| Other Housing - President's House    | 1           | 1      | 1      | 1      | 1      |
| Square footage (in thousands)        | 4           | 4      | 4      | 4      | 4      |
| Other Housing                        | 0           | 0      | 2      | 2      | 2      |
| Square footage (in thousands)        | 0           | 0      | 6      | 6      | 6      |
| Plant facilities                     | 2           | 2      | 2      | 2      | 2      |
| Square footage (in thousands)        | 6           | 6      | 6      | 6      | 6      |
| Transportation                       |             |        |        |        |        |
| Cars                                 | 4           | 3      | 3      | 2      | 2      |
| Light Trucks/Vans                    | 12          | 11     | 11     | 10     | 10     |
| Buses                                | 0           | 0      | 0      | 1      | 1      |
| Fire Truck                           | 1           | 1      | 1      | 1      | 1      |

This page left blank intentionally.