

**VICTORIA COUNTY  
JUNIOR COLLEGE DISTRICT**

**ANNUAL FINANCIAL REPORT**

**AUGUST 31, 2011**

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

ANNUAL FINANCIAL REPORT  
AUGUST 31, 2011

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VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

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VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

ORGANIZATIONAL DATA  
FOR THE FISCAL YEAR 2010-2011

Board of Trustees

Officers

Ronald B. Walker	President
Roger F. Welder	Vice President
Dr. Josie Rivera	Secretary

Members

		<u>Term Expires</u>
Robby Burdge	Victoria, Texas	2016
Luis A. Guerra	Victoria, Texas	2012
Catherine McHaney	Victoria, Texas	2016
Thomas M. O'Connor	Victoria, Texas	2014
Dr. Josie Rivera	Victoria, Texas	2012
Roger F. Welder	Victoria, Texas	2014
Ronald B. Walker	Victoria, Texas	2014

Principal Administrative Officers

Thomas Butler, Ed. D.	President
Keith Blundell, M.B.A., C.P.A.	Vice President of Administrative Services
Florinda Correa, Ed. D.	Vice President of Student Services
Patricia Vandervoort, Ed. D.	Vice President of Instruction
Jennifer Yancey, M.A.I.S.	Vice President of College Advancement and External Affairs
Tracey Bergstrom, M.B.A., C.P.A.	Director of Finance

## **FINANCIAL SECTION**



PATTILLO, BROWN & HILL, L.L.P.  
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Victoria County Junior College District  
Victoria, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Victoria County Junior College District, as of and for the year ended August 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Victoria County Junior College District's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Victoria College Foundation, Inc. (the "Affiliated Organization"), which reflects total assets of \$8,189,072 and revenues of \$926,213. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and in our opinion, insofar as it relates to the amounts included for the Victoria College Foundation, Inc., are based solely on the report of the other auditors.

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 and the standards applicable to financial audits contained in the *State of Texas Single Audit Circular*. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Victoria County Junior College District, as of August 31, 2011, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards* and the *State of Texas Single Audit Circular*, we have also issued our report dated October 26, 2011, on our consideration of the Victoria County Junior College District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 the *State of Texas Single Audit Circular* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting

Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Victoria County Junior College District's financial statements as a whole. The supplementary information and financial assistance section as denoted 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 schedule of expenditures of Federal Awards is 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 is also not a required part of the basic financial statements of the Victoria County Junior College District. The accompanying schedule of expenditures of State Awards is presented for purposes of additional analysis as required by the *State of Texas Single Audit Circular*, and is also not a required part of the basic financial statements of Victoria County Junior College District. The combining of individual nonmajor fund financial statements and the schedule of federal awards are the responsibility of management and were derived from and relate directly to underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

*Pattillo, Brown & Hill, C.C.P.*

October 26, 2011

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

Management's Discussion and Analysis  
Year Ended August 31, 2011

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In June 1999, the Governmental Accounting Standard's Board (GASB) released Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, which established a new reporting format for annual financial statements. In November 1999, GASB released Statement No. 35, *Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities*, which applies the new reporting standards to public colleges and universities. The Victoria County Junior College District (the "District" or "College") adopted these new standards in 2002.

The following analysis provides an overview of the District's financial activities. Both 2011 and 2010 are presented in the audited financial statements. Management's discussion and analysis is designed to focus on current activities, the resulting change, and currently known facts; therefore, please read this discussion and analysis in conjunction with the District's basic financial statements and additional information.

The annual report consists of three basic financial statements that provide information on the District as a whole: the Statement of Net Assets; the Statement of Revenues, Expenses and Changes in Net Assets; and the Statement of Cash Flows. This discussion and analysis is limited to the Statement of Net Assets and the Statement of Revenues, Expenses and Changes in Net Assets for the primary government.

#### Analysis of Financial Position

For the fiscal year ended August 31, 2011, net assets decreased by \$713,568 (1.9%) from \$37,900,255 at August 31, 2010 to \$37,186,687 at August 31, 2011. Operating revenues increased by 17.4% or \$2,877,864. Operating expenses increased by \$5,477,062 (13.4%). Non-operating revenues (state appropriations, taxes, Title IV, gifts, and investment related income) increased by \$3,024,298 (11.3%), while non-operating expenses (interest on capital related debt) decreased by 10.7% or \$95,194. The overall decrease in net assets is attributable to the transfer of endowment assets to the Victoria College Foundation, Inc.

Tuition and fee revenues increased 6.5% or \$524,317 over prior year due to an increase general fee rate per semester credit hour ("SCH") and enrollment growth of 5.7%. Tuition and fee rates were set as follows for fiscal year 2011: 1) In-District Tuition rate remained the same at \$34 per SCH, 2) Non-Resident Tuition rate remained the same at \$100 per SCH, 3) Out-of-District Fee remained at \$45 per SCH, 4) General Fee increased from \$20 per SCH to \$22 per SCH, 5) Technology fee remained the same at \$15 per SCH.

During the fiscal year ended August 31, 2011, the District's base State funding was reduced by 1.0% or \$62,468. The District remains under the State's "hold harmless" clause, which allows the District to keep a level base funding. However, the State reduced all community college appropriations during fiscal year 2011. During this time, the District's enrollment head count increased by 5.7%. The State's funding for employee health insurance remained the same as prior year.

The Victoria College Board of Trustees voted to set the tax rate at \$0.1531 per \$100 valuation. The tax rate decreased from prior year tax rate by .2%. Property tax revenues increased 2.1% (\$160,523) due to an increased assessed property value of .8%.

Interest and related investment income increased by \$73,546, or 20.8%. The increase in this non-operating revenue category is due to gains on the sales of various endowment investments. Poor market conditions continued during fiscal year 2011 resulting in fairly flat interest rate returns.

Short-term liabilities increased by \$645,764 or 8.8%. The increase is due primarily to an increase in Deferred Revenue related to student accounts receivable for fall 2011-2012 tuition and fees. Tuition and fees are higher in the current fiscal year due to an increase in enrollment headcount of 5.7% and due to increased fee rates.



**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS**

**Management's Discussion and Analysis  
Year Ended August 31, 2011**

**Table I - Condensed Comparative Financial Information**

Financial Statement Category	Current Year	Prior Year
<b>Assets</b>		
Cash and Investments	\$ 11,624,567	\$ 12,758,256
Other Assets	4,984,450	5,255,251
Capital Assets	<u>44,030,809</u>	<u>44,051,728</u>
Total Assets	60,639,826	62,065,235
<b>Liabilities</b>		
Current Liabilities	7,980,744	7,334,980
Long-term Liabilities	<u>15,472,395</u>	<u>16,830,000</u>
Total Liabilities	23,453,139	24,164,980
<b>Net Assets</b>		
Invested in Capital Assets, Net of Related Debt	27,083,414	25,831,728
Unrestricted	7,540,325	6,281,439
Restricted	<u>2,562,948</u>	<u>5,787,088</u>
Total Net Assets	<u>\$ 37,186,687</u>	<u>\$ 37,900,255</u>
<b>Operating Revenues</b>		
Tuition and Fees (net of discounts)	8,571,347	8,047,030
Local, State and Federal Grants and Contracts	6,236,028	3,688,661
Auxiliary Enterprise	4,010,280	4,220,013
Other	<u>638,802</u>	<u>622,889</u>
Total Operating Revenues	19,456,457	16,578,593
<b>Operating Expenses</b>		
Instruction	15,143,721	12,992,730
Public Service	90,318	30,237
Academic Support	2,338,991	2,352,102
Student Support	2,816,925	2,900,136
Institutional Support	4,006,881	3,373,468
Operation and Maintenance of Plant	2,998,333	3,298,347
Scholarships and Fellowships	13,802,754	11,054,217
Auxiliary Enterprises	3,626,919	3,398,618
Depreciation	<u>1,465,711</u>	<u>1,413,636</u>
Total Operating Expenses	<u>46,290,553</u>	<u>40,813,491</u>
Operating Income (Loss)	<u>(26,834,096)</u>	<u>(24,234,898)</u>
<b>Non-Operating Revenues (Expenses)</b>		
State Appropriations	8,503,704	8,604,742
Taxes	7,780,879	7,620,356
Title IV	12,336,719	9,734,191
Gifts	715,176	426,437
Interest on Capital Related Debt	(794,770)	(889,964)
Investment Related Income	<u>427,693</u>	<u>354,147</u>
Total Non-Operating Revenues (Expenses)	<u>28,969,401</u>	<u>25,849,909</u>
Income Before Other Revenues, (Expenses), Gains, (Losses)	2,135,305	1,615,011
Other Revenues, (Expenses), Gains, (Losses)	<u>(2,848,873)</u>	<u>48,779</u>
Increase (Decrease) in Net Assets	(713,568)	1,663,790
Beginning Net Assets, as Adjusted	<u>37,900,255</u>	<u>36,236,465</u>
Ending Net Assets	<u>\$ 37,186,687</u>	<u>\$ 37,900,255</u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

Management's Discussion and Analysis  
Year Ended August 31, 2011

**Capital Assets and Long Term Debt Administration**

Capital Assets

The District's investment in capital assets as of August 31, 2011 was \$44,030,809 (net of accumulated depreciation). This amount represents a net decrease (including additions, dispositions, and depreciation expense) of \$20,919 over fiscal year 2010. During the fiscal year, construction in progress decreased by \$3,207,594. Additional information regarding the District's capital assets can be found in Note 6 to the financial statements.

The following table summarizes the District's capital assets, net of accumulated depreciation, as of August 31, 2011 and 2010.

	Balance at 8/31/2011	Balance at 8/31/2010	\$ Change 2011-2010	% Change 2011-2010
Land	\$ 460,387	\$ 325,537	\$ 134,850	41.4%
Construction in Progress	474,099	3,681,693	(3,207,594)	-87.1%
Library Volumes and Periodicals	968,859	1,023,531	(54,672)	-5.3%
Buildings	46,488,947	46,024,031	464,916	1.0%
Site Improvements	6,505,197	6,383,314	121,883	1.9%
Telecommunications and Peripheral Equipment	1,396,936	1,159,269	237,667	20.5%
Machinery, Equipment, Furniture and Vehicles	4,941,654	1,310,687	3,630,967	277.0%
Totals at Historical Costs	61,236,079	59,908,062	1,328,017	2.2%
Total Accumulated Depreciation	17,205,270	15,856,334	1,348,936	8.5%
Net Capital Assets	<u>\$ 44,030,809</u>	<u>\$ 44,051,728</u>	<u>\$ (20,919)</u>	0.0%

Long-Term Debt

Long-term debt decreased by \$1,410,000 during the fiscal year. The District issued \$3,455,000 in Series 2010 Combined Fee Revenue Refunding Bonds during fiscal year 2011. Additional information regarding the District's long-term debt can be found in Notes 7, 8 and 9 to the financial statements.

The table below summarizes the District's long-term debt outstanding at August 31, 2011 and 2010.

	Balance at 8/31/2011	Balance at 8/31/2010	\$ Change 2011-2010	% Change 2011-2010
1999 Revenue Construction Bonds	\$ -	\$ 3,410,000	\$ (3,410,000)	-100.0%
2006 Tax Bonds Payable	12,655,000	13,230,000	(575,000)	-4.3%
2008 Maintenance Tax Notes Refunding Bonds	1,075,000 <u>3,080,000</u>	1,580,000 <u>-</u>	(505,000) <u>3,080,000</u>	-32.0% 100.0%
Total Long-Term Debt	<u>\$ 16,810,000</u>	<u>\$ 18,220,000</u>	<u>\$ (1,410,000)</u>	-7.7%

The District's maintains an AA bond rating with the bond rating agency Standard & Poor's. There are no known debt limitations that could affect the financing of facilities or services.

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS**

**Management's Discussion and Analysis  
Year Ended August 31, 2011**

**Enrollment Highlights**

Credit student enrollment and contact hours increased by 5.7% and 12.4%, respectively, during the fiscal year. Headcount was 4,290 for the fall 2010-2011 term compared to 4,062 for the fall 2009-2010 term. Non-credit enrollment increased from 885 in the fall 2009-2010 term to 1,230 in the fall 2010-2011 term, an increase of 39.0%. The strength of the non-credit enrollment is due in part to a Skills Development Grant from the Texas Workforce Commission. The grant has allowed the District to offer specialized training to industry partners within its service area, thereby increasing the skill level of incumbent and new workers.

<b>Credit Students</b>	<b>2010-2011</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer</b>	<b>Annual*</b>	
	Enrollment	4,290	4,116	2,289	5,991	
	Contact Hours	775,152	776,960	252,880	1,804,992	
	<b>2009-2010</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	4,062	4,037	2,041		5,667
	Contact Hours	727,312	728,064	254,592		1,605,552
<b>Non-Credit Students</b>	<b>2010-2011</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	1,230	1,499	1,290	1,785	4,378
	Contact Hours	47,570	63,662	43,590	54,037	208,859
	<b>2009-2010</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	885	763	798	1,763	2,959
	Contact Hours	32,052	40,854	25,293	61,969	160,168

\*-Unduplicated

**Certificates and Degrees Conferred:**

	Associate of Arts	Associate of Science	Associate of Applied Sciences	Work Force Certificates	Total Degrees & Certificates
2010 - 2011	41	92	166	257	556
2009 - 2010	39	83	167	262	551

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS**

**Management's Discussion and Analysis  
Year Ended August 31, 2011**

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**Strategic and Operational Planning**

Victoria College continues to implement activities and programs to meet the objectives outlined in its 2009-2012 Strategic Plan. Several areas were addressed during the 2010-11 year and significant progress was made towards implementing programs to foster student success, meet community needs and ensure institutional excellence. An Action Item Progress Report was presented to the Board of Trustees in May 2011.

**Campus Master Plan**

A campus master plan was completed in 2000, with a mid-cycle review in 2005. Many of the projects included in that original plan have been completed and others are under review for continued applicability and relevance to the current strategic plan. A team was formed in spring 2011 to assess the completed projects, research current and future needs, and develop a new master plan. The 2011-2020 campus master plan will be completed and adopted by the Board of Trustees in fall 2011 with implementation beginning in 2012.

**Resource Management & Development**

Victoria College remains committed to maintaining the affordability of higher education and works diligently to develop and enhance its resources in order to balance the needs of its students with the needs of its entire constituency of taxpayers, community members, and business and industry. As State financial support continues to decrease and the cost of doing business continues to increase, achieving this balance becomes progressively more difficult. After a comprehensive review and careful deliberation of the overall financial outlook and anticipated financial need of the College, the VC Board of Trustees approved changes to both the College tax rate and VC's student fee schedule this fiscal year. The tax rate was increased by \$0.0075 from \$0.1531 to \$0.1606 per \$100 valuation. Tuition was increased by \$9 to \$43 per credit hour and the out-of-district fee was increased to \$47 from \$45 per credit hour. This increase resulted in an estimated \$2.3M in additional budgeted revenues and facilitated the accomplishment of budgetary balance.

Victoria College strategically and aggressively seeks external support through donations and grants to help offset the cost of new program development, to enable the granting of student financial support, and to provide necessary funds for expansion and growth. The College strives to secure for all area students seeking postsecondary education and training, the resources necessary to facilitate college enrollment and successful completion without accumulation of excessive financial burden. Generous community support and a strategic focus on investment management allowed the VC Foundation to award over \$330,000 in student scholarships and inject nearly \$450,000 to enhance College programs, facilities, and initiatives.

One program recently enhanced through external funding support is VC's TexPREP (Texas Prefreshman Engineering Program). This nationally recognized program provides a challenging academic summer enrichment opportunity for middle and high school students designed to motivate and prepare them for success in advanced studies leading to careers in the fields of science, technology, engineering, and mathematics (STEM). Victoria College has been a TexPREP site since 2006. In 2010-2011, \$70,000 in external funding from Dow, Alcoa and the K.R. and Laura Miller Foundations allowed VC to increase the number of students served from the original seven (7) middle school students to last summer's total of 54. Additional funding commitments for the next two summers will provide the resources necessary to expand the program further.

**Title V**

Resources secured through VC's 2009 Title V grant application continue to benefit the College and hundreds of service area high school students. In 2010-2011, VC's Title V grant project continued the process of establishing College Access Resource and Success (CARS) Centers within area high schools with the opening of the CARS Center at Calhoun High School in Port Lavaca. In addition, preliminary steps were taken for the implementation of the planned CARS Centers at Victoria West High School (fall 2012) and Victoria East High School (2013).

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS**

**Management's Discussion and Analysis  
Year Ended August 31, 2011**

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**College Recognition**

In 2011, Victoria College was one of 120 community college candidates chosen from among 1,200 colleges in 32 states nominated for the Aspen Prize for Community Colleges. The Aspen Institute recognizes community colleges that consistently achieve outstanding academic results combined with high graduate employment rates, and the Aspen Prize nomination honors the top 10% of community colleges whose student outcomes indicate excellence and student success as institutional priorities.

**Customized Training**

Victoria College remains steadfast in its efforts to expand training opportunities throughout the service area and provide a skilled workforce for regional business and industry. This year, the College completed the third Skills Development Fund Grant with six petro-chemical industry partners and initiated another grant with an area plastics production business. Total training funds exceeded \$3 million and resulted in nearly 1,400 employees received in excess of 65,000 training hours. In 2010, Caterpillar, Inc. announced it would open a hydraulic excavator production plant in Victoria. The facility would serve as the North American production site for this particular piece of machinery and employ over 500 people. In several press releases and news articles, Caterpillar executives noted that a major factor in their decision to build the plant in Victoria was the College's ability and willingness to development new programs to meet employment needs. Representatives from the College and Caterpillar are working to develop a customized training program for all new hires. Additionally, the College is in communication with potential Caterpillar suppliers to develop training programs designed for their unique operations. The College also joined a consortium of educational institutions and workforce development partners to address the explosion of activity surrounding the Eagle Ford Shale oil and gas exploration in South Texas. The demand for skilled labor is resulting in the need to increase offerings in welding, commercial truck driving, instrumentation, electrical trades, among others. The consortium is working to ensure that the resources are available to address employer needs.

**Enrollment Management**

Victoria College's Strategic Plan for 2009-2012 targets, among other things, recruitment efforts in areas of high need and high impact. While continuing its traditional recruitment efforts, VC has successfully broadened its focus to include communities and populations where there is both high need and a high probability of significant benefit to the community. This year, VC's credit enrollment numbers increased for the second consecutive year, continuing to represent the results of this strategic enrollment management focus. A 5.7% increase from fall 2009 to fall 2010 was followed by similar increases in spring and summer 2011. Equally significant, was an increase in the number of full-time students, whose ranks increased by 12% compared to the previous year. Additionally, enrollment growth among males and Hispanics outpaced growth in other demographics, resulting in increased representation of those two traditionally underrepresented groups.

**Contacting the District's Financial Management**

This financial report is designed to provide a general overview of the District's finances and demonstrate the District's accountability for the money it receives. Questions concerning any information provided in the report or requests for additional financial information should be addressed to the Victoria County Junior College District, 2200 East Red River, Victoria, Texas 77901.

## **BASIC FINANCIAL STATEMENTS**

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statement of Net Assets  
August 31, 2011

	<u>Current Year</u>	<u>Prior Year</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash & cash equivalents	\$ 9,046,797	\$ 7,097,720
Restricted cash and cash equivalents	2,575,258	2,587,924
Short-term investments	2,223	2,220
Restricted short-term investments	289	41,620
Due from component unit	19,617	78,206
Accounts receivable (net)	3,710,128	3,273,665
Restricted accounts receivable	454,885	982,429
Inventories	799,820	717,279
Prepaid expenses	-	203,672
Total Current Assets	<u>16,609,017</u>	<u>14,984,735</u>
<b>Noncurrent Assets</b>		
Endowment investments	-	3,028,772
Construction in progress	474,099	3,681,693
Investments in real estate	460,387	325,537
Capital assets (net) (See note 3)	43,096,323	40,044,498
Total Noncurrent Assets	<u>44,030,809</u>	<u>47,080,500</u>
Total Assets	<u>60,639,826</u>	<u>62,065,235</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable	630,500	786,183
Accrued liabilities	559,551	556,149
Funds held for others	387,786	372,205
Deferred revenues	4,927,907	4,230,443
Bonds payable - current portion	1,475,000	1,390,000
Total Current Liabilities	<u>7,980,744</u>	<u>7,334,980</u>
<b>Noncurrent Liabilities</b>		
Bond premium	137,395	-
Bonds payable	15,335,000	16,830,000
Total Noncurrent Liabilities	<u>15,472,395</u>	<u>16,830,000</u>
Total Liabilities	<u>23,453,139</u>	<u>24,164,980</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	27,083,414	25,831,728
Restricted for		
Nonexpendable		
Student aid	-	2,797,525
Expendable		
Student aid	192,321	465,105
Unexpended bond proceeds	2,112,862	2,290,064
Debt service	257,765	234,394
Unrestricted	7,540,325	6,281,439
Total Net Assets (Schedule D)	<u>\$ 37,186,687</u>	<u>\$ 37,900,255</u>

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

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Affiliated Organization**  
**Statement of Financial Position**  
**August 31, 2011**

	Current Year	Prior Year
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash & cash equivalents	\$ 806,845	\$ 737,011
Tuition assistance receivable	2,910	3,560
Pledges receivable	12,271	25,284
Other current assets	245	135
Total Current Assets	822,271	765,990
<b>Endowment Investments</b>		
Investments	7,366,801	3,387,950
Total Endowment Investments	7,366,801	3,387,950
Property (net)	-	295,103
Total Assets	\$ 8,189,072	\$ 4,449,043
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ -	\$ 900
Due to victoria college	19,617	78,205
Deferred rental income	-	35,750
Total Current Liabilities	19,617	114,855
Total Liabilities	19,617	114,855
<b>NET ASSETS</b>		
Unrestricted net assets	123,899	102,148
Temporarily restricted net assets	1,089,091	844,090
Permanently restricted net assets	6,956,465	3,387,950
Total Net Assets	8,169,455	4,334,188
Total Liabilities and Net Assets	\$ 8,189,072	\$ 4,449,043

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



VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statement of Revenues, Expenses and  
Changes in Net Assets  
For The Year Ended August 31, 2011

	<u>Current Year</u>	<u>Prior Year</u>
<b>OPERATING REVENUES</b>		
Tuition and fees (net of discounts of \$4,558,893 & \$2,779,364, respectively)	\$ 8,571,347	\$ 8,047,030
Federal grants and contracts	3,292,993	2,451,571
State grants and contracts	2,629,097	1,031,716
Non-governmental grants and contracts	313,938	205,374
Sales and services of educational activities	367,762	359,456
Auxiliary enterprises (net of discounts of \$2,153,544 & \$1,323,035, respectively)	4,010,280	4,220,013
General operating revenues	271,040	263,433
Total Operating Revenues (Schedule A)	<u>19,456,457</u>	<u>16,578,593</u>
<b>OPERATING EXPENSES</b>		
Instruction	15,143,721	12,992,730
Public service	90,318	30,237
Academic support	2,338,991	2,352,102
Student services	2,816,925	2,900,136
Institutional support	4,006,881	3,373,468
Operation and maintenance of plant	2,998,333	3,298,347
Scholarships and fellowships	13,802,754	11,054,217
Auxiliary enterprises	3,626,919	3,398,618
Depreciation	1,465,711	1,413,636
Total Operating Expenses (Schedule B)	<u>46,290,553</u>	<u>40,813,491</u>
Operating (Loss)	<u>(26,834,096)</u>	<u>(24,234,898)</u>
<b>Non-Operating Revenues (Expenses)</b>		
State allocations	8,503,704	8,604,742
Maintenance ad valorem taxes		
Taxes for maintenance and operations	6,006,111	5,815,906
Taxes for general obligation bonds	1,774,768	1,804,450
Title IV	12,336,719	9,734,191
Gifts	715,176	426,437
Investment income (net of investment expenses)	427,693	354,147
Interest on capital related debt	(794,770)	(889,964)
Total Non-Operating Revenues (Expenses) (Schedule C)	<u>28,969,401</u>	<u>25,849,909</u>
Income Before Other Revenues, (Expenses), Gains and (Losses)	<u>2,135,305</u>	<u>1,615,011</u>
<b>Other Revenues, (Expenses), Gains, (Losses)</b>		
Loss on disposal of capital assets	(15,230)	(20,976)
Bond issuance costs	(130,610)	
Donation of capital assets	604,077	
Additions to permanent and term endowments	-	69,755
Transfers of endowments	(3,307,110)	-
Total Other Revenues, (Expenses), Gains, (Losses)	<u>(2,848,873)</u>	<u>48,779</u>
Increase in Net Assets	<u>(713,568)</u>	<u>1,663,790</u>
<b>NET ASSETS</b>		
Net Assets - Beginning of Year	37,900,255	36,631,985
Adjustment to Net Assets	-	(395,520)
Net Assets - End of Year	<u>\$ 37,186,687</u>	<u>\$ 37,900,255</u>

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

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Affiliated Organization  
Statement of Activities  
For The Year Ended August 31, 2011

	Current Year	Prior Year
<b>UNRESTRICTED NET ASSETS</b>		
<b>Support and revenues</b>		
Contributions	\$ 552,681	\$ 574,233
Interest and dividends	58	20
Rental income	35,750	42,900
Total unrestricted support and revenues	588,489	617,153
Net assets released from restrictions	598,295	76,685
Net assets transferred from Victoria College	-	381,078
Net assets classified as temporarily restricted	(260,571)	(844,090)
Total unrestricted support and revenues And reclassifications	926,213	230,826
<b>Expenses</b>		
Program	764,830	431,162
Management and general	20,293	42,388
Fundraising	119,339	115,813
Total unrestricted expenses	904,462	589,363
Increase in unrestricted net assets	21,751	(358,537)
<b>TEMPORARILY RESTRICTED NET ASSETS</b>		
Net assets released from restrictions	(15,570)	-
Net assets classified as temporarily restricted	260,571	844,090
Total temporarily restricted reclassifications	245,001	844,090
<b>PERMANENTLY RESTRICTED NET ASSETS</b>		
<b>Support and revenues</b>		
Contributions	258,698	274,395
Interest and dividends	107,421	69,517
Net increase (decrease) in fair value of investments	793,669	174,007
Total permanently restricted support and revenues	1,159,788	517,919
Net assets released from restrictions	(598,295)	(76,685)
Net assets transferred from Victoria College	3,007,022	-
Total permanently restricted support and revenues And reclassifications	3,568,515	441,234
Increase in net assets	3,835,267	926,787
<b>NET ASSETS</b>		
Net Assets - Beginning of Year	4,334,188	3,407,401
Net Assets - End of Year	\$ 8,169,455	\$ 4,334,188

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

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statement of Cash Flows**  
**For The Year Ended August 31, 2011**

	Current Year	Prior Year
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from students and other customers	\$ 13,646,853	\$ 15,028,402
Receipts from grants and contracts	6,327,109	510,696
Other receipts	329,629	185,227
Payments to suppliers for goods or services	(6,750,122)	(6,845,390)
Payments to or on behalf of employees	(22,842,406)	(19,774,909)
Payments of scholarships and fellowships	(13,802,754)	(11,054,217)
Net cash provided (used) by operating activities	(23,091,691)	(21,950,191)
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>		
Receipts from state allocations	7,042,994	7,092,687
Receipts from federal (Title IV) allocations	12,336,719	9,734,191
Receipts from ad valorem tax revenues	6,006,611	5,815,906
Gifts and grants (other than capital)	715,176	426,437
Student organization and other agency transactions	15,581	(475,158)
Transfers to Victoria College Foundation, Inc.	(3,307,110)	-
Net cash provided by non-capital financing activities	22,809,471	22,594,063
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Receipts from ad valorem tax revenues	1,774,768	1,804,450
Contribution of capital assets	604,077	-
Purchases of capital assets	(1,460,022)	(1,151,454)
Proceeds from disposal of capital assets	15,230	24,552
Loss on disposal of capital assets	(15,230)	(20,976)
Proceeds from refunding bonds	3,455,000	-
Defeased debt	(3,410,000)	-
Bond issuance costs	(130,610)	-
Bond premium	137,395	-
Payments on capital debt - principal	(1,455,000)	(1,385,000)
Payments on capital debt - interest	(794,770)	(889,964)
Net cash provided (used) by capital and related financing activities	(1,279,162)	(1,618,392)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale and maturity of investments	3,028,772	(247,244)
Investment earnings	469,021	354,061
Additions to permanent and term endowments	-	69,755
Net cash provided (used) by investing activities	3,497,793	176,572
Increase (decrease) in cash and cash equivalents	1,936,411	(797,948)
Cash and cash equivalents - September 1	9,685,644	10,483,592
Cash and cash equivalents - August 31	\$ 11,622,055	\$ 9,685,644
Cash & cash equivalents	\$ 9,046,797	\$ 7,097,720
Restricted cash and cash equivalents	2,575,258	2,587,924
Total cash and cash equivalents	\$ 11,622,055	\$ 9,685,644

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statement of Cash Flows  
For The Year Ended August 31, 2011  
(Continued)

	Current Year	Prior Year
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>		
Operating (loss)	\$ (26,834,096)	\$ (24,234,898)
Adjustments to reconcile operating income (loss) to net cash used by operating activities:		
Depreciation expense	1,465,711	1,413,636
State group insurance	1,460,710	1,512,055
Changes in assets and liabilities:		
Receivables (net)	91,081	(3,177,965)
Due from component unit	58,589	(78,206)
Inventories	(82,541)	(12,324)
Prepaid expenses	203,672	(166,642)
Accounts payable	(155,683)	60,778
Accrued liabilities	3,402	331,472
Deferred revenue	697,464	2,401,903
Net cash provided (used) by operating activities	\$ (23,091,691)	\$ (21,950,191)

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

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Notes to the Financial Statements  
August 31, 2011

1. Reporting Entity

Victoria County Junior College District (the "District") was created by a vote of the electorate of Victoria County, Texas, at an election held on December 2, 1947, in accordance with the laws of the State of Texas to serve the educational needs of Victoria County and the surrounding communities. The Board of Trustees (the "Board"), a seven-member group, is the level of government which has governing responsibilities over all activities related to public junior colleges within the jurisdiction of the District. Board members are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters, including taxing authority. The District is considered to be a special-purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement 14, *The Financial Reporting Entity*. While the District 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. Furthermore, all activities and organizations over which the Board exercises oversight responsibility have been included in the basic financial statements.

2. Summary of Significant Accounting Policies

Report Guidelines

The significant accounting policies followed by the 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 District 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 District has elected not to apply FASB guidance issued subsequent to November 30, 1989, unless specifically adopted by the GASB. The District is reported as a special-purpose government engaged in business type activities.

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 §56.033). When the award is used by the student for tuition and fees, the amount is recorded as tuition and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

*Title IV, Higher Education Act Program Funds* – Certain Title IV HEA Program funds are received by the District to pass through to the student. These funds are initially received by the District and recorded as restricted revenue. When the award is used by the student for tuition and fees, the amounts are recorded as revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

*Other Tuition Discounts* – The District awards tuition and fee scholarships from institutional funds to students who qualify. When these amounts are used for tuition and fees, the amounts are recorded as tuition and fee revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed 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 the 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.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year's budget. Encumbrances outstanding at year-end that are provided for in the subsequent year's budget are reported as designations of net assets since they do not constitute expenditures or liabilities. All encumbrances outstanding for the year ended August 31, 2011 were canceled.

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<sup>st</sup>. The District's Board of Trustees adopts the budget, which is prepared on the accrual basis of accounting. A copy of the approved budget and subsequent amendments must be filed with the Texas Higher Education Coordination Board, Legislative Budget Board, Legislative Reference Library, and Governor's Office of Budget and Planning by December 1<sup>st</sup>.

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

In accordance with GASB Statement No. 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 an original maturity greater than three months but less than one year at time of purchase. [The governing board has designated public funds investment pools comprised of \$2,512 and \$43,840 at August 31, 2011, and 2010, respectively, to be short-term investments.] Long-term investments have an original maturity of greater than one year at the time of purchase.

Inventories

Inventories consist of consumable office supplies, physical plant supplies, food service supplies, and bookstore stock. Inventories are valued at cost under the "first-in, first-out" method for supplies and at average cost for bookstore stock and are charged to expense as consumed.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. For equipment, the District's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. Renovations to buildings, infrastructure and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Repairs and maintenance of \$100,000 or more or that extend a building's useful life are also capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are charged to operating expense in the year in which the expense is incurred.

2. Summary of Significant Accounting Policies (Continued)

Capital Assets (Continued)

Depreciation is computed using the straight-line method over the estimated useful lives of the assets applying the half-year convention. The following lives are used:

Buildings	50 years
Buildings and Site 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 \$4,507,954 and \$3,872,425 and federal, state and local grants of \$378,676 and \$326,071 have been reported as deferred revenues at August 31, 2011 and 2010, respectively.

Donor Restricted Endowments

Only earnings are available for expenditure for designated purposes from donor-restricted endowments. The District has set minimum endowment amounts. Smaller amounts may be endowed, but no expenditures will be made from those endowments until the minimum is met either through the addition of earnings and/or additional contributions.

Endowment assets are delineated as such on the Statement of Net Assets and are restricted for student aid.

Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires the District's 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 District distinguishes operating revenues and expenses from non-operating items. The District reports as a BTA and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the District's principal ongoing operations. The principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations and property tax collections. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets.

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During its fiscal year ended August 31, 2011, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past year.

3. Authorized Investments

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

4. Deposits and Investments

At August 31, 2011, the carrying amount of the District's deposits was \$11,622,055 and total bank balances equaled \$11,753,054. Bank balances of \$250,000 are covered by federal depository insurance and \$11,323,054 was covered by collateral pledged in the District's name. The collateral was held in the safekeeping departments of unrelated banks, which act as the pledging bank's agent.

Beginning September 1, 1997, the District adopted Governmental Accounting Standards Board Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. This GASB requires that investments be reported at fair value on the balance sheet. The District utilizes quoted market price as its indicator of fair value.

At August 31, 2011, the District had no outstanding commitments to sell securities. Cash and cash equivalents reported on Exhibit 1, Statement of Net Assets, are comprised of the items reported below:

	<u>8/31/2011</u>	<u>8/31/2010</u>
Cash on hand	\$ 59,803	\$ 128,080
Demand Deposits	<u>11,562,252</u>	<u>9,557,564</u>
Total Cash and Deposits	<u>\$ 11,622,055</u>	<u>\$ 9,685,644</u>

The amortized cost and estimated market values of investment securities at August 31, 2011 and 2010, by contractual maturity, are shown below. Expected maturities will differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

The amortized cost and estimated fair values of investment securities at August 31 are summarized as follows:

	Rate	Maturity	2011		2010	
			Amortized Cost	Estimated Fair Value	Amortized Cost	Estimated Fair Value
<b>Wells Fargo Managed Allocation Portfolio</b>						
Equity Mutual Funds	Variable	Open	\$ -	\$ -	\$ 1,803,383	\$ 1,767,702
Fixed Income Mutual Funds	Variable	Open	-	-	1,072,490	1,169,684
Money Market Funds	Variable	Open	-	-	91,386	91,386
			<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,967,259</u>	<u>\$ 3,028,772</u>
			2011		2010	
	Type		Cost	Estimated Fair Value	Cost	Estimated Fair Value
<b>Uncategorized Investments</b>						
Tex Pool			<u>\$ 2,512</u>	<u>\$ 2,512</u>	<u>\$ 43,840</u>	<u>\$ 43,840</u>
Total Uncategorized Investments			<u>\$ 2,512</u>	<u>\$ 2,512</u>	<u>\$ 43,840</u>	<u>\$ 43,840</u>



4. Deposits and Investments (Continued)

<u>Type of Security</u>	<u>Market Value 8/31/2011</u>	<u>Market Value 8/31/2010</u>
Wells Fargo Managed Allocation Portfolio	\$ -	\$ 3,028,772
Tex Pool	2,512	43,840
Total Investments	<u>\$ 2,512</u>	<u>\$ 3,072,612</u>
Total Cash and Deposits	\$ 11,622,055	\$ 9,614,656
Total Investments	2,512	3,072,612
Total Deposits and Investments	<u>\$ 11,624,567</u>	<u>\$ 12,687,268</u>
Cash and Temporary Investments (Exhibit 1)	\$ 11,622,055	\$ 9,614,656
Investments (Exhibit 1)	2,512	3,072,612
Total Deposits and Investments	<u>\$ 11,624,567</u>	<u>\$ 12,687,268</u>

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures. The District has the following risks related to deposits and investments:

*Interest Rate Risk* – In accordance with state law and District investment policy, the District does not purchase any investments with maturities greater than 10 years.

*Credit Risk* – In accordance with state law and the District’s investment policy, investments in mutual funds and investment pools must be rated at least AAA, and investments in obligations from other states, municipalities, counties, etc. must be rated at least A. All Tex Pool investments of the District are rated AAA.

*Concentration of Credit Risk* – The District does not place a limit on the amount the District may invest in any one issuer.

During the year ended August 31, 2011, the District transferred all endowment investments to the Victoria College Foundation, Inc. At the time of transfer, the District realized gains of \$270,694 from the sale of investments. The calculation of realized gains is independent of the calculation of the net increase in fair value of investments. Realized gains and losses on investments that have been held in more than one fiscal year and sold in the current year may have been recognized as an increase or decrease in the fair value of investments reported in the prior year. There are no unrealized gains or losses on investments for the year ended August 31, 2011.

During the year ended August 31, 2010, the District realized gains of \$83,385 from the sale of investments. The calculation of realized gains is independent of the calculation of the net increase in fair value of investments. Realized gains and losses on investments that have been held in more than one fiscal year and sold in the current year may have been recognized as an increase or decrease in the fair value of investments reported in the prior year. The net increase in the fair value of investments during the year ended August 31, 2010 was \$247,244. This amount takes into account all changes in fair value (including purchases and sales) that occurred during the year. The unrealized gain on investments held at year-end was \$61,513.

5. Derivatives

The District was not invested in derivative instruments for the fiscal year ended August 31, 2011.

6. Capital Assets Activity

Capital asset activity for the year ended August 31, 2011, was as follows:

	Primary Institution				Balance 8/31/2011
	Balance 9/1/2010	Changes During the Year			
		Additions	Deletions	Reclassifications	
<u>Not Depreciated:</u>					
Land	\$ 325,537	\$ 134,850	\$ -	\$ -	\$ 460,387
Construction in Progress	3,681,693	468,482	-	(3,676,076)	474,099
Subtotal	<u>4,007,230</u>	<u>603,332</u>	<u>-</u>	<u>(3,676,076)</u>	<u>934,486</u>
<u>Other Capital Assets:</u>					
Library Volumes and Periodicals	1,023,531	50,807	(105,479)	-	968,859
Buildings	46,024,031	418,420	-	46,496	46,488,947
Site Improvements	6,383,314	-	-	121,883	6,505,197
Telecommunications and Peripheral Equipment	1,159,269	237,667	-	-	1,396,936
Machinery, Equipment, Furniture and Vehicles	1,310,687	149,797	(26,527)	3,507,697	4,941,654
Subtotal	<u>55,900,832</u>	<u>856,691</u>	<u>(132,006)</u>	<u>3,676,076</u>	<u>60,301,593</u>
<u>Accumulated Depreciations:</u>					
Library Volumes and Periodicals	439,450	62,899	(90,248)	-	412,101
Buildings	10,911,555	847,572	-	-	11,759,127
Site Improvements	3,074,958	263,052	-	-	3,338,010
Telecommunications and Peripheral Equipment	756,849	139,882	-	-	896,731
Machinery, Equipment, Furniture and Vehicles	673,522	152,306	(26,527)	-	799,301
Subtotal	<u>15,856,334</u>	<u>1,465,711</u>	<u>(116,775)</u>	<u>-</u>	<u>17,205,270</u>
Net Other Capital Assets	<u>40,044,498</u>	<u>(609,020)</u>	<u>(15,231)</u>	<u>3,676,076</u>	<u>43,096,323</u>
Net Capital Assets	<u>\$ 44,051,728</u>	<u>\$ (5,688)</u>	<u>\$ (15,231)</u>	<u>\$ -</u>	<u>\$ 44,030,809</u>

6. Capital Assets Activity (Continued)

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

	Primary Institution				Balance 8/31/2010
	Balance 9/1/2009	Changes During the Year			
		Additions	Deletions	Reclassifications	
<u>Not Depreciated:</u>					
Land	\$ 325,537	\$ -	\$ -	\$ -	\$ 325,537
Construction in Progress	3,145,333	593,327	-	(56,967)	3,681,693
Subtotal	3,470,870	593,327	-	(56,967)	4,007,230
<u>Other Capital Assets:</u>					
Library Volumes and Periodicals	1,066,773	56,913	(100,155)	-	1,023,531
Buildings	46,024,031	-	-	-	46,024,031
Site Improvements	6,326,347	-	-	56,967	6,383,314
Telecommunications and Peripheral Equipment	1,228,184	166,161	(235,076)	-	1,159,269
Machinery, Equipment, Furniture and Vehicles	1,047,391	335,053	(71,757)	-	1,310,687
Subtotal	55,692,726	558,127	(406,988)	56,967	55,900,832
<u>Accumulated Depreciations:</u>					
Library Volumes and Periodicals	469,498	66,341	(96,389)	-	439,450
Buildings	10,064,369	847,186	-	-	10,911,555
Site Improvements	2,804,644	270,314	-	-	3,074,958
Telecommunications and Peripheral Equipment	842,622	132,903	(218,253)	(423)	756,849
Machinery, Equipment, Furniture and Vehicles	644,001	96,892	(71,370)	3,999	673,522
Subtotal	14,825,134	1,413,636	(386,012)	3,576	15,856,334
Net Other Capital Assets	40,867,592	(855,509)	(20,976)	53,391	40,044,498
Net Capital Assets	\$ 44,338,462	\$ (262,182)	\$ (20,976)	\$ (3,576)	\$ 44,051,728

7. Current and Long-Term Liabilities

Current liabilities activity for the year ended August 31, 2011, was as follows:

	Balance 9/1/2010	Additions	Reductions	Balance 8/31/2011
Accounts payable	\$ 786,183	\$ 23,473,842	\$ 23,629,525	\$ 630,500
Accrued liabilities	556,149	7,154,466	7,151,064	559,551
Funds held for others	372,205	15,581	-	387,786
Deferred revenues	4,230,443	4,927,907	4,230,443	4,927,907
Bonds				
General obligation bonds	575,000	600,000	575,000	600,000
Revenue bonds	310,000	-	310,000	-
Refunding bonds	-	725,000	375,000	350,000
Notes				
Maintenance tax notes	505,000	525,000	505,000	525,000
	\$ 7,334,980	\$ 37,421,796	\$ 36,776,032	\$ 7,980,744

7. Current and Long-Term Liabilities (Continued)

Current liabilities activity for the year ended August 31, 2010, was as follows:

	Balance 9/1/2009	Additions	Reductions	Balance 8/31/2010
Accounts payable	\$ 725,405	\$ 16,580,463	\$ 16,519,685	\$ 786,183
Accrued liabilities	224,677	7,549,800	7,218,328	556,149
Funds held for others	451,843	-	79,638	372,205
Deferred revenues	1,825,540	4,230,443	1,825,540	4,230,443
Bonds				
General obligation bonds	600,000	575,000	600,000	575,000
Revenue bonds	300,000	310,000	300,000	310,000
Notes				
Maintenance tax notes	485,000	505,000	485,000	505,000
	<u>\$ 4,612,465</u>	<u>\$ 29,750,706</u>	<u>\$ 27,028,191</u>	<u>\$ 7,334,980</u>

Long-term liabilities activity for the year ended August 31, 2011, was as follows:

	Balance 9/1/2010	Additions	Reductions	Balance 8/31/2011
Bonds				
General obligation bonds	\$ 12,655,000	\$ -	\$ 600,000	\$ 12,055,000
Revenue bonds	3,100,000	-	3,100,000	-
Revenue refunding bond	-	3,455,000	725,000	2,730,000
Notes				
Maintenance tax notes	1,075,000	-	525,000	550,000
	<u>\$ 16,830,000</u>	<u>\$ 3,455,000</u>	<u>\$ 4,950,000</u>	<u>\$ 15,335,000</u>

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

	Balance 9/1/2009	Additions	Reductions	Balance 8/31/2010
Bonds				
General obligation bonds	\$ 13,230,000	\$ -	\$ 575,000	\$ 12,655,000
Revenue bonds	3,410,000	-	310,000	3,100,000
Notes				
Maintenance tax notes	1,580,000	-	505,000	1,075,000
	<u>\$ 18,220,000</u>	<u>\$ -</u>	<u>\$ 1,390,000</u>	<u>\$ 16,830,000</u>

8. Debt and Lease Obligations

Debt service requirements at August 31, 2011 were as follows:

For the Year Ended August 31,	General Obligation Bonds 2006 Limited Tax Bonds			Revenue Bonds 2010 Combined Fee Revenue Refunding		
	Principal	Interest	Total	Principal	Interest	Total
2012	\$ 600,000	\$ 607,886	\$ 1,207,886	\$ 350,000	\$ 87,950	\$ 437,950
2013	630,000	580,886	1,210,886	360,000	80,950	440,950
2014	655,000	551,906	1,206,906	370,000	73,750	443,750
2015	685,000	522,432	1,207,432	375,000	66,350	441,350
2016	720,000	489,894	1,209,894	390,000	55,100	445,100
2017-2021	4,145,000	1,892,270	6,037,270	1,235,000	93,800	1,328,800
2022-2026	5,220,000	823,062	6,043,062	-	-	-
Totals	<u>\$ 12,655,000</u>	<u>\$ 5,468,335</u>	<u>\$ 18,123,335</u>	<u>\$ 3,080,000</u>	<u>\$ 457,900</u>	<u>\$ 3,537,900</u>

  

For the Year Ended August 31,	Total Bonds			Maintenance Tax Notes 2008 Maintenance Tax Notes		
	Principal	Interest	Total	Principal	Interest	Total
2012	\$ 950,000	\$ 695,836	\$ 1,645,836	\$ 525,000	\$ 28,488	\$ 553,488
2013	990,000	661,836	1,651,836	550,000	14,575	564,575
2014	1,025,000	625,656	1,650,656	-	-	-
2015	1,060,000	588,782	1,648,782	-	-	-
2016	1,110,000	544,994	1,654,994	-	-	-
2017-2021	5,380,000	1,986,070	7,366,070	-	-	-
2022-2026	5,220,000	823,062	6,043,062	-	-	-
Totals	<u>\$ 15,735,000</u>	<u>\$ 5,926,235</u>	<u>\$ 21,661,235</u>	<u>\$ 1,075,000</u>	<u>\$ 43,063</u>	<u>\$ 1,118,063</u>

The District currently has no capital lease obligations.

9. Bonds Payable

General information related to bonds payable is summarized below:

- Limited Tax Bonds, Series 2006
- Issued to construct Health Sciences Center, Remodel existing Allied Health Building and associated improvements
- Issued August 1, 2006
- Amount authorized and issued - \$14,500,000
- Source of revenue for debt service – ad valorem taxes
  
- Combined Fee Revenue Refunding Bonds, Series 2010
- Issued to refund Combined Fee Revenue Bonds, Series 1999 that were issued to construct General Services and Technology Buildings and associated improvements
- Issued November 23, 2010
- Amount authorized and issued - \$3,455,000
- Source of revenue for debt service – Tuition, general fee and general fund interest
  
- Maintenance Tax Notes, Series 2008
- Issued to purchase Enterprise Resource System
- Issued April 15, 2008
- Amount authorized and issued - \$2,500,000
- Source of revenue for debt service – maintenance and operations ad valorem tax

Bonds payable are due in annual installments varying from \$350,000 to \$1,150,000 with interest rates from 2.00% to 5.125% with the final installment due in 2026. Maintenance tax notes are due in annual installments varying from \$525,000 to \$550,000 with interest at 2.65% with the final installment due in 2013.

Debt Service for the 2010 Combined Fee Revenue Refunding Bonds was \$446,588 for the year ended August 31, 2011. Revenues totaling \$2,037,267 were available to meet this obligation.

10. Short Term Debt

The District used no short-term debt for the year ended August 31, 2011.

11. Rental Agreement and Operating Lease Commitments

Operating Lease Commitments

The District's negotiated a non-cancellable operating lease contract for copiers beginning November 14, 2008 and ending November 13, 2011.

The future minimum lease payments are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2012	\$ 18,596
	<u>\$ 18,596</u>

Rental expense paid for the years ended August 31, 2011 and 2010 for operating leases totaled \$189,847 and \$196,443, respectively.

12. Employees' Retirement Plan

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

Teacher Retirement System of Texas

*Plan Description.* The 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 provision 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 publically 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 each biennium pursuant to the following state funding policy: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system during that fiscal year. (2) A state statute prohibits benefit improvements or contribution reduction if, as a result of the particular action, the time required to amortize TRS' 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 a state contribution rate of 6.644% for fiscal years 2011-2010 and 6.58% for fiscal year 2009. State law further provides a member contribution rate of 6.4% for fiscal years 2011-2009. In certain instances, the reporting district is required to make all or a portion of the state's 6.644% contribution. For fiscal year 2011 the rate is 6.644%, for fiscal year 2010 the rate was limited to 6.4% for the period of September through December 2009 and increased to 6.644% for the period of January through August 2010.

Optional Retirement Plan

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

*Funding Policy.* Contribution requirements are not actuarially determined but are established and amended by the Texas legislature. The percentages of participant salaries currently contributed by the state and each participant are 6.4%. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program.

The retirement expense to the state for the District was \$735,419 and \$722,643 for the fiscal years ended August 31, 2011, and 2010, respectively. This amount represents the portion of expended appropriations made by the state legislature on behalf of the District.

The total payroll for all District employees was \$15,451,236 and \$15,046,861 for the fiscal years ended August 31, 2011, and 2010, respectively. The total payroll of employees covered by the Teacher Retirement System was \$7,787,911 and \$9,681,975, and the total payroll of employees covered by the Optional Retirement System was \$3,406,102 and \$3,526,310 for the fiscal years ended August 31, 2011, and 2010, respectively.

13. Deferred Compensation Program

The District does not have employees participating in the deferred compensation program that was instituted pursuant to authority granted in Government code 609.001.

14. Compensable Absences

Full-time employees of the District accrue sick leave based on the length of their contract. Sick leave may be accumulated up to eighty days, but no employee will receive compensation for sick leave upon termination of employment with the District. Since the District has no obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made. Administrative, clerical, and maintenance personnel receive vacation time based on length of employment. Vacation must be taken by August 31; the carry-over of vacation time is not allowed unless specifically authorized by the District's president. In the opinion of the administration, the liability for compensable absences is not material to the basic financial statements of the District.

15. Pending Lawsuits

On occasion, the District may become party to litigation and claims arising in the normal course of operations. The District is currently not involved in any litigation.

16. Disaggregation of Receivables and Payables Balances

Receivables

Receivables at August 31, 2011, were as follows:

	<u>Receivable</u>	<u>Allowance for Uncollectibles</u>	<u>Net Receivable</u>
Student accounts receivable	\$ 3,480,563	\$ (329,014)	\$ 3,151,549
Taxes	501,904	(501,904)	-
Receivable from Title IV students	309,760	(154,880)	154,880
Third-party contractor receivable	211,780	-	211,780
Installment contracts receivable	251,830	(238,516)	13,314
Vendor receivable	178,228	-	178,228
Non-student returned checks receivable	157	-	157
Payroll advances receivable	220	-	220
Accounts receivable (net)	<u>\$ 4,934,442</u>	<u>\$ (1,224,314)</u>	<u>\$ 3,710,128</u>

Receivables at August 31, 2010, were as follows:

	<u>Receivable</u>	<u>Allowance for Uncollectibles</u>	<u>Net Receivable</u>
Student accounts receivable	\$ 2,673,154	\$ (139,525)	\$ 2,533,629
Taxes	533,444	(533,444)	-
Receivable from Title IV students	335,355	(83,839)	251,516
Third-party contractor receivable	398,685	-	398,685
Installment contracts receivable	297,687	(259,919)	37,768
Vendor receivable	51,524	-	51,524
Non-student returned checks receivable	323	-	323
Payroll advances receivable	220	-	220
Accounts receivable (net)	<u>\$ 4,290,392</u>	<u>\$ (1,016,727)</u>	<u>\$ 3,273,665</u>



**Pavables**

Payables at August 31, 2011 and 2010 were as follows:

	<u>2011</u>	<u>2010</u>
Accounts payable	\$ 630,500	\$ 786,183
Accrued liabilities:		
Accrued payroll	166,692	242,833
Employee benefits payable	276,060	204,501
Sales tax payable	<u>116,799</u>	<u>108,815</u>
Total accrued liabilities	<u>559,551</u>	<u>556,149</u>
Total payables	<u>\$ 1,190,051</u>	<u>\$ 1,342,332</u>

17. **Funds Held in Trust by Others**

No funds are held in trust by others on behalf of the District.

18. **Contract and Grant Award**

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 on Exhibit 2 and Schedule A. For federal contract and grant awards, funds expended, but not collected, are reported as Federal Receivables 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. Contract and grant awards that are not yet funded and for which the District 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 year August 31, 2011, and 2010, for which monies have not been received nor funds expended totaled \$3,259,945 and \$6,603,224, respectively. Of these amounts \$2,704,722 and \$5,519,916 were from Federal Contracts and Grant Awards; \$466,368 and \$1,083,308 were from State Contracts and Grant Awards; and \$31,918 and \$0 were from Local Contract and Grant Awards; and \$56,397 and \$0 were from Private Contract and Grant Awards at August 31, 2011 and 2010, respectively.

19. **Self-Insured Plans**

The District has a self-insured arrangement for coverage of workers' compensation. Workers' compensation plans are on a pay-as-you-go basis, in which no assets are set aside. Estimated future payments for incurred claims are charged to current operations.

20. **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 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 by expending the annual insurance premiums.

The state's contribution per full-time employee with individual coverage was \$413 per month for the year ended August 31, 2011 (\$385 per month for fiscal year 2010) and totaled \$497,286 for the year ended August 31, 2011 (\$432,165 for the year ended August 31, 2010). The state's contribution per full-time employee with individual and children coverage was \$571 per month for the year ended August 31, 2011 (\$532 per month for fiscal year 2010) and totaled \$301,827 for the year ended August 31, 2011 (\$278,013 for the year ended August 31, 2010). The state's contribution for a full-time employee with individual and spouse coverage was \$649 per month for the year ended August 31, 2011 (\$605 per month for fiscal year 2010) and totaled \$145,155 for the year ended August 31, 2011 (\$106,845 for the year ended August 31, 2010).

20. Post Retirement Health Care and Life Insurance Benefits (Continued)

The state's contribution for a full-time employee with family coverage was \$807 per month for the year ended August 31, 2011 (\$753 per month for fiscal year 2010) and totaled \$297,216 for the year ended August 31, 2011 (\$243,139 for the year ended August 31, 2010).

The cost of providing those benefits for 112 retirees in the year ended August 31, 2011 was \$623,040 (retiree benefits for 106 retirees cost \$550,540 in fiscal year 2010). For 196 active employees, the cost of providing benefits was \$1,241,484 for the year ended August 31, 2011 (active employee benefits for 180 employees cost \$1,060,162 for the year ended August 31, 2010).

21. Ad Valorem Tax

The District's ad valorem property tax is levied each October 1<sup>st</sup> on the assessed value listed as of the prior January 1<sup>st</sup> for all real and business personal property located in the District.

As of August 31:

	<u>2011</u>	<u>2010</u>	
Assessed Valuation of the District:	\$ 5,661,485,375	\$ 5,629,170,763	
Less: Exemptions	<u>(517,016,218)</u>	<u>(525,452,699)</u>	
Net Assessed Valuation of the District	<u>\$ 5,144,469,157</u>	<u>\$ 5,103,718,064</u>	
	<u>2011</u>		
	<u>Current</u>	<u>Debt</u>	
	<u>Operations</u>	<u>Service</u>	<u>Total</u>
Authorized Tax Rate per \$100 valuation	<u>\$ 0.500000</u>	<u>\$ 0.500000</u>	<u>\$ 1.000000</u>
Assessed Tax Rate per \$100 valuation	<u>\$ 0.129000</u>	<u>\$ 0.024100</u>	<u>\$ 0.153100</u>
	<u>2010</u>		
	<u>Current</u>	<u>Debt</u>	
	<u>Operations</u>	<u>Service</u>	<u>Total</u>
Authorized Tax Rate per \$100 valuation	<u>\$ 0.500000</u>	<u>\$ 0.500000</u>	<u>\$ 1.000000</u>
Assessed Tax Rate per \$100 valuation	<u>\$ 0.128000</u>	<u>\$ 0.025400</u>	<u>\$ 0.153400</u>

21. Ad Valorem Tax (Continued)

Taxes levied for the year ended August 31, 2011 and 2010 were \$7,647,722 and \$7,613,759, respectively. Penalties and interest are not assessed. Taxes are due on receipt of the tax bill and are considered delinquent if not paid before February 1 of the succeeding year and subject to lien as of July 1 of that year.

<u>Taxes Collected</u>	2011		
	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 5,010,495	\$ 1,585,110	\$ 6,595,605
Delinquent taxes collected	926,245	175,597	1,101,842
Penalties and interest collected	77,059	15,738	92,797
Less discounts and commissions	(7,688)	(1,677)	(9,365)
Total collections	<u>\$ 6,006,111</u>	<u>\$ 1,774,768</u>	<u>\$ 7,780,879</u>

  

<u>Taxes Collected</u>	2010		
	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 4,566,550	\$ 1,552,754	\$ 6,119,304
Delinquent taxes collected	1,182,689	237,205	1,419,894
Penalties and interest collected	72,198	15,752	87,950
Less discounts and commissions	(5,531)	(1,261)	(6,792)
Total collections	<u>\$ 5,815,906</u>	<u>\$ 1,804,450</u>	<u>\$ 7,620,356</u>

Tax collections for the years ended August 31, 2011 and 2010 were 98.05% and 97.41%, respectively, of current tax levy. Uncollected taxes are fully reserved at August 31. The use of tax proceeds is restricted to maintenance and operations and/or general obligation debt service.

22. Income Taxes

The District 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 tax under internal Revenue code Section 511 (a)(2)(B), Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations. The District had no unrelated business income tax liability for the years ended August 31, 2011, and 2010.

23. Discrete Component Unit

Victoria College Foundation, Inc. (the "Foundation") was established as a separate nonprofit organization in 1978, to raise funds to provide student scholarships and assistance in the development and growth of the District. Under Governmental Accounting Standards Board (GASB) Statement 39 *Determining Whether Certain Organizations are Component Units*, an organization should report as a discretely presented component unit those organizations that raise and hold economic resources for the direct benefit of a government unit.

Accordingly, the Foundation financial statements are included in the District's annual report as a discrete component unit (see table of contents). Complete financial statements of the Victoria College Foundation, Inc. can be obtained from the administrative office of the Foundation and/or the District.

24. Subsequent Events

In the opinion of the District's administration, no events have occurred subsequent to the statement of net assets date that would materially affect the financials.

**SUPPLEMENTAL INFORMATION  
AND  
FINANCIAL ASSISTANCE SECTION**

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Schedule of Operating Revenues  
For the Year Ended August 31, 2011

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	Current Year	Prior Year
<b>Tuition:</b>						
State funded credit courses						
In-district resident tuition	\$ 2,474,573	\$ -	\$ 2,474,573	\$ -	\$ 2,474,573	\$ 1,817,772
Out-of-district resident tuition	1,898,184	-	1,898,184	-	1,898,184	1,713,789
Non-resident tuition	107,442	-	107,442	-	107,442	116,088
TPEG set aside (set aside)*	212,737	-	212,737	-	212,737	197,284
State funded continuing education	594,549	-	594,549	-	594,549	612,709
Non-state funded continuing education	129,758	-	129,758	-	129,758	117,356
Total Tuition	<u>5,417,243</u>	<u>-</u>	<u>5,417,243</u>	<u>-</u>	<u>5,417,243</u>	<u>4,574,998</u>
<b>Fees:</b>						
General fee	2,860,675	-	2,860,675	-	2,860,675	2,130,560
Technology fee	1,950,648	-	1,950,648	-	1,950,648	1,651,553
Out-of-district fees	2,478,150	-	2,478,150	-	2,478,150	2,107,387
Laboratory fee	177,085	-	177,085	-	177,085	167,712
Course fees	246,439	-	246,439	-	246,439	194,184
Total Fees	<u>7,712,997</u>	<u>-</u>	<u>7,712,997</u>	<u>-</u>	<u>7,712,997</u>	<u>6,251,396</u>
<b>Scholarship Allowances and Discounts:</b>						
Remissions and exemptions - state	(218,619)	-	(218,619)	-	(218,619)	(111,520)
Title IV federal grants	(3,964,937)	-	(3,964,937)	-	(3,964,937)	(2,340,586)
Other federal grants	(2,183)	-	(2,183)	-	(2,183)	(25,860)
TPEG awards	(29,190)	-	(29,190)	-	(29,190)	(21,509)
Other state grants	(79,653)	-	(79,653)	-	(79,653)	(77,181)
Other local scholarships	(264,311)	-	(264,311)	-	(264,311)	(202,708)
Total Scholarship Allowances	<u>(4,558,893)</u>	<u>-</u>	<u>(4,558,893)</u>	<u>-</u>	<u>(4,558,893)</u>	<u>(2,779,364)</u>
Total Net Tuition and Fees	<u>8,571,347</u>	<u>-</u>	<u>8,571,347</u>	<u>-</u>	<u>8,571,347</u>	<u>8,047,030</u>
<b>Additional Operating Revenues:</b>						
Federal grants and contracts	43,865	3,249,128	3,292,993	-	3,292,993	2,451,571
State grants and contracts	206,823	2,422,274	2,629,097	-	2,629,097	1,031,716
Nongovernmental grants and contracts	-	313,938	313,938	-	313,938	205,374
Sales and services of educational activities	367,762	-	367,762	-	367,762	359,456
General operating revenues	271,040	-	271,040	-	271,040	263,433
Total Additional Operating Revenues	<u>889,490</u>	<u>5,985,340</u>	<u>6,874,830</u>	<u>-</u>	<u>6,874,830</u>	<u>4,311,550</u>
<b>Auxiliary Enterprises:</b>						
Bookstore	-	-	-	5,719,603	5,719,603	5,149,911
Title IV federal grants	-	-	-	(2,040,965)	(2,040,965)	(1,225,698)
Other federal grants	-	-	-	(4,784)	(4,784)	(16,569)
TPEG awards	-	-	-	(63,311)	(63,311)	(46,652)
Other local scholarships	-	-	-	(44,484)	(44,484)	(34,116)
Net Bookstore	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,566,059</u>	<u>3,566,059</u>	<u>3,826,876</u>
Food service	-	-	-	418,175	418,175	369,211
Facilities rentals	-	-	-	26,046	26,046	23,926
Total Net Auxiliary Enterprises	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,010,280</u>	<u>4,010,280</u>	<u>4,220,013</u>
Total Operating Revenues	<u>\$ 9,460,837</u>	<u>\$ 5,985,340</u>	<u>\$ 15,446,177</u>	<u>\$ 4,010,280</u>	<u>\$ 19,456,457</u>	<u>\$ 16,578,593</u>
					(Exhibit 2)	(Exhibit 2)

\* In accordance with Education Code 56.003, \$212,737 and \$197,284 of tuition was set aside for Texas Public Education Grants (TPEG) for the years ended August 31, 2011 and 2010, respectively.

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Schedule of Operating Expenses by Object  
For the Year Ended August 31, 2011

	Operating Expenses				Current Year Total	Prior Year Total
	Salaries and Wages	Benefits		Other Expenses		
		State Benefits	Local Benefits			
<b>Unrestricted - Educational Activities</b>						
Instruction	\$ 7,461,729	\$ -	\$ 807,795	\$ 1,267,575	\$ 9,537,099	\$ 9,761,870
Public service	20,421	-	1,666	68,176	90,263	29,814
Academic support	1,314,553	-	155,735	609,660	2,079,948	2,069,367
Student services	1,473,844	-	189,292	369,890	2,033,026	2,029,503
Institutional support	2,109,332	-	292,210	1,197,691	3,599,233	2,984,473
Operation and maintenance of plant	860,405	-	339,145	1,798,783	2,998,333	3,298,347
Scholarships and fellowships	162,319	-	827	325,183	488,329	282,309
<b>Total Unrestricted Educational Activities</b>	<u>13,402,603</u>	<u>-</u>	<u>1,786,670</u>	<u>5,636,958</u>	<u>20,826,231</u>	<u>20,455,683</u>
<b>Restricted - Educational Activities</b>						
Instruction	1,338,540	1,166,239	302,100	2,799,743	5,606,622	3,230,860
Public service	-	55	-	-	55	423
Academic support	-	259,043	-	-	259,043	282,735
Student services	218,347	340,870	44,386	180,296	783,899	870,633
Institutional support	-	407,648	-	-	407,648	388,995
Scholarships and fellowships	88,620	-	-	13,225,805	13,314,425	10,771,908
<b>Total Restricted Educational Activities</b>	<u>1,645,507</u>	<u>2,173,855</u>	<u>346,486</u>	<u>16,205,844</u>	<u>20,371,692</u>	<u>15,545,554</u>
<b>Total Educational Activities</b>	15,048,110	2,173,855	2,133,156	21,842,802	41,197,923	36,001,237
<b>Auxiliary Enterprises</b>	403,126	-	116,349	3,107,444	3,626,919	3,398,618
<b>Depreciation Expense</b>						
Buildings and other real estate improvements	-	-	-	1,110,624	1,110,624	1,117,500
Equipment and furniture	-	-	-	292,188	292,188	229,795
Library volumes and periodicals	-	-	-	62,899	62,899	66,341
<b>Total Operating Expenses</b>	<u>\$ 15,451,236</u>	<u>\$ 2,173,855</u>	<u>\$ 2,249,505</u>	<u>\$ 26,415,957</u>	<u>\$ 46,290,553</u> (Exhibit 2)	<u>\$ 40,813,491</u> (Exhibit 2)

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Non-Operating Revenues and Expenses**  
**For the Year Ended August 31, 2011**

	Unrestricted	Restricted	Auxiliary Enterprises	Current Year	Prior Year
<b>Non-Operating Revenues</b>					
<b>State Allocations:</b>					
Education and general state support	\$ 6,307,576	\$ -	\$ -	\$ 6,307,576	\$ 6,370,044
State group insurance	-	1,460,710	-	1,460,710	1,512,055
State retirement matching	-	735,418	-	735,418	722,643
Total State allocations	<u>6,307,576</u>	<u>2,196,128</u>	<u>-</u>	<u>8,503,704</u>	<u>8,604,742</u>
<b>Ad valorem taxes:</b>					
Taxes for maintenance and operations	6,006,111	-	-	6,006,111	5,815,906
Taxes for general obligation bonds	-	1,774,768	-	1,774,768	1,804,450
Title IV	-	12,336,719	-	12,336,719	9,734,191
Gifts	459,976	255,200	-	715,176	426,437
Investment income	107,736	316,129	3,828	427,693	354,147
Total Non-Operating Revenues	<u>12,881,399</u>	<u>16,878,944</u>	<u>3,828</u>	<u>29,764,171</u>	<u>26,739,873</u>
<b>Non-Operating Expenses</b>					
Interest on capital related debt	-	794,770	-	794,770	889,964
Total Non-Operating Expenses	<u>-</u>	<u>794,770</u>	<u>-</u>	<u>794,770</u>	<u>889,964</u>
<b>Net Non-Operating Revenues</b>	<u>\$ 12,881,399</u>	<u>\$ 16,084,174</u>	<u>\$ 3,828</u>	<u>\$ 28,969,401</u> (Exhibit 2)	<u>\$ 25,849,909</u> (Exhibit 2)

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Schedule of Net Assets by Source and Availability  
For the Year Ended August 31, 2011

	Detail by Source				
	Unrestricted	Restricted		Capital Assets Net of Depreciation and Related Debt	Current Year Total
		Expendable	Non-Expendable		
Current					
Unrestricted	\$ 3,561,443	\$ -	\$ -	\$ -	\$ 3,561,443
Restricted for:					
Nonexpendable:					
Student aid	-	192,321	-	-	192,321
Expendable:					
Student aid	-	-	-	-	-
Unexpended bond proceeds	-	2,112,862	-	-	2,112,862
Auxiliary enterprises	3,978,882	-	-	-	3,978,882
Plant					
Debt Service	-	257,765	-	-	257,765
Investment in Plant	-	-	-	27,083,414	27,083,414
Total Net Assets, August 31, 2011	<u>7,540,325</u>	<u>2,562,948</u>	<u>-</u>	<u>27,083,414</u>	<u>37,186,687</u> (Exhibit 1)
Total Net Assets, August 31, 2010	<u>6,281,439</u>	<u>2,989,563</u>	<u>2,797,525</u>	<u>25,831,728</u>	<u>37,900,255</u> (Exhibit 1)
Adjustment to net assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u> (Exhibit 2)
Net Increase (Decrease) in Net Assets	<u>\$ 1,258,886</u>	<u>\$ (426,615)</u>	<u>\$ (2,797,525)</u>	<u>\$ 1,251,686</u>	<u>\$ (713,568)</u> (Exhibit 2)



SCHEDULE D

	Available for Current Operations		Prior Year Total	Available for Current Operations	
	Yes	No		Yes	No
Current					
Unrestricted	\$ 3,561,443	\$ -	\$ 2,689,746	\$ 2,689,746	\$ -
Restricted for:					
Nonexpendable:					
Student aid	-	192,321	2,797,525	-	2,797,525
Expendable:					
Student aid	-	-	465,105	-	465,105
Unexpended bond proceeds	-	2,112,862	2,290,064	-	2,290,064
Auxiliary enterprises	3,978,882	-	3,591,693	3,591,693	-
Plant					
Debt Service	-	257,765	234,394	-	234,394
Investment in Plant	-	27,083,414	25,831,728	-	25,831,728
Total Net Assets, August 31, 2011	<u>7,540,325</u>	<u>29,646,362</u>	<u>37,900,255</u>	<u>6,281,439</u>	<u>31,618,816</u>
Total Net Assets, August 31, 2010	<u>6,281,439</u>	<u>31,618,816</u>	<u>36,631,985</u>	<u>5,442,800</u>	<u>31,189,185</u>
Adjustment to net assets	-	-	(395,520)	-	-
Net Increase (Decrease) in Net Assets	<u>\$ 1,258,886</u>	<u>\$ (1,972,454)</u>	<u>\$ 1,663,790</u>	<u>\$ 838,639</u>	<u>\$ 429,631</u>
			(Exhibit 2)		

## SCHEDULE E

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended August 31, 2011

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Pass-Through Disbursements and Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<i>Passed Through Sul Ross State University</i>			
Hispanic Serving Institutions Education Grants	10.223	2007-38422-18081-VC-01	\$ 11,183
Total Sul Ross State University			<u>11,183</u>
<i>Passed Through University of Texas San Antonio</i>			
Hispanic Serving Institutions Education Grants	10.223	2011 TexPREP	4,140
Total University of Texas San Antonio			<u>4,140</u>
Total U.S. Department of Health and Human Services			<u>15,323</u>
<b>U.S. DEPARTMENT OF LABOR</b>			
<i>Direct Programs:</i>			
Community Based Job Training Grants	17.269	CB-18197-09-60-A-48	236,020
Total Direct Programs			<u>236,020</u>
<i>Passed through Texas Workforce Commission:</i>			
ARRA - WIA Adult Program	17.258	1910XSD000	60,944
ARRA - WIA Dislocated Workers	17.260	1910XSD000	1,219,728
Total Texas Workforce Commission			<u>1,280,672</u>
Total U.S. Department of Labor			<u>1,516,692</u>
<b>INSTITUTE OF MUSEUM AND LIBRARY SERVICES, STATE LIBRARY PROGRAM (IMLS)</b>			
<i>Passed through Texas State Library &amp; Archives Commission:</i>			
Texas Treasures Grant Program	45.310	723-11009	13,950
Total IMLS			<u>13,950</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Direct Programs:</i>			
Federal Supplemental Educational Opportunity Grants	84.007	P007A097874	102,692
Higher Education Institutional Aid	84.031	P031S090139	516,142
Federal Work-Study Program	84.033	P033A097874	75,770
TRIO - Student Support Services	84.042	P042A060605	251,047
Federal Pell Grant Program	84.063	P063P102339	7,013,746
Federal Pell Grant Program	84.063	P063Q102339	3,130
Federal Pell Grant Program	84.063	P063Q102339	7,320
Federal PLUS Loans	84.268		14,570
Federal Direct Student Loans - Subsidized	84.268		2,196,315
Federal Direct Student Loans - Unsubsidized	84.268		2,866,900
Academic Competitiveness Grant	84.375	P375092339	43,561
Total Direct Programs			<u>13,091,193</u>
<i>Pass Through From Texas Education Agency:</i>			
Adult Basic Education - Basic Grants to States	84.002	114100017110312	281,013
Adult Basic Education - Basic Grants to States	84.002	124100017110424	59,511
Total Adult Basic Education			<u>340,524</u>

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Expenditures of Federal Awards (Continued)**  
**For the Year Ended August 31, 2011**

**U.S. DEPARTMENT OF EDUCATION (Continued)**

*Pass Through Texas Engineering Experiment Station:*

ARRA - State Fiscal Stabilization Fund (SFSF) - Government			
Services, Recovery Act	84,397	73503	<u>50,000</u>
Total Texas Engineering Experiment Station			<u>50,000</u>

*Pass Through From Texas Higher Education Coordinating Board:*

Leveraging Educational Assistance Partnership	84.069A	-	5,379
Special Leveraging Educational Assistance Partnership	84.069B	-	7,336
ARRA - State Fiscal Stabilization Fund (SFSF) - Government			
Services, Recovery Act	84.397A	3582	53,131
Career and Technical Education - Basic Grants to States	84.048	104252	197,978
Tech Prep Education	84.243	101725	197,578
Statewide Data Systems	84.372	04795	<u>2,000</u>
Total Texas Higher Education Coordinating Board			<u>463,402</u>
Total U.S. Department of Education			<u>13,945,119</u>

**U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES**

*Passed Through From the University of Texas - Medical Branch at Galveston:*

Geriatric Education Centers	93.969	1UB4HP19213-01-00	21,600
Geriatric Education Centers	93.969	5UB4HP19213-02-00	3,818
Maintenance & Service Awards	93.107	5 U77HP01066-08-00	<u>87,920</u>
Total Health Education & Training Centers			<u>113,338</u>

*Passed Through From Texas Education Agency:*

Temporary Assistance for Needy Families	93.558	103625017110292	<u>25,290</u>
Total U.S. Department of Health and Human Services			<u>138,628</u>

**TOTAL EXPENDITURES OF FEDERAL AWARDS** **\$ 15,629,712**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended August 31, 2011**

**Note 1: Federal Assistance Reconciliation**

**Federal Assistance Reconciliation**

Direct federal grants and contracts revenue per Schedule A	\$ 3,249,126
Add: indirect / administrative cost recoveries - per Schedule A	43,867
Direct federal revenue, non-operating - Schedule C	12,326,269
Add: indirect / administrative cost recoveries - per Schedule C	10,450
<b>Total Federal Revenues per Schedule of Expenditures of Federal Awards</b>	<b><u>\$ 15,629,712</u></b>

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

See Note 2 of the notes to the basic financial statements for the District's significant accounting policies. The expenditures included in the schedule are reported for the District'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 District 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. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The District has followed all applicable guidelines issued by various entities in the preparation of the schedule.

**Note 3: Expenditures not Subject to Federal Single Audit**

All expenditures are subject to Federal Single Audit.

**Note 4: Student Loans Processed and Administrative Costs Recovered - Included in Schedule**

Federal Grantor/ CFDA Number/ Program Name	New Loans Processed	Administrative Costs Recovered	Total Loans Processed & Admin. Costs Recovered
Department of Education 84.268 Federal Direct Student Loans (includes PLUS, subsidized and unsubsidized)	<u>\$ 5,077,785</u>	<u>\$ -</u>	<u>\$ 5,077,785</u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Notes to Schedule of Expenditures of Federal Awards (Continued)  
For the Year Ended August 31, 2011

**Note 5: Nonmonetary Federal Assistance Received**

No nonmonetary federal assistance was received.

**Note 6: Amounts Passed Through by the District**

The following amounts were passed-through to the listed subrecipients by the District. These amounts were from the Carl Perkins Vocational Education - Tech Prep program CFDA 84.243 from the U.S. Department of Education through the Texas Higher Education Coordinating Board.

Austwell - Tivoli ISD	\$	3,776
Bloomington ISD		6,491
Calhoun County ISD		13,234
Cuero ISD		9,375
Edna ISD		479
Faith Academy		450
Ganado ISD		6,628
Goliad ISD		8,240
Gonzales ISD		8,975
Hallettsville ISD		3,298
Industrial ISD		2,749
Moulton ISD		1,205
Nixon-Smilely ISD		3,167
Nordheim ISD		4,505
Palacios ISD		1,143
Refugio ISD		195
Shiner ISD		545
Seguin ISD		235
Victoria ISD		11,578
Waelder ISD		1,752
Woodsboro ISD		7,100
Yoakum ISD		4,898
Yorktown ISD		667
		<hr/>
Total Amount Passed-Through	\$	<u>100,685</u>

SCHEDULE F

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
 VICTORIA, TEXAS  
 Schedule of Expenditures of State Awards  
 For the Year Ended August 31, 2011

Grantor Agency/ Program Title	Grant Contract Number	Expenditures
<b>TEXAS HIGHER EDUCATION COORDINATING BOARD</b>		
<i>Direct funding:</i>		
College Work-study Program	-	\$ 12,850
Texas Educational Opportunity Grant Program	-	69,309
Early High School - HB1479	-	15,240
Texas Public Education Grant Program	-	255,985
Texas Grant Program	-	263,303
Certified Educational Aide Program	-	36,172
Professional Nursing Shortage Scholarship	-	7,469
Professional Nursing Shortage Reduction	-	209,397
Vocational Nursing Scholarship	-	1,163
Higher Education Performance Incentive Scholarship	-	12,000
Jobs and Education for Texans	-	42,016
TG - Lighthouse Initiative Summer Bridge Program	-	11,672
College for All Texans Foundation - Closing the Gaps	-	3,000
Crossroads Area P-16 Council	-	1,888
Law Enforcement Officer Standards & Education	-	1,558
Total Direct Funding		<u>943,022</u>
<i>Passed through University of Texas Medical Branch at Galveston:</i>		
Minority Health Research & Education Grant Program - Education Pipeline Grant		<u>62,618</u>
Total passed through UTMB at Galveston		<u>62,618</u>
Total Texas Higher Education Coordinating Board		<u>1,005,640</u>
<b>UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON</b>		
Pecan Valley Area Health Education Center - Health Prof Std Housing	-	9,600
Pecan Valley Area Health Education Center	UTMBG 399526	130,000
		<u>139,600</u>
<b>DEPARTMENT OF STATE HEALTH SERVICES</b>		
<i>Passed through Victoria City-County Health Department:</i>		
Community Diabetes Project		<u>11,000</u>
<i>Passed through Texas Education Agency:</i>		
Temporary Assistance for Needy Families	103625017110292	10,536
GR - Adult Ed	100100017110312	98,829
Total Passed Through Texas Education Agency		<u>109,365</u>
Total Department of State Health Services		<u>120,365</u>
<b>TEXAS WORKFORCE COMMISSION</b>		
Victoria College in Partnership with a Petrochemical Consortium	1910XSD000	1,272,428
Victoria College in Partnership with Berry Plastics Holding Corp.	1910SDF000	140,604
Skills for Small Business Program	1611SSD000	1,872
Total Department of State Health Services		<u>1,414,904</u>
<b>TOTAL STATE FINANCIAL ASSISTANCE</b>		<u>\$ 2,680,509</u>

Notes to the Schedule on the following page.

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Notes to Schedule of Expenditures of State Awards  
For the Year Ended August 31, 2011

**Note 1: State Assistance Reconciliation**

<b>State Assistance Reconciliation</b>	
per Schedule of Expenditures of State Awards	\$ <u>2,680,509</u>
Less: Early High School Graduation (HB1479)	(15,240)
Certified Ed Aide Program	<u>(36,172)</u>
Total included in "Tuition and Fees"	<u>(51,412)</u>
Total State Revenues per Schedule A	\$ <u>2,629,097</u>

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

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

**OVERALL COMPLIANCE AND  
INTERNAL CONTROLS SECTION**





PATTILLO, BROWN & HILL, L.L.P.  
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

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 AND THE STATE OF TEXAS  
SINGLE AUDIT CIRCULAR*

To the Board of Trustees  
Victoria County Junior College District  
Victoria, Texas

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Victoria County Junior College District, as of and for the year ended August 31, 2011, which collectively comprise of Victoria County Junior College District's basic financial statements and have issued our report thereon dated October 26, 2011. 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 and the standards applicable to financial audits contained in the *State of Texas Single Audit Circular*.

**Internal Control Over Financial Reporting**

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Victoria 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* or the *State of Texas Single Audit Circular*.

We noted certain other matters that we reported to management of the Victoria County Junior College District in a separate letter dated October 26, 2011.

**Public Funds Investment Act**

We have performed tests designed to verify the District's compliance with the requirements of the Public Funds Investment Act. During the year ended August 31, 2011, no instances of noncompliance were found.

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

*Pattillo, Brent Hill, C.P.A.*

October 26, 2011



PATTILLO, BROWN & HILL, L.L.P.  
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

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

To the Board of Trustees  
Victoria County Junior College District  
Victoria, Texas

Compliance

We have audited the compliance of Victoria County Junior College District, with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2011. Victoria County Junior College District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. We have audited the compliance of Victoria County Junior College District, with the types of compliance requirements described in the *State of Texas Single Audit Circular* that are applicable to each of its major state programs for the year ended August 31, 2011. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Victoria County Junior College District's management. Our responsibility is to express an opinion on Victoria 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; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the standards applicable to financial audits contained in the *State of Texas Single Audit Circular*. Those standards, OMB Circular A-133, and the *State of Texas Single Audit Circular* 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 Victoria 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 of Victoria County Junior College District's compliance with those requirements.

In our opinion, Victoria 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, 2011.

Internal Control Over Compliance

Management of Victoria 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 programs. In planning and performing our audit, we considered Victoria 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 and to test and report on internal control over compliance with OMB Circular A-133, 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 Victoria 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 would not necessarily 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, state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Patullo, Born & Hill, LLP*

October 26, 2011

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Schedule of Findings and Questioned Costs  
For the Year Ended August 31, 2011

**I. Summary of Auditors' Results**

Type of auditors' report on financial statements:	Unqualified.
Internal control over financial reporting: Material weakness(es) identified?	No.
Significant deficiencies identified that are not considered to be material weakness(es)?	None reported.
Internal control over major programs: Material weakness(es) identified?	No.
Significant deficiencies identified that are not considered to be material weakness(es)?	None reported.
Noncompliance which is material to the basic financial statements	No.
Type of auditors' report on compliance with major programs	Unqualified.
Findings and questioned costs for federal awards as defined in Section 501(a), OMB Circular A-133 and the State of Texas Single Audit Circular	No.
Dollar threshold considered between Type A and Type B federal programs	\$300,000
Dollar threshold considered between Type A and Type B state programs	\$300,000
Low risk auditee statement	Yes
Major federal programs	The Student Financial Aid Cluster (CFDA #84.007, #84.033, #84.063, and #84.375) The WIA Cluster - ARRA (CFDA #17.258 and #17.260) Adult Education - Basic Grants to States (CFDA #84.002) State Fiscal Stabilization Fund - ARRA (CFDA #84.397 and #84.397A)
Major state program	Texas Workforce Commission

**II. Findings Relating to the Financial Statements which are Required to be Reported in Accordance with Generally Accepted Government Auditing Standards**

The audit disclosed no finding required to be reported.

**III. Findings and Questioned Costs for Federal Awards**

None reported.

**IV. Findings and Questioned Costs for State Awards**

None reported.

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Summary Schedule of Prior Audit Findings  
For the Year Ended August 31, 2011

There were no findings in the prior year for either federal or state programs.

## STATISTICAL SUPPLEMENT

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT

VICTORIA, TEXAS

Statistical Supplement 1

Net Assets by Component

Last Ten Fiscal Years

(unaudited)

(amounts expressed in thousands)

For the Fiscal Year Ended August 31,

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Invested in capital assets, net of related debt	\$ 27,084	\$ 25,832	\$ 24,733	\$ 20,190	\$ 11,099
Restricted - expendable	2,563	2,990	3,291	5,869	13,571
Restricted - nonexpendable	-	2,797	3,165	3,290	4,033
Unrestricted	7,540	6,281	5,443	6,137	5,421
Total primary government net assets	<u>\$ 37,187</u>	<u>\$ 37,900</u>	<u>\$ 36,632</u>	<u>\$ 35,486</u>	<u>\$ 34,124</u>



For the Fiscal Year Ended August 31,

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 8,513	\$ 21,596	\$ 21,191	\$ 20,085	\$ 16,403
14,389	388	441	494	502
4,293	4,102	3,534	4,286	3,909
5,715	5,683	5,092	4,316	6,637
<u>\$ 32,910</u>	<u>\$ 31,769</u>	<u>\$ 30,258</u>	<u>\$ 29,181</u>	<u>\$ 27,451</u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 2  
Revenues by Source  
Last Ten Fiscal Years  
(unaudited)

For the Year Ended August 31,  
(amounts expressed in thousands)

	2011	2010	2009	2008	2007
Tuition and Fees (Net of Discounts)	\$ 8,571	\$ 8,047	\$ 5,125	\$ 4,767	\$ 4,206
Governmental Grants and Contracts					
Federal Grants and Contracts	3,293	2,452	392	799	731
State Grants and Contracts	2,629	1,032	1,477	1,210	1,042
Non-Governmental Grants and Contracts	314	205	124	6	1
Sales and services of educational activities	368	360	340	356	298
Auxiliary enterprises	4,010	4,220	3,125	3,114	2,821
Other Operating Revenues	271	263	355	568	219
<b>Total Operating Revenues</b>	<b>19,456</b>	<b>16,579</b>	<b>10,938</b>	<b>10,820</b>	<b>9,318</b>
State Appropriations	8,504	8,605	9,049	8,995	8,917
Ad Valorem Taxes	7,781	7,620	7,207	6,541	6,019
Title IV	12,337	9,734	4,449	4,444	4,838
Gifts	715	426	1,020	150	514
Investment income	428	354	300	582	1,131
Other non-operating revenues	-	-	-	12	32
<b>Total Non-Operating Revenues</b>	<b>29,765</b>	<b>26,739</b>	<b>22,025</b>	<b>20,724</b>	<b>21,451</b>
<b>Total Revenues</b>	<b>\$ 49,221</b>	<b>\$ 43,318</b>	<b>\$ 32,963</b>	<b>\$ 31,544</b>	<b>\$ 30,769</b>

For the Year Ended August 31,  
(amounts expressed in thousands)

	2011	2010	2009	2008	2007
Tuition and fees (net of discounts)	17.41%	18.58%	15.55%	15.11%	13.67%
Governmental grants and contracts					
Federal grants and contracts	6.69%	5.66%	1.19%	2.53%	2.38%
State grants and contracts	5.34%	2.38%	4.48%	3.84%	3.39%
Non-governmental grants and contracts	0.64%	0.47%	0.38%	0.02%	0.00%
Sales and services of educational activities	0.75%	0.83%	1.03%	1.13%	0.97%
Auxiliary enterprises	8.15%	9.74%	9.48%	9.87%	9.17%
Other operating revenues	0.55%	0.61%	1.08%	1.80%	0.71%
<b>Total Operating Revenues</b>	<b>39.53%</b>	<b>38.27%</b>	<b>33.18%</b>	<b>34.30%</b>	<b>30.28%</b>
State appropriations	17.28%	19.86%	27.45%	28.52%	28.98%
Ad valorem taxes	15.81%	17.59%	21.86%	20.74%	19.56%
Gifts	1.45%	0.98%	3.09%	0.48%	1.67%
Investment income	0.87%	0.82%	0.91%	1.85%	3.68%
Other non-operating revenues	0.00%	0.00%	0.00%	0.04%	0.10%
<b>Total Non-Operating Revenues</b>	<b>35.41%</b>	<b>39.26%</b>	<b>53.32%</b>	<b>51.61%</b>	<b>53.99%</b>
<b>Total Revenues</b>	<b>74.94%</b>	<b>77.53%</b>	<b>86.50%</b>	<b>85.91%</b>	<b>84.28%</b>

For the Year Ended August 31,  
(amounts expressed in thousands)

	2006	2005	2004	2003	2002
\$	3,822	\$ 3,555	\$ 3,629	\$ 3,112	\$ 2,849
	643	144	277	402	281
	652	365	612	988	956
	52	6	-	59	73
	353	330	268	149	151
	2,561	2,610	2,766	2,406	2,385
	232	242	276	117	160
	<u>8,315</u>	<u>7,252</u>	<u>7,828</u>	<u>7,233</u>	<u>6,855</u>
	8,821	8,524	8,517	9,217	9,769
	5,651	5,602	5,373	5,010	4,955
	5,185	5,487	5,044	4,363	3,603
	153	689	187	435	297
	311	308	187	246	317
	(72)	(53)	(35)	(38)	(5)
	<u>20,049</u>	<u>20,557</u>	<u>19,273</u>	<u>19,233</u>	<u>18,936</u>
\$	<u><u>28,364</u></u>	<u><u>27,809</u></u>	<u><u>27,101</u></u>	<u><u>26,466</u></u>	<u><u>25,791</u></u>

For the Year Ended August 31,  
(amounts expressed in thousands)

	2006	2005	2004	2003	2002
	13.47%	12.78%	13.39%	11.76%	11.05%
	2.27%	0.52%	1.02%	1.52%	1.09%
	2.30%	1.31%	2.26%	3.73%	3.71%
	0.18%	0.02%	0.00%	0.22%	0.28%
	1.24%	1.19%	0.99%	0.56%	0.59%
	9.03%	9.39%	10.21%	9.09%	9.25%
	0.82%	0.87%	1.02%	0.44%	0.62%
	<u>29.32%</u>	<u>26.08%</u>	<u>28.88%</u>	<u>27.33%</u>	<u>26.58%</u>
	31.10%	30.65%	31.43%	34.83%	37.88%
	19.92%	20.14%	19.83%	18.93%	19.21%
	0.54%	2.48%	0.69%	1.64%	1.15%
	1.10%	1.11%	0.69%	0.93%	1.23%
	-0.25%	-0.19%	-0.13%	-0.14%	-0.02%
	<u>52.40%</u>	<u>54.19%</u>	<u>52.50%</u>	<u>56.19%</u>	<u>59.45%</u>
	<u><u>81.72%</u></u>	<u><u>80.27%</u></u>	<u><u>81.39%</u></u>	<u><u>83.51%</u></u>	<u><u>86.03%</u></u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 3  
Program Expenses by Function  
Last Ten Fiscal Years  
(unaudited)

For the Year Ended August 31,  
(amounts expressed in thousands)

	2011	2010	2009	2008	2007
Instruction	\$ 15,144	\$ 12,992	\$ 14,601	\$ 13,661	\$ 13,663
Public service	90	30	78	126	204
Academic support	2,339	2,352	1,788	1,733	1,835
Student services	2,817	2,900	2,316	2,227	2,167
Institutional support	4,007	3,374	3,223	2,990	2,949
Operation and maintenance of plant	2,998	3,298	3,168	2,510	2,622
Scholarships and fellowships	13,803	11,054	774	1,010	771
Auxiliary enterprises	3,627	3,399	3,624	3,328	3,204
Depreciation	1,466	1,414	1,054	1,002	975
<b>Total Operating Expenses</b>	<b>46,291</b>	<b>40,813</b>	<b>30,626</b>	<b>28,587</b>	<b>28,390</b>
Interest on capital related debt	795	890	959	962	941
<b>Total Non-Operating Expenses</b>	<b>795</b>	<b>890</b>	<b>959</b>	<b>962</b>	<b>941</b>
<b>Total Expenses</b>	<b>\$ 47,086</b>	<b>\$ 41,703</b>	<b>\$ 31,585</b>	<b>\$ 29,549</b>	<b>\$ 29,331</b>

For the Year Ended August 31,  
(amounts expressed in thousands)

	2011	2010	2009	2008	2007
Instruction	32.16%	31.15%	42.08%	45.83%	46.58%
Public service	0.19%	0.07%	0.27%	0.43%	0.70%
Academic support	4.97%	5.64%	6.10%	5.91%	6.26%
Student services	5.98%	6.95%	7.90%	7.59%	7.39%
Institutional support	8.51%	8.09%	10.99%	10.19%	10.05%
Operation and maintenance of plant	6.37%	7.91%	10.80%	8.56%	8.94%
Scholarships and fellowships	29.31%	26.51%	2.64%	3.44%	2.63%
Auxiliary enterprises	7.70%	8.15%	12.36%	11.35%	10.92%
Depreciation	3.11%	3.39%	3.59%	3.42%	3.32%
<b>Total Operating Expenses</b>	<b>98.31%</b>	<b>97.87%</b>	<b>96.73%</b>	<b>96.72%</b>	<b>96.79%</b>
Interest on capital related debt	1.69%	2.13%	3.27%	3.28%	3.21%
<b>Total Non-Operating Expenses</b>	<b>1.69%</b>	<b>2.13%</b>	<b>3.27%</b>	<b>3.28%</b>	<b>3.21%</b>
<b>Total Expenses</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

For the Year Ended August 31,  
(amounts expressed in thousands)

2006	2005	2004	2003	2002
\$ 12,485	\$ 11,362	\$ 10,976	\$ 11,369	\$ 11,194
71	-	-	-	-
1,434	1,280	1,397	1,246	1,324
2,148	2,003	1,949	1,983	1,663
3,027	2,569	2,377	2,479	2,458
2,704	2,152	2,036	2,095	2,168
1,318	1,980	2,216	2,033	1,879
3,058	3,070	3,014	2,655	2,558
949	923	794	723	719
<u>27,194</u>	<u>25,339</u>	<u>24,759</u>	<u>24,583</u>	<u>23,963</u>
267	322	384	442	496
<u>267</u>	<u>322</u>	<u>384</u>	<u>442</u>	<u>496</u>
<u>\$ 27,461</u>	<u>\$ 25,661</u>	<u>\$ 25,143</u>	<u>\$ 25,025</u>	<u>\$ 24,459</u>

For the Year Ended August 31,  
(amounts expressed in thousands)

2006	2005	2004	2003	2002
45.46%	44.28%	43.65%	45.43%	45.77%
0.26%	0.00%	0.00%	0.00%	0.00%
5.22%	4.99%	5.56%	4.98%	5.41%
7.82%	7.81%	7.75%	7.92%	6.80%
11.02%	10.01%	9.45%	9.91%	10.05%
9.85%	8.39%	8.10%	8.37%	8.86%
4.80%	7.72%	8.81%	8.12%	7.68%
11.14%	11.96%	11.99%	10.61%	10.46%
3.46%	3.60%	3.16%	2.89%	2.94%
<u>99.03%</u>	<u>98.75%</u>	<u>98.47%</u>	<u>98.23%</u>	<u>97.97%</u>
0.97%	1.25%	1.53%	1.77%	2.03%
<u>0.97%</u>	<u>1.25%</u>	<u>1.53%</u>	<u>1.77%</u>	<u>2.03%</u>
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 4  
Tuition and Fees  
Last Ten Academic Years  
(unaudited)

<b>Resident</b>
<b>Fees per Semester Credit Hour (SCH)</b>

Academic Year (Fall)	In-District Tuition	Out-of-District Fees	General Fees	Registration Fee (per student)	Facilities Use Fees
2010	\$ 34	\$ 45	\$ 22	\$ -	\$ -
2009	34	45	20	-	-
2008	34	24	20	-	-
2007	32	22	17	-	-
2006	30	20	14	-	-
2005	27	14	12	-	-
2004	27	14	-	2	8
2003	22	11	-	2	8
2002	20	10	-	2	8
2001	20	10	-	2	7

<b>Non-resident</b>
<b>Fees per Semester Credit Hour (SCH)</b>

Academic Year (Fall)	Non-Resident Tuition Out of State	Non-Resident Tuition International	General Fees	Registration Fee (per student)	Facilities Use Fees
2010	\$ 100	\$ 100	\$ 22	\$ -	\$ -
2009	100	100	20	-	-
2008	70	70	20	-	-
2007	60	60	17	-	-
2006	55	55	14	-	-
2005	55	55	12	-	-
2004	55	55	-	2	8
2003	55	55	-	2	8
2002	100	100	-	2	8
2001	100	100	-	2	7

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

Resident
Flat fees per semester

Technology Fees	Student Services Fees	Transcript/ Diploma Fees	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In-District	Increase from Prior Year Out-of-District
\$ 15	\$ -	\$ -	\$ 852	\$ 1,392	2.90%	1.75%
15	-	-	828	1,368	27.78%	46.15%
-	-	-	648	936	10.20%	9.86%
-	-	-	588	852	9.29%	9.51%
10	-	-	538	778	14.96%	22.33%
-	-	-	468	636	2.63%	1.92%
-	10	2	456	624	15.15%	18.18%
-	10	2	396	528	6.45%	7.32%
-	10	2	372	492	3.33%	2.50%
-	10	2	360	480	3.45%	2.56%

Non-resident
Flat fees per semester

Technology Fees	Student Services Fees	Transcript/ Diploma Fees	Cost for 12 SCH Out of State	Cost for 12 SCH International	Increase from Prior Year Out of State	Increase from Prior Year International
\$ 15	\$ -	\$ -	\$ 1,644	\$ 1,644	1.48%	1.48%
15	-	-	1,620	1,620	50.00%	50.00%
-	-	-	1,080	1,080	16.88%	16.88%
-	-	-	924	924	10.26%	10.26%
10	-	-	838	838	4.23%	4.23%
-	-	-	804	804	1.52%	1.52%
-	10	2	792	792	0.00%	0.00%
-	10	2	792	792	-40.54%	-40.54%
-	10	2	1,332	1,332	0.91%	0.91%
-	10	2	1,320	1,320	0.00%	0.00%

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 5  
Assessed Value and Taxable Assessed Value of Property  
Last Ten Fiscal Years  
(unaudited)

(amounts expressed in thousands)

Fiscal Year	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value
2010-11	\$ 5,661,485	\$ 517,016	\$ 5,144,469	90.87%
2009-10	5,629,171	525,453	5,103,718	90.67%
2008-09	5,532,575	527,661	5,004,914	90.46%
2007-08	5,110,468	531,166	4,579,302	89.61%
2006-07	4,757,836	512,677	4,245,159	89.22%
2005-06	4,468,419	513,513	3,954,906	88.51%
2004-05	4,296,112	521,420	3,774,692	87.86%
2003-04	3,778,842	230,649	3,548,193	93.90%
2002-03	3,736,823	188,802	3,548,021	94.95%
2001-02	4,215,371	685,670	3,529,701	83.73%

Source: Victoria County Appraisal District

Notes: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation



Direct Rate
-------------

Maintenance & Operations (a)	Debt Service	(a)	Total	(a)
\$ 0.1290	\$ 0.0241		\$ 0.1531	
0.1280	0.0254		0.1534	
0.1189	0.0256		0.1445	
0.1167	0.0278		0.1445	
0.1113	0.0303		0.1416	
0.1129	0.0287		0.1416	
0.1148	0.0313		0.1461	
0.1166	0.0325		0.1491	
0.1070	0.0324		0.1394	
0.1085	0.0309		0.1394	

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

Statistical Supplement 6

State Appropriation per FTSE and Contact Hour

Last Ten Fiscal Years

(unaudited)

(amounts expressed in thousands)

Fiscal Year	State Appropriation	Appropriation per FTSE		Appropriation per Contact Hour			State Appropriation per Contact Hour
		FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Total Contact Hours	
2010-11	\$ 6,308	2,774	\$ 2,274	1,191	614	1,805	\$ 3.49
2009-10	6,370	2,751	2,316	1,122	588	1,710	3.73
2008-09	6,816	2,677	2,546	1,046	560	1,606	4.24
2007-08	6,816	2,665	2,558	1,043	563	1,606	4.24
2006-07	6,837	2,767	2,471	1,051	579	1,630	4.19
2005-06	6,847	2,720	2,517	1,073	591	1,664	4.11
2004-05	6,809	2,926	2,327	1,099	627	1,726	3.94
2003-04	6,809	2,908	2,341	1,113	623	1,736	3.92
2002-03	7,054	2,815	2,506	1,076	625	1,701	4.15
2001-02	7,692	2,793	2,754	1,047	652	1,699	4.53

Notes:

FTSE is defined as the number of full time students plus total hours taken by part-time students divided by 12.

(a) Source CBM001

(b) Source CBM00A

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 7  
Principal Taxpayers  
Last Ten Tax Years  
(unaudited)

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)				
		2010	2009	2008	2007	2006
AEP Texas Central Co.	Utility	\$ 39,228	\$ 42,579	\$ 45,193	\$ 40,557	\$ 51,016
Air Liquide America Corp.	Manufacturing	-	-	25,167	24,404	27,680
Carlisle Plastics Inc.	Manufacturing	-	-	-	-	-
Central Power & Light	Utility	-	-	-	-	-
Covalence Specialty Materials	Manufacturing	-	-	-	22,450	-
CDM Resource Management	Utility	26,885	-	-	-	-
E. I DuPont De Nemours & Co	Manufacturing	39,267	36,398	43,452	39,219	32,672
Equistar Chemicals LP	Manufacturing	24,062	22,407	37,317	46,528	45,499
H E Butt Grocery Co.	Grocery Store	-	-	-	-	-
H S Victoria LP	Shopping Mall	-	-	-	-	-
Invista	Manufacturing	218,471	229,276	343,268	419,296	428,491
Invista S A R L	Manufacturing	28,935	36,499	37,966	-	-
James Wayne A	Real Estate	-	-	-	-	-
MRO Commercial Inc.	Shopping Mall	-	-	-	-	-
Schlumberger Well Services, Inc.	Well Service	-	-	-	21,602	-
South Texas Electric Co-op, Inc.	Utility	76,466	85,512	85,652	23,659	20,508
Southwestern Bell Telephone	Utility	20,807	23,631	24,694	28,447	26,208
Tyco Plastics LP	Manufacturing	-	-	-	-	25,909
Union Gas Operating Co.	Natural Gas	-	26,036	27,475	26,322	34,505
Victoria Hospital LLC	Hospital	22,939	23,497	-	-	19,537
Victoria Regional Medical Center	Hospital	-	-	-	-	-
Victoria Retail Properties LP	Shopping Mall	-	-	-	-	-
Victoria WLE LP	Manufacturing	101,590	76,180	50,091	-	-
VTK Limited	Office Building	-	-	-	-	-
<b>Totals</b>		<b>\$ 598,650</b>	<b>\$ 602,015</b>	<b>\$ 720,275</b>	<b>\$ 692,484</b>	<b>\$ 712,025</b>
<b>Total Taxable Assessed Value</b>		<b>\$ 5,144,469</b>	<b>\$ 5,103,718</b>	<b>\$ 5,004,913</b>	<b>\$ 4,212,710</b>	<b>\$ 3,954,906</b>

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year				
		2010	2009	2008	2007	2006
AEP Texas Central Co.	Utility	0.76%	0.83%	0.90%	0.96%	1.29%
Air Liquide America Corp.	Manufacturing	0.00%	0.00%	0.50%	0.58%	0.70%
Carlisle Plastics Inc.	Manufacturing	0.00%	0.00%	0.00%	0.00%	0.00%
Central Power & Light	Utility	0.00%	0.00%	0.00%	0.00%	0.00%
Covalence Specialty Materials	Manufacturing	0.00%	0.00%	0.00%	0.53%	0.00%
CDM Resource Management	Utility	0.52%	0.00%	0.00%	0.00%	0.00%
E. I DuPont De Nemours & Co	Manufacturing	0.76%	0.71%	0.87%	0.93%	0.83%
Equistar Chemicals LP	Manufacturing	0.47%	0.44%	0.75%	1.10%	1.15%
H E Butt Grocery Co.	Grocery Store	0.00%	0.00%	0.00%	0.00%	0.00%
H S Victoria LP	Shopping Mall	0.00%	0.00%	0.00%	0.00%	0.00%
Invista	Manufacturing	4.25%	4.49%	6.86%	9.95%	10.83%
Invista S A R L	Manufacturing	0.56%	0.72%	0.76%	0.00%	0.00%
James Wayne A	Real Estate	0.00%	0.00%	0.00%	0.00%	0.00%
MRO Commercial Inc.	Shopping Mall	0.00%	0.00%	0.00%	0.00%	0.00%
Schlumberger Well Services, Inc.	Well Service	0.00%	0.00%	0.00%	0.51%	0.00%
South Texas Electric Co-op, Inc.	Utility	1.49%	1.68%	1.71%	0.56%	0.52%
Southwestern Bell Telephone	Utility	0.40%	0.46%	0.49%	0.68%	0.66%
Tyco Plastics LP	Manufacturing	0.00%	0.00%	0.00%	0.00%	0.66%
Union Gas Operating Co.	Natural Gas	0.00%	0.51%	0.55%	0.62%	0.87%
Victoria Hospital LLC	Hospital	0.45%	0.46%	0.00%	0.00%	0.49%
Victoria Regional Medical Center	Hospital	0.00%	0.00%	0.00%	0.00%	0.00%
Victoria Retail Properties LP	Shopping Mall	0.00%	0.00%	0.00%	0.00%	0.00%
Victoria WLE LP	Manufacturing	1.97%	1.49%	1.00%	0.00%	0.00%
VTK Limited	Office Building	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Totals</b>		<b>11.64%</b>	<b>11.80%</b>	<b>14.39%</b>	<b>16.44%</b>	<b>18.00%</b>

Source: Victoria County Appraisal District

**Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)**

	2005	2004	2003	2002	2001
\$	55,279	\$ 53,731	\$ 51,987	\$ 49,356	\$ 41,463
	30,141	33,292	35,161	43,356	49,712
	-	24,793	24,734	24,865	23,015
	-	-	-	17,080	18,588
	-	-	-	-	-
	-	-	-	-	-
	40,473	38,696	536,526	549,543	586,771
	52,201	49,849	49,276	51,452	54,751
	-	-	14,650	-	-
	20,747	21,132	-	-	-
	461,648	462,791	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	20,382
	-	-	-	-	-
	-	-	-	-	-
	28,900	28,212	32,497	35,797	36,476
	22,957	-	-	-	-
	27,454	21,085	16,453	18,924	66,461
	19,975	20,785	20,021	20,023	18,534
	-	-	-	-	-
	-	-	26,067	26,848	-
	-	-	-	-	-
	-	-	-	-	-
\$	759,775	\$ 754,366	\$ 807,372	\$ 837,244	\$ 916,153

\$ 3,774,692   \$ 3,548,193   \$ 3,548,021   \$ 3,529,701   \$ 3,334,979

**% of Taxable Assessed Value (TAV) by Tax Year**

	2005	2004	2003	2002	2001
	1.46%	1.51%	1.47%	1.40%	1.24%
	0.80%	0.94%	0.99%	1.23%	1.49%
	0.00%	0.70%	0.70%	0.70%	0.69%
	0.00%	0.00%	0.00%	0.48%	0.56%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.00%
	1.07%	1.09%	15.12%	15.57%	17.59%
	1.38%	1.40%	1.39%	1.46%	1.64%
	0.00%	0.00%	0.41%	0.00%	0.00%
	0.55%	0.60%	0.00%	0.00%	0.00%
	12.23%	13.04%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.61%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.77%	0.80%	0.92%	1.01%	1.09%
	0.61%	0.00%	0.00%	0.00%	0.00%
	0.73%	0.59%	0.46%	0.54%	1.99%
	0.53%	0.59%	0.56%	0.57%	0.56%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.73%	0.76%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.00%
	0.00%	0.00%	0.00%	0.00%	0.00%
	20.13%	21.26%	22.76%	23.72%	27.47%

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT

VICTORIA, TEXAS

Statistical Supplement 8

Property Tax Levies and Collections

Last Ten Tax Years

(unaudited)

(amounts expressed in thousands)

Fiscal Year Ended August 31,	Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections - Current Levy (c)	Percentage	Prior Collections of Prior Levies (d)
2011	\$ 7,648	\$ (3)	\$ 7,645	\$ 7,514	98.29%	\$ -
2010	7,614	(6)	7,608	7,419	97.52%	-
2009	7,088	(14)	7,074	6,892	97.43%	-
2008	6,519	(16)	6,503	6,358	97.77%	-
2007	5,970	(8)	5,962	5,829	97.77%	-
2006	5,600	(18)	5,582	5,465	97.90%	-
2005	5,515	26	5,541	5,406	97.56%	80
2004	5,290	3	5,293	5,179	97.85%	81
2003	4,962	(17)	4,945	4,832	97.71%	84
2002	4,909	(2)	4,907	4,740	96.60%	143

Source: Local Tax Assessor/Collector and District records.

(a) As reported in notes to the financial statements for the year of the levy.

(b) As of August 31st of the current reporting year.

(c) Property tax only - does not include penalties and interest.

(d) Represents cumulative collections of prior years not collected in the current year of the tax levy.

(e) Represents current year collections of prior year levies.

	Current Collections of Prior Levies (e)	Total Collections (c+d+e)	Cumulative Collections of Adjusted Levy
\$	157	\$ 7,671	100.34%
	131	7,550	99.24%
	215	7,107	100.47%
	111	5,829	89.64%
	-	5,829	97.77%
	75	5,540	99.25%
	23	5,509	99.42%
	9	5,269	99.55%
	5	4,921	99.51%
	3	4,886	99.57%

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 9  
Ratios of Outstanding Debt  
Last Ten Fiscal Years  
(unaudited)

	For the Year Ended August 31,				
	(amounts expressed in thousands)				
	2011	2010	2009	2008	2007
<b>General Bonded Debt</b>					
General obligation bonds	\$ 12,655	\$ 13,230	\$ 13,830	\$ 14,400	\$ 14,930
Notes	-	-	-	-	-
Less: Funds restricted for debt service	(258)	(234)	(229)	(183)	(163)
Net general bonded debt	<u>12,397</u>	<u>12,996</u>	<u>13,601</u>	<u>14,217</u>	<u>14,767</u>
<b>Other Debt</b>					
Revenue bonds	3,080	3,410	3,710	3,995	4,270
Maintenance tax notes	1,075	1,580	2,065	2,500	-
Notes	-	-	-	-	-
Capital lease obligations	-	-	-	-	-
Total Outstanding Debt	<u>\$ 16,552</u>	<u>\$ 17,986</u>	<u>\$ 19,376</u>	<u>\$ 20,712</u>	<u>\$ 19,037</u>
<b>General Bonded Debt Ratios</b>					
Per Capita	\$ 142.83	\$ 148.04	\$ 156.77	\$ 164.76	\$ 173.20
Per FTSE	4,469	4,724	5,081	5,335	5,337
As a percentage of Taxable Assessed Value	0.24%	0.25%	0.27%	0.31%	0.35%
<b>Total Outstanding Debt Ratios</b>					
Per Capita	\$ 190.71	\$ 204.88	\$ 223.34	\$ 240.03	\$ 223.29
Per FTSE	5,967	6,538	7,238	7,772	6,880
As a percentage of Taxable Assessed	0.32%	0.35%	0.39%	0.45%	0.45%

Notes: Ratios calculated using population and TAV from current year. Debt per student calculated using full-time -equivalent enrollment.

For the Year Ended August 31,

(amounts expressed in thousands)

2006	2005	2004	2003	2002
\$ 14,500	\$ 1,110	\$ 2,195	\$ 3,225	\$ 4,210
-	-	-	-	-
(131)	(101)	(58)	(38)	(25)
<u>14,369</u>	<u>1,009</u>	<u>2,137</u>	<u>3,187</u>	<u>4,185</u>
4,535	4,790	5,030	5,260	5,475
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 18,904</u>	<u>\$ 5,799</u>	<u>\$ 7,167</u>	<u>\$ 8,447</u>	<u>\$ 9,660</u>
\$ 168.88	\$ 11.84	\$ 25.13	\$ 37.55	\$ 49.42
5,283	345	735	1,132	1,494
0.36%	0.03%	0.06%	0.09%	0.12%
\$ 222.18	\$ 68.02	\$ 84.28	\$ 99.53	\$ 114.07
6,950	1,982	2,465	3,001	3,448
0.48%	0.15%	0.20%	0.24%	0.27%



VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 10  
Legal Debt Margin Information  
Last Ten Fiscal Years  
(unaudited)

	For the Year Ended August 31,				
	(amount expressed in thousands)				
	2011	2010	2009	2008	2007
Taxable Assessed Value	\$ 5,144,469	\$ 5,103,718	\$ 5,004,914	\$ 4,579,302	\$ 4,245,159
<b>General Obligation Bonds</b>					
Statutory Tax Levy Limit for Debt Service	\$ 25,722	\$ 25,519	\$ 25,025	\$ 22,897	\$ 21,226
Less: Funds Restricted for Repayment of General Obligation Bonds	(258)	(234)	(229)	(183)	(163)
Total Net General Obligation Debt	25,464	25,285	24,796	22,714	21,063
Current Year Debt Service Requirements	1,209	1,260	1,253	1,252	1,288
Excess of Statutory Limit for Debt Service Over Current Requirements	\$ 24,255	\$ 24,025	\$ 23,543	\$ 21,462	\$ 19,775
Net Current Requirements as a % of Statutory Limit	3.70%	4.02%	4.09%	4.67%	5.30%

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.

For the Year Ended August 31,

(amount expressed in thousands)

2006	2005	2004	2003	2002
<u>\$ 3,954,906</u>	<u>\$ 3,774,692</u>	<u>\$ 3,548,193</u>	<u>\$ 3,548,021</u>	<u>\$ 3,529,701</u>
\$ 19,775	\$ 18,873	\$ 17,741	\$ 17,740	\$ 17,649
<u>(131)</u>	<u>(101)</u>	<u>(58)</u>	<u>(38)</u>	<u>(25)</u>
19,644	18,772	17,683	17,702	17,624
<u>1,136</u>	<u>1,161</u>	<u>1,154</u>	<u>1,153</u>	<u>1,141</u>
<u>\$ 18,508</u>	<u>\$ 17,611</u>	<u>\$ 16,529</u>	<u>\$ 16,549</u>	<u>\$ 16,483</u>
5.08%	5.62%	6.18%	6.29%	6.32%

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 11  
Pledged Revenue Coverage  
Last Ten Fiscal Years  
(unaudited)

Revenue Bonds

Pledged Revenues (\$000 omitted)
----------------------------------

Fiscal Year Ended August 31,	Tuition (a)	General Fee	Facility Use Fees	Registration Fees	Investment Income	Total
2011	\$ 142	\$ 1,895	\$ -	\$ -	\$ -	\$ 2,037
2010	132	1,589	-	-	-	1,721
2009	119	1,512	-	-	-	1,631
2008	133	1,273	-	-	78	1,484
2007	133	1,182	-	-	238	1,553
2006	131	1,013	-	-	199	1,343
2005	133	958	-	-	139	1,230
2004	138	-	679	161	61	1,039
2003	134	-	657	155	59	1,005
2002	129	-	667	155	126	1,077

(a) Per the bond covenant, tuition is pledged at \$15 per student for Fall and Spring semesters and \$7.50 per student for Summer semesters.

Debt Service Requirements (\$000 omitted)
---

Principal	Interest	Total	Coverage Ratio
\$ 300	\$ 175	\$ 475	4.29
300	175	475	3.62
285	188	473	3.45
275	200	475	3.12
265	216	481	3.23
255	232	487	2.76
240	246	486	2.53
230	260	490	2.12
215	273	488	2.06
205	285	490	2.20

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 12  
Demographic and Economic Statistics - Taxing District  
Last Ten Fiscal Years  
(unaudited)

Calendar Year	District Population	District Personal Income (a) (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2010	86,793	a	a	7.3%
2009	87,790	\$ 3,349,267	\$ 38,151	7.1%
2008	86,755	3,278,989	37,788	3.9%
2007	86,291	3,026,271	35,121	3.5%
2006	85,258	2,851,188	33,442	3.6%
2005	85,086	2,616,252	30,748	4.6%
2004	85,250	2,499,138	29,315	6.1%
2003	85,041	2,369,083	27,858	6.2%
2002	84,873	2,318,156	27,313	5.9%
2001	84,685	2,275,727	26,837	4.1%

**Sources:**

Population from U.S. Bureau of the Census.

Personal income from U.S. bureau of Economic Analysis.

Unemployment rate from Texas Workforce Commission

**Notes:**

a. Not yet available.

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 13  
Principal Employers  
Current Fiscal Year  
(unaudited)

Employer	Number of Employees	Percentage of Total Employment	Industry / Service Type
Victoria ISD	2,178	10.68%	Education
Formosa Plastic	1,610	7.89%	Petrochemical/Plastics
The Intoplast Group	1,400	6.87%	Plastic Products
Citizens Medical Center	994	4.87%	Hospital
DeTar Healthcare System	926	4.54%	Hospital
Spherion	650	3.19%	Teleservices
H.E.B.	646	3.17%	Grocery
Calhoun ISD	640	3.14%	Education
Dow - Seadrift Operations	617	3.03%	Petrochemical
King Fisher Marine	604	2.96%	Construction / Dredging
Total	<u>10,265</u>	<u>50.34%</u>	

Source:

Texas Workforce Commission

<http://www.tracer2.com/cgi/dataanalysis/labForceReport.asp?menuchoice=LABFORCE>

Victoria Economic Development Board

<http://www.victoriaedc.com/index.php?module=ContentExpress&file=index&func=display&ceid=71&meid=95>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS

Statistical Supplement 14

Faculty, Staff, and Administrators Statistics

Last Ten Fiscal Years

(unaudited)

	For the Year Ended August 31,				
	2010	2009	2008	2007	2006
<b>Faculty</b>					
Full-Time	98	100	96	101	100
Part-Time	<u>87</u>	<u>79</u>	<u>78</u>	<u>73</u>	<u>58</u>
Total	<u>185</u>	<u>179</u>	<u>174</u>	<u>174</u>	<u>158</u>
<b>Percent</b>					
Full-Time	53.0%	55.9%	55.2%	58.0%	63.3%
Part-Time	47.0%	44.1%	44.8%	42.0%	36.7%
<b>Staff and Administrators</b>					
Full-Time	174	168	172	175	165
Part-Time	<u>5</u>	<u>4</u>	<u>5</u>	<u>4</u>	<u>6</u>
Total	<u>179</u>	<u>172</u>	<u>177</u>	<u>179</u>	<u>171</u>
<b>Percent</b>					
Full-Time	97.2%	97.7%	97.2%	97.8%	96.5%
Part-Time	2.8%	2.3%	2.8%	2.2%	3.5%
FTSE per Full-time Faculty	28.3	27.5	27.9	26.4	27.7
FTSE per Full-Time Staff Member	15.9	16.4	15.6	15.2	16.8
Average Annual Faculty Salary	\$50,320	\$50,427	\$47,608	\$49,313	\$47,473

For the Year Ended August 31,

2005	2004	2003	2002	2001
103	103	101	108	104
<u>59</u>	<u>59</u>	<u>51</u>	<u>75</u>	<u>97</u>
<u>162</u>	<u>162</u>	<u>152</u>	<u>183</u>	<u>201</u>
63.6%	55.4%	62.0%	54.0%	56.6%
36.4%	44.6%	38.0%	46.0%	43.4%
165	165	165	164	159
<u>7</u>	<u>7</u>	<u>4</u>	<u>6</u>	<u>5</u>
<u>172</u>	<u>172</u>	<u>169</u>	<u>170</u>	<u>164</u>
95.9%	95.9%	96.5%	96.5%	97.5%
4.1%	4.1%	3.5%	3.5%	2.5%
26.4	28.4	28.8	26.1	26.9
16.5	17.7	17.6	17.2	17.6
\$45,247	\$44,349	\$43,262	\$42,511	\$41,656



VICTORIA COUNTY JUNIOR COLLEGE DISTRICT

VICTORIA, TEXAS

Statistical Supplement 15

Enrollment Details

Last Five Fiscal Years

(unaudited)

Student Classification	Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent
00-30 hours	2,671	61.63%	2,464	56.85%	2,379	54.89%
31-60 hours	1,123	25.91%	1,039	23.97%	1,022	23.58%
> 60 hours	540	12.46%	586	13.52%	589	13.59%
Total	4,334	100.00%	4,089	94.35%	3,990	92.06%

Semester Hour Load	Fall 2009		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent
Less than 3	20	0.46%	46	1.06%	47	1.08%
3-5 semester hours	892	20.58%	832	19.20%	939	21.67%
6-8 Semester hours	976	22.52%	972	22.43%	943	21.76%
9-11 semester hours	747	17.24%	702	16.20%	758	17.49%
12-14 semester hours	1,342	30.96%	1,246	28.75%	1,000	23.07%
15-17 semester hours	330	7.61%	263	6.07%	174	4.01%
18 & over	27	0.62%	28	0.65%	129	2.98%
Total	4,334	100.00%	4,089	94.35%	3,990	92.06%

Average course load	8.46	8.38	8.58
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Tuition Status	Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent
Texas Resident (in-District)	2,441	56.32%	2,212	51.04%	2,088	48.18%
Texas Resident (out-of-District)	1,836	42.36%	1,854	42.78%	1,884	43.47%
Non-Resident Tuition	57	1.32%	23	0.53%	18	0.42%
Total	4,334	100.00%	4,089	94.35%	3,990	92.06%

Fall 2007		Fall 2006	
Number	Percent	Number	Percent
2,380	58.20%	2,366	58.62%
1,019	24.92%	1,091	27.03%
588	14.38%	579	14.35%
<u>3,987</u>	<u>97.51%</u>	<u>4,036</u>	<u>100.00%</u>

Fall 2007		Fall 2006	
Number	Percent	Number	Percent
37	0.90%	39	0.97%
979	23.94%	933	23.12%
922	22.55%	963	23.86%
737	18.02%	662	16.40%
1,029	25.17%	1,142	28.30%
161	3.94%	171	4.24%
122	2.98%	126	3.12%
<u>3,987</u>	<u>97.51%</u>	<u>4,036</u>	<u>100.00%</u>

8.51

8.69

Fall 2007		Fall 2006	
Number	Percent	Number	Percent
2,105	51.48%	2,146	53.17%
1,844	45.10%	1,865	46.21%
38	0.93%	25	0.62%
<u>3,987</u>	<u>97.51%</u>	<u>4,036</u>	<u>100.00%</u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT

VICTORIA, TEXAS

Statistical Supplement 16

Student Profile

Last Five Fiscal Years

(unaudited)

Gender	Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent
Female	2,775	64.03%	2,682	61.88%	1,349	31.13%
Male	1,559	35.97%	1,407	32.46%	2,641	60.94%
Total	4,334	100.00%	4,089	94.35%	3,990	92.06%

Ethnic Origin	Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent
White	2,503	57.75%	2,353	54.29%	2,369	54.66%
Hispanic	1,515	34.96%	1,408	32.49%	1,311	30.25%
African American	208	4.80%	235	5.42%	202	4.66%
Asian	66	1.52%	50	1.15%	66	1.52%
Foreign	18	0.42%	33	0.76%	34	0.78%
Native American	24	0.55%	10	0.23%	8	0.18%
Total	4,334	100.00%	4,089	94.35%	3,990	92.06%

Age	Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent
Under 18	403	9.30%	470	10.84%	518	11.95%
18 -21	1,806	41.67%	1,687	38.92%	1,617	37.31%
22 - 24	636	14.67%	589	13.59%	560	12.92%
25 - 35	1,019	23.51%	902	20.81%	805	18.57%
36 - 50	394	9.09%	367	8.47%	399	9.21%
51 & over	76	1.75%	74	1.71%	91	2.10%
Total	4,334	100.00%	4,089	94.35%	3,990	92.06%

Average Age	24.78	24.30	24.22
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Fall 2007		Fall 2006	
Number	Percent	Number	Percent
2,653	64.88%	2,712	67.97%
1,334	32.62%	1,324	33.18%
3,987	97.51%	4,036	101.15%

Fall 2007		Fall 2006	
Number	Percent	Number	Percent
2,384	58.30%	2,432	60.95%
1,335	32.65%	1,307	32.76%
180	4.40%	209	5.24%
59	1.44%	59	1.48%
19	0.46%	16	0.40%
10	0.24%	13	0.33%
3,987	97.51%	4,036	101.15%

Fall 2007		Fall 2006	
Number	Percent	Number	Percent
481	11.76%	486	12.18%
1,648	40.30%	1,588	39.80%
534	13.06%	569	14.26%
801	19.59%	831	20.83%
432	10.56%	454	11.38%
91	2.23%	108	2.71%
3,987	97.51%	4,036	101.15%

24.39

24.70

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 17  
Transfers to Senior Institutions  
2009 Fall Students as of Fall 2010  
(Includes only public senior colleges in Texas)

	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech- Prep	Total of All Sample Transfer Students	% of All Sample Transfer Students
1 University of Houston - Victoria	231	13	13	257	38.30%
2 Texas State University	93	2	6	101	15.05%
3 Texas A&M University - College Station	88	1	-	89	13.26%
4 University of Texas - Austin	56	1	3	60	8.94%
5 University of Texas - San Antonio	29	-	3	32	4.77%
6 Texas A&M University - Corpus Christi	24	-	2	26	3.87%
7 Texas A&M University - Kingsville	19	-	3	22	3.28%
8 Texas Tech University	13	-	-	13	1.94%
9 University of Houston	13	-	-	13	1.94%
10 Sam Houston State University	11	-	1	12	1.79%
11 Texas Tech University Health Science Center	4	-	4	8	1.19%
12 Lamar University	3	1	-	4	0.60%
13 University of North Texas	4	-	-	4	0.60%
14 University of Texas - Arlington	2	1	1	4	0.60%
15 Tarleton State University	3	-	-	3	0.45%
16 Texas Woman's University	3	-	-	3	0.45%
17 University of Texas Medical Branch Galveston	3	-	-	3	0.45%
18 Angelo State University	2	-	-	2	0.30%
19 Stephen F. Austin State University	2	-	-	2	0.30%
20 University of Texas - Pan American	2	-	-	2	0.30%
21 Midwestern State University	1	-	-	1	0.15%
22 Prairie View A&M University	-	-	1	1	0.15%
23 Sul Ross State University	1	-	-	1	0.15%
24 Texas A&M University - Commerce	1	-	-	1	0.15%
25 Texas A&M University - Galveston	-	1	-	1	0.15%
26 University of Houston - Clear Lake	1	-	-	1	0.15%
27 University of Texas - Dallas	1	-	-	1	0.15%
28 University of Texas - Permian Basin	1	-	-	1	0.15%
29 University of Texas - Tyler	1	-	-	1	0.15%
30 University of Texas M.D. Anderson Cancer Center	1	-	-	1	0.15%
31 West Texas A&M University	1	-	-	1	0.15%
Totals	<u>614</u>	<u>20</u>	<u>37</u>	<u>671</u>	<u>100.00%</u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 18  
Schedule of Capital Asset Information  
Fiscal Years 2004 through 2011

	For the Year Ended August 31,				
	2011	2010	2009	2008	2007
Academic buildings	12	10	10	9	9
Square footage	334,084	325,927	325,927	245,030	245,030
Libraries	1	1	1	1	1
Square footage	49,768	49,768	49,768	49,768	49,768
Number of Volumes	295,923	295,923	295,923	295,923	295,923
Administrative and support buildings	2	2	2	2	2
Square footage	22,509	22,509	22,509	22,509	22,509
Museums	1	1	1	1	1
Square footage	8,850	8,850	8,850	8,850	8,850
Student Center	1	1	1	1	1
Square footage	31,659	31,659	31,659	31,659	31,659
Dining Facilities	1	1	1	1	1
Average daily customers	1,000	1,000	1,000	1,000	1,000
Bookstore	1	1	1	1	1
Athletic Facilities	2	2	2	2	2
Square footage	73,308	73,308	73,308	73,308	73,308
Gymnasiums	1	1	1	1	1
Fitness Centers	1	1	1	1	1
Tennis Courts	1	1	1	1	1
Plant facilities	1	1	1	1	1
Square footage	27,000	27,000	27,000	27,000	27,000
Transportation					
Light Trucks/Vans	2	2	2	2	2
Ambulances	1	1	1	1	1

2006	2005	2004
9	9	9
245,030	245,030	245,030
1	1	1
49,768	49,768	49,768
295,923	289,953	287,001
2	2	2
22,509	22,509	22,509
1	1	1
8,850	8,850	8,850
1	1	1
31,659	31,659	31,659
1	1	1
1,000	1,000	1,000
1	1	1
2	2	2
73,308	73,308	73,308
1	1	1
1	1	1
1	1	1
1	1	1
27,000	27,000	27,000
2	2	2
1	1	1

(Last page.)