

**VICTORIA COUNTY  
JUNIOR COLLEGE DISTRICT**

**ANNUAL FINANCIAL REPORT**

**AUGUST 31, 2008**



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

**ANNUAL FINANCIAL REPORT  
AUGUST 31, 2008**

**TABLE OF CONTENTS**

	<b><u>Page Number</u></b>
<b>ORGANIZATIONAL DATA</b>	
Names and Terms of the Board of Trustees	
Principal Administrative Officers	
<b>FINANCIAL SECTION</b>	
Independent Auditors' Report	1 - 2
Management's Discussion and Analysis	3 - 7
<b>Basic Financial Statements</b>	
Exhibits	
1 Statement of Net Assets	8
Affiliated Organization Statement of Financial Position	9
2 Statement of Revenues, Expenses and Changes in Net Assets	10
Affiliated Organization Statement of Activities	11
3 Statement of Cash Flows	12 - 13
Notes to Financial Statements	14 - 27
<b>OVERALL COMPLIANCE AND INTERNAL CONTROLS SECTION</b>	
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	28 - 29
Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the State of Texas Single Audit Circular	30 - 31
<b>SUPPLEMENTAL INFORMATION AND FINANCIAL ASSISTANCE SECTION</b>	
Schedules	
A Schedule of Operating Revenues	32
B Schedule of Operating Expenses by Object	33
C Schedule of Non-Operating Revenues and Expenses	34
D Schedule of Net Assets by Source and Availability	35
E Schedule of Expenditures of Federal Awards	36
Notes to Schedule of Expenditures of Federal Awards	37 - 38
F Schedule of Expenditures of State Awards	39
Notes to Schedule of Expenditures of State Awards	40

**(This page intentionally Left Blank)**

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

**ANNUAL FINANCIAL REPORT  
AUGUST 31, 2008  
(Continued)**

**TABLE OF CONTENTS**

	<b><u>Page Number</u></b>
<b>SUPPLEMENTAL INFORMATION AND FINANCIAL ASSISTANCE SECTION (Continued)</b>	
Schedule of Findings and Questioned Costs	41
Summary Schedule of Prior Audit Findings	42
<b>STATISTICAL SUPPLEMENT</b>	
Net Assets by Component	43
Revenues by Source	44
Program Expenses by Function	45
Tuition and Fees	46
Assessed Value and Taxable Assessed Value of Property	47
State Appropriation per FTSE and Contact Hour	48
Principal Taxpayers	49
Property Tax Levies and Collections	50
Ratios of Outstanding Debt	51
Legal Debt Margin Information	52
Pledged Revenue Coverage	53
Demographic and Economic Statistics - Taxing District	54
Principal Employers	55
Faculty, Staff, and Administrators Statistics	56
Enrollment Details	57
Student Profile	58
Transfers to Senior Institutions	59
Schedule of Capital Asset Information	60

**(This page intentionally left blank.)**

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

**ORGANIZATIONAL DATA  
FOR THE FISCAL YEAR 2007-2008**

**BOARD OF TRUSTEES**

Officers

Ronald B. Walker	President
Ernest G. Guajardo, Sr.	Vice President
Roger F. Welder	Secretary

Members

		<u>Term Expires</u>
Dr. Josie Rivera	Victoria, Texas	2012
Catherine McHaney	Victoria, Texas	2010
Ernest G. Guajardo, Sr.	Victoria, Texas	2010
Mark E. Zafereo	Victoria, Texas	2012
Roger F. Welder	Victoria, Texas	2014
Ronald B. Walker	Victoria, Texas	2014
Thomas M. O'Connor	Victoria, Texas	2014

Principal Administrative Officers

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

**(This page intentionally left blank.)**



## **FINANCIAL SECTION**

**(This page intentionally left blank.)**

**INDEPENDENT AUDITORS' REPORT**

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

We have audited the accompanying financial statements of the Victoria County Junior College District, as of and for the year ended August 31, 2008, 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 \$3,207,051 and revenues of \$412,416. 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 Victoria County Junior College District, as of August 31, 2008, 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 17, 2008, 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 important for assessing the results of our audit.

The management's discussion and analysis on pages 3 through 7, is not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.



Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Victoria County Junior College District's basic financial statements. 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. Such information, except for those schedules marked "unaudited" on which we express no opinion, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Pattillo, Brown & Hill, LLP*

October 17, 2008



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

**Management's Discussion and Analysis  
Year Ended August 31, 2008**

---

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 2008 and 2007 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, 2008, net assets increased by \$1,362,528 (4.0%) from \$34,123,813 at August 31, 2007 to \$35,486,341. Operating revenues increased by 7.7% or \$1,094,149. Operating expenses increased by \$184,573 (.7%). Non-operating revenues (state appropriations, taxes, gifts, and investment related income) decreased by \$332,530 (2.0%), while non-operating expenses (interest on capital related debt) increased by 2.2% or \$20,828.

Tuition and fee revenues increased 13.4%, or \$561,719, over prior year due to an increase in the tuition and fee rates per semester credit hour ("SCH"). Tuition and fee rates were adjusted as follows: 1) In-District Tuition rate increased \$2 per SCH to \$32 per SCH, 2) Non-Resident Tuition rate increased \$5 per SCH to \$60 per SCH, 3) Out-of District Fee increased by \$2 per SCH to \$22 per SCH, 4) General Fee increased by \$3 per SCH to \$17 per SCH. The Technology Fee of a flat \$10 per semester was eliminated beginning with the 2007-2008 fiscal year. The College received a workforce development grant from the State that paid approximately \$627,000 in continuing education tuition for area petro-chemical plant employees.

During the fiscal year ended August 31, 2008, the College received the same base State funding that it did for the fiscal year ended August 31, 2007. This was the result of the State's "hold harmless" clause that the legislature implemented in the last regular session. Under this clause, the College was able to keep a level base funding even though overall contact hours decreased. During this time, the College's enrollment head count decreased 1.2% while its contact hours decreased 2.4%. In addition, the State's funding for employee health insurance remained the same as prior year. Faculty and staff received salary increases of 3%, which were funded by additional property taxes.

The Victoria College Board of Trustees voted to set the tax rate at \$0.1445 per \$100 valuation, an increase of \$0.0029, or 2.0%, per \$100 valuation. Property tax revenues increased 8.7% (\$521,982) as a result of the tax rate increase coupled with an increase in assessed property values of 7.4%.

Interest and related investment income decreased by \$568,632, or 48.9%. Expenditures of tax bond monies for construction and renovation as described above resulted in the reduction of interest and related investment income during the current fiscal year.

Short-term liabilities increased by \$1,581,506 or 39.7%. The increase is due primarily to an increase in Accounts Payable related to the construction of new facilities mentioned above.

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

**Management's Discussion and Analysis  
Year Ended August 31, 2008**

**Table 1 - Condensed Comparative Financial Information**

Financial Statement Category	Current Year	Prior Year
<b>Assets</b>		
Cash and Investments	\$ 17,873,141	\$ 24,707,391
Other Assets	1,701,042	1,498,988
Capital Assets	<u>41,085,086</u>	<u>30,298,856</u>
Total Assets	60,659,269	56,505,235
<b>Liabilities</b>		
Current Liabilities	5,567,928	3,986,422
Long-term Liabilities	<u>19,605,000</u>	<u>18,395,000</u>
Total Liabilities	25,172,928	22,381,422
<b>Net Assets</b>		
Invested in Capital Assets, Net of Related Debt	20,190,086	11,098,856
Unrestricted	6,137,335	5,420,774
Restricted	<u>9,158,920</u>	<u>17,604,183</u>
Total Net Assets	<u>\$ 35,486,341</u>	<u>\$ 34,123,813</u>
<b>Operating Revenues</b>		
Tuition and Fees (net of discounts)	4,767,400	4,205,681
Local, State and Federal Grants and Contracts	6,459,249	6,625,081
Auxiliary Enterprise	3,113,534	2,821,583
Other	<u>923,628</u>	<u>517,317</u>
Total Operating Revenues	15,263,811	14,169,662
<b>Operating Expenses</b>		
Instruction	13,661,103	13,662,459
Public Service	125,757	204,299
Academic Support	1,733,719	1,834,868
Student Support	2,226,877	2,166,441
Institutional Support	2,990,168	2,949,391
Operation and Maintenance of Plant	2,510,001	2,621,922
Scholarships and Fellowships	1,009,727	784,451
Auxiliary Enterprises	3,328,411	3,204,063
Depreciation	<u>1,001,702</u>	<u>974,998</u>
Total Operating Expenses	<u>28,587,465</u>	<u>28,402,892</u>
Operating Income (Loss)	<u>(13,323,654)</u>	<u>(14,233,230)</u>
<b>Non-Operating Revenues (Expenses)</b>		
State Appropriations	8,994,688	8,916,828
Taxes	6,541,319	6,019,337
Gifts	150,342	514,082
Interest on Capital Related Debt	(962,089)	(941,261)
Investment Related Income	<u>594,071</u>	<u>1,162,703</u>
Total Non-Operating Revenues (Expenses)	<u>15,318,331</u>	<u>15,671,689</u>
Income Before Other Revenues, (Expenses), Gains, (Losses)	1,994,677	1,438,459
<b>Other Revenues, (Expenses), Gains, (Losses)</b>	<u>(632,149)</u>	<u>(224,160)</u>
Increase (Decrease) in Net Assets	1,362,528	1,214,299
Beginning Net Assets	<u>34,123,813</u>	<u>32,909,514</u>
Ending Net Assets	<u>\$ 35,486,341</u>	<u>\$ 34,123,813</u>



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

**Management's Discussion and Analysis  
Year Ended August 31, 2008**

**Capital Assets and Long Term Debt Administration**

Capital Assets

The District's investment in capital assets as of August 31, 2008 was \$41,085,086 (net of accumulated depreciation). This amount represents a net increase (including additions, dispositions, and depreciation expense) of \$10,786,230 over fiscal year 2007. During the fiscal year, construction in progress increased by \$11,282,332. The District anticipates completion of the new Health Science Center in November 2008. Additional information regarding the District's capital assets can be found in Note 3 to the financial statements.

The following table summarizes the District's capital assets, net of accumulated depreciation, as of August 31, 2008 and 2007.

	Balance at 8/31/2008	Balance at 8/31/2007	\$ Change 2008-2007	% Change 2008-2007
Land	\$ 325,537	\$ 325,537	\$ -	0.0%
Construction in Progress	14,864,389	3,582,057	11,282,332	315.0%
Library Volumes and Periodicals	1,093,213	1,112,923	(19,710)	-1.8%
Buildings	31,269,511	31,337,201	(67,690)	-0.2%
Site Improvements	5,281,232	5,281,232	-	0.0%
Telecommunications and Peripheral Equipment	1,145,826	777,950	367,876	47.3%
Machinery, Equipment, Furniture and Vehicles	981,357	847,452	133,905	15.8%
Totals at Historical Costs	54,961,065	43,264,352	11,696,713	27.0%
Total Accumulated Depreciation	13,875,979	12,965,496	910,483	7.0%
Net Capital Assets	<u>\$41,085,086</u>	<u>\$30,298,856</u>	<u>\$10,786,230</u>	35.6%

Long-Term Debt

Long-term debt increased by \$1,695,000 during the fiscal year. The District issued \$2,500,000 in new maintenance tax notes to fund the purchase and installation of an Enterprise Resource System. Resources derived from maintenance and operations ad valorem taxes will be utilized for repayment of the indebtedness. The project is ongoing at fiscal year end with an expected go-live date of September 2009. Additional information regarding the District's long-term debt can be found in Notes 4 and 5 to the financial statements.

The table below summarizes the District's long-term debt outstanding at August 31, 2008 and 2007.

	Balance at 8/31/2008	Balance at 8/31/2007	\$ Change 2008-2007	% Change 2008-2007
1999 Revenue Construction Bonds	\$ 3,995,000	\$ 4,270,000	\$ (275,000)	-6.4%
2006 Tax Bonds Payable	13,830,000	13,930,000	(100,000)	-0.7%
2007 Tax Bonds Payable	570,000	1,000,000	(430,000)	-43.0%
2008 Maintenance Tax Notes	2,500,000	-	2,500,000	
Total Long-Term Debt	<u>\$20,895,000</u>	<u>\$19,200,000</u>	<u>\$1,695,000</u>	8.8%

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

**Management's Discussion and Analysis  
Year Ended August 31, 2008**

**Capital Assets and Long Term Debt Administration (continued)**

Long-Term Debt (continued)

During fiscal year 2008, there were no changes to the credit ratings of the bonds outstanding. There are no known debt limitations that could affect the financing of facilities or services.

**Enrollment Highlights**

Credit student enrollment remained relatively stable during the year. Headcount dropped slightly from 4,036 in Fall 2006 to 3,987 in Fall 2007, a decrease in student count of approximately 1.2%. There was a 2.4% decrease in contact hours for the same period. This relatively stable enrollment is indicative of a strong economy and low unemployment rate. Non-credit enrollment also remained stable, maintaining the significant increase in student headcount from the previous year. The strength of the non-credit enrollment is due in part to a second Skills Development Grant from the Texas Workforce Commission. The grant allowed the College to offer specialized training to ten industry partners within its service area, thereby increasing the skill level of incumbent and new workers.

<b>Credit Students</b>	<b>2007-2008</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	3,987	3,754	1,509	702	5,740
	Contact Hours	707,200	670,304	172,720	40,592	1,590,816
	<b>2006-2007</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	4,036	3,816	1,458	590	5,600
Contact Hours	732,512	684,592	174,976	37,920	1,630,000	
<b>Non-Credit Students</b>	<b>2007-2008</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	787	1,264	1,474	1,709	4,324
	Contact Hours	27,787	41,861	36,039	57,549	163,236
	<b>2006-2007</b>	<b>Fall</b>	<b>Spring</b>	<b>Summer 1</b>	<b>Summer 2</b>	<b>Annual*</b>
	Enrollment	1,461	1,567	965	1,156	4,093
Contact Hours	45,622	49,128	29,436	35,174	159,360	

\*-Unduplicated

**Certificates and Degrees Conferred**

	Associate of Arts	Associate of Science	Associate of Applied Sciences	Work Force Certificates	Total Degrees & Certificates
<b>2007 - 2008</b>	47	69	185	205	506
<b>2006 - 2007</b>	40	85	146	223	494

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

**Management's Discussion and Analysis  
Year Ended August 31, 2008**

---

**Service Area Educational Centers**

Two new Educational Delivery Centers were opened during the year - The VC Gonzales Center and the VC Calhoun County Center. The development of the Centers was in direct response to the communities' desire to provide convenient, low-cost educational opportunities to future students in their area. The local school districts and City and County management committed financial and manpower resources to renovate existing facilities in the community and garner private support from their citizens. Enrollment at the Centers has exceeded first year expectations.

**Enrollment Management**

Academic year 2008-2009 brings with it a change in leadership at the College and a renewed sense of urgency for improved recruitment and retention strategies. The new president and his leadership team will focus on recruitment and retention of students, working cooperatively with service area school districts, universities, Workforce Boards and community-based organizations. Currently, the Victoria College service area lags behind the state in both its high school graduation rate, and college going rate. With the growth of the petrochemical and healthcare industries and the addition of the nuclear industry to the area, it is imperative that the college develop strategies and initiatives to prepare more students for these fields, as well as prepare students for transfer to baccalaureate programs. In addition, students need comprehensive student support services to help them be successful in their college endeavors and reach their educational goals. The College remains committed to providing these services and seeking resources to expand them to reach all service area students.

**Resource Development**

The College remains sensitive to the need to keep the cost of higher education affordable, to both minimize the financial hardship on its students and increase the college-going rate of the communities it serves. Decreasing State financial support, increasing costs of technology and other costs of doing business, make this difficult. The College must rely on other revenue sources to supplement those from taxpayers and students. The community is extremely supportive and donations to the College and College Foundation continue to increase. In addition to this private support, the College continues to research local, State and Federal grants to assist in developing new programs and ensuring student scholarships are available. The College has committed resources to employ a full-time grant writer to address this need.

**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.

**(This page intentionally left blank.)**

## **BASIC FINANCIAL STATEMENTS**

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statement of Net Assets**  
**August 31, 2008**

	Current Year	Prior Year
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash & cash equivalents	\$ 5,111,141	\$ 17,876,893
Restricted cash and cash equivalents	1,485,779	2,669,134
Endowment cash and cash equivalents	1,277,824	-
Short-term investments	646	624
Restricted short-term investments	41,129	39,730
Endowment short-term investments	1,549	1,496
Accounts receivable (net)	911,567	871,643
Restricted accounts receivable	15,118	18,648
Inventories	651,983	565,797
Prepaid expenses	122,374	42,900
Total Current Assets	9,619,110	22,086,865
<b>Noncurrent Assets</b>		
Endowment investments	2,944,027	2,081,346
Other noncurrent investments	7,011,046	2,038,168
Construction in progress	14,864,389	3,582,057
Investments in real estate	325,537	325,537
Capital assets (net) (See note 3)	25,895,160	26,391,262
Total Noncurrent Assets	51,040,159	34,418,370
Total Assets	60,659,269	56,505,235
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable	2,063,278	1,314,339
Accrued liabilities	103,395	101,488
Funds held for others	512,768	452,397
Deferred revenues	1,598,487	1,313,198
Bonds payable - current portion	1,290,000	805,000
Total Current Liabilities	5,567,928	3,986,422
<b>Noncurrent Liabilities</b>		
Bonds payable	19,605,000	18,395,000
Total Noncurrent Liabilities	19,605,000	18,395,000
Total Liabilities	25,172,928	22,381,422
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	20,190,086	11,098,856
Restricted for		
Nonexpendable		
Student aid	3,289,748	4,032,663
Expendable		
Student aid	422,566	309,955
Unexpended bond proceeds	5,263,449	13,098,222
Debt service	183,157	163,343
Unrestricted	6,137,335	5,420,774
Total Net Assets (Schedule D)	\$ 35,486,341	\$ 34,123,813

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

**(This page intentionally left blank.)**



**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Affiliated Organization**  
**Statement of Financial Position**  
**August 31, 2008**

	Current Year	Prior Year
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash & cash equivalents	\$ 117,514	\$ 185,078
Investments	-	128,827
Interest receivable	83	224
Transportation fund	231	1,041
Tuition assistance receivable	33,686	20,272
Total Current Assets	151,514	335,442
<b>Endowment Investments</b>		
Cash and cash equivalents	-	-
Investments	2,811,079	1,967,908
Total Endowment Investments	2,811,079	1,967,908
Property (net)	244,458	239,507
Total Assets	\$ 3,207,051	\$ 2,542,857
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Deferred rental income	\$ 35,750	\$ 35,750
Deferred grant income	1,925	-
Current portion of note payable	38,534	38,832
Total Current Liabilities	76,209	74,582
<b>Long Term Liabilities</b>		
Notes payable	-	38,456
Total Long Term Liabilities	-	38,456
Total Liabilities	76,209	113,038
<b>NET ASSETS</b>		
Unrestricted net assets	319,763	299,692
Permanently restricted net assets	2,811,079	2,130,127
Total Net Assets	3,130,842	2,429,819
Total Liabilities and Net Assets	\$ 3,207,051	\$ 2,542,857

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

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statement of Revenues, Expenses and**  
**Changes in Net Assets**  
**For The Year Ended August 31, 2008**

	<u>Current Year</u>	<u>Prior Year</u>
<b>OPERATING REVENUES</b>		
Tuition and fees (net of discounts of \$1,633,331 & \$1,842,478, respectively)	\$ 4,767,400	\$ 4,205,681
Federal grants and contracts	5,243,336	5,582,372
State grants and contracts	1,210,413	1,041,561
Non-governmental grants and contracts	5,500	1,148
Sales and services of educational activities	356,044	297,782
Auxiliary enterprises (net of discounts of \$563,526 & \$621,513, respectively)	3,113,534	2,821,583
General operating revenues	<u>567,584</u>	<u>219,535</u>
Total Operating Revenues (Schedule A)	<u>15,263,811</u>	<u>14,169,662</u>
<b>OPERATING EXPENSES</b>		
Instruction	13,661,103	13,675,794
Public service	125,757	204,299
Academic support	1,733,719	1,834,868
Student services	2,226,877	2,166,441
Institutional support	2,990,168	2,949,391
Operation and maintenance of plant	2,510,001	2,621,922
Scholarships and fellowships	1,009,727	771,116
Auxiliary enterprises	3,328,411	3,204,063
Depreciation	<u>1,001,702</u>	<u>974,998</u>
Total Operating Expenses (Schedule B)	<u>28,587,465</u>	<u>28,402,892</u>
Operating (Loss)	<u>(13,323,654)</u>	<u>(14,233,230)</u>
<b>Non-Operating Revenues (Expenses)</b>		
State allocations	8,994,688	8,916,828
Maintenance ad valorem taxes		
Taxes for maintenance and operations	5,280,966	4,734,480
Taxes for general obligation bonds	1,260,353	1,284,857
Gifts	150,342	514,082
Investment income (net of investment expenses)	582,239	1,130,996
Net increase (decrease) in fair value of investments	11,832	31,707
Interest on capital related debt	<u>(962,089)</u>	<u>(941,261)</u>
Total Non-Operating Revenues (Expenses) (Schedule C)	<u>15,318,331</u>	<u>15,671,689</u>
Income Before Other Revenues, (Expenses), Gains and (Losses)	<u>1,994,677</u>	<u>1,438,459</u>
<b>Other Revenues, (Expenses), Gains, (Losses)</b>		
Additions to permanent and term endowments	-	(219,413)
Transfers of endowments	<u>(632,149)</u>	<u>(4,747)</u>
Total Other Revenues, (Expenses), Gains, (Losses)	<u>(632,149)</u>	<u>(224,160)</u>
Increase in Net Assets	<u>1,362,528</u>	<u>1,214,299</u>
<b>NET ASSETS</b>		
Net Assets - Beginning of Year	<u>34,123,813</u>	<u>32,909,514</u>
Net Assets - End of Year	<u>\$ 35,486,341</u>	<u>\$ 34,123,813</u>

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

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Affiliated Organization**  
**Statement of Activities**  
**For The Year Ended August 31, 2008**

	Current Year	Prior Year
<b>UNRESTRICTED NET ASSETS</b>		
<b>Support and revenues</b>		
Contributions	\$ 365,152	\$ 251,750
Interest and dividends	4,364	6,016
Rental income	42,900	46,500
Total unrestricted support and revenues	412,416	304,266
Net assets released from restrictions	67,932	11,849
Total unrestricted support and revenues And reclassifications	480,348	316,115
<b>Expenses</b>		
Program	344,176	208,415
Management and general	20,473	21,284
Fundraising	95,628	60,423
Total unrestricted expenses	460,277	290,122
Increase in unrestricted net assets	20,071	25,993
<b>PERMANENTLY RESTRICTED NET ASSETS</b>		
Support and revenues		
Contributions	917,357	609,814
Interest and dividends	160,162	70,289
Net increase (decrease) in fair value of investments	(328,635)	103,431
Total permanently restricted support and revenues	748,884	783,534
Net assets released from restrictions	(67,932)	(11,849)
Total permanently restricted support and revenues And reclassifications	680,952	771,685
Increase in net assets	701,023	797,678
<b>NET ASSETS</b>		
Net Assets - Beginning of Year	2,429,819	1,632,141
Net Assets - End of Year	\$ 3,130,842	\$ 2,429,819

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

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statement of Cash Flows**  
**For The Year Ended August 31, 2008**

	Current Year	Prior Year
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from students and other customers	\$ 8,522,267	\$ 7,359,734
Receipts from grants and contracts	6,422,855	6,390,209
Other receipts	567,584	219,535
Payments to suppliers for goods or services	(5,513,617)	(5,065,648)
Payments to or on behalf of employees	(20,477,233)	(20,609,989)
Payments of scholarships and fellowships	(1,009,727)	(771,116)
Net cash provided (used) by operating activities	(11,487,871)	(12,477,275)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Receipts from state allocations	8,994,688	8,916,828
Receipts from ad valorem tax revenues	5,280,966	4,734,480
Gifts and grants (other than capital)	138,510	262,962
Student organization and other agency transactions	60,371	87,546
Transfers to Victoria College Foundation, Inc.	(632,149)	(4,747)
Net cash provided by non-capital financing activities	13,842,386	13,997,069
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Receipts from ad valorem tax revenues	1,260,353	1,284,857
Proceeds on issuance of capital debt	2,500,000	1,000,000
Purchases of capital assets	(11,852,006)	(3,725,574)
Proceeds from disposal of capital assets	64,074	-
Payments on capital debt - principal	(805,000)	(835,000)
Payments on capital debt - interest	(962,089)	(941,261)
Net cash provided (used) by capital and related financing activities	(9,794,668)	(3,216,978)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale and maturity of investments	4,141,704	18,658,928
Investment earnings	582,239	1,130,996
Purchase of investments	(9,955,073)	(49,900)
Net cash provided (used) by investing activities	(5,231,130)	19,740,024
Increase (decrease) in cash and cash equivalents	(12,671,283)	18,042,840
Cash and cash equivalents - September 1	20,546,027	2,503,187
Cash and cash equivalents - August 31	\$ 7,874,744	\$ 20,546,027
Endowment cash and cash equivalents	\$ 5,111,141	\$ 17,876,893
Short-term investments	1,485,779	2,669,134
Restricted short-term investments	1,277,824	-
Total cash and cash equivalents	\$ 7,874,744	\$ 20,546,027

**(This page intentionally left blank.)**



**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statement of Cash Flows**  
**For The Year Ended August 31, 2008**  
(Continued)

	Current Year	Prior Year
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>		
Operating (loss)	\$ (13,323,654)	\$ (14,233,230)
Adjustments to reconcile operating income (loss) to net cash used by operating activities:		
Depreciation expense	1,001,702	974,998
Changes in assets and liabilities:		
Receivables (net)	(36,394)	(234,872)
Inventories	(86,186)	(11,358)
Prepaid expenses	(79,474)	77,510
Accounts payable	748,939	898,484
Accrued liabilities	1,907	16,505
Deferred revenue	285,289	34,688
Net cash provided (used) by operating activities	\$ (11,487,871)	\$ (12,477,275)

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

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Notes to the Financial Statements**  
**August 31, 2008**

**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 receives funding from local, State of Texas and federal sources and must comply with the spending, reporting and record keeping requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. Furthermore, all activities and organizations over which the Board exercises oversight responsibility have been included in the basic financial statements. 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*.

**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 student uses the award 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 student is awarded and uses these funds 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.

Tuition Discounting (Continued)

***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, 2008 were canceled.

### Budgetary Data

Each community college district 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 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 \$43,324 and \$41,850 at August 31, 2008, and 2007, 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. 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. Repairs and maintenance of \$100,000 or more or that extend a building's useful life also are capitalized.

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:

2. Summary of Significant Accounting Policies (Continued)

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 \$1,511,310 and \$1,309,568 and federal, state and local grants of \$87,177 and \$3,630 have been reported as deferred revenues at August 31, 2008, and 2007, 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 management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

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, 2008, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past year.

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.

### 3. Capital Assets Activity

Capital asset activity for the year ended August 31, 2008, was as follows:

	Primary Institution			Balance 8/31/2008
	Balance 9/1/2007	Changes During Year		
		Additions	Deletions	
<u>Not Depreciated:</u>				
Land	\$ 325,537	\$ -	\$ -	\$ 325,537
Construction in Progress	3,582,057	11,282,332	-	14,864,389
Subtotal	<u>3,907,594</u>	<u>11,282,332</u>	<u>-</u>	<u>15,189,926</u>
<u>Other Capital Assets:</u>				
Library Volumes and Periodicals	1,112,923	67,893	(87,603)	1,093,213
Buildings	31,337,201	-	(67,690)	31,269,511
Site Improvements	5,281,232	-	-	5,281,232
Telecommunications and Peripheral Equipment	777,950	367,876	-	1,145,826
Furniture, Machinery, Vehicles and Other Equipment	847,452	133,905	-	981,357
Subtotal	<u>39,356,758</u>	<u>569,674</u>	<u>(155,293)</u>	<u>39,771,139</u>
<u>Accumulated Depreciation:</u>				
Library Volumes and Periodicals	526,390	67,797	(87,603)	506,584
Buildings	8,945,546	558,096	(3,616)	9,500,026
Site Improvements	2,362,391	219,087	-	2,581,478
Telecommunications and Peripheral Equipment	646,521	79,703	-	726,224
Furniture, Machinery, Vehicles and Other Equipment	484,648	77,019	-	561,667
Subtotal	<u>12,965,496</u>	<u>1,001,702</u>	<u>(91,219)</u>	<u>13,875,979</u>
Net Other Capital Assets	<u>26,391,262</u>	<u>(432,028)</u>	<u>(64,074)</u>	<u>25,895,160</u>
Net Capital Assets	<u>\$ 30,298,856</u>	<u>\$ 10,850,304</u>	<u>\$ (64,074)</u>	<u>\$ 41,085,086</u>

### 3. Capital Assets Activity (Continued)

Capital asset activity for the year ended August 31, 2007, was as follows:

	Primary Institution				Balance 8/31/2007
	Balance	Changes During Year			
	9/1/2006	Additions	Deletions	Reclass	
<u>Not Depreciated:</u>					
Land	\$ 325,537	\$ -	\$ -	\$ -	\$ 325,537
Construction in Progress	556,498	3,515,857	-	(490,298)	3,582,057
Subtotal	882,035	3,515,857	-	(490,298)	3,907,594
<u>Other Capital Assets:</u>					
Library Volumes and Periodicals	1,512,404	90,537	(490,018)	-	1,112,923
Buildings	30,846,903	-	-	490,298	31,337,201
Site Improvements	5,281,232	-	-	-	5,281,232
Telecommunications and Peripheral Equipment	755,810	22,140	-	-	777,950
Furniture, Machinery, Vehicles and Other Equipment	750,412	97,040	-	-	847,452
Subtotal	39,146,761	209,717	(490,018)	490,298	39,356,758
<u>Accumulated Depreciation:</u>					
Library Volumes and Periodicals	950,591	65,817	(490,018)	-	526,390
Buildings	8,382,662	562,884	-	-	8,945,546
Site Improvements	2,140,851	221,540	-	-	2,362,391
Telecommunications and Peripheral Equipment	588,337	58,184	-	-	646,521
Furniture, Machinery, Vehicles and Other Equipment	418,075	66,573	-	-	484,648
Subtotal	12,480,516	974,998	(490,018)	-	12,965,496
Net Other Capital Assets	26,666,245	(765,281)	-	490,298	26,391,262
Net Capital Assets	\$ 27,548,280	\$ 2,750,576	\$ -	\$ -	\$ 30,298,856

### 4. Current and Long-Term Liabilities

Current liabilities activity for the year ended August 31, 2008, was as follows:

	Balance	Additions	Reductions	Balance
	9/1/2007			8/31/2008
Accounts payable	\$ 1,314,339	\$ 20,678,344	\$ 19,929,405	\$ 2,063,278
Accrued liabilities	101,488	18,648,643	18,646,736	103,395
Funds held for others	452,397	60,371	-	512,768
Deferred revenues	1,313,198	1,598,487	1,313,198	1,598,487
Bonds				
General obligation bonds	530,000	570,000	530,000	570,000
Revenue bonds	275,000	285,000	275,000	285,000
Notes				
Maintenance tax notes	-	435,000	-	435,000
	\$ 3,986,422	\$ 42,275,845	\$ 40,694,339	\$ 5,567,928

4. **Current and Long-Term Liabilities** (Continued)

Current liabilities activity for the year ended August 31, 2007, was as follows:

	Balance <u>9/1/2006</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>8/31/2007</u>
Accounts payable	\$ 415,855	\$ 12,516,824	\$ 11,618,340	\$ 1,314,339
Accrued liabilities	84,983	19,195,094	19,178,589	101,488
Funds held for others	364,851	87,546	-	452,397
Deferred revenues	1,278,510	34,688	-	1,313,198
Bonds				
General obligation bonds	570,000	530,000	570,000	530,000
Revenue bonds	265,000	275,000	265,000	275,000
	<u>\$ 2,979,199</u>	<u>\$ 32,639,152</u>	<u>\$ 31,631,929</u>	<u>\$ 3,986,422</u>

Long-term liabilities activity for the year ended August 31, 2008, was as follows:

	Balance <u>9/1/2007</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>8/31/2008</u>
Bonds				
General obligation bonds	\$ 14,400,000	\$ -	\$ 570,000	\$ 13,830,000
Revenue bonds	3,995,000	-	285,000	3,710,000
Notes				
Maintenance tax notes	-	2,500,000	435,000	2,065,000
	<u>\$ 18,395,000</u>	<u>\$ 2,500,000</u>	<u>\$ 1,290,000</u>	<u>\$ 19,605,000</u>

Long-term liabilities activity for the year ended August 31, 2007, was as follows:

	Balance <u>9/1/2006</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>8/31/2007</u>
Bonds				
General obligation bonds	\$ 13,930,000	\$ 1,000,000	\$ 530,000	\$ 14,400,000
Revenue bonds	4,270,000	-	275,000	3,995,000
	<u>\$ 18,200,000</u>	<u>\$ 1,000,000</u>	<u>\$ 805,000</u>	<u>\$ 18,395,000</u>

5. **Debt and Lease Obligations**

Debt service requirements at August 31, 2008 were as follows:

For the Year Ended <u>August 31,</u>	Revenue Bonds <u>1999 Combined Fee Revenue Bonds</u>			General Obligation Bonds <u>2006 Limited Tax Bonds</u>		
	Principal	Interest	Total	Principal	Interest	Total
2009	\$ 285,000	\$ 187,749	\$ 472,749	\$ 100,000	\$ 660,761	\$ 760,761
2010	300,000	175,209	475,209	500,000	656,261	1,156,261
2011	310,000	161,859	471,859	575,000	633,761	1,208,761
2012	325,000	147,909	472,909	600,000	607,886	1,207,886
2013	340,000	133,122	473,122	630,000	580,886	1,210,886
2014-2018	1,980,000	407,288	2,387,288	3,605,000	2,434,270	6,039,270
2019-2023	455,000	22,181	477,181	4,535,000	1,502,944	6,037,944
2024-2028	-	-	-	3,285,000	342,350	3,627,350
Totals	<u>\$ 3,995,000</u>	<u>\$ 1,235,317</u>	<u>\$ 5,230,317</u>	<u>\$ 13,830,000</u>	<u>\$ 7,419,119</u>	<u>\$ 21,249,119</u>



5. **Debt and Lease Obligations** (Continued)

For the Year Ended August 31,	General Obligation Bonds						Maintenance Tax		
	<u>2007 Limited Tax Bonds</u>			<u>Total Bonds</u>			<u>Notes Series 2008</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 470,000	\$ 22,230	\$ 492,230	\$ 855,000	\$ 870,740	\$ 1,725,740	\$ 435,000	\$ 88,333	\$ 523,333
2010	100,000	3,900	103,900	900,000	835,370	1,735,370	485,000	54,722	539,722
2011	-	-	-	885,000	795,620	1,680,620	505,000	41,870	546,870
2012	-	-	-	925,000	755,795	1,680,795	525,000	28,488	553,488
2013	-	-	-	970,000	714,008	1,684,008	550,000	14,575	564,575
2014-2018	-	-	-	5,585,000	2,841,558	8,426,558	-	-	-
2019-2023	-	-	-	4,990,000	1,525,125	6,515,125	-	-	-
2024-2028	-	-	-	3,285,000	342,350	3,627,350	-	-	-
Totals	<u>\$ 570,000</u>	<u>\$ 26,130</u>	<u>\$ 596,130</u>	<u>\$ 18,395,000</u>	<u>\$ 8,680,566</u>	<u>\$ 27,075,566</u>	<u>\$ 2,500,000</u>	<u>\$ 227,988</u>	<u>\$ 2,727,988</u>

The District currently has no capital lease obligations.

6. **Bonds Payable**

General information related to bonds payable is summarized below:

- Combined Fee Revenue Bonds, Series 1999
  - Issued to construct General Services and Technology Buildings and associated improvements
  - Issued June 1, 1999
  - Amount authorized and issued - \$6,000,000
  - Source of revenue for debt service – Tuition, general fee and general fund interest
- 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
- Limited Tax Bonds, Series 2007
  - Issued to construct Health Sciences Center, Remodel existing Allied Health Building and associated improvements
  - Issued February 15, 2007
  - Amount authorized and issued - \$1,000,000
  - Source of revenue for debt service – ad valorem taxes
- 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 \$100,000 to \$1,150,000 with interest rates from 3.90% to 5.125% with the final installment due in 2027. Maintenance tax notes are due in annual installments varying from \$435,000 to \$550,000 with interest at 2.65% with the final installment due in 2013. The 1999 combined Fee Revenue Bonds may be redeemed beginning August 15, 2009.

Debt Service for the 1999 combined Fee Revenue Bonds was \$475,467 for the year ended August 31, 2008. Revenues totaling \$1,404,412 were available to meet this obligation.

7. **Short Term Debt**

The District used no short-term debt for the year ended August 31, 2008.

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

**Receivables**

Receivables at August 31, 2008, were as follows:

	<u>Receivable</u>	<u>Allowance for Uncollectibles</u>	<u>Net Receivable</u>
Taxes	\$ 424,168	\$ (424,168)	\$ -
Receivable from Title IV students	202,186	-	202,186
Federal receivables	654,438	-	654,438
Installment contracts receivable	164,579	(164,579)	-
Vendor receivable	49,823	-	49,823
Accounts receivable (net)	<u>1,495,194</u>	<u>(588,747)</u>	<u>906,447</u>
Interest receivable			
District accounts receivable	20,238	-	20,238
Total Receivables	<u>\$ 1,515,432</u>	<u>\$ (588,747)</u>	<u>\$ 926,685</u>

Receivables at August 31, 2007, were as follows:

	<u>Receivable</u>	<u>Allowance for Uncollectibles</u>	<u>Net Receivable</u>
Taxes	\$ 388,073	\$ (388,073)	\$ -
Receivable from Title IV students	145,093	-	145,093
Federal receivables	631,276	-	631,276
Installment contracts receivable	113,806	(113,806)	-
Vendor receivable	67,713	-	67,713
Accounts receivable (net)	<u>1,345,961</u>	<u>(501,879)</u>	<u>844,082</u>
Interest receivable			
District accounts receivable	27,561	-	27,561
Endowment accounts receivable	18,648	-	18,648
Total Receivables	<u>\$ 1,392,170</u>	<u>\$ (501,879)</u>	<u>\$ 890,291</u>

**Payables**

Payables at August 31, 2008 and 2007 were as follows:

	2008	2007
Accounts payable	<u>\$ 2,063,278</u>	<u>\$ 1,314,339</u>
Accrued payroll	78,565	75,753
Employee benefits payable	24,830	25,735
Accrued liabilities	<u>103,395</u>	<u>101,488</u>
Total payables	<u>\$ 2,166,673</u>	<u>\$ 1,415,827</u>

9. **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.

**10. Deposits and Investments**

At August 31, 2008, the carrying amount of the District's deposits was \$7,874,744 and total bank balances equaled \$8,184,325. Bank balances of \$100,000 are covered by federal depository insurance and \$8,084,325 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, 2008, 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>8/31/2008</u>	<u>8/31/2007</u>
Petty cash on hand	\$ 38,367	\$ 20,812
Demand deposits	<u>7,836,377</u>	<u>20,525,215</u>
Total Cash and Deposits	<u>\$ 7,874,744</u>	<u>\$ 20,546,027</u>

The amortized cost and estimated market values of investment securities at August 31, 2008, 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	2008		2007		
			Amortized Cost	Estimated Fair Value	Amortized Cost	Estimated Fair Value	
<b>U.S. Government Securities</b>							
FHLB	N/A	Called	\$ -	\$ -	\$ 750,000	\$ 749,594	
FNMA	N/A	Called	-	-	250,000	246,800	
FHLB	N/A	Called	-	-	550,000	542,959	
FFCB	N/A	Called	-	-	149,860	147,445	
FNMA	N/A	Called	-	-	800,000	793,082	
FHLB	N/A	Called	-	-	350,000	346,703	
FHLB	N/A	Called	-	-	800,000	793,936	
FHLMC	N/A	Called	-	-	499,938	498,995	
<b>Wells Fargo Managed Allocation Portfolio</b>							
Equity Mutal Funds	Variable	Open	1,750,729	1,766,324	-	-	
Fixed Income Mutual Funds	Variable	Open	1,080,090	1,089,581	-	-	
Money Market Funds	Variable	Open	88,122	88,122	-	-	
Certificate of Deposit	2.60%	01/26/09	4,147,463	4,147,463	-	-	
Certificate of Deposit	3.60%	01/28/09	1,336,610	1,336,610	-	-	
Certificate of Deposit	3.60%	07/28/09	508,991	508,991	-	-	
Certificate of Deposit	3.60%	07/28/09	508,991	508,991	-	-	
Certificate of Deposit	3.60%	07/28/09	508,991	508,991	-	-	
			<u>\$ 9,929,987</u>	<u>\$ 9,955,073</u>	<u>\$ 4,149,798</u>	<u>\$ 4,119,514</u>	

10. **Deposits and Investments** (Continued)

Uncategorized Investments Type	2008		2007	
	Cost	Estimated Fair Value	Cost	Estimated Fair Value
Tex Pool	\$ 43,324	\$ 43,324	\$ 41,850	\$ 41,850
	<u>\$ 43,324</u>	<u>\$ 43,324</u>	<u>\$ 41,850</u>	<u>\$ 41,850</u>

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

Type of Security	Market Value 8/31/2008	Market Value 8/31/2007
U.S. Government Securities	\$ -	\$ 4,119,514
Wells Fargo Managed Allocation Portfolio	2,944,027	-
Tex Pool	43,324	41,850
Certificate of Deposits	7,011,046	-
Total Investments	<u>\$ 9,998,397</u>	<u>\$ 4,161,364</u>
Total Cash and Deposits	\$ 7,874,744	\$ 20,546,027
Total Investments	<u>9,998,397</u>	<u>4,161,364</u>
Total Deposits and Investments	<u>\$ 17,873,141</u>	<u>\$ 24,707,391</u>
Cash and Cash Equivalents (Exhibit 1)	\$ 7,874,744	\$ 20,546,027
Investments (Exhibit 1)	<u>9,998,397</u>	<u>4,161,364</u>
Total Deposits and Investments	<u>\$ 17,873,141</u>	<u>\$ 24,707,391</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 U.S. Government Securities and 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. More than 5% of the District’s investments are in Wells Fargo Managed Allocation Portfolio (29.57%) and Certificates of Deposit (70.43%).

During the year ended August 31, 2008, the District realized no gain or loss 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, 2008 was \$55,371. 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 \$25,086.

During the year ended August 31, 2007, the District realized no gain or loss 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, 2007 was \$69,460.

10. **Deposits and Investments** (Continued)

This amount takes into account all changes in fair value (including purchases and sales) that occurred during the year. The unrealized loss on investments held at year-end was \$30,285.

11. **Derivatives**

The District has invested in various obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States. It is the opinion of the District's administration that these securities do not represent investment in a derivative.

12. **Employees' Retirement Plan**

The State of Texas has joint contributory retirement plans for almost all of its employees. One of the primary plans in which the District participated is administered by the Teacher Retirement System of Texas (the "System"). The statutorily defined percentages of participant salaries currently contributed by the state and by each participant are 6.58% and 6.4% respectively, of annual compensation.

The Teacher Retirement System does not separately account for each of its component government agencies, because it bears sole responsibility for retirement commitments beyond contributions fixed by the Legislature.

The state has also established an optional retirement program for institutions of higher education. Participation in the optional retirement program is in lieu of participation of the Teacher Retirement System. The optional retirement program provides for the purchase of annuity contracts. The statutorily defined percentages of participant salaries currently contributed by the state and each participant are 6.00% and 6.65%, respectively. The District supplements the state's portion with 1.92% for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program.

The retirement expense to the State for the District was \$658,120 and \$602,175 for the fiscal years ended August 31, 2008, and 2007, 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 \$13,511,381 and \$13,712,439 for the fiscal years ended August 31, 2008, and 2007, respectively. The total payroll of employees covered by the Teacher Retirement System was \$8,252,885 and \$8,316,049, and the total payroll of employees covered by the Optional Retirement System was \$3,811,768 and \$3,833,973 for the fiscal years ended August 31, 2008, and 2007, 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. **Compensated 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. Operating Lease Commitments and Rental Agreement**

Expenses include \$154,330 for the year ended August 31, 2008, of rentals paid or due under operating leases. Expenses include \$172,169 for the year ended August 31, 2007, of rentals paid or due under operating leases.

The District has leased a building owned by Victoria College Foundation, Inc., its discrete component unit. The lease commenced on July 1, 2003, and ends on June 30, 2010. The minimum guaranteed rental payments are \$3,575 per month and will increase each year on the anniversary date by any percentage increase in the Consumer Price Index (CPI) unless waived by the Foundation. However, any decrease in the CPI will not result in a decrease in the minimum rent.

Minimum rentals for the duration of the lease are:

08-31-08	\$42,900
To 06-30-10	\$35,750

The District's negotiated contract for copier leases beginning September 1, 2004, and ending August 31, 2008 has expired. The District is leasing on a month-to-month basis under the terms of previous contract until such time as a new contract can be negotiated.

The District has entered into an agreement for purchase of computer licenses beginning September 1, 2007, and ending August 31, 2010. Payments for the term of the agreement are as follows:

8-31-08	\$96,000
8-31-09	\$96,000

The District had no noncancellable operating leases with terms in excess of one year for the year ended August 31, 2008.

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

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

**18. 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.

**19. 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, 2008, and 2007, for which monies have not been received nor funds expended totaled \$2,797,585 and \$2,643,195, respectively. Of this amount \$1,341,510 and \$2,373,729 was from Federal Contracts and Grant Awards, and \$1,456,075 and \$269,466 was from State Contracts and Grant Awards, respectively.

**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.

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

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 \$360 per month for the year ended August 31, 2008 (\$360 per month for the year ended August 31, 2007) and \$552,960 for the year ended August 31, 2008 (\$623,013 for the year ended August 31, 2007). The state's contribution for a full-time employee with individual and children coverage was \$498 per month for the year ended August 31, 2008 (\$498 per month for the year ended August 31, 2007) and \$322,704 for the year ended August 31, 2008 (\$323,021 for the year ended August 31, 2007). The state's contribution for a full-time employee with individual and spouse coverage was \$567 per month for the year ended August 31, 2008 (\$567 per month for the year ended August 31, 2007) and \$142,884 for the year ended August 31, 2008 (\$115,580 for the year ended August 31, 2007). The state's contribution for a full-time employee with family coverage was \$705 per month for the year ended August 31, 2008 (\$705 per month for the year ended August 31, 2007) and \$346,860 for the year ended August 31, 2008 (\$355,078 for the year ended August 31, 2007).

The cost of providing those benefits for 121 retirees was \$560,803, which consisted of \$518,723 from the state and \$42,080 from the District, and for 257 active employees was \$1,407,935 which consisted of \$1,000,289 from the state and \$407,646 from the District for the year ended August 31, 2008. The cost of providing those benefits for 116 retirees was \$547,810, which consisted of \$506,396 from the state and \$41,414 from the District, and for 265 active employees was \$1,459,582 which consisted of \$968,808 from the state and \$490,774 from the District for the year ended August 31, 2007.

**21. 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.

**22. Property 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>2008</u>	<u>2007</u>
Assessed Valuation of the District:	\$ 5,110,467,921	\$ 4,757,836,263
Less: Exemptions	(531,165,678)	(512,677,808)
Net Assessed Valuation of the District	<u>\$ 4,579,302,243</u>	<u>\$ 4,245,158,455</u>

	<u>2008</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>\$ 0.116700</u>	<u>\$ 0.027800</u>	<u>\$ 0.144500</u>

22. **Property Tax** (Continued)

	2007		
	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Authorized Tax Rate per \$100 valuation	\$ 0.500000	\$ 0.500000	\$ 1.000000
Assessed Tax Rate per \$100 valuation	\$ 0.111300	\$ 0.030300	\$ 0.141600

Taxes levied for the year ended August 31, 2008 and 2007 were \$6,518,523 and \$5,970,273, 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>	2008		
	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 4,227,553	\$ 1,005,856	\$ 5,233,409
Delinquent taxes collected	995,882	239,605	1,235,487
Penalties and interest collected	60,110	15,445	75,555
Less discounts & commissions	(2,579)	(553)	(3,132)
Total collections	\$ 5,280,966	\$ 1,260,353	\$ 6,541,319

<u>Taxes Collected</u>	2007		
	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 4,349,356	\$ 1,180,333	\$ 5,529,689
Delinquent taxes collected	325,950	88,265	414,215
Penalties and interest collected	64,747	17,751	82,498
Less discounts & commissions	(5,573)	(1,492)	(7,065)
Total collections	\$ 4,734,480	\$ 1,284,857	\$ 6,019,337

Tax collections for the years ended August 31, 2008 and 2007 were 99.48% and 99.11%, 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.

23. **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, 2007, and 2006.

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.



**OVERALL COMPLIANCE AND  
INTERNAL CONTROLS SECTION**

**(This page intentionally left blank.)**



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 Victoria County Junior College District, as of and for the year ended August 31, 2008 and have issued our report thereon dated October 17, 2008. 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 *control deficiency* 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 misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the Victoria County Junior College District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Victoria County Junior College District's financial statements that is more than inconsequential will not be prevented or detected by the Victoria County Junior College District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Victoria County Junior College District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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*.

### **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, 2008, no instances of noncompliance were found.

This report is intended solely for the information and use of management, Board of Trustees, others within the entity, 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.*

October 17, 2008





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 are applicable to each of its major federal programs for the year ended August 31, 2008. 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, 2008. 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, 2008.

**Internal Control Over Compliance**

The 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, 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 *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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 that might be 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, 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, Brown & Hill, C.P.A.*

October 17, 2008



**SUPPLEMENTAL INFORMATION  
AND  
FINANCIAL ASSISTANCE SECTION**

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Operating Revenues**  
**For the Year Ended August 31, 2008**

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	Current Year	Prior Year
<b>Tuition:</b>						
State funded credit courses						
In-district resident tuition	\$ 1,238,393	\$ -	\$ 1,238,393	\$ -	\$ 1,238,393	\$ 1,126,406
Out-of-district resident tuition	1,048,742	-	1,048,742	-	1,048,742	963,897
Non-resident tuition	22,869	-	22,869	-	22,869	14,736
TPEG set aside (set aside)*	195,451	-	195,451	-	195,451	202,460
State funded continuing education	1,062,781	-	1,062,781	-	1,062,781	1,080,784
Non-state funded continuing education	119,028	-	119,028	-	119,028	103,094
Total Tuition	<u>3,687,264</u>	<u>-</u>	<u>3,687,264</u>	<u>-</u>	<u>3,687,264</u>	<u>3,491,377</u>
<b>Fees:</b>						
General fee	1,272,712	-	1,272,712	-	1,272,712	1,181,646
Out-of-district fees	767,022	-	767,022	-	767,022	706,951
Laboratory fee	185,241	-	185,241	-	185,241	192,513
Other fees			-			-
Course fee	135,209	-	135,209	-	135,209	141,302
Distance education fee	353,313	-	353,313	-	353,313	334,370
Total Fees	<u>2,713,497</u>	<u>-</u>	<u>2,713,497</u>	<u>-</u>	<u>2,713,497</u>	<u>2,556,782</u>
<b>Scholarship Allowances and Discounts:</b>						
Remissions and exemptions - state	(85,013)	-	(85,013)	-	(85,013)	(29,334)
Title IV federal grants	(874,102)	-	(874,102)	-	(874,102)	(1,087,623)
Other federal grants	(7,302)	-	(7,302)	-	(7,302)	(6,165)
TPEG awards	(13,537)	-	(13,537)	-	(13,537)	(30,234)
Other state grants	(568,673)	-	(568,673)	-	(568,673)	(608,368)
Other local scholarships	(84,734)	-	(84,734)	-	(84,734)	(80,754)
Total Scholarship Allowances	<u>(1,633,361)</u>	<u>-</u>	<u>(1,633,361)</u>	<u>-</u>	<u>(1,633,361)</u>	<u>(1,842,478)</u>
Total Net Tuition and Fees	<u>4,767,400</u>	<u>-</u>	<u>4,767,400</u>	<u>-</u>	<u>4,767,400</u>	<u>4,205,681</u>
<b>Additional Operating Revenues:</b>						
Federal grants and contracts	44,762	5,198,574	5,243,336	-	5,243,336	5,582,372
State grants and contracts	15,788	1,194,625	1,210,413	-	1,210,413	1,041,561
Nongovernmental grants and contracts	-	5,500	5,500	-	5,500	1,148
Sales and services of educational activities	356,044	-	356,044	-	356,044	297,782
General operating revenues	264,969	302,615	567,584	-	567,584	219,535
Total Additional Operating Revenues	<u>681,563</u>	<u>6,701,314</u>	<u>7,382,877</u>	<u>-</u>	<u>7,382,877</u>	<u>7,142,398</u>
<b>Auxiliary Enterprises:</b>						
Bookstore	-	-	-	3,325,852	3,325,852	3,124,177
Title IV federal grants	-	-	-	(490,537)	(490,537)	(551,560)
Other federal grants	-	-	-	(59,789)	(59,789)	(50,760)
Other state grants	-	-	-	-	-	(4,133)
Other local scholarships	-	-	-	(13,200)	(13,200)	(15,060)
Net Bookstore	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,762,326</u>	<u>2,762,326</u>	<u>2,502,664</u>
Food service	-	-	-	322,568	322,568	303,582
Facilities rentals	-	-	-	28,640	28,640	15,337
Total Net Auxiliary Enterprises	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,113,534</u>	<u>3,113,534</u>	<u>2,821,583</u>
Total Operating Revenues	<u>\$ 5,448,963</u>	<u>\$ 6,701,314</u>	<u>\$ 12,150,277</u>	<u>\$ 3,113,534</u>	<u>\$ 15,263,811</u>	<u>\$ 14,169,662</u>
					(Exhibit 2)	(Exhibit 2)

\* In accordance with Education Code 56.003, \$195,451 and \$202,460 of tuition was set aside for Texas Public Education Grants (TPEG) for the years ended August 31, 2008 and 2007, respectively.

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Operating Expenses by Object**  
**For the Year Ended August 31, 2008**

	Operating Expenses				Current Year Total	Prior Year Total
	Salaries and Wages	Benefits		Other Expenses		
		State Benefits	Local Benefits			
<b>Unrestricted - Educational Activities</b>						
Instruction	\$ 6,866,829	\$ -	\$ 724,689	\$ 1,783,054	\$ 9,374,572	\$ 9,608,720
Public service	28,925	-	3,316	93,516	125,757	199,921
Academic support	1,106,309	-	130,497	298,447	1,535,253	1,660,650
Student services	1,107,239	-	114,015	290,981	1,512,235	1,372,848
Institutional support	1,724,513	-	203,112	753,174	2,680,799	2,666,483
Operation and maintenance of plant	765,319	-	151,750	1,592,932	2,510,001	2,499,909
Scholarships and fellowships	-	-	-	72,205	72,205	81,891
Total Unrestricted Educational Activities	<u>11,599,134</u>	<u>-</u>	<u>1,327,379</u>	<u>4,884,309</u>	<u>17,810,822</u>	<u>18,090,422</u>
<b>Restricted - Educational Activities</b>						
Instruction	1,222,875	1,436,230	220,389	1,407,037	4,286,531	4,067,074
Public service	-	-	-	-	-	4,378
Academic support	-	198,466	-	-	198,466	174,218
Student services	214,838	234,535	38,718	226,551	714,642	793,593
Institutional support	-	309,369	-	-	309,369	282,908
Operation and maintenance of plant	-	-	-	-	-	122,013
Scholarships and fellowships	-	-	-	937,522	937,522	689,225
Total Restricted Educational Activities	<u>1,437,713</u>	<u>2,178,600</u>	<u>259,107</u>	<u>2,571,110</u>	<u>6,446,530</u>	<u>6,133,409</u>
Total Educational Activities	13,036,847	2,178,600	1,586,486	7,455,419	24,257,352	24,223,831
<b>Auxiliary Enterprises</b>	322,735	-	103,992	2,901,684	3,328,411	3,204,063
Depreciation Expense						
Buildings and other real estate improvements	-	-	-	777,183	777,183	784,424
Equipment and furniture	-	-	-	156,722	156,722	124,757
Library volumes and periodicals	-	-	-	67,797	67,797	65,817
Total Operating Expenses	<u>\$ 13,359,582</u>	<u>\$ 2,178,600</u>	<u>\$ 1,690,478</u>	<u>\$ 11,358,805</u>	<u>\$ 28,587,465</u> (Exhibit 2)	<u>\$ 28,402,892</u> (Exhibit 2)

**(This page intentionally left blank.)**



**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Non-Operating Revenues and Expenses**  
**For the Year Ended August 31, 2008**

	Unrestricted	Restricted	Auxiliary Enterprises	Current Year	Prior Year
<b>Non-Operating Revenues</b>					
<b>State Allocations:</b>					
Education and general state support	\$ 6,816,087	\$ -	\$ -	\$ 6,816,087	\$ 6,816,088
State group insurance	-	1,520,481	-	1,520,481	1,478,028
State retirement matching	-	658,120	-	658,120	602,175
Dramatic enrollment funding	-	-	-	-	20,537
Total State allocations	<u>6,816,087</u>	<u>2,178,601</u>	<u>-</u>	<u>8,994,688</u>	<u>8,916,828</u>
Ad valorem taxes:					
Taxes for maintenance and operations	5,280,966	-	-	5,280,966	4,734,480
Taxes for general obligation bonds	-	1,260,353	-	1,260,353	1,284,857
Gifts	104,291	46,051	-	150,342	514,082
Investment income	96,294	452,591	33,354	582,239	1,130,996
Net (decrease) in fair value of investments	11,832	-	-	11,832	31,707
Total Non-Operating Revenues	<u>12,309,470</u>	<u>3,937,596</u>	<u>33,354</u>	<u>16,280,420</u>	<u>16,612,950</u>
<b>Non-Operating Expenses</b>					
Interest on capital related debt	-	962,089	-	962,089	941,261
Total Non-Operating Expenses	<u>-</u>	<u>962,089</u>	<u>-</u>	<u>962,089</u>	<u>941,261</u>
Net Non-Operating Revenues	<u>\$ 12,309,470</u>	<u>\$ 2,975,507</u>	<u>\$ 33,354</u>	<u>\$ 15,318,331</u> (Exhibit 2)	<u>\$ 15,671,689</u> (Exhibit 2)

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Net Assets by Source and Availability**  
**For the Year Ended August 31, 2008**

	Detail by Source				Current Year Total
	Unrestricted	Restricted		Capital Assets Net of Depreciation and Related Debt	
		Expendable	Non-Expendable		
Current					
Unrestricted	\$ 3,596,898	\$ -	\$ -	\$ -	\$ 3,596,898
Restricted for:					
Nonexpendable:					
Student aid	-	-	3,289,748	-	3,289,748
Expendable:					
Student aid	-	422,566	-	-	422,566
Unexpended bond proceeds	-	5,263,449	-	-	5,263,449
Auxiliary enterprises	2,540,437	-	-	-	2,540,437
Plant					
Debt Service	-	183,157	-	-	183,157
Investment in Plant	-	-	-	20,190,086	20,190,086
Total Net Assets, August 31, 2008	<u>6,137,335</u>	<u>5,869,172</u>	<u>3,289,748</u>	<u>20,190,086</u>	<u>35,486,341</u> (Exhibit 1)
Total Net Assets, August 31, 2007	<u>5,420,774</u>	<u>13,571,520</u>	<u>4,032,663</u>	<u>11,098,856</u>	<u>34,123,813</u> (Exhibit 1)
Net Increase (Decrease) in Net Assets	<u>\$ 716,561</u>	<u>\$ (7,702,348)</u>	<u>\$ (742,915)</u>	<u>\$ 9,091,230</u>	<u>\$ 1,362,528</u> (Exhibit 2)

**SCHEDULE D**

	Available for Current Operations		Prior Year Total	Available for Current Operations	
	Yes	No		Yes	No
Current					
Unrestricted	\$ 3,596,898	\$ -	\$ 3,241,141	\$ 3,241,141	\$ -
Restricted for:					
Nonexpendable:					
Student aid	-	3,289,748	4,032,663	-	4,032,663
Expendable:					
Student aid	-	422,566	309,955	-	309,955
Unexpended bond proceeds	-	5,263,449	13,098,222	-	13,098,222
Auxiliary enterprises	2,540,437	-	2,179,633	2,179,633	-
Plant					
Debt Service	-	183,157	163,343	-	163,343
Investment in Plant	-	20,190,086	11,098,856	-	11,098,856
Total Net Assets, August 31, 2008	6,137,335	29,349,006	34,123,813 (Exhibit 1)	5,420,774	28,703,039
Total Net Assets, August 31, 2007	5,420,774	28,703,039	32,909,514 (Exhibit 2)	6,271,327	26,638,187
Net Increase (Decrease) in Net Assets	\$ 716,561	\$ 645,967	\$ 1,214,299 (Exhibit 2)	\$ (850,553)	\$ 2,064,852

**(This page intentionally left blank.)**

SCHEDULE E

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
 VICTORIA, TEXAS  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended August 31, 2008

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 LABOR</b>			
<i>Direct Programs:</i>			
Community Based Job Training Grants	17.261	CB-15223-06-60	\$ 644,725
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Direct Programs:</i>			
SEOG	84.007	P007A047874	102,692
SEOG	85.007	P007A047874	2,820
Strengthening Institutions - Hispanic Serving Institutions	84.031	P031S030025	361,476
Federal College Workstudy Program	84.033	P033A077874	72,226
Student Support Services	84.042	P042A060605	250,549
Federal Pell Grant Program	84.063	P063Q072339	6,060
Federal Pell Grant Program	84.063	P063Q062339	20
Federal Pell Grant Program	84.063	P063P082339	22,659
Federal Pell Grant Program	84.063	P063P072339	2,783,852
Academic Competitiveness Grant	84.375	P375A072339	57,972
Total Direct Programs			<u>3,660,326</u>
<i>Pass Through From Texas Education Agency:</i>			
Adult Basic Education	84.002	084100017110192	224,401
Adult Basic Education - Institutional	84.002	094100017110240	30,600
Total Adult Basic Education			<u>255,001</u>
<i>Pass Through From Texas Higher Education Coordinating Board:</i>			
Carl Perkins Voc. Ed. - Formula	84.048	84254	336,442
Carl Perkins Voc. Ed. - Tech Prep	84.243	81725	223,460
Total Texas Higher Education Coordinating Board			<u>559,902</u>
Total U.S. Department of Education			<u>4,475,229</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<i>Direct Program:</i>			
Texas Prefreshman Engineering Program (TexPREP)	10.223	2007-38422-18081	13,972
Total TexPREP			<u>13,972</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
<i>Passed Through From the University of Texas - Medical Branch at Galveston:</i>			
Model State - Supported Area Health Education Centers	93.107	5U77HP01066-05-00	82,000
Total Health Education & Training Centers			<u>82,000</u>
<i>Passed Through From Texas Education Agency:</i>			
Temporary Assistance for Needy Families	93.558	063625017110083	27,410
Total U.S. Department of Health and Human Services			<u>109,410</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 5,243,336</u>

Notes to the Schedule on the following page.

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended August 31, 2008**

**Note 1: Federal Assistance Reconciliation**

**Federal Assistance Reconciliation**

Federal grants and contracts revenue per Schedule A	\$ 5,243,336
Total Federal Revenues per Schedule of Expenditures of Federal Awards	<u>\$ 5,243,336</u>

**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 - Not Included in Schedule**

Federal Grantor/ CFDA Number/ Program Name	New Loans Processed	Administrative Costs Recovered	Total Loans Processed & Admin. Costs Recovered
Department of Education 84.032 Federal Family Education Loan Program	<u>\$ 2,940,836</u>	<u>\$ -</u>	<u>\$ 2,940,836</u>

**Note 5: Nonmonetary Federal Assistance Received**

No nonmonetary federal assistance was received.

**(This page intentionally left blank.)**



**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended August 31, 2008**  
**(Continued)**

**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.

Anstwell-Tivoli ISD	\$	65
Bloomington ISD		6,575
Calhoun County ISD		2,854
Cuero ISD		1,322
Edna ISD		181
Ganado ISD		672
Goliad ISD		6,517
Gonzales ISD		7,743
Hallettsville ISD		2,176
Industrial ISD		5,551
Moulton ISD		210
Nixon-Smilely ISD		2,655
Nordheim ISD		1,632
Refugio ISD		2,078
Shiner ISD		939
Victoria ISD		8,702
Waelder ISD		469
Woodsboro ISD		7,017
Yoakum ISD		1,177
Yorktown ISD		<u>601</u>
 Total Amount Passed-Through	 \$	 <u>59,136</u>

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Schedule of Expenditures of State Awards**  
**For the Year Ended August 31, 2008**

<b>Grantor Agency/ Program Title</b>	<b>Grant Contract Number</b>	<b>Expenditures</b>
<b>TEXAS HIGHER EDUCATION COORDINATING BOARD</b>		
Texas College Workstudy Program	-	\$ 15,263
Law Enforcement Officer Standards & Education	-	887
Early High School Graduation (HB 1479)	-	68,097
Texas Public Education Grant Program	-	195,451
Texas Grant Program	-	201,340
Certified Ed Aide Program	-	40,415
Financial Aid - Prof Nursing	-	12,538
Financial Aid - LVN Nursing	-	2,286
Nursing and Allied Health	-	40,233
Professional Nursing Shortage Reduction	-	13,391
TexPrep	-	557
Rising 11th Graders	-	11,150
Summer Bridge Lighthouse	-	39,213
Summer Bridge TG	-	47,117
P16 Council Special Advisor	-	9,403
Crossroads Area - P16 Council	-	7,680
Nursing Innovation Grant Program (NIGP)	-	58,131
Total Texas Higher Education Coordinating Board		<u>763,152</u>
<b>TEXAS EDUCATION AGENCY</b>		
Adult Basic Education	080100017110192	43,126
Temporary Assistance for Needy Families	080110017110178	14,340
Total Texas Education Agency		<u>57,466</u>
<b>UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON</b>		
Pecan Valley Area Health Education Center	-	<u>216,204</u>
<b>TEXAS WORKFORCE COMMISSION</b>		
Skills Development Fund	1906SDF000	<u>747,342</u>
<b>TOTAL STATE FINANCIAL ASSISTANCE</b>		<u>\$ 1,784,164</u>

Notes to the Schedule on the following page.

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Notes to Schedule of Expenditures of State Awards**  
**For the Year Ended August 31, 2008**

**Note 1: State Assistance Reconciliation**

<b>State Assistance Reconciliation</b>	
per Schedule of Expenditures of State Awards	\$ 1,784,164
Less: Early High School Graduation (IIB1479)	(68,097)
Financial Aid - Prof & LVN Nursing	(14,824)
Professional Nursing Shortage Program	(13,391)
Nursing and Allied Health	<u>(40,233)</u>
Total included in "Tuition and Fees"	<u>(136,545)</u>
Less current year expenditures from programs:	
Texas Public Education Grant Program	(195,451)
Texas Grant Program	(201,340)
Certified Ed Aide Program	<u>(40,415)</u>
	<u>(437,206)</u>
Total State Revenues per Schedule A	<u>\$ 1,210,413</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.

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Schedule of Findings and Questioned Costs  
For the Year Ended August 31, 2008**

**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)?	No
Internal control over major programs: Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weakness(es)?	No
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)
Major state program	TWC - Skills Development Fund

**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

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

None

**(This page intentionally left blank.)**



# **STATISTICAL SUPPLEMENT**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Summary Schedule of Prior Audit Findings  
For the Year Ended August 31, 2008**

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

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**

**VICTORIA, TEXAS**

**Statistical Supplement 1**

**Net Assets by Component**

**Fiscal Years 2002 through 2008**

(unaudited)

(amounts expressed in thousands)

	<b>For the Fiscal Year Ended August 31,</b>			
	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Invested in capital assets, net of related debt	\$ 20,190	\$ 11,099	\$ 8,513	\$ 21,596
Restricted - expendable	5,869	13,571	14,389	388
Restricted - nonexpendable	3,290	4,033	4,293	4,102
Unrestricted	6,137	5,421	5,715	5,683
<b>Total primary government net assets</b>	<b>\$ 35,486</b>	<b>\$ 34,124</b>	<b>\$ 32,910</b>	<b>\$ 31,769</b>

**Note:** Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2008 are available.

**For the Fiscal Year Ended August 31,**

<b>2004</b>	<b>2003</b>	<b>2002</b>
\$ 21,191	\$ 20,085	\$ 16,403
441	494	502
3,534	4,286	3,909
5,092	4,316	6,637
<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**  
**Fiscal Years 2002 through 2008**  
(unaudited)

		<b>For the Year Ended August 31,</b>			
		<b>(amounts expressed in thousands)</b>			
		<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Tuition and Fees (Net of Discounts)		\$ 4,767	\$ 4,206	\$ 3,822	\$ 3,555
Governmental Grants and Contracts					
Federal Grants and Contracts		5,243	5,569	5,828	5,631
State Grants and Contracts		1,210	1,042	652	365
Local Grants and Contracts		-	-	-	-
Non-Governmental Grants and Contracts		6	1	52	6
Sales and services of educational activities		356	298	353	330
Auxiliary enterprises		3,114	2,821	2,561	2,610
Other Operating Revenues		568	219	232	242
	<b>Total Operating Revenues</b>	<u>15,264</u>	<u>14,156</u>	<u>13,500</u>	<u>12,739</u>
State Appropriations		8,995	8,917	8,821	8,524
Ad Valorem Taxes		6,541	6,019	5,651	5,602
Gifts		150	514	153	689
Investment income		582	1,131	311	308
Other non-operating revenues		12	32	(72)	(53)
	<b>Total Non-Operating Revenues</b>	<u>16,280</u>	<u>16,613</u>	<u>14,864</u>	<u>15,070</u>
<b>Total Revenues</b>		<u>\$ 31,544</u>	<u>\$ 30,769</u>	<u>\$ 28,364</u>	<u>\$ 27,809</u>

		<b>For the Year Ended August 31,</b>			
		<b>(amounts expressed in thousands)</b>			
		<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Tuition and fees (net of discounts)		15.11%	13.67%	13.47%	12.78%
Governmental grants and contracts					
Federal grants and contracts		16.62%	18.10%	20.55%	20.25%
State grants and contracts		3.84%	3.39%	2.30%	1.31%
Local grants and contracts		0.00%	0.00%	0.00%	0.00%
Non-governmental grants and contracts		0.02%	0.00%	0.18%	0.02%
Sales and services of educational activities		1.13%	0.97%	1.24%	1.19%
Auxiliary enterprises		9.87%	9.17%	9.03%	9.39%
Other operating revenues		1.80%	0.71%	0.82%	0.87%
	<b>Total Operating Revenues</b>	<u>48.39%</u>	<u>46.01%</u>	<u>47.60%</u>	<u>45.81%</u>
State appropriations		28.52%	28.98%	31.10%	30.65%
Ad valorem taxes		20.74%	19.56%	19.92%	20.14%
Gifts		0.48%	1.67%	0.54%	2.48%
Investment income		1.85%	3.68%	1.10%	1.11%
Other non-operating revenues		0.04%	0.10%	-0.25%	-0.19%
	<b>Total Non-Operating Revenues</b>	<u>51.61%</u>	<u>53.99%</u>	<u>52.40%</u>	<u>54.19%</u>
<b>Total Revenues</b>		<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

**Note:** Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2008 are available.

**For the Year Ended August 31,**

**(amounts expressed in thousands)**

	<b>2004</b>	<b>2003</b>	<b>2002</b>
\$	3,629	\$ 3,112	\$ 2,849
	5,321	4,765	3,884
	612	988	956
	-	-	-
	-	59	73
	268	149	151
	2,766	2,406	2,385
	276	117	160
	<u>12,872</u>	<u>11,596</u>	<u>10,458</u>
	8,517	9,217	9,769
	5,373	5,010	4,955
	187	435	297
	187	246	317
	(35)	(38)	(5)
	<u>14,229</u>	<u>14,870</u>	<u>15,333</u>
\$	<u><u>27,101</u></u>	<u><u>\$ 26,466</u></u>	<u><u>\$ 25,791</u></u>

	<b>2004</b>	<b>2003</b>	<b>2002</b>
	13.39%	11.76%	11.05%
	19.63%	18.00%	15.06%
	2.26%	3.73%	3.71%
	0.00%	0.00%	0.00%
	0.00%	0.22%	0.28%
	0.99%	0.56%	0.59%
	10.21%	9.09%	9.25%
	1.02%	0.44%	0.62%
	<u>47.50%</u>	<u>43.81%</u>	<u>40.55%</u>
	31.43%	34.83%	37.88%
	19.83%	18.93%	19.21%
	0.69%	1.64%	1.15%
	0.69%	0.93%	1.23%
	-0.13%	-0.14%	-0.02%
	<u>52.50%</u>	<u>56.19%</u>	<u>59.45%</u>
	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 3  
Program Expenses by Function  
Fiscal Years 2002 through 2008  
(unaudited)

	For the Year Ended August 31,			
	(amounts expressed in thousands)			
	2008	2007	2006	2005
Instruction	\$ 13,661	\$ 13,663	\$ 12,485	\$ 11,362
Public service	126	204	71	-
Academic support	1,733	1,835	1,434	1,280
Student services	2,227	2,167	2,148	2,003
Institutional support	2,990	2,949	3,027	2,569
Operation and maintenance of plant	2,510	2,622	2,704	2,152
Scholarships and fellowships	1,010	771	1,318	1,980
Auxiliary enterprises	3,328	3,204	3,058	3,070
Depreciation	1,002	975	949	923
<b>Total Operating Expenses</b>	<b>28,587</b>	<b>28,390</b>	<b>27,194</b>	<b>25,339</b>
Interest on capital related debt	962	941	267	322
<b>Total Non-Operating Expenses</b>	<b>962</b>	<b>941</b>	<b>267</b>	<b>322</b>
<b>Total Expenses</b>	<b>\$ 29,549</b>	<b>\$ 29,331</b>	<b>\$ 27,461</b>	<b>\$ 25,661</b>

	For the Year Ended August 31,			
	(amounts expressed in thousands)			
	2008	2007	2006	2005
Instruction	45.83%	46.58%	45.46%	44.28%
Public service	0.43%	0.70%	0.26%	0.00%
Academic support	5.91%	6.26%	5.22%	4.99%
Student services	7.59%	7.39%	7.82%	7.81%
Institutional support	10.19%	10.05%	11.02%	10.01%
Operation and maintenance of plant	8.56%	8.94%	9.85%	8.39%
Scholarships and fellowships	3.44%	2.63%	4.80%	7.72%
Auxiliary enterprises	11.35%	10.92%	11.14%	11.96%
Depreciation	3.42%	3.32%	3.46%	3.60%
<b>Total Operating Expenses</b>	<b>96.72%</b>	<b>96.79%</b>	<b>99.03%</b>	<b>98.75%</b>
Interest on capital related debt	3.28%	3.21%	0.97%	1.25%
<b>Total Non-Operating Expenses</b>	<b>3.28%</b>	<b>3.21%</b>	<b>0.97%</b>	<b>1.25%</b>
<b>Total Expenses</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

**Note:** Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2008 are available.



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

	<b>2004</b>	<b>2003</b>	<b>2002</b>
\$	10,976	\$ 11,369	\$ 11,194
	-	-	-
	1,397	1,246	1,324
	1,949	1,983	1,663
	2,377	2,479	2,458
	2,036	2,095	2,168
	2,216	2,033	1,879
	3,014	2,655	2,558
	794	723	719
	<u>24,759</u>	<u>24,583</u>	<u>23,963</u>
	384	442	496
	384	442	496
\$	<u><u>25,143</u></u>	<u><u>\$ 25,025</u></u>	<u><u>\$ 24,459</u></u>

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

	<b>2004</b>	<b>2003</b>	<b>2002</b>
	43.65%	45.43%	45.77%
	0.00%	0.00%	0.00%
	5.56%	4.98%	5.41%
	7.75%	7.92%	6.80%
	9.45%	9.91%	10.05%
	8.10%	8.37%	8.86%
	8.81%	8.12%	7.68%
	11.99%	10.61%	10.46%
	3.16%	2.89%	2.94%
	<u>98.47%</u>	<u>98.23%</u>	<u>97.97%</u>
	1.53%	1.77%	2.03%
	1.53%	1.77%	2.03%
	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></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
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
2000	19	10	-	2	5
1999	18	9	-	2	5
1998	17	9	-	2	5

<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
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
2000	100	100	-	2	5
1999	100	100	-	2	5
1998	100	100	-	2	5

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

<b>Resident</b>
<b>Flat fees per semester</b>

<u>Technology Fees</u>	<u>Student Services Fees</u>	<u>Transcript/ Diploma Fees</u>	<u>Cost for 12 SCH In-District</u>	<u>Cost for 12 SCH Out-of-District</u>	<u>Increase from Prior Year In-District</u>	<u>Increase from Prior Year Out-of-District</u>
\$ -	\$ -	\$ -	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%
24	10	2	348	468	4.19%	5.88%
24	10	-	334	442	8.44%	6.25%
10	10	-	308	416	5.84%	7.49%

<b>Non-resident</b>
<b>Flat fees per semester</b>

<u>Technology Fees</u>	<u>Student Services Fees</u>	<u>Transcript/ Diploma Fees</u>	<u>Cost for 12 SCH Out of State</u>	<u>Cost for 12 SCH International</u>	<u>Increase from Prior Year Out of State</u>	<u>Increase from Prior Year International</u>
\$ -	\$ -	\$ -	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%
24	10	2	1,320	1,320	0.15%	0.15%
24	10	-	1,318	1,318	1.07%	1.07%
10	10	-	1,304	1,304	0.38%	0.38%

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)
2007-08	\$ 5,110,468	\$ 531,166	\$ 4,579,302
2006-07	4,757,836	512,677	4,245,159
2005-06	4,468,419	513,513	3,954,906
2004-05	4,296,112	521,420	3,774,692
2003-04	3,778,842	230,649	3,548,193
2002-03	3,736,823	188,802	3,548,021
2001-02	4,215,371	685,670	3,529,701
2000-01	4,057,943	722,964	3,334,979
1999-00	3,936,589	683,943	3,252,646
1998-99	3,829,321	665,041	3,164,280

Source: Victoria County Appraisal District  
Notes: Property is assessed at full market value.  
(a) per \$100 Taxable Assessed Valuation

<b>Direct Rate</b>
--------------------

Ratio of Taxable Assessed Value to Assessed Value	Maintenance & Operations (a)	Debt Service	(a)	Total	(a)
89.61%	\$ 0.1167	\$ 0.0278		\$ 0.1445	
89.22%	0.1113	0.0303		0.1416	
88.51%	0.1129	0.0287		0.1416	
87.86%	0.1148	0.0313		0.1461	
93.90%	0.1166	0.0325		0.1491	
94.95%	0.1070	0.0324		0.1394	
83.73%	0.1085	0.0309		0.1394	
82.18%	0.1059	0.0335		0.1394	
82.63%	0.1087	0.0307		0.1394	
82.63%	0.1027	0.0380		0.1407	

**(This page intentionally left blank.)**

**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			
		FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Total Contact Hours	State Appropriation per Contact Hour
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
2000-01	7,296	2,852	2,558	1,033	725	1,758	4.15
1999-00	7,114	2,809	2,533	1,011	692	1,703	4.18
1998-99	6,662	2,802	2,378	881	833	1,714	3.89

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)				
		2007	2006	2005	2004	2003
Invista	Manufacturing	\$ 419,296	\$ 428,491	\$ 461,648	\$ 462,791	\$ -
AEP Texas Central Co	Utility	40,557	51,016	55,279	53,731	51,987
Equistar Chemicals LP	Manufacturing	46,528	45,499	52,201	49,849	49,276
E. I DuPont De Nemours & Co	Manufacturing	39,219	32,672	40,473	38,696	536,526
Air Liquide America Corp	Manufacturing	24,404	27,680	30,141	33,292	35,161
Southwestern Bell Telephone	Utility	28,447	26,208	28,900	28,212	32,497
Union Gas Operating Co	Natural Gas	26,322	34,505	27,454	21,085	16,453
Tyco Plastics LP	Manufacturing	-	25,909	22,957	-	-
South Texas Electric Co-op, Inc.	Utility	23,659	20,508	-	-	-
Covalence Specialty Materials	Manufacturing	22,450	-	-	-	-
Schlumberger Well Services, Inc.	Well Service	21,602	-	-	-	-
Victoria Hospital LLC	Hospital	-	19,537	19,975	20,785	20,021
H S Victoria LP	Shopping Mall	-	-	20,747	21,132	-
Carlisle Plastics Inc.	Manufacturing	-	-	-	24,793	24,734
Victoria Retail Properties LP	Shopping Mall	-	-	-	-	26,067
H E Butt Grocery Co	Grocery Store	-	-	-	-	14,650
Central Power & Light	Utility	-	-	-	-	-
MRO Commercial Inc.	Shopping Mall	-	-	-	-	-
James Wayne A	Real Estate	-	-	-	-	-
Victoria Regional Medical Center	Hospital	-	-	-	-	-
VTK Limited	Office Building	-	-	-	-	-
New York Life Insurance Co	Shopping Mall	-	-	-	-	-
Norwest Bank Texas NA	Banking	-	-	-	-	-
Health Care Property Investors	Medical	-	-	-	-	-
Willmington Trust Co. Trustee	Office Building	-	-	-	-	-
<b>Totals</b>		<b>\$ 692,484</b>	<b>\$ 712,025</b>	<b>\$ 759,775</b>	<b>\$ 754,366</b>	<b>\$ 807,372</b>
<b>Total Taxable Assessed Value</b>		<b>\$ 4,510,308</b>	<b>\$ 4,212,710</b>	<b>\$ 3,954,906</b>	<b>\$ 3,774,692</b>	<b>\$ 3,548,193</b>

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year				
		2007	2006	2005	2004	2003
Invista	Manufacturing	9.30%	10.17%	11.67%	12.26%	0.00%
AEP Texas Central Co	Utility	0.90%	1.21%	1.40%	1.42%	1.47%
Equistar Chemicals LP	Manufacturing	1.03%	1.08%	1.32%	1.32%	1.39%
E. I DuPont De Nemours & Co	Manufacturing	0.87%	0.78%	1.02%	1.03%	15.12%
Air Liquide America Corp	Manufacturing	0.54%	0.66%	0.76%	0.88%	0.99%
Southwestern Bell Telephone	Utility	0.63%	0.62%	0.73%	0.75%	0.92%
Union Gas Operating Co	Natural Gas	0.58%	0.82%	0.69%	0.56%	0.46%
Tyco Plastics LP	Manufacturing	0.00%	0.62%	0.58%	0.00%	0.00%
South Texas Electric Co-op, Inc	Utility	0.52%	0.49%	0.00%	0.00%	0.00%
Covalence Specialty Materials	Manufacturing	0.50%	0.00%	0.00%	0.00%	0.00%
Schlumberger Well Services, Inc.	Well Service	0.48%	0.00%	0.00%	0.00%	0.00%
Victoria Hospital LLC	Hospital	0.00%	0.46%	0.51%	0.55%	0.56%
H S Victoria LP	Shopping Mall	0.00%	0.00%	0.52%	0.56%	0.00%
Carlisle Plastics Inc.	Manufacturing	0.00%	0.00%	0.00%	0.66%	0.70%
Victoria Retail Properties LP	Shopping Mall	0.00%	0.00%	0.00%	0.00%	0.73%
H E Butt Grocery Co.	Grocery Store	0.00%	0.00%	0.00%	0.00%	0.41%
Central Power & Light	Utility	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%
James Wayne A	Real Estate	0.00%	0.00%	0.00%	0.00%	0.00%
Victoria Regional Medical Center	Hospital	0.00%	0.00%	0.00%	0.00%	0.00%
VTK Limited	Office Building	0.00%	0.00%	0.00%	0.00%	0.00%
New York Life Insurance Co.	Shopping Mall	0.00%	0.00%	0.00%	0.00%	0.00%
Norwest Bank Texas NA	Banking	0.00%	0.00%	0.00%	0.00%	0.00%
Health Care Property Investors	Medical	0.00%	0.00%	0.00%	0.00%	0.00%
Willmington Trust Co. Trustee	Office Building	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Totals</b>		<b>15.35%</b>	<b>16.90%</b>	<b>18.04%</b>	<b>19.98%</b>	<b>22.75%</b>



Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)					
2002	2001	2000	1999	1998	
\$ -	\$ -	\$ -	\$ -	\$ -	-
49,356	41,463	-	-	-	-
51,452	54,751	59,870	69,249	63,684	-
549,543	586,771	594,325	608,979	610,079	-
43,356	49,712	53,587	56,198	57,630	-
35,797	36,476	38,959	38,088	41,205	-
18,924	66,461	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
20,023	18,534	18,534	18,528	-	-
-	-	-	-	-	-
24,865	23,015	22,722	24,910	26,137	-
26,848	-	-	-	-	-
-	-	9,754	-	-	-
17,080	18,588	59,870	57,969	51,769	-
-	20,382	22,096	20,800	-	-
-	-	10,461	-	-	-
-	-	-	18,712	-	-
-	-	-	10,117	-	-
-	-	-	-	22,500	-
-	-	-	-	14,540	-
-	-	-	-	14,367	-
-	-	-	-	10,617	-
\$ 837,244	\$ 916,153	\$ 890,178	\$ 923,550	\$ 912,528	
\$ 3,548,021	\$ 3,529,701	\$ 3,334,979	\$ 3,252,646	\$ 3,164,280	

% of Taxable Assessed Value (TAV) by Tax Year					
2002	2001	2000	1999	1998	
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.39%	1.17%	0.00%	0.00%	0.00%	0.00%
1.45%	1.55%	1.80%	2.13%	2.01%	0.00%
15.49%	16.62%	17.82%	18.72%	19.28%	0.00%
1.22%	1.41%	1.61%	1.73%	1.82%	0.00%
1.01%	1.03%	1.17%	1.17%	1.30%	0.00%
0.53%	1.88%	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%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.56%	0.53%	0.56%	0.57%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.70%	0.65%	0.68%	0.77%	0.83%	0.00%
0.76%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.29%	0.00%	0.00%	0.00%
0.48%	0.53%	1.80%	1.78%	1.64%	0.00%
0.00%	0.58%	0.66%	0.64%	0.00%	0.00%
0.00%	0.00%	0.31%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.58%	0.00%	0.00%
0.00%	0.00%	0.00%	0.31%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.71%	0.00%
0.00%	0.00%	0.00%	0.00%	0.46%	0.00%
0.00%	0.00%	0.00%	0.00%	0.45%	0.00%
0.00%	0.00%	0.00%	0.00%	0.34%	0.00%
23.60%	25.96%	26.69%	28.39%	28.84%	

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

**Statistical Supplement 8**

**Property Tax Levies and Collections**

**Last Ten Tax Years**

(unaudited)

(amounts expressed in thousands)

<b>Fiscal Year Ended August 31,</b>	<b>Levy (a)</b>	<b>Cumulative Levy Adjustments</b>	<b>Adjusted Tax Levy (b)</b>	<b>Collections - Current Levy (c)</b>	<b>Percentage</b>	<b>Prior Collections of Prior Levies (d)</b>
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
2001	4,645	(24)	4,621	4,498	97.34%	110
2000	4,532	(29)	4,503	4,379	97.25%	111
1999	4,471	-	4,471	4,324	96.71%	135

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. Adjustment information not available from 1997 to 1999. These statements are issued prospectively.

(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.

	<b>Current Collections of Prior Levies (e)</b>	<b>Total Collections (c+d+e)</b>	<b>Cumulative Collections of Adjusted Levy</b>
\$	111	\$ 6,469	99.48%
	-	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%
	2	4,610	99.76%
	2	4,492	99.76%
	2	4,461	99.78%

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

	<b>For the Year Ended August 31,</b>				
	<b>(amounts expressed in thousands)</b>				
	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
<b>General Bonded Debt</b>					
General obligation bonds	\$ 14,400	\$ 14,930	\$ 14,500	\$ 1,110	\$ 2,195
Notes	-	-	-	-	-
Less: Funds restricted for debt service	(183)	(163)	(131)	(101)	(58)
Net general bonded debt	<u>14,217</u>	<u>14,767</u>	<u>14,369</u>	<u>1,009</u>	<u>2,137</u>
<b>Other Debt</b>					
Revenue bonds	3,995	4,270	4,535	4,790	5,030
Maintenance tax notes	2,500	-	-	-	-
Notes	-	-	-	-	-
Capital lease obligations	-	-	-	-	-
Total Outstanding Debt	<u>\$ 20,712</u>	<u>\$ 19,037</u>	<u>\$ 18,904</u>	<u>\$ 5,799</u>	<u>\$ 7,167</u>
<b>General Bonded Debt Ratios</b>					
Per Capita	\$ 164.76	\$ 171.33	\$ 167.77	\$ 11.78	\$ 25.02
Per FTSE	5,335	5,337	5,283	345	735
As a percentage of Taxable Assessed Value	0.31%	0.35%	0.36%	0.03%	0.06%
<b>Total Outstanding Debt Ratios</b>					
Per Capita	\$ 240.03	\$ 220.87	\$ 220.72	\$ 67.72	\$ 83.92
Per FTSE	7,772	6,880	6,950	1,982	2,465
As a percentage of Taxable Assessed Value	0.45%	0.45%	0.48%	0.15%	0.20%

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)**

<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
\$ 3,225	\$ 4,210	\$ 5,140	\$ 6,045	\$ 6,895
-	-	-	-	-
(38)	(25)	(72)	(95)	(212)
<u>3,187</u>	<u>4,185</u>	<u>5,068</u>	<u>5,950</u>	<u>6,683</u>
5,260	5,475	5,680	5,875	6,000
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 8,447</u>	<u>\$ 9,660</u>	<u>\$ 10,748</u>	<u>\$ 11,825</u>	<u>\$ 12,683</u>
\$ 37.44	\$ 49.35	\$ 60.27	\$ 70.85	\$ 80.20
1,136	1,494	1,777	2,118	2,385
0.09%	0.12%	0.15%	0.18%	0.21%
\$ 99.24	\$ 113.92	\$ 127.82	\$ 140.80	\$ 152.21
3,010	3,448	3,769	4,210	4,526
0.24%	0.27%	0.32%	0.36%	0.40%

**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)				
	2008	2007	2006	2005	2004
Taxable Assessed Value	\$ 4,579,302	\$ 4,245,159	\$ 3,954,906	\$ 3,774,692	\$ 3,548,193
<b>General Obligation Bonds</b>					
Statutory Tax Levy Limit for Debt Service	\$ 22,897	\$ 21,226	\$ 19,775	\$ 18,873	\$ 17,741
Less: Funds Restricted for Repayment of General Obligation Bonds	(183)	(163)	(131)	(101)	(58)
Total Net General Obligation Debt	22,714	21,063	19,644	18,772	17,683
Current Year Debt Service Requirements	1,252	1,288	1,136	1,161	1,154
Excess of Statutory Limit for Debt Service Over Current Requirements	\$ 21,462	\$ 19,775	\$ 18,508	\$ 17,611	\$ 16,529
Net Current Requirements as a % of Statutory Limit	4.67%	5.30%	5.08%	5.62%	6.18%

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)

<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
\$ 3,548,021	\$ 3,529,701	\$ 3,334,979	\$ 3,252,646	\$ 3,164,280
\$ 17,740	\$ 17,649	\$ 16,675	\$ 16,263	\$ 15,821
(38)	(25)	(72)	(95)	(212)
17,702	17,624	16,603	16,168	15,609
1,153	1,141	1,155	1,138	1,152
<u>\$ 16,549</u>	<u>\$ 16,483</u>	<u>\$ 15,448</u>	<u>\$ 15,030</u>	<u>\$ 14,457</u>
6.29%	6.32%	6.49%	6.41%	5.94%

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

Revenue Bonds

<b>Pledged Revenues (\$000 omitted)</b>
---

Fiscal Year Ended August 31,	Tuition (a)	General Fee	Facility Use Fees	Registration Fees	Investment Income	Total
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
2001	130	-	598	161	265	1,154
2000	130	-	386	157	256	929
1999	-	-	-	-	-	-

(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.



<b>Debt Service Requirements (\$000 omitted)</b>
--

Principal	Interest	Total	Coverage Ratio
\$ 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
195	297	492	2.35
125	367	492	1.89
-	-	-	-

**(This page intentionally left blank.)**

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

<b>Calendar Year</b>	<b>District Population</b>	<b>District Personal Income (a) (thousands of dollars)</b>	<b>District Personal Income Per Capita</b>	<b>District Unemployment Rate</b>
2007	86,291	a	a	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%
2000	84,088	2,231,228	26,534	4.4%
1999	83,984	2,040,988	24,302	4.2%
1998	82,080	1,979,817	23,760	3.6%

**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.

**(This page intentionally left blank.)**

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

<b>Employer</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Industry / Service Type</b>
Victoria ISD	2,114	10.98%	Education
The Inteplast Group	1,700	8.83%	Plastic Products
Formosa Plastic	1,500	7.79%	Petrochemical/Plastics
Citizens Medical Center	1,400	7.27%	Hospital
DeTar Healthcare System	1,000	5.20%	Hospital
Dow - Seadrift Operations	660	3.43%	Petrochemical
Alcoa	630	3.27%	Alumina/Alumina Chemicals
Victoria County	616	3.20%	Government
Calhoun ISD	613	3.18%	Education
<b>Total</b>	<b>10,233</b>	<b>53.17%</b>	

**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&ccid=71&meid=95>

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statistical Supplement 14**  
**Faculty, Staff, and Administrators Statistics**  
**Last Ten Fiscal Years**  
(unaudited)

	<b>For the Year Ended August 31,</b>				
	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>Faculty</b>					
Full-Time	110	101	100	98	98
Part-Time	<u>72</u>	<u>73</u>	<u>58</u>	<u>79</u>	<u>60</u>
Total	<u><u>182</u></u>	<u><u>174</u></u>	<u><u>158</u></u>	<u><u>177</u></u>	<u><u>158</u></u>
<b>Percent</b>					
Full-Time	60.4%	58.0%	63.3%	55.4%	62.0%
Part-Time	39.6%	42.0%	36.7%	44.6%	38.0%
<b>Staff and Administrators</b>					
Full-Time	164	175	165	165	165
Part-Time	<u>7</u>	<u>4</u>	<u>6</u>	<u>7</u>	<u>6</u>
Total	<u><u>171</u></u>	<u><u>179</u></u>	<u><u>170</u></u>	<u><u>172</u></u>	<u><u>171</u></u>
<b>Percent</b>					
Full-Time	95.9%	97.8%	97.1%	95.9%	96.5%
Part-Time	4.1%	2.2%	3.5%	4.1%	3.5%
FTSE per Full-time Faculty	24.2	27.4	27.2	29.9	29.7
FTSE per Full-Time Staff Member	16.3	15.8	16.5	17.7	17.6
Average Annual Faculty Salary	\$49,313	\$47,473	\$45,247	\$44,349	\$43,262

**For the Year Ended August 31,**

<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
102	120	118	111	116
<u>87</u>	<u>92</u>	<u>99</u>	<u>91</u>	<u>95</u>
<u><u>189</u></u>	<u><u>212</u></u>	<u><u>217</u></u>	<u><u>202</u></u>	<u><u>211</u></u>
54.0%	56.6%	54.4%	55.0%	55.0%
46.0%	43.4%	45.6%	45.0%	45.0%
166	155	145	146	128
<u>6</u>	<u>4</u>	<u>5</u>	<u>7</u>	<u>14</u>
<u><u>172</u></u>	<u><u>159</u></u>	<u><u>150</u></u>	<u><u>153</u></u>	<u><u>142</u></u>
96.5%	97.5%	96.7%	95.4%	90.1%
3.5%	2.5%	3.3%	4.6%	9.9%
27.6	23.3	24.2	25.3	24.2
17.0	18.0	19.7	19.2	21.9
\$42,511	\$41,656	\$42,511	\$41,656	\$40,274

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**

**VICTORIA, TEXAS**

**Statistical Supplement 15**

**Enrollment Details**

**Last Five Fiscal Years**

(unaudited)

<b>Student Classification</b>	<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
00-30 hours	2,380	59.69%	2,366	59.34%	2,375	59.66%
31-60 hours	1,019	25.56%	1,091	27.36%	1,093	27.46%
> 60 hours	588	14.75%	579	14.52%	513	12.89%
<b>Total</b>	<b>3,987</b>	<b>100.00%</b>	<b>4,036</b>	<b>101.23%</b>	<b>3,981</b>	<b>100.00%</b>

<b>Semester Hour Load</b>	<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Less than 3	37	0.93%	39	0.98%	25	0.63%
3-5 semester hours	979	24.55%	933	23.40%	853	21.43%
6-8 Semester hours	922	23.13%	963	24.15%	917	23.03%
9-11 semester hours	737	18.49%	662	16.60%	664	16.68%
12-14 semester hours	1,029	25.81%	1,142	28.64%	1,230	30.90%
15-17 semester hours	161	4.04%	171	4.29%	146	3.67%
18 & over	122	3.06%	126	3.16%	146	3.67%
<b>Total</b>	<b>3,987</b>	<b>100.00%</b>	<b>4,036</b>	<b>101.23%</b>	<b>3,981</b>	<b>100.00%</b>

Average course load	8.51	8.69	8.89
---------------------	------	------	------

<b>Tuition Status</b>	<b>Fall 2007</b>		<b>Fall 2006</b>		<b>Fall 2005</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Texas Resident (in-District)	2,105	52.80%	2,146	53.82%	2,166	54.41%
Texas Resident (out-of-District)	1,844	46.25%	1,865	46.78%	1,781	44.74%
Non-Resident Tuition	38	0.95%	25	0.63%	34	0.85%
<b>Total</b>	<b>3,987</b>	<b>100.00%</b>	<b>4,036</b>	<b>101.23%</b>	<b>3,981</b>	<b>100.00%</b>



Fall 2004		Fall 2003	
Number	Percent	Number	Percent
2,415	59.84%	2,535	59.76%
1,058	26.21%	1,098	25.88%
563	13.95%	609	14.36%
4,036	100.00%	4,036	100.00%

Fall 2004		Fall 2003	
Number	Percent	Number	Percent
31	0.77%	30	0.71%
804	19.92%	995	23.46%
938	23.24%	964	22.73%
679	16.82%	722	17.02%
1,233	30.55%	1,196	28.19%
172	4.26%	177	4.17%
179	4.44%	158	3.72%
4,036	100.00%	4,242	100.00%

9.05

8.70

Fall 2004		Fall 2003	
Number	Percent	Number	Percent
2,275	56.37%	2,339	55.14%
1,728	42.81%	1,868	44.04%
33	0.82%	35	0.83%
4,036	100.00%	4,242	100.00%

VICTORIA COUNTY JUNIOR COLLEGE DISTRICT  
VICTORIA, TEXAS  
Statistical Supplement 16  
Student Profile  
Last Five Fiscal Years  
(unaudited)

Gender	Fall 2007		Fall 2006		Fall 2005	
	Number	Percent	Number	Percent	Number	Percent
Female	2,653	66.54%	2,712	68.02%	2,623	65.89%
Male	1,334	33.46%	1,324	33.21%	1,358	34.11%
Total	3,987	100.00%	4,036	101.23%	3,981	100.00%

Ethnic Origin	Fall 2007		Fall 2006		Fall 2005	
	Number	Percent	Number	Percent	Number	Percent
White	2,384	59.79%	2,432	61.00%	2,433	61.12%
Hispanic	1,335	33.48%	1,307	32.78%	1,285	32.28%
African American	180	4.51%	209	5.24%	186	4.67%
Asian	59	1.48%	59	1.48%	52	1.31%
Foreign	19	0.48%	16	0.40%	12	0.30%
Native American	10	0.25%	13	0.33%	13	0.33%
Total	3,987	100.00%	4,036	101.23%	3,981	100.00%

Age	Fall 2007		Fall 2006		Fall 2005	
	Number	Percent	Number	Percent	Number	Percent
Under 18	481	12.06%	486	12.19%	447	11.23%
18 -21	1,648	41.33%	1,588	39.83%	1,575	39.56%
22 - 24	534	13.39%	569	14.27%	608	15.27%
25 - 35	801	20.09%	831	20.84%	797	20.02%
36 - 50	432	10.84%	454	11.39%	460	11.55%
51 & over	91	2.28%	108	2.71%	94	2.36%
Total	3,987	100.00%	4,036	101.23%	3,981	100.00%

Average Age	24.39	24.70	24.70
-------------	-------	-------	-------

Fall 2004		Fall 2003	
Number	Percent	Number	Percent
2,652	65.71%	2,749	64.77%
1,384	34.29%	1,495	35.23%
4,036	100.00%	4,244	100.00%

Fall 2004		Fall 2003	
Number	Percent	Number	Percent
2,495	61.82%	2,679	63.12%
1,292	32.01%	1,296	30.54%
178	4.41%	183	4.31%
47	1.16%	58	1.37%
10	0.25%	14	0.33%
14	0.35%	14	0.33%
4,036	100.00%	4,244	100.00%

Fall 2004		Fall 2003	
Number	Percent	Number	Percent
384	9.51%	500	11.78%
1,647	40.81%	1,717	40.46%
601	14.89%	597	14.07%
797	19.75%	790	18.61%
495	12.26%	529	12.46%
112	2.78%	111	2.62%
4,036	100.00%	4,244	100.00%

25.09

24.86

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statistical Supplement 17**  
**Transfers to Senior Institutions**  
**2006 Fall Students as of Fall 2007**  
**(Includes only public senior colleges in Texas)**

	<b>Transfer Student Count Academic</b>	<b>Transfer Student Count Technical</b>	<b>Transfer Student Count Tech- Prep</b>	<b>Total of All Sample Transfer Students</b>	<b>%of All Sample Transfer Students</b>
1 University of Houston - Victoria	223	5	15	243	34.76%
2 Texas A&M University - College Station	105	1		106	15.16%
3 Texas State University	94		1	95	13.59%
4 University of Texas - Austin	53	1		54	7.73%
5 University of Texas - San Antonio	42	1	1	44	6.29%
6 Texas A&M University - Corpus Christi	39	2	1	42	6.01%
7 Texas A&M University - Kingsville	25			25	3.58%
8 Sam Houston State University	14		1	15	2.15%
9 Texas Tech University	12			12	1.72%
10 University of Houston	10			10	1.43%
11 University of North Texas	7			7	1.00%
12 Angelo State University	5			5	0.72%
13 Tarleton State University	3	1		4	0.57%
14 Texas Women's University	3			3	0.43%
15 University of Texas - Permian Basin	3			3	0.43%
16 Lamar University	2			2	0.29%
17 Prairie View A&M University	2			2	0.29%
18 Stephen F. Austin State University	2			2	0.29%
19 Texas A&M University - Commerce	2			2	0.29%
20 Texas A&M University - Galveston	2			2	0.29%
21 Texas A&M University Health Science Center	2			2	0.29%
22 Texas Tech University Health Science Center	2			2	0.29%
23 University of Houston - Clear Lake	2			2	0.29%
24 University of Houston - Downtown	2			2	0.29%
25 University of Texas - Arlington	2			2	0.29%
26 University of Texas - Tyler	2			2	0.29%
27 University of Texas - Brownsville	1			1	0.14%
28 University of Texas - Dallas	1			1	0.14%
29 University of Texas - Pan American	1			1	0.14%
30 University of Texas Health Science Center - Houston	1			1	0.14%
31 University of Texas Medial Branch Galveston	1			1	0.14%
32 West Texas A&M University	0	1		1	0.14%
33 Midwestern State Univeristy	0		1	1	0.14%
34 Texas A&M International University	0		1	1	0.14%
35 Texas Southern University	0		1	1	0.14%
<b>Total</b>	<b>665</b>	<b>12</b>	<b>22</b>	<b>699</b>	<b>100.00%</b>

**(This page intentionally left blank.)**

**VICTORIA COUNTY JUNIOR COLLEGE DISTRICT**  
**VICTORIA, TEXAS**  
**Statistical Supplement 18**  
**Schedule of Capital Asset Information**  
**Fiscal Years 2004 through 2008**

	<b>For the Year Ended August 31,</b>				
	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Academic buildings	9	9	9	9	9
Square footage	245,030	245,030	245,030	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	289,953	287,001
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	32,332	32,332	32,332	32,332	32,332
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

**(Last page.)**