



**WHARTON COUNTY JUNIOR
COLLEGE DISTRICT**

**ANNUAL
FINANCIAL REPORT**

For the Fiscal Year Ended

August 31, 2013

WHARTON COUNTY JUNIOR COLLEGE DISTRICT

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WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Organizational Data
Year Ended August 31, 2013

Board of Trustees

Officers

Mr. P.D. (Danny) Gertson, III, Chair
Mr. Phyllip W. Stephenson, Vice Chair
Mr. Jack C. Moses, Secretary

		Term Expires
<u>Members</u>		<u>May</u>
Mrs. Merle Hudgins	Hungerford, Texas	2018
Mr. Monty Merecka	Boling, Texas	2018
Mr. P.D. (Danny) Gertson, III	East Bernard, Texas	2018
Mrs. Georgia Kincer	Wharton, Texas	2014
Mr. Oliver Kunkel	Needville, Texas	2014
Mr. Jack C. Moses	Wharton, Texas	2016
Mr. Lloyd Nelson	Louise, Texas	2016
Ms. Amy Rod	El Campo, Texas	2014
Mr. Gary P. Trochta	El Campo, Texas	2016

Principal Administrative Officers

Ms. Betty McCrohan, President

Ms. Leigh Ann Collins, Vice President of Instruction

Mr. Bryce Kocian, Vice President of Administrative Services

Ms. Pamela J. Youngblood, Vice President of Technology and Institutional Research

Mr. David Leenhouts, Vice President of Student Services

Mr. Gus Wessels, Jr., CPA, Dean of Financial and Business Services



LOTT, VERNON & COMPANY, P.C.

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Certified Public Accountants

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Board of Trustees
Wharton County Junior College District
Wharton, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of Wharton County Junior College District, (the College) as of and for the years ended August 31, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of

INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION (CONTINUED)

significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Wharton County Junior College District as of August 31, 2013 and 2012, and the respective changes in financial position, and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The supplemental schedules (schedules A through D) and statistical supplements, as described in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. Supplemental schedules A through D have been subjected to the auditing procedures applied in our audits of the financial statements and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards (schedule E) and schedule of expenditures of state awards (schedule F) are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State of Texas Single Audit Circular, and are also not a required part of the financial statements. The supplemental

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL
STATEMENTS AND SUPPLEMENTAL INFORMATION (CONTINUED)**

schedules, the schedule of expenditures of federal awards and the schedule of expenditures of state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The statistical supplements (marked "unaudited") have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2013, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Jott, Vernon & Co., P.C.

Temple, Texas
October 25, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

Accounting Standards

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. Wharton County Junior College District (the College) adopted these new standards in fiscal year 2002.

The following analysis provides an overview of the College's financial activities. Both 2013 and 2012 are presented in the audited financial statements. Since management's discussion and analysis is designed to focus on current activities, resulting change and currently known facts, please read in conjunction with the College's basic financial statements and additional information.

The annual report consists of three basic financial statements that provide information on the College as a whole: the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and the Statement of Cash Flows. Each of these statements will be discussed.

Financial and Enrollment Highlights

There were a number of items that had a positive financial impact in the 2013 fiscal year:

- Enrollment for credit students increased by 5.8% for fall 2012 when comparing unduplicated head count with the previous fall term.
- During fiscal 2013 the following grants were received, the U.S. Department of Education awarded \$775,000 for a Title V grant for Hispanic-Serving Institutions Programs with emphasis on developing a virtual campus. The U.S. Department of Education also awarded \$875,000 for Hispanic-Serving Institutions and Articulation Programs. This grant is designated for developing science, technology, engineering, and math programs for all students. The Nuclear Regulatory Commission granted \$120,000 for Nuclear Program scholarships. We received \$100,000 for Achieving the Dream for high school student transition. We received \$200,000 from Gulf Coast Pass for high school Transitioning Program Management. The Johnson Foundation also funded scholarships in the Allied Health Division totaling \$200,000 and gifted to the endowment in the amount of \$300,000. The Gulf Coast Medical Foundation granted \$162,000 for instructional equipment for the Allied Health Department.
- The property valuation in the taxing district increased \$155,976,589 primarily due to an increase in real property values and oil and gas.
- General revenue appropriations increased by \$214,849 compared to fiscal 2012 representing an increase of 2%. State appropriations accounted for 23% of the total operational budget of the College.
- Dual credit enrollment for Fall 2012 increased 17.08% over Fall 2011.

Statement of Net Position

The Statement of Net Position includes all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector institutions. Net position, the difference between assets, deferred outflows of resources, and liabilities, and deferred inflows of resources are one way to measure the financial health of the College.

Current Assets:	FY 2013	FY 2012	FY 2011
Cash and cash equivalents	\$ 12,905,572	\$ 13,977,627	\$ 15,816,538
Short-term investments	-	1,033,457	-
Accounts receivable, net	47,882	52,258	146,239
Property taxes receivable	410,465	360,961	390,765
Tuition and fees receivable	4,727,812	4,373,266	4,332,737
Federal and state receivables	420,906	723,568	918,717
Other assets	32,538	32,538	-
Total Current Assets	18,545,175	20,553,675	21,604,996
Non-Current Assets:			
Restricted cash and cash equivalents	1,360,690	961,055	832,503
Restricted endowment cash and cash equivalents	825,416	763,619	1,760,558
Restricted agency funds cash and cash equivalents	151,403	135,982	118,868
Endowment non-current investments	7,325,305	6,358,808	5,195,122
Other non-current investments	13,846,353	12,077,227	8,082,803
Investments in real estate	111,000	455,000	455,000
Capital assets, net	25,691,528	24,539,511	24,426,986
Total Non-Current Assets	49,311,695	45,291,202	40,871,840
Total Assets	67,856,870	65,844,877	62,476,836
Deferred Outflows of Resources			
None	-	-	-
Total Deferred Outflows of Resources	-	-	-
Current Liabilities:			
Accounts payable	1,586,426	2,064,728	1,594,461
Accrued liabilities	-	-	-
Funds held for others - agency	151,403	135,982	118,868
Deferred revenues	10,414,041	9,759,359	9,167,842
Bonds payable - current portion	660,000	635,000	625,000
Total Current Liabilities	12,811,870	12,595,069	11,506,171
Non-Current Liabilities:			
Bonds payable	3,170,000	3,830,000	4,465,000
Total Non-Current Liabilities	3,170,000	3,830,000	4,465,000
Total Liabilities	15,981,870	16,425,069	15,971,171

Deferred Inflows of Resources			
Unamortized Premium on Bonds	105,838	116,122	127,006
Total Deferred Inflows of Resources	105,838	116,122	127,006
Net Position:			
Invested in capital assets, net of related debt	21,755,664	19,958,089	19,209,980
Restricted for:			
Nonexpendable - endowments	8,261,766	7,580,822	7,416,805
Expendable:			
Federal and State grants	593,653	578,031	397,282
Debt service	476,131	472,483	514,890
Student aid	536,035	354,595	290,691
Unrestricted - undesignated	20,145,913	20,359,366	18,549,011
Total Net Position	51,769,162	49,303,386	46,378,659

The short-term investments are funds invested at financial institutions with notes of one year or less.

The receivable figures consist primarily of final grant billings, Federal financial aid reimbursements, student loans, and returned checks.

The agency funds consist of money on deposit from various student association organizations.

The deferred revenues primarily represent tuition and fee income for the next academic year paid to the College during the 2013 fiscal year.

During 2005 the college changed its policy regarding compensated absences. Employees must take the vacation leave during the fiscal year it is earned or it is forfeited. Therefore, no compensated absences are accrued at year-end.

Statement of Revenues, Expenses and Changes in Net Position

The Statement of Revenues, Expenses and Changes in Net Position present the operating results of the College, as well as the non-operating revenues and expenses. The College's revenues are of two types: those from operations and those from all other sources. Operating revenues are primarily those that result directly from the conduct of instruction, the operation of college auxiliary services (e.g., the bookstore, food service, etc.), and Federal, State of Texas, and local grants. State appropriations were the most significant non-operating revenue, representing 23% total revenue. Property taxes, while budgeted for operations, are considered non-operating revenues according to accounting principles generally accepted in the United States of America and represented 11% of total revenues.

Operating Revenues:	FY 2013		FY 2012		FY 2011	
Student tuition and fees, net of discounts of \$2,937,160, \$3,138,416 and \$3,002,822	\$ 18,007,715	38%	\$ 16,572,420	36%	\$ 14,973,643	33%
Federal, state, and local grants and contracts	3,503,665	7%	2,489,507	5%	3,654,038	8%
Auxiliary enterprises, net of discounts of \$144,996, \$123,443 and \$44,667	883,391	2%	806,650	2%	805,880	2%
Other operating revenues	374,290	1%	973,267	2%	400,869	1%
Total operating revenues	22,769,061	48%	20,841,844	46%	19,834,430	45%
Non-operating revenues:						
State appropriations	10,745,011	23%	10,530,162	23%	10,695,762	24%
Property taxes	5,227,590	11%	5,169,609	11%	5,171,594	11%
Federal Revenue, Non-Operating	8,129,953	17%	8,621,599	19%	8,436,572	19%
Investment Income	352,766	1%	368,923	1%	492,549	1%
Other non-operating revenue	485,011	1%	257,280	1%	362,559	1%
Total non-operating revenue	24,940,331	52%	24,947,573	54%	25,159,036	55%
Total revenues	\$ 47,709,392	100%	\$ 45,789,417	100%	\$ 44,993,466	100%

Expenses

Most of the College's expenses are classified as operating expenses. This includes depreciation of the College's physical plant and equipment, those expenses that result from instructional activities, and all college-incurred expenses associated with auxiliary enterprises. Expenses for instruction and institutional support continue to be the most significant operating expenses.

Operating Expenses:	FY 2013		FY 2012		FY 2011	
Instruction	\$ 16,763,453	37.05%	\$ 15,399,197	35.93%	\$ 15,898,628	37.65%
Public services and academic support	6,191,516	13.68%	5,688,617	13.27%	4,740,632	11.23%
Student services	2,740,223	6.06%	2,406,908	5.62%	2,379,287	5.63%
Institutional support	6,743,552	14.90%	6,312,129	14.73%	6,140,521	14.54%
Operations and maintenance of plant	4,904,723	10.84%	4,834,059	11.28%	4,822,789	11.42%
Scholarships and fellowships	5,845,448	12.92%	6,200,701	14.47%	6,105,303	14.46%
Auxiliary enterprises	733,717	1.62%	705,242	1.65%	631,576	1.50%
Depreciation	1,210,204	2.67%	1,195,360	2.79%	1,101,811	2.61%
Total operating expenses	45,132,836	99.76%	42,742,213	99.71%	41,820,547	99.04%
Non-Operating Expenses:						
Interest	106,871	0.23%	119,438	0.28%	152,064	0.36%
Other Non-Operating Expenses	3,908	0.01%	3,039	0.01%	252,254	0.60%
Total Non-Operating Expenses	110,779	0.24%	122,477	0.29%	404,318	0.96%
Total Expenses	\$ 45,243,615	100.00%	\$ 42,864,690	100.00%	\$ 42,224,865	100.00%

Change in Net Position

When College expenses are subtracted from revenues from all sources, the difference is either negative, indicating a loss of net position, or positive, indicating an increase in net position. This year the College realized an increase in net position as revenues exceeded the expenses incurred in production of that revenue.

	<u>FY 2013</u>	<u>FY 2012</u>	<u>FY 2011</u>
Operating revenues	\$ 22,769,061	\$ 20,841,844	\$ 19,834,430
Non-operating revenues	<u>24,940,331</u>	<u>24,947,573</u>	<u>25,159,036</u>
Total revenues	47,709,392	45,789,417	44,993,466
Operating expenses	45,132,836	42,742,213	41,820,547
Non-operating expenses	<u>110,779</u>	<u>122,477</u>	<u>404,318</u>
Total expenses	<u>45,243,615</u>	<u>42,864,690</u>	<u>42,224,865</u>
Increase to net position	<u>\$ 2,465,776</u>	<u>\$ 2,924,727</u>	<u>\$ 2,768,601</u>

Statement of Cash Flows

The Statement of Cash Flows provides information about cash receipts and cash payments during the year. The statement also helps users assess the College's ability to generate net cash flows, its ability to meet its obligations as they come due, and its need for external financing.

	<u>FY 2013</u>	<u>FY 2012</u>	<u>FY 2011</u>
Cash provided by (used in):			
Operating activities	\$ (18,942,580)	\$(17,449,194)	\$(17,998,230)
Capital and related financing activities	(3,102,939)	(2,080,766)	(3,499,693)
Non-capital and related financing activities	21,986,763	22,649,695	21,961,906
Investing activities	<u>(536,446)</u>	<u>(5,809,919)</u>	<u>4,538,381</u>
Net increase (decrease) in cash	(595,202)	(2,690,184)	5,002,364
Cash - beginning of year	<u>15,838,283</u>	<u>18,528,467</u>	<u>13,526,103</u>
Cash - end of year	<u>\$ 15,243,081</u>	<u>\$ 15,838,283</u>	<u>\$ 18,528,467</u>

The primary cash receipts from operating activities consist of, student tuitions and fees, and grants. Cash outlay for operating activities includes payments of wages, benefits, supplies, utilities, and scholarships. Property tax and state appropriations are the primary source of non-capital financing.

Capital Asset and Debt Administration

The College had total capital asset additions of \$ 2,471,827 for fiscal year 2013.

Future Financial Considerations

The College has experienced a steady increase in enrollments over the past ten years. The growth has been, and will continue to be, from Fort Bend County. The funding formula used by the Texas Higher Education Coordinating Board to allocate state appropriated funds is based on the total amount appropriated to all community colleges multiplied by the community college's percentage of the state's total student contact hours. Twenty three percent (23%) of all College revenues are from state appropriated funds based on instructional activities. The State of Texas funding is based on legislatively established funding levels. The future level of state funding is dependent on enrollment and legislative actions.

Requests for Information

This financial report is designed to provide a general overview of Wharton County Junior College District's financial activities. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Dean of Financial and Business Services, 911 Boling Highway, Wharton, Texas 77488.

FINANCIAL STATEMENTS

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Net Position
August 31, 2013 and August 31, 2012

	F/Y 2013	F/Y 2012
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 12,905,572	\$ 13,977,627
Short-term investments	-	1,033,457
Accounts receivable, net	5,607,065	5,510,053
Prepaid Expenses	32,538	32,538
Total Current Assets	18,545,175	20,553,675
Noncurrent assets:		
Restricted cash and cash equivalents	1,360,690	961,055
Restricted endowment cash and cash equivalents	825,416	763,619
Restricted agency funds cash and cash equivalents	151,403	135,982
Endowment non-current investments	7,325,305	6,358,808
Other non-current investments	13,846,353	12,077,227
Investments in real estate	111,000	455,000
Capital assets, net (note 7)	25,691,528	24,539,511
Total Noncurrent Assets	49,311,695	45,291,202
Total Assets	67,856,870	65,844,877
Deferred Outflows of Resources		
None	-	-
Total Deferred Outflows of Resources	-	-
LIABILITIES		
Current liabilities:		
Accounts payable	1,586,426	2,064,728
Funds held for others - agency	151,403	135,982
Deferred revenues	10,414,041	9,759,359
Bonds payable-current portion	660,000	635,000
Total Current Liabilities	12,811,870	12,595,069
Noncurrent Liabilities:		
Bonds Payable-noncurrent portion	3,170,000	3,830,000
Total Noncurrent Liabilities	3,170,000	3,830,000
Total Liabilities	15,981,870	16,425,069
Deferred Inflows of Resources:		
Unamortized Premium on Bonds	105,838	116,422
Total Deferred Inflows of Resources	105,838	116,422
NET POSITION		
Invested in capital assets, net of related debt	21,755,664	19,958,089
Restricted for:		
Nonexpendable		
Endowments	8,261,766	7,580,822
Expendable:		
Federal and State grants	593,653	578,031
Debt service	476,131	472,483
Student aid	536,035	354,595
Unrestricted	20,145,913	20,359,366
Total Net Position (Schedule D)	\$ 51,769,162	\$ 49,303,386

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2013 and August 31, 2012

Operating Revenues	F/Y 2013	F/Y 2012
Tuition and Fees (net of discounts of \$2,937,160 and \$3,138,416)	\$ 18,007,715	\$ 16,572,420
Federal Grants and Contracts	2,749,227	2,489,507
State Grants and Contracts	395,709	328,386
Non-Government Grants and Contracts	358,729	285,554
Sales and Services of Educational Activities	30,529	36,068
Auxiliary Enterprises (net of discounts of \$144,996 and \$123,443)	883,391	806,650
General Operating Revenues	343,761	323,259
Total Operating Revenues (Schedule A)	<u>22,769,061</u>	<u>20,841,844</u>
Operating Expenses		
Instruction	16,763,453	15,399,197
Public Service	1,878,312	1,711,445
Academic Support	4,313,204	3,977,172
Student Services	2,740,223	2,406,908
Institutional Support	6,743,552	6,312,129
Operation and Maintenance of plant	4,904,723	4,834,059
Scholarships and Fellowships	5,845,448	6,200,701
Auxiliary Enterprises	733,717	705,242
Depreciation	1,210,204	1,195,360
Total Operating Expenses (Schedule B)	<u>45,132,836</u>	<u>42,742,213</u>
Operating Loss	(22,363,775)	(21,900,369)
Non-Operating Revenues (Expenses)		
State Appropriations	10,745,011	10,530,162
Maintenance Ad Valorem Taxes	5,227,590	5,169,609
Federal Revenue, Non Operating	8,129,953	8,621,599
Gifts and Donations	322,140	187,634
Investment Income	352,766	368,923
Other Non-operating Revenues	162,871	69,646
Other Non-operating Expenses	(3,908)	(3,039)
Interest Expense	(106,871)	(119,438)
Net Non-Operating Revenues (Schedule C)	<u>24,829,552</u>	<u>24,825,096</u>
Increase (Decrease) in Net Position	2,465,776	2,924,727
Net Position		
Net Position, Beginning of Year	49,303,386	46,378,659
Net Position, End of Year	<u><u>\$ 51,769,162</u></u>	<u><u>\$ 49,303,386</u></u>

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Statement of Cash Flows
Years Ended August 31, 2013 and August 31, 2012

	<u>FY2013</u>	<u>FY2012</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from students and other customers	\$ 19,008,214	\$ 17,933,013
Payments of grants and contracts	4,206,507	3,753,341
Payments to or on behalf of employees	(25,449,018)	(23,003,684)
Payments to suppliers for goods and services	(11,044,275)	(9,995,066)
Payments for scholarships and fellowships	(5,664,008)	(6,136,797)
	<u>(18,942,580)</u>	<u>(17,449,194)</u>
Net cash used by operating activities		
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Receipts from state appropriations	8,669,796	8,593,299
Receipts from ad valorem taxes	5,178,086	5,199,413
Receipts from Federal Revenue	8,129,953	8,621,599
Gifts and grants for other than capital purposes	322,140	187,634
Other Receipts/Disbursements	(313,212)	47,750
	<u>21,986,763</u>	<u>22,649,695</u>
Net cash provided by noncapital financing activities		
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:		
Purchases of capital assets	(2,449,938)	(1,318,527)
Proceeds from the sale of capital assets	107,607	-
Payments on capital debt-principal	(645,584)	(635,584)
Payment on capital debt- interest	(111,116)	(123,616)
Payment on capital property tax	(3,908)	(3,039)
	<u>(3,102,939)</u>	<u>(2,080,766)</u>
Net cash used by capital and related financing activities		
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales and maturities of investments	16,332,979	16,238,583
Purchases of investments	(17,237,125)	(22,430,147)
Interest on Investments	367,700	381,645
	<u>(536,446)</u>	<u>(5,809,919)</u>
Net cash used by investing activities		
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(595,202)	(2,690,184)
CASH AND CASH EQUIVALENTS-September 1	<u>15,838,283</u>	<u>18,528,467</u>
CASH AND CASH EQUIVALENTS-August 31	<u>\$ 15,243,081</u>	<u>\$ 15,838,283</u>
RECONCILIATION OF NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating loss	\$ (22,363,775)	\$ (21,900,369)
Adjustments to reconcile net loss to net cash provided (used) by operating activities:		
Depreciation expense	1,210,204	1,195,360
Payments made directly by state for benefits	2,075,215	1,936,863
Changes in assets and liabilities:		
Accounts receivable, net:		
Student a/r	(361,888)	(25,280)
Other a/r	(3,216)	66,010
Grants a/r	302,662	195,149
Accounts payable:		
Vendors	(491,324)	410,539
Scholarships	181,440	63,904
Funds held for others agency	15,421	17,114
Deferred revenues:		
Deferred tuition	436,262	460,030
Deferred grant revenue	56,419	131,486
	<u>\$ (18,942,580)</u>	<u>\$ (17,449,194)</u>
Net cash used by operating activities		

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

1. Reporting Entity

Wharton County Junior College District (the College) was established in 1946, in accordance with the laws of the State of Texas, to serve the educational needs of Wharton and the surrounding communities. The College is considered to be a special purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. While the College receives funding from local, state, and federal sources, and must comply with the spending, reporting, and record keeping requirements of these entities, it is not a component unit of any other governmental entity.

2. Summary of Significant Accounting Policies

Reporting guidelines

The significant accounting policies followed by the College in preparing these financial statements are in accordance with the *Texas Higher Education Coordinating Board's Annual Financial Reporting Requirements for Texas Public Community and Junior Colleges*. The College applies all applicable GASB pronouncements and all applicable Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, unless they conflict or contradict GASB pronouncements. The College has elected not to apply FASB guidance issued subsequent to November 30, 1989, unless specifically adopted by the GASB. The College is reported as a special-purpose government engaged in business-type activities.

The College adopted two new GASB statements for the fiscal year under audit. GASB 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which was effective for financial statement periods beginning after December 15, 2011, established reporting standards for deferred outflows and inflows and changed the presentation and titles of the financial statements accordingly.

The College chose to early adopt GASB 65, *Items Previously Reported as Assets and Liabilities*, which is effective for financial statement periods beginning after December 15, 2012. This statement established accounting and financial reporting standards that reclassify certain items that were previously reported as assets and liabilities as deferred outflows and deferred inflows.

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 §56.0333). When the award is used by the student for tuition and fees, the amount is recorded as tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

Title IV, Higher Education Act Programs Funds

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

Other Tuition Discounts

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Basis of accounting

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

Budgetary data

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

Cash and cash equivalents

The College's cash and cash equivalents are considered to be cash on hand, demand deposits, and 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 value of United States Treasury securities and United States agencies are based on quoted market value. 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 \$6,291,242 and \$5,104,370 at August 31, 2013 and August 31, 2012, respectively to be cash equivalents. Long-term investments have an original maturity of greater than one year at the time of purchase.

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 of \$100,000 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.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings, 20 years for land improvements, 15 years for library books, 10 years for furniture, machinery, vehicles and other equipment and 5 years for telecommunications and peripheral equipment.

Deferred revenues

Tuition and fees of \$9,626,102 and \$9,200,574, deferred federal state and local grants of \$472,998 and \$416,579, and deferred other \$314,941 and \$142,206 have been reported as deferred revenues at August 31, 2013 and 2012 respectively.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Estimates

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

Operating and non-operating revenue and expense policy

The College distinguishes operating revenues and expenses from non-operating items. The College reports as a BTA and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the College'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. The operation of the bookstore and college food service is not performed by the College.

3. Authorized Investments

The Board of Trustees of the College has adopted a written investment policy regarding the investments of its funds as defined in the Public Funds Investment Act (Chapter 2256.001 Texas Government Code). The investments of the College are in compliance with the Board of Trustees' investment policy and the Public Funds Investment Act. The College is authorized to invest in obligations and instruments as follows: (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) repurchase agreements and revenue repurchase agreements as defined by the Public Funds Investment Act, (5) certificates of deposits and (6) other instruments and obligations authorized by statute.

4. Deposits and Investments

Cash and Deposits included on Exhibit 1, Statement of Net Position, consist of the items reported below:

Cash and Deposits		
	<u>2013</u>	<u>2012</u>
Bank Deposits		
Demand Deposits	<u>\$8,946,048</u>	<u>\$10,728,122</u>
	<u>\$8,946,048</u>	<u>\$10,728,122</u>
Cash and Cash Equivalents		
Petty Cash on Hand	\$5,791	\$5,791
Investment pool-TexPool	<u>6,291,242</u>	<u>5,104,370</u>
	<u>6,297,033</u>	<u>5,110,161</u>
 Total Cash and Deposits	 <u>\$15,243,081</u>	 <u>\$15,838,283</u>

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Reconciliation of Deposits and Investments to Exhibit 1

Type of Security	Market Value August 31, 2013	Market Value August 31, 2012
U. S. Government Securities	\$20,929,946	\$18,191,645
Certificates of Deposits	-	1,033,457
Stocks	241,712	244,389
Real Estate Investments	111,000	455,000
Totals	<u>\$21,282,658</u>	<u>\$19,924,491</u>
Total Cash and Deposits	<u>15,243,081</u>	<u>15,838,283</u>
Total Investments	<u>21,282,658</u>	<u>19,924,491</u>
Total Deposits and Investments	<u>\$36,525,739</u>	<u>\$35,762,774</u>
Cash and Short-term Investments (Exhibit 1)	15,243,081	15,838,283
Investments (Exhibit 1)	<u>21,282,658</u>	<u>19,924,491</u>
Total Deposits and Investments	<u>\$36,525,739</u>	<u>\$35,762,774</u>

As of August 31, 2013, the District had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 2	2 to 3	More than 3
U. S. Government Securities	\$ 20,929,946	\$ -	\$ 999,056	\$7,011,609	\$ 12,919,281
Certificates of Deposit	-	-	-	-	-
Total Fair Value	<u>\$ 20,929,946</u>	<u>\$ -</u>	<u>\$ 999,056</u>	<u>\$7,011,609</u>	<u>\$ 12,919,281</u>

Interest Rate Risk-In accordance with state law and college policy, the college does not purchase any investments with maturities greater than 5 years.

Credit Risk- In accordance with state law and the college's investment policy, investments in mutual funds, and investment pools must be rated at least AAA, commercial paper must be rated at least A-1 or P-1, and investments in obligations from other states, municipalities, counties, etc. must be rated at least A as well. The college is required to disclose credit ratings for its investments in either narrative or table form.

Concentration of Credit Risk- The college does not place a limit on the amount the college may invest in any one issuer. More than 5% of the college's investments are in FNMA (23.58%), FHLMC (28.19%), FHLB (14.21%) and FFEB (29.23%).

5. Derivatives

The College did not invest in any derivative investment products or repurchase agreements during the year ended August 31, 2013.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

6. Capital Assets (with Implementation of Library Book Depreciation)

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

	Balance September 1, 2012	Increases	Decreases	Balance August 31, 2013
<u>Not Depreciated:</u>				
Land	\$ 2,587,028	\$ -	\$ (85,319)	\$ 2,501,709
Subtotal	2,587,028	-	(85,319)	2,501,709
<u>Buildings and Other Capital Assets:</u>				
Buildings and Building Improvements	27,896,974	1,886,057	-	29,783,031
Other Real Estate Improvements	1,153,039	-	-	1,153,039
Infrastructure	361,136	-	-	361,136
Total Buildings and Other Real Estate Improvements	29,411,149	1,886,057	-	31,297,206
Library books	3,673,810	12,747	(256,005)	3,430,552
Furniture, Machinery, and Equipment	8,622,449	573,023	(47,457)	9,148,015
Total Buildings and Other Capital Assets	41,707,408	2,471,827	(303,462)	43,875,773
<u>Accumulated Depreciation:</u>				
Buildings and Building Improvements	9,658,858	549,305	-	10,208,163
Other Real Estate Improvements	887,752	7,449	-	895,201
Infrastructure	325,023	-	-	325,023
Total Buildings and Other Real Estate Improvements	10,871,633	556,754	-	11,428,387
Library books	3,418,264	66,306	(256,005)	3,228,565
Furniture, Machinery, and Equipment	5,465,028	587,144	(23,170)	6,029,002
Total Accumulated Depreciation	19,754,925	1,210,204	(279,175)	20,685,954
Net Capital Assets	<u>\$ 24,539,511</u>	<u>\$ 1,261,623</u>	<u>\$ (109,606)</u>	<u>\$ 25,691,528</u>

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Capital assets activity for the year ended August 31, 2012 was as follows:

	Balance September 1, 2011	Increases	Decreases	Balance August 31, 2012
<u>Not Depreciated:</u>				
Land	\$ 2,587,028	\$ -	\$ -	\$ 2,587,028
Subtotal	2,587,028	-	-	2,587,028
<u>Buildings and Other Capital Assets:</u>				
Buildings and Building Improvements	27,381,382	515,592	-	27,896,974
Other Real Estate Improvements	1,153,039	-	-	1,153,039
Infrastructure	361,136	-	-	361,136
Total Buildings and Other Real Estate Improvements	28,895,557	515,592	-	29,411,149
Library books	3,679,070	10,300	(15,560)	3,673,810
Furniture, Machinery, and Equipment	8,154,790	899,939	(432,280)	8,622,449
Total Buildings and Other Capital Assets	40,729,417	1,425,831	(447,840)	41,707,408
<u>Accumulated Depreciation:</u>				
Buildings and Building Improvements	9,131,910	526,948	-	9,658,858
Other Real Estate Improvements	880,302	7,450	-	887,752
Infrastructure	325,023	-	-	325,023
Total Buildings and Other Real Estate Improvements	10,337,235	534,398	-	10,871,633
Library books	3,359,806	74,018	(15,560)	3,418,264
Furniture, Machinery, and Equipment	5,192,418	588,944	(316,334)	5,465,028
Total Accumulated Depreciation	18,889,459	1,197,360	(331,894)	19,754,925
Net Capital Assets	<u>\$ 24,426,986</u>	<u>\$ 228,471</u>	<u>\$ (115,946)</u>	<u>\$ 24,539,511</u>

7. Long-Term Liabilities

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

	Balance September 1, 2012	Additions	Reductions	Balance August 31, 2013	Current Portion
Bonds					
Revenue bonds	\$ 4,465,000	\$ -	\$ 635,000	\$ 3,830,000	\$660,000
Total long-term liabilities	<u>\$ 4,465,000</u>	<u>\$ -</u>	<u>\$ 635,000</u>	<u>\$ 3,830,000</u>	<u>\$660,000</u>

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Long-term liability activity for the year ended August 31, 2012 was as follows:

	Balance September 1, 2011	Additions	Reductions	Balance August 31, 2012	Current Portion
Bonds					
Revenue bonds	\$ 5,090,000	\$ -	\$ 625,000	\$ 4,465,000	\$635,000
Total long-term liabilities	<u>\$ 5,090,000</u>	<u>\$ -</u>	<u>\$ 625,000</u>	<u>\$ 4,465,000</u>	<u>\$635,000</u>

There were no obligations under capital leases at August 31, 2013.

8. Debt Obligations

Debt service requirements at August 31, 2013 were as follows:

For the Year Ended August 31,	Revenue Bonds		
	Principal	Interest	Total
2014	\$ 660,000	\$ 109,000	\$ 769,000
2015	675,000	95,800	770,800
2016	275,000	82,300	357,300
2017	285,000	76,800	361,800
2018	295,000	68,250	363,250
2019-2023	<u>1,640,000</u>	<u>192,450</u>	<u>1,832,450</u>
Total	<u>\$ 3,830,000</u>	<u>\$ 624,600</u>	<u>\$ 4,454,600</u>

9. Bonds Payable

General information related to bonds payable is summarized below:

Revenue Refunding Bonds, Series 2010

- The Board of Trustees of Wharton County Junior College District Combined Fee Revenue Refunding Bonds, Series 2010
- To refund \$3,835,000 of the Board of Trustees of Wharton County Junior College District Combined Fee Revenue Bonds, Series 2001 and \$1,770,000, the Board of Trustees of Wharton County Junior College District Combined Fee Revenue Bonds, Series 1998
- Issued November 4, 2010
- \$5,655,000, all authorized bonds have been issued
- Interest rates range from 2% to 4%
- Source of revenue for debt service – tuition charges, building use fees, other fee charges and designated auxiliary revenues
- Bonds were issued with a net premium of \$137,589.50

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

- Net proceeds from the refunding series amount to \$5,706,387 after payment of \$249,555 in underwriting fees, insurance and other issuance costs
- Proceeds of \$5,706,387 were used to purchase U.S. Government securities, which were deposited in an irrevocable trust with an escrow agent to provide for future payment of the Series 2001, and Series 1998 bonds at the first call dates.
- The 2001 Series bonds are considered fully defeased and the remaining liability for those bonds is zero.
- The 1998 Series bonds are considered fully defeased and the remaining liability for those bonds is zero.
- Advance refunding of the 2001 and 1998 Series bonds reduced the College debt service payment over the next 13 years by approximately \$547,862.

Under each bond issue, the College is to maintain a reserve account equal to the lesser of (a) 10% of the principal amount of outstanding bonds or (b) the average annual requirements, on a fiscal year basis, for the payment of the principal and interest on the bonds. The College has 60 months to establish this reserve fund. The reserve account balance at August 31, 2013 is \$512,802 which meets the full reserve requirement.

Bonds payable are due in annual installments varying from \$357,300 to \$770,800 with interest rates from 2% to 4% with the final installment due 2023.

10. Advance Refunding Bonds

WCJC has no advance refunding bonds.

11. Defeased Bonds Outstanding

WCJC has no defeased bonds outstanding.

12. Short-Term Debt

WCJC has no short- term debt for the fiscal year ended August 31, 2013.

13. Employees' Retirement Plan

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

Teacher Retirement System of Texas – Defined Benefit Plan

Plan Description: The Wharton County Junior College District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing, multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school system of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and the Texas Government Code, Title 8, Subtitle C. The Texas state legislature has the authority to establish and amend benefit provisions of

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

the pension plan. TRS issues a publicly available financial report with required supplementary information which can be obtained from www.trs.state.tx.us under the TRS Publications heading.

Funding Policy: Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member compensation rate of not less than 6 percent of the member's annual compensation and a state contribution rate of not less than 6 percent and not more than 10% of the aggregate annual compensation of all members of the system; (2) a state statute prohibits benefit improvements or contribution reductions if, as a result of the particular action the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. State law provides for a member contribution rate of 6.4 percent for Fiscal Years 2013 and 2012 and a state contribution rate of 6.4 percent for Fiscal Year 2013 and 6.00 percent for Fiscal 2012. In certain instances the reporting district is required to make all or a portion of the state's 6.4 contribution for Fiscal Year 2013 and 6.00 percent for Fiscal Year 2012.

Optional Retirement Plan – Defined Contribution Plan

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

Funding Policy: Contribution requirements are not actuarially determined but are established and amended by the Texas legislature. The percentages of participant salaries currently contributed by the state and each participant are 6.40 and 6.40 percent, respectively. The college contributes 2.50% 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 college was \$988,376 and \$913,840 for the fiscal years ended August 31, 2013 and 2012 respectively. This amount represents the portion of expended appropriations made by the state legislature on behalf of the College.

The total payroll for all college employees was \$20,576,890 and \$19,502,093 for fiscal years 2013 and 2012 respectively. The total payroll of employees covered by the Teacher Retirement System was \$10,228,218 and \$9,279,750 and the total payroll of employees covered by the Optional Retirement System was \$7,933,126 and \$7,878,556 for the fiscal years 2013 and 2012, respectively.

14. Deferred Compensation Program

College employees may elect to defer a portion of their earnings for income tax and investment purposes pursuant to authority granted in Government Code 609.001. This plan is essentially an unfunded promise to pay by the employer to each of the plan participants.

As of August 31, 2013, the College does not have any employees participating in this program.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

15. Compensable Absences

The College has three ways in which compensated absences can be earned.

Sick leave

All full-time employees earn sick leave at the rate of one and one-half day per month. Sick leave can accumulate to a maximum of 60 days for the purpose of carry-over from year to year. Unused accrued sick leave is forfeited upon termination of employment with the College. Therefore, no accrued liability has been recorded for sick leave.

Vacation

All full-time employees on twelve-month work schedules earn vacation leave at the rate of one day per full month of employment, up to a maximum of 12 days (96 hours) per year. Prior to FY 2005 vacation days not taken in August could be carried forward until November 30 of the same year. However, beginning FY 2005, vacation dates not taken by August 31 are forfeited. Therefore, no accrued liability has been recorded for vacation.

Personal leave

Contractual employees are eligible for two days of personal leave per year. Non-contractual employees, after six months of employment, are eligible for two days of personal leave per year. Personal leave may not be accumulated for carry-over from year to year. Unused personal leave is forfeited upon termination of employment with the College. Therefore, no accrued liability has been recorded for personal leave.

16. Postemployment Health Care and Life Insurance Benefits

In addition to providing pension benefits, the State provides certain health care and life insurance benefits for retired employees. Almost all of the employees may become eligible for those benefits if they reach normal retirement age while working for the state. Those and similar benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year. The State recognizes the cost of providing these benefits by expending the annual insurance premiums. The State's contribution per full-time employee was \$470 to \$920 per month for the year ended August 31, 2013 (\$438 to \$857 per month, depending on the coverage elected for the year ended August 31, 2012) and totaled \$1,091,923 for the year ended August 31, 2013 (\$1,035,798 for the year ended August 31, 2012). The cost of providing those benefits for 118 retirees in the year ended August 31, 2013 was \$770,051 (retiree benefits for 114 retirees was \$702,101 for the year ended August 31, 2012). For 334 active employees, the cost of providing benefits was \$1,990,709 for the year ended August 31, 2013 (and for 332 active employees \$1,817,969 for the year ended August 31, 2012).

17. Postemployment Benefits Other than Pensions

(In accordance with GASB Statement 45)

Plan Description. Wharton County Junior College contributes to the State Retiree Health Plan (SRHP), a cost-sharing, multiple-employer, defined benefit postemployment healthcare plan administered by the Employees Retirement System of Texas (ERS). SRHP provides medical benefits to retired employees of participating universities, community colleges and state agencies

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

in accordance with Chapter 1551, Texas Insurance Code. Benefit and contribution provisions of the SRHP are authorized by State law and may be amended by the Texas Legislature.

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

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

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

The employer contribution rate represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years.

The college's contributions to SRHP for the years ending August 31, 2013, 2012, and 2011 were \$16,934, \$13,587, and \$9,918, respectively, which equaled the required contributions each year.

18. Pending Lawsuits and Claims

As of August 31, 2013, the College is not involved in any litigation.

19. Disaggregation of Receivable and Payables Balances

Receivables

Receivables at August 31, 2013 and 2012 were as follows:

	FY2013	FY2012
Student Receivables	\$ 5,049,374	\$ 4,673,280
Property Taxes Receivable	443,737	392,758
State Receivables	420,906	723,568
Interest Receivables	37,209	52,143
Subtotal	5,951,226	5,841,749
Allowance for Doubtful Accounts:	(344,161)	(331,696)
TOTAL RECEIVABLES	\$ 5,607,065	\$ 5,510,053

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Payables

Payables at August 31, 2013 and 2012 were as follows:

	FY2013	FY2012
Vendors Payable	\$ 1,013,959	\$ 1,669,456
Accrued Interest Payable	36,432	40,677
Scholarships Payable	536,035	354,595
TOTAL PAYABLES	\$ 1,586,426	\$ 2,064,728

20. Contract and Grant Awards

Contract and grant awards are accounted for in accordance with the requirements of the AICPA Industry Audit Guide, *Audits of Colleges and Universities*. Revenues are recognized on Exhibit 2 and Schedule A. For federal contract and grant awards, funds expended, but not collected, are reported as accounts receivable on Exhibit 1. Non-federal contract and grant awards for which funds are expended, but not collected, are also reported as accounts receivable on Exhibit 1. Contract and grant awards that are not yet funded and for which the institution has not yet performed services are not included in the financial statements. Contract and grant awards funds already committed, e.g., multi-year awards, or funds awarded during fiscal years 2013 and 2012 for which monies have not been received nor funds expended totaled \$3,379,878 and \$3,782,373. Federal Contract and Grant Awards comprised all of these amounts.

21. Ad Valorem Tax

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

At August 31:

	2013	2012
Assessed Valuation of the College	\$5,345,378,615	\$ 5,155,971,539
Less Exemptions	(1,664,245,096)	(1,630,814,609)
Net Assessed Valuation of the College	\$3,681,133,519	\$ 3,525,156,930

	Current Operations	2013 Debt Service	Total	Current Operations	2012 Debt Service	Total
Authorized Tax Rate per \$100 valuation	\$0.30000	\$ -	\$0.30000	\$0.30000	\$ -	\$0.30000
Assessed Tax Rate per \$100 valuation	\$0.13821	\$ -	\$0.13821	\$0.14414	\$ -	\$0.14414

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Financial Statements
August 31, 2013

Tax levied for the year ended August 31, 2013 and 2012 amounted to \$5,089,933 and \$5,082,329 respectively including any penalty and interest assessed. Taxes are due upon receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

	<u>2013</u>			<u>2012</u>		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Current Taxes Collected	\$ 5,023,165	\$ -	\$ 5,023,165	\$ 4,935,314	\$ -	\$ 4,935,314
Delinquent Taxes Collected	127,792	-	127,792	144,057	-	144,057
Penalties & Interest Collected	76,633	-	76,633	90,238	-	90,238
Total Collections	<u>\$ 5,227,590</u>	<u>\$ -</u>	<u>\$ 5,227,590</u>	<u>\$ 5,169,609</u>	<u>\$ -</u>	<u>\$ 5,169,609</u>

Tax collections for the year ended August 31, 2013 and 2012 were 98% and 97% respectively of the current tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted for the use of maintenance and/or general obligation debt service.

22. Income Taxes

The College is exempt from income taxes under Internal Revenue Code Section 115, *Income of States, Municipalities, Etc.*, although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511 (a)(2)(B), *Imposition of Tax on Unrelated Business Income of Charitable, Etc., Organizations*. The College had no unrelated business income tax liability for the year ended August 31, 2013 and 2012.

23. Contingencies

The Annual Financial Report for fiscal year ended August 2012 contained a contingency of \$402,294 related to the State of Texas retirement contribution shortfall that was contrary to Texas Constitution article 16, section 67(b)(3) regarding the State of Texas contribution of retirement funds to the Teacher Retirement System (TRS) including the related faculty Optional Retirement Program (ORP). During the year ended August 31, 2013, the College contributed and expensed payments to TRS/ORP in the amount of \$470,200, and \$402,294. These amounts represent the unfunded state portions for the years ended August 31, 2013 and 2012, respectively.

SUPPLEMENTARY SCHEDULES

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Operating Revenues
For the Year Ended August 31, 2013 (With Memorandum Totals for the Year Ended August 31, 2012)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	F/Y 2013 Total	F/Y 2012 Total
Tuition:						
State funded credit courses:						
In-district resident tuition	\$ 965,304	\$ -	\$ 965,304	\$ -	\$ 965,304	\$ 1,052,765
Out-of-district resident tuition	3,559,252	-	3,559,252	-	3,559,252	3,290,323
Non-resident tuition	277,829	-	277,829	-	277,829	247,568
TPEG (set aside)*	249,656	-	249,656	-	249,656	280,027
State funded continuing education	274,659	-	274,659	-	274,659	229,010
Non-state funded continuing education	503,389	-	503,389	-	503,389	503,516
Total Tuition	5,830,089	-	5,830,089	-	5,830,089	5,603,209
Fees:						
Distance learning fee	402,362	-	402,362	-	402,362	378,605
Installment plan fees	230,685	-	230,685	-	230,685	201,075
General service fees	6,954,825	-	6,954,825	-	6,954,825	6,821,230
Building use	1,659,701	-	1,659,701	-	1,659,701	1,609,477
Other fees	5,867,213	-	5,867,213	-	5,867,213	5,097,240
Total fees	15,114,786	-	15,114,786	-	15,114,786	14,107,627
Scholarship allowances and discounts:						
TPEG awards	(249,656)	-	(249,656)	-	(249,656)	(261,036)
Scholarship allowances	(276,652)	-	(276,652)	-	(276,652)	(290,710)
Federal grants to students	(2,410,852)	-	(2,410,852)	-	(2,410,852)	(2,586,670)
Total scholarship allowances	(2,937,160)	-	(2,937,160)	-	(2,937,160)	(3,138,416)
Total Net Tuition and Fees	18,007,715	-	18,007,715	-	18,007,715	16,572,420
Additional operating revenues:						
Federal grants and contracts	-	2,749,227	2,749,227	-	2,749,227	2,489,507
State grants and contracts	-	395,709	395,709	-	395,709	328,386
Local grants and contracts	-	358,729	358,729	-	358,729	285,554
Sales and services of educational activities	30,529	-	30,529	-	30,529	36,068
Other operating revenues	343,761	-	343,761	-	343,761	323,259
Total Additional Operating Revenues	374,290	3,503,665	3,877,955	-	3,877,955	3,462,774
Auxiliary enterprises:						
Residential life	-	-	-	644,649	644,649	611,295
Scholarship allowances and discounts	-	-	-	(144,966)	(144,966)	(123,443)
Net resident life	-	-	-	499,683	499,683	487,852
Bookstore commission	-	-	-	328,600	328,600	247,446
Other auxiliary revenue	-	-	-	55,108	55,108	71,352
Total Net Auxiliary Enterprises	-	-	-	883,391	883,391	806,650
Total Operating Revenues	\$ 18,382,005	\$ 3,503,665	\$ 21,885,670	\$ 883,391	\$ 22,769,061	\$ 20,841,844
					(Exhibit 2)	(Exhibit 2)

*In accordance with Education Code 56.033, \$249,656 and \$261,036 for years August 31, 2013 and 2012, respectively, of tuition was set aside for Texas Public Education Grants (TPEG)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Operating Expenses by Object
Year Ended August 31, 2013 (with Memorandum Totals for the Year Ended August 31, 2012)

	Operating Expenses				2013 Total	2012 Total
	Salaries and Wages	Benefits		Other Expenses		
		State	Local			
Unrestricted-Educational activities						
Instruction	\$ 11,326,100	\$ -	\$ 2,704,598	\$ 1,175,467	\$ 15,206,165	\$ 13,831,704
Public Service	264,244	-	63,170	144,177	471,591	480,287
Academic Support	1,528,026	-	364,908	495,526	2,388,460	2,383,173
Student services	1,698,519	-	406,002	243,892	2,348,413	2,099,389
Institutional support	3,093,246	-	695,424	2,596,732	6,385,402	5,985,868
Operating and maintenance of plant	1,048,160	-	250,390	3,606,173	4,904,723	4,834,059
Scholarships and Fellowships	-	-	-	652,655	652,655	717,518
Total Unrestricted Educational Activities	18,958,295	-	4,484,492	8,914,622	32,357,409	30,331,998
Restricted-Educational activities						
Instruction	84,597	1,312,346	21,444	138,901	1,557,288	1,567,493
Public Service	752,464	30,652	155,853	467,752	1,406,721	1,231,158
Academic Support	549,945	177,064	143,730	1,054,005	1,924,744	1,593,999
Student services	58,118	197,004	17,157	119,531	391,810	307,519
Institutional support	-	358,150	-	-	358,150	326,261
Operating and maintenance of plant	-	-	-	-	-	-
Scholarships and Fellowships	-	-	-	5,192,793	5,192,793	5,483,183
Total Restricted Educational Activities	1,445,124	2,075,216	338,184	6,972,982	10,831,506	10,509,613
Total Educational Activities	20,403,419	2,075,216	4,822,676	15,887,604	43,188,915	40,841,611
Auxiliary enterprises	180,242	-	42,682	510,793	733,717	705,242
Depreciation Expense - Buildings and Other Real Estate	-	-	-	549,305	549,305	514,441
Depreciation Expense-Equipment & Furniture	-	-	-	660,899	660,899	680,919
Total Operating Expenses	\$ 20,583,661	\$ 2,075,216	\$ 4,865,358	\$ 17,608,601	\$ 45,132,836	\$ 42,742,213
				(Exhibit 2)	(Exhibit 2)	

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Non-Operating Revenues and Expenses
Year Ended August 31, 2013 (with Memorandum Totals for the Year Ended August 31, 2012)

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>2013 Total</u>	<u>2012 Total</u>
NON-OPERATING REVENUES:					
State Appropriations:					
Education and General State Support	\$ 8,669,796	\$ -	\$ -	\$ 8,669,796	\$ 8,593,299
State Group Insurance	-	1,753,273	-	1,753,273	1,753,273
State Retirement Matching	-	321,942	-	321,942	183,590
Total State Appropriations	<u>8,669,796</u>	<u>2,075,215</u>	<u>-</u>	<u>10,745,011</u>	<u>10,530,162</u>
Federal Revenue Non Operating	8,129,953	-	-	8,129,953	8,621,599
Maintenance Ad Valorem Taxes	5,227,590	-	-	5,227,590	5,169,609
Gifts and Donations	322,140	-	-	322,140	187,634
Investment Income	352,766	-	-	352,766	368,923
Other Non-Operating Revenues	<u>162,871</u>	<u>-</u>	<u>-</u>	<u>162,871</u>	<u>69,646</u>
Total Non-Operating Revenues	22,865,116	2,075,215	-	24,940,331	24,947,573
NON-OPERATING EXPENSES:					
Interest on Capital Related Debt	106,871	-	-	106,871	119,438
Other Non-Operating Expense	<u>3,908</u>	<u>-</u>	<u>-</u>	<u>3,908</u>	<u>3,039</u>
Total Non-Operating Expenses	110,779	-	-	110,779	122,477
Net Non-Operating Revenues	<u>\$ 22,754,337</u>	<u>\$ 2,075,215</u>	<u>\$ -</u>	<u>\$ 24,829,552</u> (Exhibit 2)	<u>\$ 24,825,096</u> (Exhibit 2)

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Net Position by Source and Availability
Year Ended August 31, 2013 (with Memorandum Totals for the Year Ended August 31, 2012)

	Detail by Source					Available for Current Operations	
	Unrestricted	Restricted		Capital Assets Net of Depreciation & Related Debt	Total	Yes	No
		Expendable	Non-Expendable				
Current:							
Unrestricted	\$ 6,680,978	\$ -	\$ -	\$ -	\$ 6,680,978	\$ 6,680,978	\$ -
Board Designated	3,200,000	-	-	-	3,200,000	3,200,000	-
Restricted	-	1,129,688	-	-	1,129,688	1,129,688	-
Auxiliary enterprises	920,752	-	-	-	920,752	920,752	-
Endowment:							
True	-	-	8,261,766	-	8,261,766	-	8,261,766
Plant							
Unexpended	3,874,373	-	-	-	3,874,373	-	3,874,373
Renewals	5,469,810	-	-	-	5,469,810	-	5,469,810
Debt Service	-	476,131	-	-	476,131	-	476,131
Investment in Plant	-	-	-	21,755,664	21,755,664	-	21,755,664
Total Net Position, August 31, 2013	\$ 20,145,913	\$ 1,605,819	\$ 8,261,766	\$ 21,755,664	\$ 51,769,162	\$ 11,931,418	\$ 39,837,744
					(Exhibit 1)		
Total Net Position, August 31, 2012	\$ 20,359,366	\$ 1,405,109	\$ 7,580,822	\$ 19,958,089	\$ 49,303,386	\$ 10,692,695	\$ 38,610,691
					(Exhibit 1)		
Net Increase (Decrease) in Net Position	\$ (213,453)	\$ 200,710	\$ 680,944	\$ 1,797,575	\$ 2,465,776	\$ 1,238,723	\$ 1,227,053
					(Exhibit 2)		

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Expenditures of Federal Awards
Year Ended August 31, 2013

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures and Pass-Through Disbursements
<u>U.S. Department of Education</u>			
Direct Programs:			
Student Financial Aid Cluster			
Supplemental Education Opportunity Grant	84.007		\$ 98,750
College Work Study Program	84.033		105,182
Pell Grant Program	84.063		7,825,023
William D Ford Direct Loans	84.268		7,486,063
Higher Education-Institutional Aid			
HSI STEM Success Project	84.031C	P031C110007	905,087
Developing a Virtual Campus through Technology-Assisted Distance Education Programs and Services	84.031S	P031S100074	817,623
Pass-Through From:			
Texas Education Agency			
Adult Basic Education			
Contract 124100017110425	84.002A	124100017110425	(1,800)
Contract 134100017110467	84.002A	134100017110467	614,206
Subtotal:			<u>612,406</u>
Texas Higher Education Coordinating Board			
Perkins Basic Grants	84.048	134271	262,461
Total U.S. Department of Education			<u>18,112,595</u>
<u>U.S. Department of Labor</u>			
Pass-Through From:			
Brazosport College	17.269	CB-18197-09-60-A-48	(2,700)
<u>U.S. Nuclear Regulatory Commission</u>			
Nuclear Studies Curriculum Project	77.006	NRC-HQ-12-G-38-0049	23,665
<u>U.S. Department of Health and Human Services</u>			
Pass-Through From:			
Houston-Galveston Area Council			
Social Services Program	93.044		46,820
Nutrition Program	93.045		135,595
Texas Education Agency			
Temporary Assistance for Needy Families Contract 133625017110441	93.558	133625017110441	49,268
Total U.S. Department of Health and Human Services			<u>231,683</u>
Total Federal Financial Assistance			<u>\$ 18,365,243</u>

Notes to Schedule on following page.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Schedule of Expenditures of Federal Awards
Year Ended August 31, 2013

1. Federal Assistance Reconciliation

Federal revenues:	
Federal grants and contracts - per Schedule A and C	\$ 10,879,180
Reconciling items:	
William D Ford Direct Loans	<u>7,486,063</u>
Total per Schedule of Expenditures of Federal Awards	<u><u>\$ 18,365,243</u></u>

2. Significant Accounting Policies Used in Preparing the Schedule

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

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Schedule of Expenditures of State Awards
For The Year Ended August 31, 2013

<u>Grantor Agency/Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
<u>Texas Department of Agriculture</u>		
Home-Delivered Meals Grant Program	HDM-12-861	\$ 343
Home-Delivered Meals Grant Program	HDM-12-862	492
Home-Delivered Meals Grant Program	HDM-13-1109	756
Home-Delivered Meals Grant Program	HDM-13-1110	2,666
Subtotal:		<u>4,257</u>
<u>Texas Engineering Experiment Station</u>		
Nuclear Curriculum Development Project		18,720
<u>Texas Higher Education Coordinating Board</u>		
Adult Basic Education Innovation Grants	07052	232,840
<u>Texas Education Agency</u>		
State Adult Basic Education	130100017110467	<u>139,892</u>
Total State Financial Assistance		<u>\$ 395,709</u>

Notes to Schedule on following page.

WHARTON COUNTY JUNIOR COLLEGE DISTRICT
Notes to Schedule of Expenditures of State Awards
Year Ended August 31, 2013

1. State Assistance Reconciliation

State revenues:	
State grants and contracts - per Schedule A	\$ 395,709
Indirect/administrative cost recoveries	<u>-</u>
Total per Schedule of Expenditures of State Awards	<u><u>\$ 395,709</u></u>

2. Significant Accounting Policies Used in Preparing the Schedule

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

AUDITORS' REPORT ON CONTROLS AND COMPLIANCE



LOTT, VERNON & COMPANY, P.C.
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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Board of Trustees
Wharton County Junior College District
Wharton, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Wharton County Junior College District (the College), as of and for the years ended August 31, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated October 25, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the College's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS* (CONTINUED)**

any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, including the Public Funds Investment Act (Chapter 2256, Texas Government Code), 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 Public Funds Investment Act (Chapter 2256, Texas Government Code).

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Jott, Vernon & Co., P.C.

Temple, Texas
October 25, 2013



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Board of Trustees
Wharton County Junior College District
Wharton, Texas

Report on Compliance for Each Major Federal Program

We have audited Wharton County Junior College District's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2013. The College's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining,

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 (CONTINUED)**

on a test basis, evidence about the College’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the College’s compliance.

Opinion on Each Major Federal Program

In our opinion, Wharton County Junior College District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2013.

Report on Internal Control Over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College’s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of the College’s internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College’s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 (CONTINUED)**

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Jott, Vernon & Co, P.C.

Temple, Texas
October 25, 2013

WHARTON COUNTY JUNIOR COLLEGE
Schedule of Findings and Questioned Costs
August 31, 2013

I. Summary of Audit Results

Financial Statements

1. Type of auditor's report issued: *unqualified*
2. Internal control over financial reporting:
 Material weakness(es) identified? _____ yes X no
 Significant deficiencies identified that are not considered to be material weakness(es)? _____ yes X none reported
3. Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

4. Internal control over major programs:
 Material weakness(es) identified? _____ yes X no
 Significant deficiencies identified that are not considered to be material weakness(es)? _____ yes X none reported
5. Type of auditor's report issued on compliance for major programs: *unqualified*
6. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? _____ yes X no

7. Identification of major programs:

<u>Name of Federal Programs</u>	<u>Federal CFDA Number</u>	<u>Name of State Program</u>
U.S. Department of Education Student Financial Aid Cluster:		
SEOG	84.007	N/A – State financial assistance was less than \$500,000 in fiscal year ending August 31, 2013.
Federal College Work Study Program	84.033	
Federal Pell Grant Program	84.063	
William D Ford Direct Loans	84.268	
Career and Technical Education- Basic Grants to States	84.048	

WHARTON COUNTY JUNIOR COLLEGE
Schedule of Findings and Questioned Costs (Continued)
August 31, 2013

8. Dollar threshold used to distinguish between
type A and type B programs: \$300,000

9. Auditee qualified as low-risk auditee? X yes no

II. Financial Statement Findings

- None.

III. Federal Awards Findings
and Questioned Costs

- None.

STATISTICAL SUPPLEMENT (UNAUDITED)

Wharton County Junior College
 Statistical Supplement 1
 Net Position by Component
 Fiscal Years 2004 to 2013
 (unaudited)

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Invested in capital assets, net of related debt	\$21,756	\$19,958	\$19,210	\$17,265	\$14,512	\$14,060	\$13,805	\$14,047	\$14,328	\$16,536
Restricted - expendable	1,606	1,445	1,202	1,237	1,548	1,458	1,580	1,542	1,538	1,491
Restricted - nonexpendable	8,261	7,581	7,417	7,139	7,079	6,733	6,478	6,036	5,755	5,503
Unrestricted	20,146	20,319	18,594	17,970	17,053	18,236	17,433	14,965	12,452	10,128
Total primary government net position	\$ 51,769	\$ 49,303	\$ 46,423	\$ 43,611	\$ 40,192	\$ 40,487	\$ 39,296	\$ 36,590	\$ 34,073	\$ 33,658

Wharton County Junior College
Statistical Supplement 2
Revenues by Source
Fiscal Years 2004 to 2013
(unaudited)

For the Year Ended August 31,										
(amounts expressed in thousands)										
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Tuition and Fees (Net of Discounts)	\$18,007	\$16,572	\$14,974	\$14,300	\$11,945	\$11,120	\$10,962	\$10,485	\$10,416	\$9,841
Governmental Grants and Contracts										
Federal Grants and Contracts	2,749	2,489	2,032	1,115	675	961	924	1,102	1,316	948
State Grants and Contracts	396	328	1,086	504	270	181	169	112	109	148
Local Grants and Contracts	-	-	-	-	-	-	-	-	-	77
Non-Governmental Grants and Contracts	359	286	537	268	212	307	188	247	189	-
Sales and services of educational activities	31	36	41	47	47	37	41	43	48	52
Auxiliary enterprises	883	807	805	654	596	755	579	531	528	463
Other Operating Revenues	344	323	359	286	210	251	209	249	243	232
Total Operating Revenues	22,769	20,841	19,834	17,174	13,955	13,612	13,072	12,769	12,849	11,761
State Appropriations	10,745	10,530	10,696	11,037	11,125	11,112	10,589	10,448	9,888	9,835
Ad Valorem Taxes	5,228	5,170	5,172	5,146	4,750	4,246	4,140	4,005	3,964	3,665
Gifts	322	188	319	1,673	505	339	316	391	519	473
Investment income	353	368	493	523	885	1,327	1,481	938	537	395
Other non-operating revenues	8,292	8,691	8,479	6,870	4,187	3,354	3,365	2,840	3,045	2,674
Total Non-Operating Revenues	24,940	24,947	25,159	25,249	21,452	20,378	19,891	18,622	17,953	17,042
Total Revenues	\$ 47,709	\$ 45,788	\$ 44,993	\$ 42,423	\$ 35,407	\$ 33,990	\$ 32,963	\$ 31,391	\$ 30,802	\$ 28,803

For the Year Ended August 31,										
(amounts expressed in thousands)										
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Tuition and fees (net of discounts)	37.74%	36.19%	33.28%	33.71%	33.74%	32.72%	33.26%	33.40%	33.82%	34.17%
Governmental grants and contracts										
Federal grants and contracts	5.76%	5.44%	4.52%	2.63%	1.91%	2.83%	2.80%	3.51%	4.27%	3.29%
State grants and contracts	0.83%	0.72%	2.41%	1.19%	0.76%	0.53%	0.51%	0.36%	0.35%	0.51%
Local grants and contracts	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.27%
Non-governmental grants and contracts	0.75%	0.62%	1.19%	0.63%	0.60%	0.90%	0.57%	0.79%	0.61%	0.00%
Sales and services of educational activities	0.06%	0.08%	0.09%	0.11%	0.13%	0.11%	0.12%	0.14%	0.16%	0.18%
Auxiliary enterprises	1.85%	1.76%	1.79%	1.54%	1.68%	2.22%	1.76%	1.69%	1.71%	1.61%
Other operating revenues	0.72%	0.71%	0.80%	0.67%	0.59%	0.74%	0.63%	0.79%	0.79%	0.81%
Total Operating Revenues	47.72%	45.52%	44.08%	40.48%	39.41%	40.05%	39.66%	40.68%	41.71%	40.83%
State appropriations	22.52%	23.00%	23.77%	26.02%	31.42%	32.69%	32.12%	33.28%	32.10%	34.15%
Ad valorem taxes	10.96%	11.29%	11.50%	12.13%	13.42%	12.49%	12.56%	12.76%	12.87%	12.72%
Gifts	0.67%	0.41%	0.71%	3.94%	1.43%	1.00%	0.96%	1.25%	1.68%	1.64%
Investment income	0.74%	0.80%	1.10%	1.23%	2.50%	3.90%	4.49%	2.99%	1.74%	1.37%
Other non-operating revenues	17.38%	18.98%	18.85%	16.19%	11.83%	9.87%	10.21%	9.05%	9.89%	9.28%
Total Non-Operating Revenues	52.28%	54.48%	55.92%	59.52%	60.59%	59.95%	60.34%	59.32%	58.29%	59.17%
Total Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Wharton County Junior College
Statistical Supplement 3
Program Expenses by Function
Fiscal Years 2004 to 2013
(unaudited)

For the Year Ended August 31,										
(amounts expressed in thousands)										
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Instruction	\$16,763	\$15,399	\$15,899	\$15,005	\$13,481	\$12,521	\$11,671	\$10,716	\$10,184	\$9,717
Research	-	-	-	-	-	-	-	-	-	-
Public service	1,878	1,711	1,774	1,580	1,585	1,607	1,611	1,486	1,610	1,597
Academic support	4,313	3,977	2,966	2,669	2,868	2,621	2,356	2,241	2,165	2,044
Student services	2,740	2,407	2,379	2,266	2,083	2,091	1,789	1,698	1,466	1,478
Institutional support	6,744	6,312	6,141	5,938	5,617	5,480	5,270	4,947	4,901	5,002
Operation and maintenance of plant	4,905	4,834	4,823	4,576	4,718	3,871	3,095	3,140	2,861	2,236
Scholarships and fellowships	5,845	6,201	6,105	5,018	3,275	2,515	2,361	2,414	2,458	2,235
Auxiliary enterprises	734	705	632	659	667	624	600	541	522	502
Depreciation	1,210	1,195	1,101	997	1,003	1,035	1,041	1,143	1,127	958
Total Operating Expenses	45,132	42,741	41,820	38,708	35,297	32,365	29,794	28,326	27,294	25,769
Interest on capital related debt	4	3	152	293	393	424	453	482	512	546
Other non-operating expenses	107	119	252	3	12	10	11	63	10	9
Total Non-Operating Expenses	111	122	404	296	405	434	464	545	522	555
Total Expenses	\$ 45,243	\$ 42,863	\$ 42,224	\$ 39,004	\$ 35,702	\$ 32,799	\$ 30,258	\$ 28,871	\$ 27,816	\$ 26,324

For the Year Ended August 31,										
(amounts expressed in thousands)										
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Instruction	37.05%	35.93%	37.65%	38.47%	37.76%	38.17%	38.57%	37.12%	36.61%	36.91%
Research	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Public service	4.15%	3.99%	4.20%	4.05%	4.44%	4.90%	5.32%	5.15%	5.79%	6.07%
Academic support	9.53%	9.28%	7.02%	6.84%	8.03%	7.99%	7.79%	7.76%	7.78%	7.76%
Student services	6.06%	5.62%	5.63%	5.81%	5.83%	6.38%	5.91%	5.88%	5.27%	5.61%
Institutional support	14.91%	14.73%	14.54%	15.22%	15.73%	16.71%	17.42%	17.13%	17.62%	19.00%
Operation and maintenance of plant	10.84%	11.28%	11.42%	11.73%	13.21%	11.80%	10.23%	10.88%	10.29%	8.49%
Scholarships and fellowships	12.92%	14.47%	14.46%	12.87%	9.17%	7.67%	7.80%	8.36%	8.84%	8.49%
Auxiliary enterprises	1.62%	1.64%	1.50%	1.69%	1.87%	1.90%	1.98%	1.87%	1.88%	1.91%
Depreciation	2.67%	2.79%	2.61%	2.56%	2.81%	3.16%	3.44%	3.96%	4.05%	3.64%
Total Operating Expenses	99.75%	99.72%	99.04%	99.24%	98.87%	98.68%	98.47%	98.11%	98.12%	97.89%
Interest on capital related debt	0.01%	0.01%	0.36%	0.75%	1.10%	1.29%	1.50%	1.67%	1.84%	2.07%
Other non-operating expenses	0.24%	0.28%	0.60%	0.01%	0.03%	0.03%	0.04%	0.22%	0.04%	0.03%
Total Non-Operating Expenses	0.25%	0.28%	0.96%	0.76%	1.13%	1.32%	1.53%	1.89%	1.88%	2.11%
Total Expenses	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Wharton County Junior College
 Statistical Supplement 4
 Tuition and Fees
 Last Ten Academic Years
 (unaudited)

Resident Fees per Semester Credit Hour (SCH)

Academic Year (Fall)	Application Fee (per student)	In-District Tuition	Out-District Tuition	General Service Fee	Building Use Fee In-District	Student / Building Use Fee Out-District	Technology Fee	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In-District	Increase from Prior Year Out-of-District
2013	\$ -	\$ 32	\$ 32	\$ 46	\$ 6	\$ 12	\$ 2	\$ 1,032	\$ 1,584	0.00%	0.00%
2012	-	32	32	36	6	12	2	1,032	1,584	16.22%	10.00%
2011	-	32	32	36	6	12	-	888	1,440	0.00%	0.00%
2010	-	32	32	36	6	12	-	888	1,440	15.63%	9.09%
2009	-	32	32	26	6	12	-	768	1,320	18.52%	10.00%
2008	-	32	32	16	6	52	-	648	1,200	0.00%	11.11%
2007	-	32	32	16	6	42	-	648	1,080	0.00%	0.00%
2006	10	32	32	16	6	42	-	648	1,080	0.00%	0.00%
2005	10	32	32	16	6	42	-	648	1,080	0.00%	0.00%
2004	10	32	32	16	6	42	-	648	1,080	12.50%	20.00%

Non - Resident Fees per Semester Credit Hour (SCH)

Academic Year (Fall)	Application Fee (per student)	Non-Resident Tuition Out of State	Non-Resident Tuition International	General Service Fee	Building Use Fee In-District	Student / Building Use Fee Out of State	Technology Fee	Cost for 12 SCH International	Increase from Prior Year Out of State	Increase from Prior Year International
2013	0	64	64	46		52	2	1,968	0.00%	0.00%
2012	0	64	64	36	6	52	2	1,968	0.00%	7.89%
2011	0	64	64	36	6	52	2	1,824	0.00%	43.40%
2010	0	64	64	36	6	52	0	1,272	0.00%	10.42%
2009	0	64	64	26	6	52	0	1,152	0.00%	11.63%
2008	0	64	64	16	6	52	0	1,032	0.00%	0.00%
2007	10	64	64	16	6	52	0	1,032	0.00%	0.00%
2006	10	64	64	16	6	52	0	1,032	23.81%	0.00%
2005	10	64	64	16	6	42	0	1,032	27.27%	7.50%
2004	10	58	58	16	6	33	0	960	0.00%	0.00%

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

Wharton County Junior College
Statistical Supplement 5
Assessed Value and Taxable Assessed Value of Property
Last Ten Fiscal Years
(unaudited)

Fiscal Year	(amounts expressed in thousands)			Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)		Maintenance & Operations (a)	Debt Service (a)	Total (a)
2012-13	\$ 5,345,379	\$ 1,664,245	\$ 3,681,134	68.87%	\$ 0.138210	\$ -	\$ 0.138210
2011-12	5,155,971	1,630,814	3,525,157	68.37%	0.144414	-	0.144414
2010-11	5,179,901	1,701,546	3,478,355	67.15%	0.144448	-	0.144448
2009-10	4,990,731	1,553,569	3,437,162	68.87%	0.146660	-	0.146660
2008-09	4,923,624	477,057	4,446,567	90.31%	0.137970	-	0.137970
2007-08	5,158,991	1,808,434	3,350,557	64.95%	0.134850	-	0.134850
2006-07	4,301,786	1,273,645	3,028,141	70.39%	0.134850	-	0.134850
2005-06	4,149,164	1,217,205	2,931,959	70.66%	0.138520	-	0.138520
2004-05	3,297,009	825,658	2,471,351	74.96%	0.168920	-	0.168920
2003-04	2,871,143	809,338	2,061,805	71.81%	0.174010	-	0.174010

Source: Local Appraisal District

Notes: Property is assessed at full market value.

(a) per \$100 Taxable Assessed Valuation

Wharton County Junior College
Statistical Supplement 6
State Appropriation per FTSE and Contact Hour
Last Ten Fiscal Years
(unaudited)

Fiscal Year	Appropriation per FTSE			Appropriation per Contact Hour			
	State Appropriation ¹	FTSE ²	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Total Contact Hours	State Appropriation per Contact Hour
2012-13	8,594,090	4,922	\$ 1,746	2,201,990	735,191	2,937,181	2.93
2011-12	8,505,372	4,847	\$ 1,755	2,149,656	796,819	2,946,475	2.89
2010-11	7,941,513	5,059	\$ 1,570	2,170,168	824,468	2,994,636	2.65
2009-10	8,270,791	4,736	\$ 1,746	2,085,224	797,504	2,882,728	2.87
2008-09	8,416,004	4,160	\$ 2,023	1,859,376	637,026	2,496,402	3.37
2007-08	8,416,004	4,028	\$ 2,089	1,811,896	586,159	2,398,055	3.51
2006-07	8,105,812	4,099	\$ 1,977	1,875,320	588,106	2,463,426	3.29
2005-06	8,101,811	4,113	\$ 1,970	1,867,408	602,918	2,470,326	3.28
2004-05	7,865,598	4,183	\$ 1,880	1,876,680	655,094	2,531,774	3.11
2003-04	7,865,728	4,059	\$ 1,938	1,817,472	645,532	2,463,004	3.19

Notes:

1-State Appropriations only. These figures do not include any appropriations for employee benefits, remedial education, dramatic growth, or special items (FBTC).

2.-FTSE is defined as the number of full time students plus total hours taken by part time students divided by 30 sch (for the CBM001) or 900 contact hours (for the CBM00A). A full time student is a student taking 30 sch (for the CBM001) or 900 contact hours (for the CBM00A) for the year.

(a) Source CBM001 Academic Contact Hours

(b) Source CBM001 and CBM00A Technical Contact Hours

Wharton County Junior College
Statistical Supplement 7
Principal Taxpayers
Last Ten Tax Years
(unaudited)

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)									
		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Nan Ya Plastics Corp	Manufacturing	\$ 34,379	\$ 23,955	\$ 63,451	\$ 31,137	\$ 29,578	\$ 35,047	\$ 46,963	\$ 47,854	\$ 47,204	\$ 50,832
Newfield Exploration	Oil and Gas	-	-	-	-	24,253	55,268	96,856	57,335	35,508	-
Transco Gas Pipeline	Oil and Gas	-	-	-	-	-	-	27,990	23,410	23,428	-
Kaiser-Francis Oil	Oil and Gas	-	-	26,457	-	-	-	35,969	25,733	26,511	-
CenterPoint Energy	Utility	31,420	30,818	-	31,086	30,648	31,265	22,961	24,677	24,618	21,751
J-M Manufacturing	Manufacturing	44,390	26,039	19,533	34,120	26,746	34,293	30,623	17,879	18,131	16,551
Apache Corporation	Oil and Gas	76,617	59,329	18,782	39,818	38,613	67,454	53,648	32,709	16,856	22,401
Dominion Exploration	Oil and Gas	-	-	-	-	-	-	-	-	16,651	16,584
Southwestern Bell Telephone	Utility	-	-	19,592	-	-	-	-	15,502	15,232	17,617
Trans Texas Gas Corporation	Natural Gas	-	-	25,126	-	-	-	-	20,520	-	-
Cypress E & P Corp	Oil and Gas	-	-	-	59,282	34,493	-	-	-	-	-
Tennessee Gas Pipeline	Oil and Gas	-	-	-	-	-	-	-	-	-	12,237
Milagro Exploration LLC	Oil and Gas	39,055	28,423	-	-	-	-	-	-	-	-
Armour Lacy W Etal Est	Oil and Gas	34,037	-	-	32,239	-	-	-	-	-	-
ILI Caverens	Natural Gas	-	-	20,066	-	-	-	-	14,852	13,068	13,236
GCR Onshore	Oil and Gas	-	30,155	-	-	-	-	-	-	-	-
Reliant Energy Houston	Utility	-	-	17,769	-	-	-	-	-	-	-
Coastal Oil and Gas Corp	Oil and Gas	-	-	41,385	-	-	-	-	-	-	-
Pure Resources LP	Oil and Gas	-	-	19,983	-	-	-	-	-	-	14,642
Forest Oil Company	Oil and Gas	-	-	-	-	23,791	30,275	22,768	-	-	-
AEP Texas Central Co.	Oil and Gas	-	-	-	-	-	-	-	-	-	11,531
Hunt Oil Company	Oil and Gas	-	-	-	-	-	-	20,585	-	-	-
National Offshore LP	Oil and Gas	-	-	-	-	-	-	32,880	-	-	-
Navasota Energy	Utility	-	132,377	-	280,484	178,570	121,381	-	-	-	-
Colorado Bend Energy Partner	Utility	204,504	-	-	-	-	-	-	-	-	-
Sandridge Offshore LLC	Oil and Gas	-	21,638	-	25,314	-	49,262	-	-	-	-
Ailagro Exploration Company	Oil and Gas	-	-	-	-	-	31,637	-	-	-	-
Transcontinental Gas Pipeline	Oil and Gas	29,357	23,564	-	29,498	24,045	28,921	-	-	-	-
Maxim Production Company	Agribusiness	-	25,308	-	38,196	22,282	-	-	-	-	-
Wharton County Foods	Agribusiness	29,641	-	-	-	-	-	-	-	-	-
Enterprise Texas PIP	Manufacturing	26,243	-	-	-	-	-	-	-	-	-
	Totals	\$ 549,643	\$ 401,606	\$ 272,144	\$ 601,174	\$ 433,019	\$ 484,803	\$ 391,243	\$ 280,471	\$ 237,207	\$ 197,382
	Total Taxable Assessed Value	\$ 3,681,134	\$ 3,525,258	\$ 3,478,355	\$ 3,350,537	\$ 2,337,850	\$ 1,963,034	\$ 1,763,399	\$ 1,601,971	\$ 1,592,850	\$ 1,644,959

Wharton County Junior College
Statistical Supplement 7
Principal Taxpayers
Last Ten Tax Years
(unaudited)

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year									
		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Nan Ya Plastics Corp	Manufacturing	0.93%	0.68%	1.82%	0.93%	1.27%	1.79%	2.66%	2.99%	2.96%	3.09%
Newfield Exploration	Oil and Gas	0.00%	0.00%	0.00%	0.00%	1.04%	2.82%	5.49%	3.58%	2.23%	0.00%
Transco Gas Pipeline	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.59%	1.46%	1.47%	0.00%
Kaiser-Francis Oil	Oil and Gas	0.00%	0.00%	0.76%	0.00%	0.00%	0.00%	2.04%	1.61%	1.66%	0.00%
CenterPoint Energy	Utility	0.85%	0.87%	0.00%	0.93%	1.31%	1.59%	1.30%	1.54%	1.55%	1.32%
J-M Manufacturing	Manufacturing	1.21%	0.74%	0.56%	1.02%	1.14%	1.75%	1.74%	1.12%	1.14%	1.01%
Apache Corporation	Oil and Gas	2.08%	1.68%	0.54%	1.19%	1.65%	3.44%	3.04%	2.04%	1.06%	1.36%
Dominion Exploration	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.05%	1.01%
Southwestern Bell Telephone	Utility	0.00%	0.00%	0.56%	0.00%	0.00%	0.00%	0.00%	0.97%	0.96%	1.07%
Trans Texas Gas Corporation	Natural Gas	0.00%	0.00%	0.72%	0.00%	0.00%	0.00%	0.00%	1.28%	0.00%	0.00%
Cypress E & P Corp	Oil and Gas	0.00%	0.00%	0.00%	1.77%	1.48%	0.00%	0.00%	0.00%	0.00%	0.00%
Tennessee Gas Pipeline	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.74%
Enserch Exploration	Oil and Gas	1.06%	0.81%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Armour Lacy W Etal Est	Oil and Gas	0.92%	0.00%	0.00%	0.96%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
ILI Caverens	Natural Gas	0.00%	0.00%	0.58%	0.00%	0.00%	0.00%	0.00%	0.93%	0.82%	0.80%
CSW Energy Incorporated	Oil and Gas	0.00%	0.86%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Reliant Energy Houston	Utility	0.00%	0.00%	0.51%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Coastal Oil and Gas Corp	Oil and Gas	0.00%	0.00%	1.19%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Pure Resources LP	Oil and Gas	0.00%	0.00%	0.57%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.89%
Forest Oil Company	Oil and Gas	0.00%	0.00%	0.00%	0.00%	1.02%	1.54%	1.29%	0.00%	0.00%	0.00%
AEP Texas Central Co.	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.70%
Hunt Oil Company	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.17%	0.00%	0.00%	0.00%
National Offshore LP	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.86%	0.00%	0.00%	0.00%
Navasota Energy	Utility	0.00%	3.76%	0.00%	8.37%	7.64%	6.18%	0.00%	0.00%	0.00%	0.00%
Colorado Bend Energy Partner	Utility	5.56%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Sandridge Offshore LLC	Oil and Gas	0.00%	0.61%	0.00%	0.76%	0.00%	2.51%	0.00%	0.00%	0.00%	0.00%
Ailagro Exploration Company	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	1.61%	0.00%	0.00%	0.00%	0.00%
Transcontinental Gas Pipeline	Oil and Gas	0.80%	0.67%	0.00%	0.88%	1.03%	1.47%	0.00%	0.00%	0.00%	0.00%
Maxim Production Company	Agribusiness	0.00%	0.72%	0.00%	1.14%	0.95%	0.00%	0.00%	0.00%	0.00%	0.00%
Wharton County Foods	Agribusiness	0.81%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Enterprise Texas PIP	Manufacturing	0.71%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
		<u>14.93%</u>	<u>11.39%</u>	<u>7.82%</u>	<u>17.94%</u>	<u>18.52%</u>	<u>24.70%</u>	<u>22.19%</u>	<u>17.51%</u>	<u>14.89%</u>	<u>12.00%</u>

Source: Local County Appraisal District

Wharton County Junior College
Statistical Supplement 8
Property Tax Levies and Collections
Last Ten Tax Years
(unaudited)

(amounts expressed in thousands)

Fiscal Year Ended August 31	Total Tax Levy (a)	Collections - Current Levy	Percentage	Current Collections of Prior Levies	Total Collections (b)	Percentage of Current Levy
2013	\$ 5,090	\$ 5,023	96.93%	\$ 204	\$ 5,227	98.68%
2012	5,082	4,935	96.93%	234	5,169	97.11%
2011	5,091	4,922	96.93%	248	5,170	96.68%
2010	5,078	4,922	96.93%	223	5,145	96.93%
2009	4,685	4,499	95.73%	231	4,730	96.03%
2008	4,141	4,014	96.93%	232	4,246	96.93%
2007	4,141	3,929	97.04%	211	4,140	94.88%
2006	4,021	3,808	94.70%	197	4,005	94.70%
2005	4,004	3,736	93.31%	228	3,964	93.31%
2004	3,699	3,452	93.32%	213	3,665	93.32%

Source: Local Tax Assessor/Collector and District records.

(a) As of August 31st

(b) Ties to sum of M & O and Debt Service taxes on Exhibit 2

Wharton County Junior College
Statistical Supplement 9
Ratios of Outstanding Debt
Last Ten Fiscal Years
(unaudited)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Bonded Debt										
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds restricted for debt service	-	-	-	-	-	-	-	-	-	-
Net general bonded debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Other Debt										
Revenue bonds	\$ 3,830,000	\$ 4,465,000	\$ 5,090,000	\$ 5,605,000	\$ 7,555,000	\$ 8,205,000	\$ 8,825,000	\$ 9,420,000	\$ 9,990,000	\$10,525,000
Notes	-	-	-	-	-	-	-	-	-	-
Capital lease obligations	-	-	-	-	-	-	-	-	-	21,902
Total Outstanding Debt	<u>\$ 3,830,000</u>	<u>\$ 4,465,000</u>	<u>\$ 5,090,000</u>	<u>\$ 5,605,000</u>	<u>\$ 7,555,000</u>	<u>\$ 8,205,000</u>	<u>\$ 8,825,000</u>	<u>\$ 9,420,000</u>	<u>\$ 9,990,000</u>	<u>\$10,546,902</u>
General Bonded Debt Ratios										
Per Capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per Student	-	-	-	-	-	-	-	-	-	-
As a percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total Outstanding Debt Ratios										
Per Capita	\$ 93,415	\$ 108,902	\$ 124,146	\$ 132,556	\$ 178,673	\$ 194,045	\$ 212,779	\$ 227,125	\$ 240,410	\$ 254,688
Per Student	809	943	1,075	1,183	1,824	2,037	2,153	2,290	2,388	2,598
As a percentage of Taxable Assessed Value	1.28%	1.49%	1.70%	1.88%	2.53%	2.75%	2.95%	3.15%	4.04%	5.12%

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

Wharton County Junior College
Statistical Supplement 10
Legal Debt Margin Information
Last Ten Fiscal Years
(unaudited)

	For the Year Ended August 31 (amount expressed in thousands)									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Taxable Assessed Value	<u>\$ 3,681,134</u>	<u>\$ 3,525,157</u>	<u>\$ 3,478,355</u>	<u>\$ 5,003,191</u>	<u>\$ 3,804,635</u>	<u>\$ 3,350,557</u>	<u>\$ 3,028,141</u>	<u>\$ 2,931,959</u>	<u>\$ 2,471,351</u>	<u>\$ 2,061,805</u>
General Obligation Bonds										
Statutory Tax Levy Limit for Debt Service	18,406	17,626	17,392	25,016	19,023	16,753	15,141	14,660	12,357	10,309
Less: Funds Restricted for Repayment of General Obligation Bonds	-	-	-	-	-	-	-	-	-	-
Total Net General Obligation Debt	<u>18,406</u>	<u>17,626</u>	<u>17,392</u>	<u>25,016</u>	<u>19,023</u>	<u>16,753</u>	<u>15,141</u>	<u>14,660</u>	<u>12,357</u>	<u>10,309</u>
Current Year Debt Service Requirements	-	-	-	-	-	-	-	-	-	-
Excess of Statutory Limit for Debt Service over Current Requirements	<u>\$ 18,406</u>	<u>\$ 17,626</u>	<u>\$ 17,392</u>	<u>\$ 25,016</u>	<u>\$ 19,023</u>	<u>\$ 16,753</u>	<u>\$ 15,141</u>	<u>\$ 14,660</u>	<u>\$ 12,357</u>	<u>\$ 10,309</u>
Net Current Requirements as a % of Statutory Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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.

Wharton County Junior College
Statistical Supplement 11
Pledged Revenue Coverage
Last Ten Fiscal Years
(unaudited)

Revenue Bonds

Fiscal Year Ended August 31	Pledged Revenues (\$000 omitted)										Debt Service Requirements (\$000 omitted)			
	Tuition	Technology Fee	General Service Fees	Laboratory Fees	Building Use Fees	Interest Income	Other Fees	Auxiliary Enterprises Revenue	Total	Principal	Interest	Total	Coverage Ratio	
	2013	\$ 1,521	\$ -	\$ 6,955	\$ -	\$ 1,633	\$ (101)	\$ 6,514	\$ 883	\$ 17,405	\$ 635	\$ 107	\$ 742	23.46
2012	1,400	-	6,821	-	1,609	369	5,676	807	16,682	625	134	759	21.98	
2011	1,392	-	5,399	-	1,623	596	4,850	740	14,600	565	73	638	22.88	
2010	242	-	4,556	-	1,519	523	4,645	625	12,110	510	296	806	15.02	
2009	308	-	4,853	-	1,341	885	198	143	7,728	650	404	1,054	7.33	
2008	207	-	5,707	-	1,306	1,327	438	160	9,145	620	424	1,044	8.76	
2007	209	-	5,533	-	1,321	552	92	185	7,892	595	462	1,057	7.47	
2006	202	-	5,262	-	1,311	452	-	33	7,260	570	492	1,062	6.84	
2005	207	-	4,994	-	1,332	242	16	178	6,969	535	522	1,057	6.59	
2004	206	-	4,409	-	1,210	120	3	130	6,078	515	552	1,067	5.70	

Wharton County Junior College
Statistical Supplement 12
Demographic and Economic Statistics - Taxing District
Last Ten Fiscal Years
(unaudited)

Calendar Year	District Population	District Personal Income (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2012	a.	a.	a.	6.8%
2011	41,314	\$ 1,468,965	\$ 35,556	8.2%
2010	41,364	1,362,722	32,945	8.5%
2009	40,998	1,299,574	31,698	6.9%
2008	40,893	1,372,583	33,565	4.5%
2007	40,801	1,262,409	30,941	4.2%
2006	41,009	1,212,834	29,575	4.8%
2005	40,923	1,138,312	27,816	5.1%
2004	40,954	1,082,354	26,429	5.7%
2003	41,005	1,037,128	25,293	6.2%

Sources:

Population & Income per capita from Texas Workforce Commission

Unemployment rate from Texas Workforce Commission and US Department of Labor

Notes:

a. Not yet available.

Used Wharton County data only

Wharton County Junior College
Statistical Supplement 13
Principal Employers
Current Fiscal Year
(unaudited)

Employer	Number of Employees	Percentage of Total Employment
El Campo ISD	481	2.25%
Greenleaf Nursery Company, Inc.	377	1.76%
Wharton County Junior College	348	1.63%
Leedo Manufacturing Company, Inc	341	1.59%
Wharton Independent School District	314	1.47%
Wharton County Foods	257	1.20%
Wharton County	223	1.04%
Nan Ya Plastics Corporation USA	218	1.02%
South Texas Medical Clinics, P.A.	190	0.89%
Wal-Mart Associates, Inc.	179	0.84%
Total	<u>21,385</u>	<u>13.69%</u>

Source:

Texas Workforce Commission
Texas Metropolitan Statistical Area Data

Note:

This institution previously did not present this schedule and chose to implement prospectively.

Wharton County Junior College
Statistical Supplement 14
Faculty, Staff, and Administrators Statistics
Last Ten Fiscal Years
(unaudited)

		Fiscal Year									
		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Faculty											
Full-Time		163	162	162	155	150	144	134	130	157	152
Part-Time		139	140	161	155	143	148	163	179	205	216
Total		302	302	323	310	293	292	297	309	362	368
Percent											
Full-Time		54.0%	53.6%	50.2%	50.0%	51.2%	49.3%	45.1%	42.1%	43.4%	41.3%
Part-Time		46.0%	46.4%	49.8%	50.0%	48.8%	50.7%	54.9%	57.9%	56.6%	58.7%
Staff and Administrators											
Full-Time		178	170	172	170	172	162	161	161	129	133
Part-Time		75	50	63	73	76	71	80	65	72	72
Total		253	220	235	243	248	233	241	226	201	205
Percent											
Full-Time		70.4%	77.3%	73.2%	70.0%	69.4%	69.5%	66.8%	71.2%	64.2%	64.9%
Part-Time		29.6%	22.7%	26.8%	30.0%	30.6%	30.5%	33.2%	28.8%	35.8%	35.1%
FTSE per Full-time Faculty		29.7	29.9	31.2	30.6	27.7	28.0	30.6	31.6	26.6	26.7
FTSE per Full-Time Staff Member		27.2	28.5	29.4	27.9	24.2	24.9	25.5	25.5	32.4	30.5
Average Annual Faculty Salary		\$67,512*	\$56,521	\$54,094	\$53,237	\$52,561	\$50,466	\$48,091	\$46,190	\$44,394	\$43,224

Notes:

Based on IPEDS information that is a Fall snapshot. Library staff / counselors are included in the Faculty category.
*Effective 2013 IPEDS now uses a weighted monthly average multiplied by 12 for salaries

Wharton County Junior College
Statistical Supplement 15
Enrollment Details
Last Five Fiscal Years
(unaudited)

Student Classification	Fall 2012		Fall 2011		Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 hours	4,820	62%	4,505	63%	4,593	62%	4,474	66%	4,222	67%
31-60 hours	1,916	25%	1,820	25%	1,721	24%	1,674	25%	1,484	23%
> 60 hours	671	9%	673	9%	608	8%	474	7%	409	7%
Continuing Ed only	337	4%	182	3%	445	6%	138	2%	205	3%
Total	7,744	100%	7,180	100%	7,367	100%	6,760	100%	6,320	100%

Semester Hour Load	Fall 2012		Fall 2011		Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	13	0%	13	0%	14	0%	15	0%	16	0%
3-5 semester hours	1,691	22%	1,476	21%	1,416	19%	1,413	21%	1,425	23%
6-8 Semester hours	1,447	19%	1,359	19%	1,322	18%	1,249	19%	1,099	17%
9-11 semester hours	1,338	17%	1,255	17%	1,103	15%	985	15%	935	15%
12-14 semester hours	2,238	29%	2,147	30%	2,200	30%	2,172	32%	1,948	31%
15-17 semester hours	590	8%	638	9%	724	10%	642	9%	552	9%
18 & over	90	1%	110	1%	143	2%	146	2%	140	2%
Continuing Ed only	337	4%	182	3%	445	6%	138	2%	205	3%
Total	7,744	100%	7,180	100%	7,367	100%	6,760	100%	6,320	100%

Credit average course load	9.06	9.31	9.52	9.47	9.31
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Tuition Status	Fall 2012		Fall 2011		Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (in-District)	1,484	19%	1,561	22%	1,690	23%	1,658	24%	1,466	23%
Texas Resident (out-of-District)	5,617	73%	5,172	72%	5,002	68%	4,782	71%	4,483	71%
Non-Resident Tuition	210	3%	166	2%	164	2%	126	2%	121	2%
Exempt	96	1%	99	1%	66	1%	56	1%	45	1%
Continuing Ed only	337	4%	182	3%	445	6%	138	2%	205	3%
Total	7,744	100%	7,180	100%	7,367	100%	6,760	100%	6,320	100%

Source: CBM001 and CBM00A Fall reports.

Wharton County Junior College
Statistical Supplement 16
Student Profile
Last Five Fiscal Years
(unaudited)

	Fall 2012		Fall 2011		Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Gender										
Female	4,482	58%	4,079	57%	4,183	57%	3,876	57%	3,685	58%
Male	3,262	42%	3,101	43%	3,184	43%	2,884	43%	2,635	42%
Total	7,744	100%	7,180	100%	7,367	100%	6,760	100%	6,320	100%

	Fall 2012		Fall 2011		Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Ethnic Origin										
White	3,452	45%	3,533	49%	3,642	50%	3,567	53%	3,428	55%
Hispanic	2,458	32%	2,226	31%	2,237	30%	1,824	27%	1,632	26%
African American	1,001	13%	797	11%	900	12%	683	10%	575	9%
Asian	727	9%	545	8%	461	6%	398	6%	329	5%
Foreign	10	0%	3	0%	6	0%	207	3%	270	4%
Native American	53	1%	60	1%	36	1%	26	0%	17	0%
Unknown	43	1%	16	0%	85	1%	55	1%	69	1%
Total	7,744	100%	7,180	100%	7,367	100%	6,760	100%	6,320	100%

	Fall 2012		Fall 2011		Fall 2010		Fall 2009		Fall 2008	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Age										
Under 18	1,142	15%	966	14%	991	13%	824	12%	1,064	17%
18 -21	3,758	49%	3,531	49%	3,400	46%	3,397	50%	3,145	50%
22 - 24	913	12%	881	12%	868	12%	902	14%	704	11%
25 - 35	1,151	15%	1,147	16%	1,254	17%	1,088	16%	869	14%
36 - 50	602	8%	533	7%	645	9%	456	7%	420	6%
51 & over	178	2%	122	2%	209	3%	93	1%	118	2%
Total	7,744	100%	7,180	100%	7,367	100%	6,760	100%	6,320	100%

Average Age	23.3	23.2	23.9	22.9	22.7
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Source: CBM001 and CBM00A Fall reports.

Wharton County Junior College
Statistical Supplement 17
Transfers to Senior Institutions
Academic Year 2011-12 Students as of Fall 2012
(Includes only public senior colleges in Texas)
(unaudited)

Institutions Attended, Fall 2012		Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all Sample Transfer Students	% of all Sample Transfer Students
1	University of Houston - Main Campus	407	23	17	447	24.76%
2	Texas A&M University - College Station	254	15	7	276	15.29%
3	University of Houston - Victoria	194	18	7	219	12.13%
4	Texas State University	122	19	3	144	7.98%
5	The University of Texas - Austin	117	7	4	128	7.09%
6	Sam Houston State University	95	11	2	108	5.98%
7	The University of Texas - San Antonio	72	6	5	83	4.60%
8	Texas Tech University	65	4	2	71	3.93%
9	University of Houston - Downtown	50	1	3	54	2.99%
10	Stephen F. Austin State University	39	4	2	45	2.49%
11	Texas A&M University - Corpus Christi	22	1	2	25	1.39%
12	Prairie View A&M University	22	-	3	25	1.39%
13	University of North Texas	22	-	-	22	1.22%
14	Texas Woman's University	21	-	-	21	1.16%
15	Texas A&M University - Kingsville	20	-	-	20	1.11%
16	University of Houston - Clear Lake	18	-	-	18	1.00%
17	Texas A&M University - Galveston	17	-	-	17	0.94%
18	The University of Texas - Arlington	8	-	8	16	0.89%
19	Lamar University	11	3	-	14	0.78%
20	Texas Southern University	8	1	1	10	0.55%
21	Tarleton State University	10	-	-	10	0.55%
22	The University of Texas - Dallas	7	-	-	7	0.39%
23	Midwestern State University	4	2	1	7	0.39%
24	West Texas A&M University	5	-	-	5	0.28%
25	Angelo State University	3	-	-	3	0.17%
26	The University of Texas - Tyler	3	-	-	3	0.17%
27	Sul Ross State University	2	-	1	3	0.17%
28	University of Texas of the Permian Basin	2	-	-	2	0.11%
29	The University of Texas - El Paso	1	-	-	1	0.06%
30	Texas A&M University - Commerce	1	-	-	1	0.06%
Totals		1,622	115	68	1,805	100.00%

Source: THECB Automated Student and Adult Learner Follow-up Report

Wharton County Junior College
Statistical Supplement 18
Schedule of Capital Asset Information
Fiscal Years 2004 to 2012
(unaudited)

	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Academic buildings	12	12	12	12	12	12	12	12	12	13
Square footage (in thousands)	507	507	507	507	507	369	369	369	369	380
Libraries	2	2	2	2	2	2	2	2	2	2
Square footage (in thousands)	55	55	55	55	55	55	55	55	55	55
Number of Volumes (in thousands)	66,200	66,200	66,200	66,200	66,200	66,200	66,200	66,372	66,372	66,372
Administrative and support buildings	4	4	4	4	4	4	4	4	4	4
Square footage (in thousands)	64	64	64	64	64	64	64	64	64	64
Dormitories	3	3	3	3	3	3	3	3	3	14
Square footage (in thousands)	45	45	45	45	45	45	45	45	45	45
Number of Beds	158	158	158	158	158	158	158	158	158	158
Apartments	-	-	-	-	-	-	-	-	-	-
Square footage (in thousands)	-	-	-	-	-	-	-	-	-	-
Number of beds	-	-	-	-	-	-	-	-	-	-
Dining Facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	69	69	69	69	69	69	69	69	69	69
Average daily customers	500	500	500	500	500	500	500	500	500	500
Athletic Facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	27	27	27	27	27	27	27	27	27	27
Stadiums	-	-	-	-	-	-	-	-	-	-
Gymnasiums	1	1	1	1	1	1	1	1	1	1
Fitness Centers	1	1	1	1	1	1	1	1	1	1
Tennis Court	1	1	1	1	1	1	1	1	1	1
Plant facilities	1	1	1	1	1	1	1	1	1	1
Square footage (in thousands)	5	5	5	5	5	5	5	5	5	5
Transportation										
Cars	1	1	1	1	1	1	1	1	1	1
Light Trucks/Vans	14	14	14	14	14	14	14	14	14	14
Buses	1	1	1	1	-	-	1	1	2	2