

**CLARENDON COLLEGE**  
Clarendon, Texas

**ANNUAL FINANCIAL REPORT**  
August 31, 2011 and 2010

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**CLARENDON COLLEGE  
ORGANIZATIONAL DATA  
August 31, 2011**

**Board of Regents**

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	<u>Officers</u>	Term Expires <u>May</u>
Charles E. Dehyle, Sr.	Chairman	2016
John C. Howard	Vice Chairman	2014
Delbert W. Robertson	Secretary	2012

	<u>Members</u>	
Douglas Lowe	Clarendon, Texas	2012
Jack A. Moreman	Clarendon, Texas	2014
Mary Ellen Shields	Clarendon, Texas	2016
Ruth Robinson	Clarendon, Texas	2016
William A. Sansing	Clarendon, Texas	2014
Jerry W. Woodard	Clarendon, Texas	2012

**Principal Administrative Officers**

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Dr. Phil Shirley	President
Raymond Jamarillo	Vice President Pampa Center and Dean of Workforce Development and Continuing Education
Texas Buckhaults	Dean of Students and Instruction
Annette Ferguson	Dean of Administrative Services
Wendy Altman	Director of the Clarendon College Childress Center

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## Independent Auditor's Report

Board of Regents  
Clarendon College  
Clarendon, Texas

We have audited the accompanying financial statements of Clarendon College (the College) as of and for the years ended August 31, 2011 and 2010, as listed in the table of contents. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the College, as of August 31, 2011 and 2010, and the respective changes in financial position and cash flows thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2011, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 9 through 18 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with

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management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements of the College. The remaining supplemental information listed in the table of contents, Schedules A, B, C and D, and the Statistical Supplement, are likewise presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards, Schedule E, and Schedule of Expenditures of State of Texas 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 not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards, the Schedule of Expenditures of State of Texas Awards, and the Other Supplemental Information 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The Statistical Supplement has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Connor, McMillen, Mitchell & Shennum, PLLC*

Amarillo, Texas  
December 15, 2011



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## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

This section presents the management's discussion and analysis of the financial performance of Clarendon College (the College) during the fiscal year ending August 31, 2011. This discussion and analysis focuses on current activities, resulting changes and currently known facts, and should be read in conjunction with the accompanying financial statements and footnotes. The financial analysis is for fiscal year 2011, with fiscal year 2010 data for comparative purposes. The financial statements, footnotes and discussion are the responsibility of the College management.

**Using the Annual Financial Report:**

In June 1999, the Governmental Accounting Standards Board (GASB) released Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Statement No. 34 requires a comprehensive look at the entity as a whole and the depreciation of capital assets. In November 1999, GASB issued Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*, which applies the provisions of Statement No. 34 to public colleges and universities.

The financial report for the College includes the Statements of Net Assets, Statements of Revenues, Expenses, and Changes in Net Assets, and Statements of Cash Flows. These statements are prepared under the accrual basis of accounting and in accordance with GASB principles.

**Condensed Statements of Net Assets as of August 31, 2011 and 2010: (in millions)**

	<u>2011</u>	<u>2010</u>
<b>Current assets</b>		
Cash and cash equivalents	\$ 2.9	\$ 2.2
Accounts receivable, net	0.7	1.2
Other assets	<u>0.3</u>	<u>0.1</u>
Total current assets	<u>3.9</u>	<u>3.5</u>
<b>Noncurrent assets</b>		
Restricted cash and cash equivalents	2.8	4.2
Capital assets, net	16.7	15.2
Other noncurrent assets	<u>0.5</u>	<u>0.4</u>
Total noncurrent assets	<u>20.0</u>	<u>19.8</u>
<b>Total assets</b>	<u><u>\$ 23.9</u></u>	<u><u>\$ 23.3</u></u>

**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

	<u>2011</u>	<u>2010</u>
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 0.5	\$ 0.7
Deferred revenue	0.9	1.5
Other current liabilities	0.5	0.6
Total current liabilities	<u>1.9</u>	<u>2.8</u>
<b>Noncurrent liabilities</b>	<u>5.4</u>	<u>5.6</u>
<b>Total liabilities</b>	<u>7.3</u>	<u>8.4</u>
<b>Net assets</b>		
Invested in capital assets	11.3	11.6
Nonexpendable	1.5	1.6
Restricted for expendable	1.6	0.7
Unrestricted	2.2	1.0
<b>Total net assets</b>	<u>16.6</u>	<u>14.9</u>
<b>Total liabilities &amp; net assets</b>	<u>\$ 23.9</u>	<u>\$ 23.3</u>

There was an increase of \$0.4 million in the total current assets for 2010-2011 when compared to 2009-2010. Cash and cash equivalents and inventories increased \$0.7 million and \$0.1 million, respectively, while accounts receivable decreased \$0.5 million. The decrease in accounts receivable of \$0.5 million, going from \$1.2 million in 2009-2010 to \$0.7 million in 2010-2011, and the increase in inventories of \$0.1 million, going from \$0.1 million in 2009-2010 to \$0.2 in 2010-2011 are a result of starting fall classes one week later for fall 2011, August 31, 2011 compared to fall 2010, August 25, 2010. In 2008-2009 the College used unrestricted funds to purchase a new student management and fiscal system. During 2010-2011, the College chose to reinstate these unrestricted funds into short-term investments. This allocation is reflected in the \$0.7 million increase in cash and cash equivalents.

Noncurrent assets increased \$0.2 million in 2010-2011. They went from \$19.8 million in 2009-2010 to \$20.0 million in 2010-2011. Restricted cash and cash equivalents decreased \$1.4 million in 2010-2011, going from \$4.2 million in 2009-2010 to \$2.8 million in 2010-2011. In September 2009 the College entered into a lease agreement with Gray County, Texas. The lease covered the purchase of land and the construction of two new vocational training buildings. The lease contained an option to purchase, which qualified the agreement as a capital lease and resulted in a new lease payable. In addition, this lease agreement allowed the College to receive \$4.1 million in proceeds that were to be used to construct the two new vocational/technical classroom centers. At August 31, 2010, there was \$2.3 million remaining in restricted cash from the proceeds compared to \$0.9 million at August 31, 2011, which is reflected in the \$1.4 million decrease in restricted cash and cash equivalents. Another change in noncurrent assets was an increase in capital assets. Net capital assets went from \$15.2 million in 2009-2010 to \$16.7 million in 2010-2011, for an increase of \$ 1.5 million. The College completed the construction of the two new vocational/technical training classroom centers in 2010-2011. This completion was an addition of \$1.9 million in capital building. The College also purchased wind energy training equipment totaling \$0.6 million. These capital additions,

**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

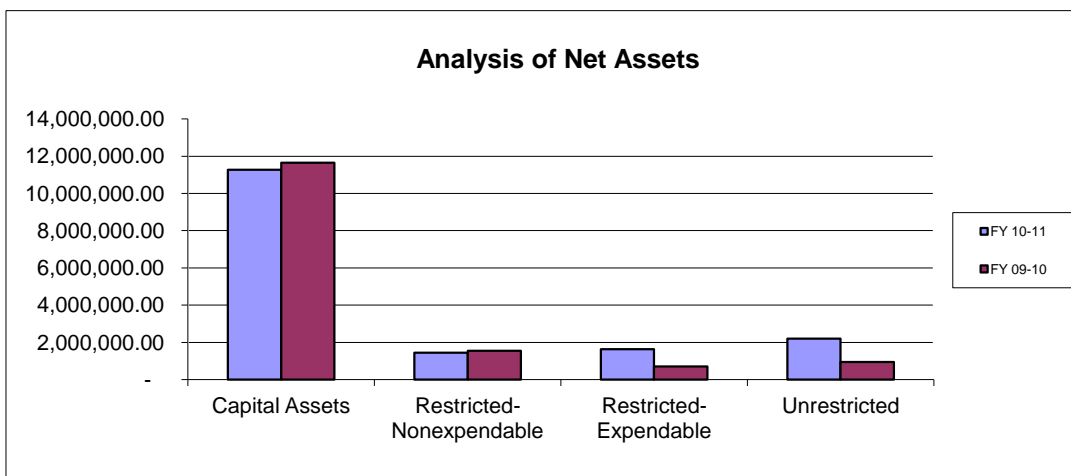
combined with the write-off of old equipment totaling \$0.3 million and depreciation expense of \$0.7 million, resulted in the increase in net capital assets of \$1.5 million.

Current liabilities decreased \$0.9 million, going from \$2.8 million in 2009-2010 to \$1.9 in 2010-2011. Accounts payable and accrued liabilities went from \$0.7 million in 2009-2010 to \$0.5 million in 2010-2011, for a \$0.2 million decrease. The decrease in accounts payable is the net of a reduction in the progress billing for the construction of the two new vocational training buildings in Gray County of \$0.3 million and an increase in employee health and insurance benefits of \$0.1 million. Other current liabilities went from \$0.6 million in 2009-2010 to \$0.5 million in 2010-2011, for a decrease of \$0.1 million. This decrease is due to the elimination of the \$0.1 million retainage payable for the construction of two new vocational/technical training classroom centers. Deferred revenue decreased \$0.6 million, \$1.5 million in 2009-2010 compared to \$0.9 million in 2010-2011. This fluctuation is a result of starting fall classes one week later for fall 2011, August 31, 2011, compared to fall 2010, August 25, 2010.

Noncurrent liabilities decreased by \$0.2 million in 2010-2011 compared to 2009-2010, \$5.4 million compare to \$5.6 million, respectively. The decrease is a result of scheduled principle payments during 2010-2011 totaling \$0.2 million.

The net of this activity resulted in an increase in total net assets of \$1.7 million, \$14.9 million in 2009-2010 compared to \$16.6 million in 2010-2011.

The following is a comparison of net assets and capital assets at August 31, 2011 and 2010:



**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

**Condensed Statements of Revenues, Expenses and Changes in Net Assets as of  
August 31, 2011 and 2010: (in millions)**

	<u>2011</u>	<u>2010</u>
<b>Operating revenue</b>		
Tuition & fees (net of discounts)	\$ 1.2	\$ 1.5
Federal grants and contracts	0.4	0.2
State grants and contracts	0.5	0.1
Local grants and contracts	1.1	0.9
Auxiliary enterprises (net of discounts)	0.8	0.9
Other operating revenues	0.1	0.1
	<u>4.1</u>	<u>3.7</u>
<b>Operating expenses</b>		
Instruction	3.1	3.0
Public service	-	-
Academic support	0.5	0.5
Student services	0.5	0.4
Institutional support	1.1	1.1
Operation and maintenance of plant	1.0	1.0
Scholarship expense	1.2	0.9
Auxiliary enterprises	1.2	1.4
Depreciation	0.7	0.6
	<u>9.3</u>	<u>8.9</u>
Total operating expenses	<u>9.3</u>	<u>8.9</u>
Operating loss	<u>(5.2)</u>	<u>(5.2)</u>
<b>Nonoperating revenues (expenses)</b>		
State appropriations	3.1	3.1
Ad valorem taxes	0.4	0.4
Federal revenue, nonoperating	3.4	2.6
Gifts	0.2	0.5
Investment income	0.1	0.1
Interest on capital related debt	(0.3)	(0.3)
	<u>6.9</u>	<u>6.4</u>
Net nonoperating revenues (expenses)	<u>6.9</u>	<u>6.4</u>
<b>Other revenue capital gifts</b>		
	<u>-</u>	<u>0.2</u>
Increase in net assets	1.7	1.4
<b>Net assets – beginning of year</b>	<u>14.9</u>	<u>13.5</u>
<b>Net assets – end of year</b>	<u>\$ 16.6</u>	<u>\$ 14.9</u>

**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

Operating revenue includes tuition and fees net of scholarship discounts and allowances, federal, state and local grants and contracts, auxiliary enterprises and other. The College total operating revenue shows a net increase of \$0.4 million in 2010-2011, \$3.7 million in 2009-2010 compared to \$4.1 million in 2010-2011. Although tuition and fees (net of discounts) shows a decrease of \$0.3 million, going from \$1.5 million in 2009-2010 to \$1.2 million in 2010-2011, there was an increase of \$0.8 million in the amount federal aid awarded to students in 2010-2011. This increase is reflected in nonoperating revenue. The College's rate of tuition and fees did not change between 2010-2011 and 2009-2010, while the College continued to show an increase in both head count and contact hours. Contact hours went from 751,264 in 2009-2010 to 812,785 in 2010-2011 and total head count went from 1,422 in 2009-2010 to 1,583 in 2010-2011. These are increases of 11% and 8%, respectively. Federal grants and state grants show an increase of \$0.2 million and \$0.4 million, respectively. The College received two grants, one federal and one state, to purchase training equipment for the wind energy technical program. These two grants were a total of \$0.6 million. In May 2008 the voters of both Gray and Childress counties passed a five cent (\$0.05) branch campus maintenance tax. These revenues are recorded into operating revenue under local grants and contracts which showed a \$0.2 million increase in 2010-2011 when compared to 2009-2010, \$1.1 million compared to \$0.9 million, respectively.

Operating expenses increased \$0.4 million, going from \$8.9 million in 2009-2010 to \$9.3 million in 2010-2011. This increase was in instructional expenses and scholarship expenses. The College received two grants totaling \$0.6 million to purchase training equipment for the wind energy technical program. Small equipment purchases of \$0.1 million were made while the other \$0.5 million was used for capital equipment purchases. The small equipment purchases are reflected in the instructional expense increase for 2010-2011. The College saw an increase of \$0.3 million in scholarship expense for 2010-2011, \$0.9 million in 2009-2010 compared to \$1.2 million in 2010-2011. This is a result of increased enrollment and scholarship/grant awards. All other 2010-2011 operating expense functional areas remained constant when compared to 2009-2010.

Total nonoperating revenue for 2010-2011 increased \$0.5 million, \$6.4 million in 2009-2010 compared to \$6.9 million in 2010-2011. The College saw an increase of \$0.8 million in federal revenue-nonoperating which was offset with a decrease of \$0.3 million in gifts. The federal aid received by the students, which is classified as federal revenue-nonoperating, increased \$0.8 million in 2010-2011 when compared to 2009-2010, \$2.6 million in 2009-2010 compared to \$3.4 million in 2010-2011. The College has worked hard to increase enrollment over the past years through the addition of new academic, technical and athletic programs. This work is reflected in the continued increase in both head count and contact hours. The College had an increase in head count of approximately 11%, going from 1,422 in 2009-2010 to 1,583 in 2010-2011, and a 28% increase in the number of federal Pell grants eligible students in 2010-2011, 660 in 2009-2010 compared to 843 in 2010-2011. In addition to the increased number of awards, there was also an increase of approximately 55% in the maximum annual amount of federal grant aid, Pell, awarded to eligible students, \$8,325 in 2010-2011 compared to \$5,350 in 2009-2010. The maximum award was increased by \$100 per semester and an eligible student could be awarded

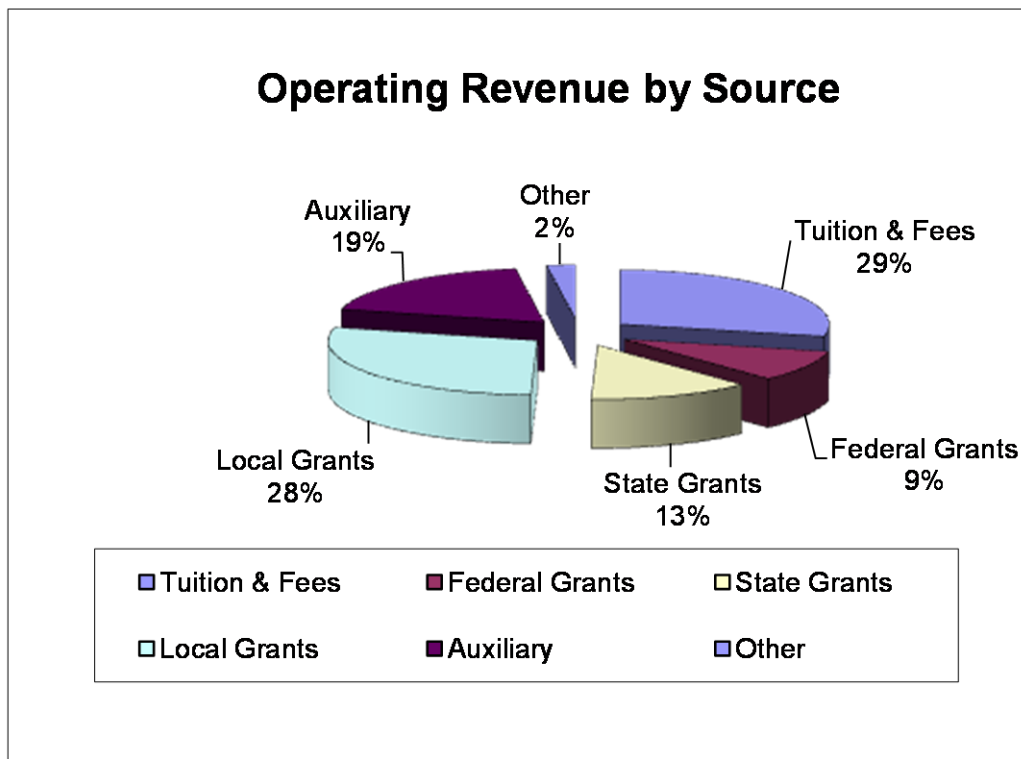


**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

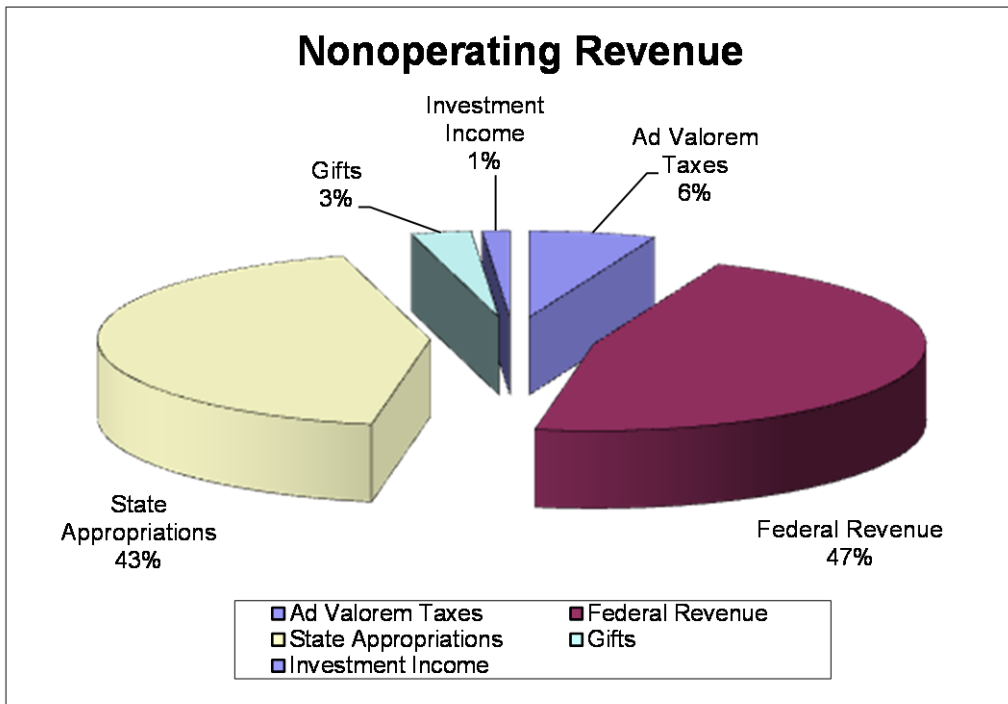
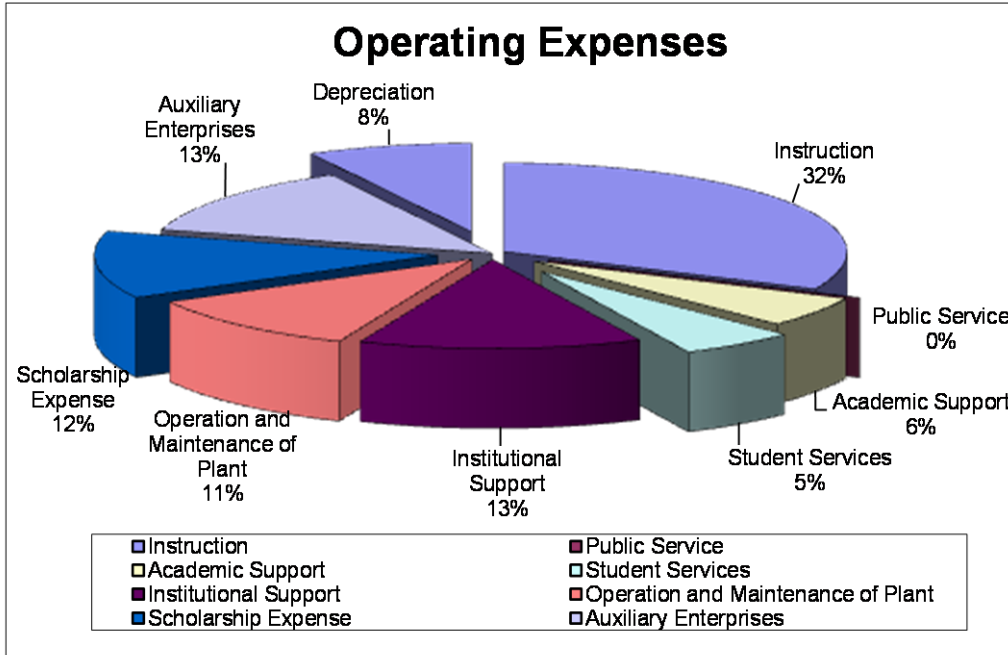
federal grant aid for three full-time semesters as opposed to two full-time semesters as it had been in prior years. The College had a decrease in gifts of \$0.3 million in 2010-2011. The College received two one-time gifts totaling \$0.5 million in 2009-2010 compared to two one-time gifts totaling \$0.2 million in 2010-2011. All of these gifts were restricted and were to be used in the construction of the new vocational training buildings and developing new programs. All other 2010-2011 nonoperating revenue categories remained constant when compared to 2009-2010.

Net Assets, End of Year 2010-2011 increased \$1.7 million.

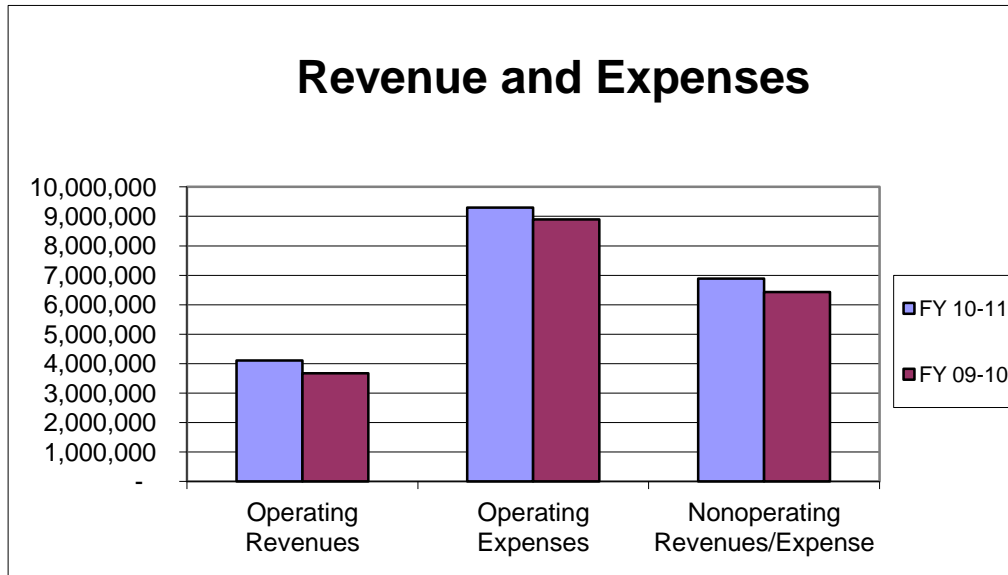
The following charts are an Analysis of Revenue and Expenses as of August 31, 2011.



**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**



**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**



**Statement of Cash Flows as of August 31, 2011 and 2010: (in millions)**

	Primary Institution	
	2011	2010
Cash provided by (used in):		
Operating activities	\$ (4.2)	\$ (4.2)
Noncapital financing activities	6.5	6.0
Capital and related financing activities	(3.0)	0.6
Investing activities	0.1	0.1
Net increase in cash	(0.6)	2.5
<b>Cash – beginning of the year</b>	<b>6.3</b>	<b>3.8</b>
<b>Cash – end of year</b>	<b>\$ 5.7</b>	<b>\$ 6.3</b>

This statement is used to determine the College's ability to meet its obligations and to determine if external financing is needed.

The net cash used by operating activities remained constant in 2010-2011 compared to 2010-2011 at \$4.2 million. The net cash provided by noncapital financing activities went from \$6.0 million in 2009-2010 to \$6.5 million in 2010-2011. The net cash provided an increase of \$0.5 million from the increase in federal financial aid received by our students. The net cash used by capital and related financing activities is due to the completion of the two new vocational training buildings Gray County. This decline was anticipated and planned.

**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

When interest rates started to decline in 2002-2003, the College began the practice of investing their money for periods of less than one year and has continued this practice thru 2010-2011. Interest rates have continued to be weak, and the College will continue to watch this and invest the funds available in a safe and secure manner.

**Significant Capital Assets and Long-Term Debt Activity:**

In September 2009, the College entered into a lease agreement with Gray County Texas. The lease covered the purchase of land and the construction of two new vocational training buildings. The lease contained an option to purchase, which qualified the agreement as a capital lease and resulted in a new lease payable. In addition, this lease agreement allowed the College to receive \$4.1 million in proceeds that were to be used to construct the two new vocational/technical classroom centers. The College completed the construction of two new vocational/technical training classroom centers in 2010-2011. The completion of the construction increased capital assets \$1.9 million.

The College also received two grants, one federal and one state, totaling \$0.6 million. These funds were restricted and used to purchase wind energy training equipment totaling \$0.6 million, \$0.1 million was small equipment and \$0.5 million was capital equipment.

Noncurrent liabilities decreased by \$0.2 million in 2010-2011 compared to 2009-2010, \$5.4 million compare to \$5.6 million, respectively. The decrease is a result of scheduled principle payments during 2010-2011 totaling \$0.2 million.

Please refer to the financial statement footnotes, Note 5 - Capital Assets, Note 6 - Long-Term Liabilities, and Note 7 - Debt Obligations for more information.

**Discussion of Currently Known Facts, Decisions, or Conditions:**

In May 2008, the voters of both Gray and Childress Counties passed a five cent (\$0.05) branch campus maintenance tax. This vote of approval from the residents of these two counties did allow the College to expand course availabilities at both the Pampa and Childress centers. Clarendon College Pampa Center's two new vocational buildings are now complete and classes in Cosmetology, Nail Technology, Vocational Nursing, Welding, Heating and Air Conditioning and Wind Energy Technology began in these buildings January 2011.

With our five-year plan, Unleash Your Potential, we will continue to expand our use of facilities and technology to respond to the needs of our students. The small average class size at the College provides students with more one-on-one interaction with the instructors and an environment conducive to learning. The majority of students attending the College do so in order to transfer credits to other institutions. For the fall 2010 term, 93.5% of the College's students completed courses and in May of 2011 the College awarded 242 degrees and/or certificates.

**CLARENDON COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Fiscal Year Ending August 31, 2011**

The College is continuing to focus on distance learning. The College currently provides high school dual credit courses to 17 area high schools. In Fall 2011, the College had a 25% increase in distance learning contact hours when compared to Fall 2010. The Fall 2011 contact hours were 62,080 compared to 49,504 in Fall 2010. With the growth of technology, we are committed to providing this option to our students.

The College has seen a continued growth in enrollment over the past three years. Clarendon College's contact hours rose from 542,048 in 2007-2008 to 812,775 in 2010-2011, which is a 50% increase. During this same time frame, the College experienced a 42% increase in student head count, going from 1,117 in Fall 2007 to 1,583 in Fall 2010. Clarendon College is committed to and continues to be a low-cost provider of higher education to our service area.

Clarendon College - *Unleash Your Potential!*

## **FINANCIAL STATEMENTS**

**CLARENDON COLLEGE  
STATEMENTS OF NET ASSETS  
AUGUST 31, 2011 AND 2010  
Exhibit 1**

	2011	2010
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 2,900,147	\$ 2,188,083
Accounts receivable, net	711,184	1,188,763
Inventories	209,551	91,693
Prepaid expenses	32,436	22,283
Total current assets	3,853,318	3,490,822
<b>NONCURRENT ASSETS</b>		
Restricted cash and cash equivalents	2,827,129	4,169,683
Real estate held as investments by endowments	258,930	258,930
Unamortized bond & lease payable issuance costs	173,548	183,899
Deposits	21,127	21,127
Capital assets, net	16,736,936	15,184,147
Total noncurrent assets	20,017,670	19,817,786
<b>TOTAL ASSETS</b>	<b>\$ 23,870,988</b>	<b>\$ 23,308,608</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 277,209	\$ 566,304
Accrued liabilities	245,503	127,632
Funds held for others	275,471	213,703
Deferred revenues	877,738	1,544,288
Retainage payable	-	87,932
Lease payable - current portion	145,000	140,000
Bonds payable - current portion	125,000	120,000
Total current liabilities	1,945,921	2,799,859
<b>NONCURRENT LIABILITIES</b>		
Accrued liabilities	-	10,000
Deposits	28,760	44,760
Lease payable - noncurrent portion	3,740,000	3,885,000
Bonds payable - noncurrent portion	1,588,086	1,710,640
Total noncurrent liabilities	5,356,846	5,650,400
<b>TOTAL LIABILITIES</b>	7,302,767	8,450,259
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	11,278,323	11,640,742
Restricted for:		
Nonexpendable	1,449,702	1,548,281
Expendable:		
Student aid	395,731	280,262
Debt service	238,000	238,000
Other	1,002,626	196,045
Unrestricted	2,203,839	955,019
Total net assets (Schedule D)	16,568,221	14,858,349
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 23,870,988</b>	<b>\$ 23,308,608</b>

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

**CLARENDON COLLEGE**  
**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**Years ended August 31, 2011 and 2010**  
**Exhibit 2**

	<u>2011</u>	<u>2010</u>
<b>OPERATING REVENUES</b>		
Tuition and fees, net of discounts of \$2,469,475 and \$2,357,881 in 2011 and 2010, respectively	\$ 1,177,043	\$ 1,541,003
Federal grants and contracts	383,273	138,363
State grants and contracts	515,832	77,507
Local grants and contracts	1,169,517	910,662
Auxiliary enterprises, net of discounts of \$766,235 and \$567,139 in 2011 and 2010, respectively	774,554	928,820
Other operating revenues	90,651	81,359
	<u>4,110,870</u>	<u>3,677,714</u>
<b>OPERATING EXPENSES</b>		
Instruction	3,050,576	2,977,303
Academic support	518,049	529,316
Student services	506,896	464,944
Institutional support	1,155,442	1,082,193
Operation and maintenance of plant	998,960	971,759
Scholarship expense	1,142,146	871,754
Auxiliary enterprises	1,201,457	1,415,245
Depreciation	719,836	586,935
	<u>9,293,362</u>	<u>8,899,449</u>
Operating loss	<u>(5,182,492)</u>	<u>(5,221,735)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
State appropriations	3,094,396	3,133,624
Ad valorem taxes for maintenance and operations	442,331	408,794
Federal revenue, nonoperating	3,363,341	2,586,337
Gifts	209,817	473,911
Investment income	96,220	123,930
Interest on capital-related debt	(287,329)	(300,250)
Gain (loss) on disposal of fixed assets	(32,850)	3,312
Other nonoperating revenues (expenses)	6,438	3,325
	<u>6,892,364</u>	<u>6,432,983</u>
Net nonoperating revenues (Schedule C)	<u>6,892,364</u>	<u>6,432,983</u>
<b>OTHER REVENUES</b>		
Capital gifts	-	173,756
Total other revenues	<u>-</u>	<u>173,756</u>
Increase in net assets	1,709,872	1,385,004
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>14,858,349</u>	<u>13,473,345</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$16,568,221</u>	<u>\$14,858,349</u>

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



**CLARENDON COLLEGE**  
**STATEMENTS OF CASH FLOWS**  
**Years ended August 31, 2011 and 2010**  
**Exhibit 3**

	<u>2011</u>	<u>2010</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from students and other customers	\$ 1,874,594	\$ 2,280,638
Receipts from grants and contracts	2,098,904	1,191,112
Payments to or on behalf of employees	(4,062,548)	(4,008,171)
Payments to suppliers for goods or services	(3,008,266)	(2,777,125)
Payments of scholarships	(1,142,146)	(871,754)
Net cash used by operating activities	<u>(4,239,462)</u>	<u>(4,185,300)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Receipts from state appropriations	2,497,290	2,508,554
Receipts from ad valorem tax revenues	390,732	412,992
Receipts from nonoperating federal revenue	3,363,341	2,586,337
Gifts and grants	209,817	473,911
Student organizations and other agency transactions	15,351	3,325
Net cash provided by noncapital financing activities	<u>6,476,531</u>	<u>5,985,119</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchases of capital assets	(2,426,258)	(2,556,969)
Proceeds on capital debt	-	4,004,447
Proceeds on disposition of assets	-	5,830
Principal payments on capital debt	(120,000)	(445,570)
Principal payments on capital lease	(140,000)	(150,000)
Interest payments on capital debt	(277,521)	(271,637)
Net cash provided (used) by capital and related financing activities	<u>(2,963,779)</u>	<u>586,101</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment earnings	96,220	123,930
Net cash provided by investing activities	<u>96,220</u>	<u>123,930</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(630,490)	2,509,850
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>6,357,766</u>	<u>3,847,916</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 5,727,276</u>	<u>\$ 6,357,766</u>
<b>Cash and cash equivalents are reported in the Statement of Net Assets as follows:</b>		
Cash and cash equivalents	\$ 2,900,147	\$ 2,188,083
Restricted cash and cash equivalents	<u>2,827,129</u>	<u>4,169,683</u>
Total cash and cash equivalents	<u>\$ 5,727,276</u>	<u>\$ 6,357,766</u>

**CLARENDON COLLEGE**  
**STATEMENTS OF CASH FLOWS, CONTINUED**  
**Years ended August 31, 2011 and 2010**  
**Exhibit 3**

	2011	2010
<b>Reconciliation of operating loss to net cash used by operating activities:</b>		
Operating loss	\$ (5,182,492)	\$ (5,221,735)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation expense	719,836	586,935
State-funded benefits	621,363	625,070
Changes in operating assets and liabilities:		
Receivables, net	529,178	(23,989)
Inventories	(117,858)	6,379
Prepaid expenses	(10,153)	(16,967)
Accounts payable	(289,095)	43,384
Accrued liabilities	172,309	(4,062)
Deferred revenue	(666,550)	(181,975)
Deposits	(16,000)	1,660
Net cash used by operating activities	\$ (4,239,462)	\$ (4,185,300)
<b>Noncash investing, capital and financing activities:</b>		
Land contributed from donor	\$ -	\$ 173,756

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

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**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 1 - REPORTING ENTITY**

Clarendon College (the College) was established in 1927 in accordance with the laws of the State of Texas, to serve the educational needs of Clarendon, Texas, 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.

**NOTE 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.

**Tuition Discounting**

*Texas Public Education Grants*

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

*Title IV, HEA Program Funds*

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

In response to guidance provided by GASB as question/answer 7.72.10 in the Implementation Guide, revenue received for federal Title IV grant programs is now characterized as nonoperating revenue as opposed to operating revenue.

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*Other Tuition Discounts*

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

**Basis of Accounting**

The financial statements of the College have been prepared on the accrual basis of accounting 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 Regents 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 values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase. Long-term investments have an original maturity of greater than one year at the time of purchase.

**Inventories**

Inventories consist of bookstore stock and are valued at the lower of cost (FIFO) or market and are charged to expense as consumed. Materials and supplies are charged to expense when purchased.

**Capital Assets**

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. The capitalization policy includes items valued at \$5,000 or more and an estimated useful life of greater than one year. Renovations to buildings, infrastructures, and land

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets** (Continued)

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 the assets' lives are charged to operating expense in the year in which the expense is incurred.

The College reports depreciation under a single line item as a business-type unit. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The following lives are used:

Buildings	50 years
Facilities and other improvements	20 years
Library books	15 years
Furniture, machinery, vehicles and other equipment	10 years
Telecommunications and peripheral equipment	5 years

**Deferred Revenues**

Tuition, fees, and other revenues received and related to the following fiscal year have been deferred. Tuition and fees of \$877,738 and \$1,544,288 have been reported as deferred revenue at August 31, 2011 and 2010, respectively.

**Estimates**

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

**Operating and Nonoperating Revenue and Expense Policy**

The College distinguishes operating revenues and expenses from nonoperating items. 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 nonoperating revenues are state appropriations, federal Title IV revenue and property tax collections. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets.

**Reclassifications**

Certain amounts in the 2010 financial statements have been reclassified to conform with the 2011 presentation.

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 3 - AUTHORIZED INVESTMENTS**

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

The Board of Regents of Clarendon College has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act. The investments of the College are in compliance with the Regents' investment policies.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

Cash and cash equivalents included on Exhibit 1, Statements of Net Assets, consist of the items reported below:

	<u>2011</u>	<u>2010</u>
Petty cash on hand	\$ 900	\$ 900
Demand deposits	1,391,380	1,690,747
Time deposits	<u>4,334,996</u>	<u>4,666,119</u>
<b>Total cash and cash equivalents</b>	<b><u>\$ 5,727,276</u></b>	<b><u>\$ 6,357,766</u></b>

The College's cash and cash equivalents were reported on Exhibit 1, Statements of Net Assets, as reported below:

	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 2,900,147	\$ 2,188,083
Restricted cash and cash equivalents	<u>2,827,129</u>	<u>4,169,683</u>
<b>Total cash and cash equivalents</b>	<b><u>\$ 5,727,276</u></b>	<b><u>\$ 6,357,766</u></b>

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

**Credit Risk:** State law limits investments in commercial paper to those rated not less than A-1 or P-1 and no-load money market mutual funds to those rated not less than AAA. As of August 31, 2011, the College did not have any investments in commercial paper or no-load money market mutual funds.

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 4 - DEPOSITS AND INVESTMENTS (CONTINUED)**

**Custodial Credit Risk:** For investments and deposits, this is the risk that, in the event of the failure of the counterparty, the College will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The College is not exposed to custodial credit risk for its investments as all are insured, registered and held by the College or by its agent in the College's name.

**NOTE 5 - CAPITAL ASSETS**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Not depreciated:				
Land	\$ 1,269,593	\$ -	\$ -	\$ 1,269,593
Construction in progress	2,000,435	-	2,000,435	-
Total not depreciated	<u>3,270,028</u>	<u>-</u>	<u>2,000,435</u>	<u>1,269,593</u>
Other capital assets:				
Buildings	11,112,800	3,469,999	-	14,582,799
Facility and land improvements	2,027,951	47,386	26,339	2,048,998
Furniture, machinery, vehicles and other equipment	2,095,946	539,321	9,752	2,625,515
Telecommunications and peripheral equipment	1,823,892	242,800	189,532	1,877,160
Library books	518,864	6,404	-	525,268
Total other capital assets	<u>17,579,453</u>	<u>4,305,910</u>	<u>225,623</u>	<u>21,659,740</u>
Total cost of capital assets	<u>20,849,481</u>	<u>4,305,910</u>	<u>2,226,058</u>	<u>22,929,333</u>
Accumulated depreciation:				
Buildings	2,719,994	231,363	-	2,951,357
Facility and land improvements	579,611	90,751	1,778	668,584
Furniture, machinery, vehicles and other equipment	839,060	207,437	1,464	1,045,033
Telecommunications and peripheral equipment	1,061,076	183,598	189,531	1,055,143
Library books	465,593	6,687	-	472,280
Total accumulated depreciation	<u>5,665,334</u>	<u>719,836</u>	<u>192,773</u>	<u>6,192,397</u>
Capital assets, net	<u>\$ 15,184,147</u>	<u>\$ 3,586,074</u>	<u>\$ 2,033,285</u>	<u>\$ 16,736,936</u>

The College entered into a construction contract as of August 31, 2010. Total commitments are \$3,098,216 of which \$1,670,708 was expended at August 31, 2010. There were no outstanding commitments as of August 31, 2011.

Capital assets include gross assets acquired under capital leases of \$3,469,989 at August 31, 2011. Related amortization included in accumulated amortization was \$31,230. Capital leases are included as a component of building and equipment. Amortization of assets under capital leases is included in depreciation expense.



**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 5 - CAPITAL ASSETS (CONTINUED)**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Not depreciated:				
Land	\$ 1,095,837	\$ 173,756	\$ -	\$ 1,269,593
Construction in progress	104,286	1,896,149	-	2,000,435
Total not depreciated	<u>1,200,123</u>	<u>2,069,905</u>	<u>-</u>	<u>3,270,028</u>
Other capital assets:				
Buildings	11,112,800	-	-	11,112,800
Facility and land improvements	1,966,285	61,666	-	2,027,951
Furniture, machinery, vehicles and other equipment	1,739,739	358,858	2,651	2,095,946
Telecommunications and peripheral equipment	1,181,361	642,531	-	1,823,892
Library books	510,319	8,545	-	518,864
Total other capital assets	<u>16,510,504</u>	<u>1,071,600</u>	<u>2,651</u>	<u>17,579,453</u>
Total cost of capital assets	<u>17,710,627</u>	<u>3,141,505</u>	<u>2,651</u>	<u>20,849,481</u>
Accumulated depreciation:				
Buildings	2,519,861	200,133	-	2,719,994
Facility and land improvements	489,833	89,778	-	579,611
Furniture, machinery, vehicles and other equipment	672,733	166,460	133	839,060
Telecommunications and peripheral equipment	937,120	123,956	-	1,061,076
Library books	458,985	6,608	-	465,593
Total accumulated depreciation	<u>5,078,532</u>	<u>586,935</u>	<u>133</u>	<u>5,665,334</u>
Capital assets, net	<u>\$ 12,632,095</u>	<u>\$ 2,554,570</u>	<u>\$ 2,518</u>	<u>\$ 15,184,147</u>

**NOTE 6 - LONG-TERM LIABILITIES**

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

	<u>Balance September 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance August 31, 2011</u>	<u>Current Portion</u>
Bonds payable					
Revenue bonds payable	\$ 1,860,000	\$ -	\$ 120,000	\$ 1,740,000	\$ 125,000
Unamortized loss on refunding	(29,360)	-	(2,446)	(26,914)	-
Total bonds payable	1,830,640	-	117,554	1,713,086	125,000
Long-term Capital Lease	4,025,000	-	140,000	3,885,000	145,000
Accrued liabilities	137,632	117,871	10,000	245,503	245,503
Deposits	44,760	-	16,000	28,760	-
Long-term liabilities	6,038,032	<u>\$ 117,871</u>	<u>\$ 283,554</u>	5,872,349	<u>\$ 515,503</u>
Current portion	<u>(387,632)</u>			<u>(515,503)</u>	
	<u>\$ 5,650,400</u>			<u>\$ 5,356,846</u>	

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)**

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

	<u>Balance September 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance August 31, 2010</u>	<u>Current Portion</u>
Bonds payable					
Revenue bonds payable	\$ 1,975,000	\$ -	\$ 115,000	\$ 1,860,000	\$ 120,000
Unamortized loss on refunding	(31,807)	-	(2,447)	(29,360)	-
Total bonds payable	1,943,193	-	112,553	1,830,640	120,000
Notes payable	330,570	-	330,570	-	-
Total bonds and notes payable	2,273,763	-	443,123	1,830,640	120,000
Long-term Capital Lease	-	4,175,000	150,000	4,025,000	140,000
Accrued liabilities	140,466	-	2,834	137,632	127,632
Deposits	43,100	1,660	-	44,760	-
Long-term liabilities	<u>\$ 2,457,329</u>	<u>\$ 4,176,660</u>	<u>\$ 595,957</u>	6,038,032	<u>\$ 387,632</u>
Current portion				(387,632)	
				<u>\$ 5,650,400</u>	

**NOTE 7 - DEBT OBLIGATIONS**

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

<b>For the Year Ended August 31,</b>	<b>Revenue Bonds</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 125,000	\$ 81,780	\$ 206,780
2013	130,000	75,905	205,905
2014	135,000	69,795	204,795
2015	145,000	63,450	208,450
2016	150,000	56,635	206,635
2017-2021	860,000	171,080	1,031,080
2022	195,000	9,165	204,165
<b>Total</b>	1,740,000	<u>\$ 527,810</u>	<u>\$ 2,267,810</u>
Unamortized loss on refunding	26,914		
	<u>\$ 1,713,086</u>		

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 7 - DEBT OBLIGATIONS (CONTINUED)**

Details of bonds and notes payable as of August 31, 2011 and 2010 are as follows:

Refunding Revenue Bonds, Series 2005

- To refund the 2006 through 2022 maturities of the Series 2002 Improvement and Refunding Revenue Bonds.
- Issued April 15, 2005
- Original principal amount of \$2,380,000
- Secured by a pledge of revenues, including certain tuition and fees, 20% of the gross revenues received from the cafeteria and 60% of the gross revenues received from the dormitory system.
- Bonds payable are due in annual installments varying from \$125,000 to \$195,000 with an interest rate of 4.7% with the final installment due in 2022.

Lease Payable to Gray County

Lease payable to Gray County, Texas, issued on September 1, 2009, in the amount of \$4,175,000, interest varies from 2.5% to 5.125%, annual principal installments varying from \$145,000 to \$315,000 plus interest due semi-annually, with a maturity date of August 1, 2029. The loan proceeds were used for the construction of two new buildings and equipment at the Pampa, Texas Campus.

Obligations under capital leases at August 31, 2011, were as follows:

<b>For the Year Ended August 31,</b>	<b>Total</b>
2012	\$ 330,761
2013	329,781
2014	328,781
2015	332,581
2016	330,981
2017-2021	1,645,269
2022-2026	1,652,539
2027-2029	993,788
Total minimum lease payments	5,944,481
Less: Amount representing interest costs	(2,059,481)
<b>Present value of minimum lease payments</b>	<b>\$ 3,885,000</b>

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 8 - DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES**

Accounts receivable at August 31, 2011 and 2010, consisted of the following:

	<u>2011</u>	<u>2010</u>
Taxes receivable	\$ 120,705	\$ 69,106
Student receivables	830,126	1,342,188
Grants receivable	75,240	105,522
Other receivables	<u>14,041</u>	<u>875</u>
	1,040,112	1,517,691
Allowance for doubtful accounts	<u>(328,928)</u>	<u>(328,928)</u>
<b>Total accounts receivable, net</b>	<u>\$ 711,184</u>	<u>\$ 1,188,763</u>

Accounts payable at August 31, 2011 and 2010 consist of amounts payable to vendors.

Accrued liabilities at August 31, 2011 and 2010 consisted of the following:

	<u>2011</u>	<u>2010</u>
Accrued interest payable	\$ 49,570	\$ 52,240
Accrued liability to U.S. Department of Education	63,016	63,016
Other accrued liabilities	<u>132,917</u>	<u>12,376</u>
<b>Total accrued liabilities</b>	<u>\$ 245,503</u>	<u>\$ 127,632</u>

**NOTE 9 - 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 Schedules A and C. For federal and nonfederal contract and grant awards, funds expended, but not collected, are reported as accounts receivable on Exhibit 1. Contract and grant awards that are not yet funded and for which the 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 year 2011 and 2010 for which monies have not been received nor funds expended totaled \$-0- and \$578,350, respectively. Of these amounts, the full amount was from state contract and grant awards.

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 10 - EMPLOYEES' RETIREMENT PLAN**

**State-Sponsored Benefit Plans**

The State of Texas has joint contributory retirement plans for almost all its employees. One of the primary plans in which the College participates is administered by the Teacher Retirement System of Texas.

*Teacher Retirement System of Texas*

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

*Funding Policy.* Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a 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% for fiscal years 2011 and 2010 and a state contribution rate of 6.644% for fiscal years 2011 and 2010. In certain instances the reporting district is required to make all or a portion of the state's contribution for fiscal years 2011 and 2010.

*Optional Retirement Plan*

*Plan Description.* Participation in the Optional Retirement Program is in lieu of participation in the Teacher Retirement System. The optional retirement program provides for the purchase of annuity contracts and operates under the 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 state legislature. The percentages of participant salaries currently contributed by the state and each participant are 6.4% and 6.65%, respectively. The College contributes 1.31% for all employees. Benefits fully vest after one year plus one day of

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 10 - EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

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 approximately \$199,000 and \$186,500 for the fiscal years ended August 31, 2011 and 2010, respectively. This amount represents the portion of expended appropriations made by the state legislature on behalf of the College.

The total payroll for all College employees was \$3,811,057 and \$3,715,566 for fiscal years 2011 and 2010, respectively. The total payroll of employees covered by the Teacher Retirement System was \$3,256,822 and \$3,164,552 and the total payroll of employees covered by the Optional Retirement Program was approximately \$146,000 and \$162,600 for fiscal years 2011 and 2010, respectively.

**NOTE 11 - 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.

**NOTE 12 - POSTRETIREMENT 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.

For the year ended August 31, 2011, the State's contribution per full-time employee and retiree was \$413 per month and totaled approximately \$423,000 for the year. The cost of providing those benefits for 34 retirees was approximately \$189,000 and for 72 active employees was approximately \$234,000.

For the year ended August 31, 2010, the State's contribution per full-time employee and retiree was approximately \$385 per month and totaled approximately \$439,000 for the year. The cost of providing those benefits for 35 retirees was approximately \$190,000 and for 78 active employees was approximately \$249,000.

**CLARENDON COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
August 31, 2011 and 2010**

**NOTE 13 - PROPERTY 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 taxing jurisdiction.

**At August 31, 2011:**

Assessed valuation of the College	\$ 189,977,658
Less: Exemptions	890,256
Less: Abatements	<u>1,310,399</u>

**Net assessed valuation of the College** \$ 187,777,003

	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized	\$ .850000	\$ -	\$ .850000
Tax rate per \$100 valuation for assessed	.221929	-	.221929

<u>Taxes Collected</u>	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 398,210	\$ -	\$ 398,210
Delinquent taxes collected	12,596	-	12,596
Penalties and interest collected	<u>4,400</u>	<u>-</u>	<u>4,400</u>
<b>Total collections</b>	<u><u>\$ 415,206</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 415,206</u></u>

**At August 31, 2010:**

Assessed valuation of the College	\$ 190,535,874
Less: Exemptions	780,284
Less: Abatements	<u>877,897</u>

**Net assessed valuation of the College** \$ 188,877,693

	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized	\$ .850000	\$ -	\$ .850000
Tax rate per \$100 valuation for assessed	.221404	-	.221404

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 13 - PROPERTY TAX (CONTINUED)**

<u>Taxes Collected</u>	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Current taxes collected	\$ 397,642	\$ —	\$ 397,642
Delinquent taxes collected	14,278	—	14,278
Penalties and interest collected	<u>4,856</u>	<u>—</u>	<u>4,856</u>
<b>Total collections</b>	<b><u>\$ 416,776</u></b>	<b><u>\$ —</u></b>	<b><u>\$ 416,776</u></b>

Taxes levied for the year ended August 31, 2011 and 2010 were approximately \$415,000 and \$414,000, respectively (which included penalty and interest assessed, if applicable).

Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

Tax collections for the years ended August 31, 2011 and 2010 were 96% of the current tax levy for both years. Property tax revenues are recognized in the year for which they are levied. The use of tax proceeds is restricted for the maintenance and operations of the College.

**NOTE 14 - EXTENSION CENTER MAINTENANCE TAX**

A maintenance tax was established by election in 2009 and is levied by Gray County tax office and Childress County Appraisal District. It 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 College. Collections are transferred to the College to be used for operation of a campus at Gray and Childress counties. This revenue is reported under local grants and contracts. Collections in fiscal years 2011 and 2010 (including penalties and interest) from Gray County totaled approximately \$772,000 and \$787,000, respectively, and from Childress County totaled approximately \$128,000 and \$125,000, respectively.

**NOTE 15 - 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 significant unrelated business income tax liability for the years ended August 31, 2011 and 2010.



**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 16 - RELATED PARTIES**

The Clarendon College Foundation (CCF) is a nonprofit organization with the sole purpose of supporting the educational and other activities of the College. The College does not appoint a voting majority of CCF's Board of Directors, and it does not fund, nor is it obligated to pay, debt related to CCF. CCF solicits donations and acts as coordinator of gifts made by other parties as well as providing scholarships to students attending the College. During the fiscal year, the College furnished certain services, i.e., office space, utilities, and some staff assistance, to CCF for which CCF did not reimburse the College. CCF is controlled by an autonomous Board of Directors and is not considered a component unit of the College for financial reporting purposes. During the years ended August 31, 2011 and 2010, the College received funds consisting of donations and scholarships for students from CCF totaling \$10,060 and \$7,212, respectively.

The Pampa Center Foundation (PCF) was organized by the residents of the city of Pampa, Texas, for the purpose of providing educational support for the Pampa Center of Clarendon College. PCF is controlled by an autonomous Board of Directors and is not considered a component unit of the College for financial reporting purposes.

**NOTE 17 - PAMPA CENTER FOUNDATION LEASE**

During the year ended August 31, 2000, the College entered into a 30-year lease agreement with the PCF. The leased premises, located in Pampa, Texas, are used by the College to provide secondary, vocational and other community college courses. The College paid an advance rental of \$700,000 as payment in full for the 30-year lease term. During 2009, PCF donated the building and 13 acres of land occupied by the building to the College. The donation was recorded in 2009 at a fair market value for the building of \$2,497,050 and a fair market value of the land of \$118,400. The unamortized prepaid was used to offset these amounts resulting in a gain of approximately \$2,118,000.

**NOTE 18 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS**

**Plan Description**

The 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 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 information for SRHP. That report may be obtained by visiting the ERS website at <http://www.ers.state.tx.us/>.

**CLARENDON COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**August 31, 2011 and 2010**

**NOTE 18 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)**

**Funding Policy**

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

The employer's share of the cost of retiree healthcare coverage for the current year is known as the implicit rate subsidy. It is the difference between the claims costs for the retirees and the amounts contributed by the retirees. The ERS board of trustees sets the employer contribution rate based on the implicit rate subsidy which is actuarially determined in accordance with the parameters of GASB 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 ended August 31, 2011, 2010 and 2009 were \$232,941, \$205,918 and \$182,442, respectively, which equaled the required contributions each year.

**NOTE 19 - COMMITMENTS, CONTINGENCIES AND LAWSUITS**

The College participates in various state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies. In the opinion of the College's management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

This information is an integral part of the accompanying financial statements.

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## **OTHER SUPPLEMENTAL INFORMATION**

**CLARENDON COLLEGE  
SCHEDULE A  
SCHEDULE OF OPERATING REVENUES  
YEAR ENDED AUGUST 31, 2011  
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2010)**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total Educational Activities</u>	<u>Auxiliary Enterprises</u>	<u>2011</u>	<u>2010</u>
<b>TUITION</b>						
State-funded courses						
In-district resident tuition	\$ 212,654	\$ -	\$ 212,654	\$ -	\$ 212,654	\$ 198,356
Out-of-district resident tuition	1,058,594	-	1,058,594	-	1,058,594	1,408,565
Non-resident tuition	97,185	-	97,185	-	97,185	101,943
TPEG - Credit (set aside)*	82,688	-	82,688	-	82,688	72,670
Non-state funded continuing education	2,479	-	2,479	-	2,479	2,479
Total tuition	<u>1,453,600</u>	<u>-</u>	<u>1,453,600</u>	<u>-</u>	<u>1,453,600</u>	<u>1,784,013</u>
<b>FEES</b>						
Building use fee	799,322	-	799,322	-	799,322	530,130
Out-of-district fee	401,410	-	401,410	-	401,410	432,710
General fee	566,209	-	566,209	-	566,209	580,665
Laboratory fee	194,992	-	194,992	-	194,992	214,833
Other fees	230,985	-	230,985	-	230,985	356,533
Total fees	<u>2,192,918</u>	<u>-</u>	<u>2,192,918</u>	<u>-</u>	<u>2,192,918</u>	<u>2,114,871</u>
<b>SCHOLARSHIP ALLOWANCES AND DISCOUNTS</b>						
Scholarship allowances	(269,237)	-	(269,237)	-	(269,237)	(259,868)
Remissions and exemptions	(81,879)	-	(81,879)	-	(81,879)	(175,765)
TPEG allowances	(54,828)	-	(54,828)	-	(54,828)	(46,473)
Federal grants to students	(1,902,316)	-	(1,902,316)	-	(1,902,316)	(1,829,894)
Other federal grants	(161,215)	-	(161,215)	-	(161,215)	(45,881)
Total scholarship allowances and discounts	<u>(2,469,475)</u>	<u>-</u>	<u>(2,469,475)</u>	<u>-</u>	<u>(2,469,475)</u>	<u>(2,357,881)</u>
Total net tuition and fees	<u>1,177,043</u>	<u>-</u>	<u>1,177,043</u>	<u>-</u>	<u>1,177,043</u>	<u>1,541,003</u>

**CLARENDON COLLEGE  
SCHEDULE A, CONTINUED  
SCHEDULE OF OPERATING REVENUES  
YEAR ENDED AUGUST 31, 2011  
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2010)**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total Educational Activities</u>	<u>Auxiliary Enterprises</u>	<u>2011</u>	<u>2010</u>
<b>ADDITIONAL OPERATING REVENUES</b>						
Federal grants and contracts	-	383,273	383,273	-	383,273	138,363
State grants and contracts	-	515,832	515,832	-	515,832	77,507
Local grants and contracts	918,814	250,703	1,169,517	-	1,169,517	910,662
Other operating revenues	<u>56,157</u>	<u>-</u>	<u>56,157</u>	<u>34,494</u>	<u>90,651</u>	<u>81,359</u>
Total additional operating revenues	<u>974,971</u>	<u>1,149,808</u>	<u>2,124,779</u>	<u>34,494</u>	<u>2,159,273</u>	<u>1,207,891</u>
<b>AUXILIARY ENTERPRISES</b>						
Bookstore	-	-	-	518,438	518,438	557,785
Less: Discounts	-	-	-	(272,721)	(272,721)	(212,744)
Residential	-	-	-	1,022,351	1,022,351	938,174
Less: Discounts	-	-	-	<u>(493,514)</u>	<u>(493,514)</u>	<u>(354,395)</u>
Total net auxiliary enterprises	<u>-</u>	<u>-</u>	<u>-</u>	<u>774,554</u>	<u>774,554</u>	<u>928,820</u>
<b>TOTAL OPERATING REVENUES</b>	<u>\$ 2,152,014</u>	<u>\$ 1,149,808</u>	<u>\$ 3,301,822</u>	<u>\$ 809,048</u>	<u>\$ 4,110,870</u>	<u>\$ 3,677,714</u>
					(Exhibit 2)	(Exhibit 2)

\*In accordance with Education Code 56.033, \$82,688 and \$72,670 for years August 31, 2011 and 2010, respectively, of tuition was set aside for Texas Public Education Grants (TPEG).

**CLARENDON COLLEGE  
SCHEDULE B  
SCHEDULE OF OPERATING EXPENSES BY OBJECT  
YEAR ENDED AUGUST 31, 2011  
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2010)**

	Operating Expenses				2011	2010
	Salaries and Wages	Benefits		Other Expenses		
		State	Local			
<b>UNRESTRICTED EDUCATIONAL ACTIVITIES</b>						
Instruction	\$ 2,224,111	\$ -	\$ 176,219	\$ 201,432	\$ 2,601,762	\$ 2,566,335
Academic support	361,478	-	30,176	48,161	439,815	459,149
Student services	314,936	-	26,004	92,937	433,877	407,310
Institutional support	444,010	-	42,642	476,436	963,088	930,527
Operation and maintenance of plant	308,335	-	101,670	588,955	998,960	971,759
Total unrestricted educational activities	<u>3,652,870</u>	<u>-</u>	<u>376,711</u>	<u>1,407,921</u>	<u>5,437,502</u>	<u>5,335,080</u>
<b>RESTRICTED EDUCATIONAL ACTIVITIES</b>						
Instruction	-	367,780	-	81,034	448,814	410,968
Academic support	-	78,234	-	-	78,234	70,167
Student services	-	73,019	-	-	73,019	57,634
Institutional support	79,709	102,330	-	10,315	192,354	151,666
Scholarship expense	-	-	-	1,142,146	1,142,146	871,754
Total restricted educational activities	<u>79,709</u>	<u>621,363</u>	<u>-</u>	<u>1,233,495</u>	<u>1,934,567</u>	<u>1,562,189</u>
Total educational activities	<u>3,732,579</u>	<u>621,363</u>	<u>376,711</u>	<u>2,641,416</u>	<u>7,372,069</u>	<u>6,897,269</u>
<b>AUXILIARY ENTERPRISES</b>	<u>78,478</u>	<u>-</u>	<u>27,830</u>	<u>1,095,149</u>	<u>1,201,457</u>	<u>1,415,245</u>
<b>DEPRECIATION EXPENSE</b>						
Buildings and other real estate improvements	-	-	-	322,114	322,114	289,910
Equipment and furniture	-	-	-	397,722	397,722	297,025
Total depreciation expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>719,836</u>	<u>719,836</u>	<u>586,935</u>
<b>TOTAL OPERATING EXPENSES</b>	<u><u>\$ 3,811,057</u></u>	<u><u>\$ 621,363</u></u>	<u><u>\$ 404,541</u></u>	<u><u>\$ 4,456,401</u></u>	<u><u>\$ 9,293,362</u></u> (Exhibit 2)	<u><u>\$ 8,899,449</u></u> (Exhibit 2)

**CLARENDON COLLEGE  
SCHEDULE C  
SCHEDULE OF NONOPERATING REVENUES AND EXPENSES  
YEAR ENDED AUGUST 31, 2011  
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2010)**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>2011</u>	<u>2010</u>
<b>NONOPERATING REVENUES:</b>					
State appropriations:					
Education and general state support	\$ 2,473,033	\$ -	\$ -	\$ 2,473,033	\$ 2,508,554
State group insurance	-	424,022	-	424,022	438,578
State retirement matching	-	197,341	-	197,341	186,492
Total state appropriations	<u>2,473,033</u>	<u>621,363</u>	<u>-</u>	<u>3,094,396</u>	<u>3,133,624</u>
Ad valorem taxes for maintenance and operations	442,331	-	-	442,331	408,794
Federal revenue, nonoperating	3,363,341	-	-	3,363,341	2,586,337
Gifts	209,817	-	-	209,817	473,911
Investment income	96,220	-	-	96,220	123,930
Gain on disposal of assets	-	-	-	-	3,312
Other nonoperating revenues	6,438	-	-	6,438	3,325
Total nonoperating revenues	<u>6,591,180</u>	<u>621,363</u>	<u>-</u>	<u>7,212,543</u>	<u>6,733,233</u>
<b>NONOPERATING EXPENSES:</b>					
Interest on capital-related debt	287,329	-	-	287,329	300,250
Loss on disposal of assets	32,850	-	-	32,850	-
Total nonoperating expenses	<u>320,179</u>	<u>-</u>	<u>-</u>	<u>320,179</u>	<u>300,250</u>
<b>NET NONOPERATING REVENUES</b>	<u>\$ 6,271,001</u>	<u>\$ 621,363</u>	<u>\$ -</u>	<u>\$ 6,892,364</u>	<u>\$ 6,432,983</u>
				(Exhibit 2)	(Exhibit 2)



**CLARENDON COLLEGE  
SCHEDULE D  
SCHEDULE OF NET ASSETS BY SOURCE AND AVAILABILITY  
YEAR ENDED AUGUST 31, 2011  
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2010)**

	Detail by Source					Available for Current Operations	
	Unrestricted	Restricted		Capital Assets Net of Depreciation & Related Debt	Total	Yes	No
		Expendable	Nonexpendable				
<b>CURRENT</b>							
Unrestricted	\$ 5,409,356	\$ -	\$ -	\$ -	\$ 5,409,356	\$ 5,409,356	\$ -
Restricted	-	1,398,357	1,190,772	-	2,589,129	1,398,357	1,190,772
Auxiliary enterprises	(3,205,517)	-	-	-	(3,205,517)	(3,205,517)	-
<b>LOAN</b>	-	-	-	-	-	-	-
<b>ENDOWMENT</b>							
Quasi:							
Unrestricted	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Endowment							
True	-	-	258,930	-	258,930	-	258,930
Term (per instructions at maturity)	-	-	-	-	-	-	-
Life income contracts	-	-	-	-	-	-	-
Annuities	-	-	-	-	-	-	-
<b>PLANT</b>							
Unexpended	-	-	-	-	-	-	-
Renewals	-	-	-	-	-	-	-
Debt service	-	238,000	-	-	238,000	-	238,000
Investment in plant	-	-	-	11,278,323	11,278,323	-	11,278,323
Total net assets, August 31, 2011	2,203,839	1,636,357	1,449,702	11,278,323	16,568,221	3,602,196	12,966,025
					(Exhibit 1)		
Total net assets, August 31, 2010	955,019	714,307	1,548,281	11,640,742	14,858,349	1,431,326	13,427,023
					(Exhibit 1)		
<b>NET INCREASE (DECREASE) IN NET ASSETS</b>	\$ 1,248,820	\$ 922,050	\$ (98,579)	\$ (362,419)	\$ 1,709,872	\$ 2,170,870	\$ (460,998)
					(Exhibit 2)		

**CLARENDON COLLEGE  
SCHEDULE E  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2011**

<u>Federal Grantor/Pass Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures and Pass-Through Disbursements</u>
<b>U.S. Department of Education</b>			
Direct Programs:			
Student Financial Aid Cluster			
FSEOG	84.007	-	\$ 39,296
Federal College Work Study Program	84.033	-	38,764
Federal Pell Grant Program	84.063	-	3,209,006
Federal Direct Student Loans	84.268	-	3,136,716
Academic Competitiveness Grant	84.375	-	<u>76,275</u>
Total Direct Programs			<u>6,500,057</u>
Pass-Through From:			
Texas Higher Education Coordinating Board			
Perkins Basic Grant	84.048	104210	74,538
Leveraging Education Assistance Partnership	84.069 A	-	806
Special Leveraging Education Assistance Partnership	84.069 B	-	<u>1,098</u>
Total Pass-Through from Texas Higher Education Coordinating Board			<u>76,442</u>
Amarillo College			
Perkins Tech Prep	84.243	101702	<u>28,481</u>
<b>Total U.S. Department of Education</b>			<u>6,604,980</u>
<b>U.S. Department of Energy</b>			
Governor's Office			
ARRA-Energy Sector Training Center Program	81.041	DEEE0000116	<u>278,350</u>
<b>Total U.S. Department of Energy</b>			<u>278,350</u>
<b>TOTAL FEDERAL FINANCIAL ASSISTANCE</b>			<u>\$ 6,883,330</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**CLARENDON COLLEGE**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**August 31, 2011**

**NOTE 1 - FEDERAL ASSISTANCE RECONCILIATION**

Federal grants and contracts revenue - per Schedule A	\$ 383,273
Nonoperating federal revenue - per Schedule C	3,363,341
Federal Direct Student Loans	<u>3,136,716</u>
<b>Total federal revenues per Schedule of Expenditures of Federal Awards</b>	<b><u>\$ 6,883,330</u></b>

**NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULE**

The expenditures included in the schedule are reported for the College's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds 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 reported in the schedule may differ from amounts used in the preparation of the basic financial statements. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The College has followed all applicable guidelines issued by various entities in the preparation of the schedule.

**CLARENDON COLLEGE  
SCHEDULE F  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
YEAR ENDED AUGUST 31, 2011**

<u>Grantor Agency/Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
<b>Texas Workforce Commission</b>		
Workforce Investment Act Program	-	\$ 22,971
<b>Total Texas Workforce Commission</b>		<u>22,971</u>
<b>Texas Department of Assistive and Rehabilitative Services</b>		
Tuition Waiver	-	18,363
<b>Total Texas Department of Assistive and Rehabilitative Services</b>		<u>18,363</u>
<b>Texas Higher Education Coordinating Board</b>		
Texas Grant Program	-	111,273
Texas Educational Opportunity Grant	-	23,103
Early High School Graduation Scholarship	-	12,134
Texas College Work-Study Program	-	5,802
Educational Aide Exemption	-	3,846
Statewide Longitudinal Data System Grant	-	2,000
Professional Nursing Scholarship	-	550
<b>Total Texas Higher Education Coordinating Board</b>		<u>158,708</u>
<b>Texas State Comptroller</b>		
Jobs and Education for Texans (JET) Scholarship Grant	-	15,790
Jobs and Education for Texans (JET) Equipment Grant	-	300,000
<b>Total Texas State Comptroller</b>		<u>315,790</u>
<b>TOTAL STATE FINANCIAL ASSISTANCE</b>		<u>\$ 515,832</u>

See accompanying notes to Schedule of Expenditures of State of Texas Awards.

**CLARENDON COLLEGE**  
**NOTES TO SCHEDULE OF EXPENDITURES OF STATE OF TEXAS AWARDS**  
**August 31, 2011**

**NOTE 1 - STATE ASSISTANCE RECONCILIATION**

A reconciliation of state financial assistance per the schedule of operating revenues to the Schedule of Expenditures of State of Texas Awards is as follows:

State Grants and Contracts Revenue per Schedule A	<u>\$ 515,832</u>
<b>Total Grants and Contracts Revenue per Schedule F</b>	<u><b>\$ 515,832</b></u>

**NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES USED IN PREPARING THE SCHEDULE**

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

## **SINGLE AUDIT SECTION**

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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 Regents  
Clarendon College  
Clarendon, Texas

We have audited the basic financial statements of Clarendon College (the College) as of and for the year ended August 31, 2011, and have issued our report thereon dated December 15, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



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This report is intended solely for the information and use of the board, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Connor, McMellon, Mitchell & Shennum, PLLC*

Amarillo, Texas  
December 15, 2011

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**Independent Auditor's Report on Compliance with Requirements  
That Could Have a Direct and Material Effect on Each Major Program  
and on Internal Control Over Compliance in Accordance with  
OMB Circular A-133 and the State of Texas Single Audit Circular**

Board of Regents  
Clarendon College  
Clarendon, Texas

### **Compliance**

We have audited the compliance of Clarendon College (the College) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the State of Texas Single Audit Circular that could have a direct and material effect on each of the College's major federal programs and state programs for the year ended August 31, 2011. The College's major federal programs and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the College's management. Our responsibility is to express an opinion on the College's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the State of Texas Single Audit Circular. Those standards, OMB Circular A-133 and State of Texas Single Audit Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about 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. Our audit does not provide a legal determination of the College's compliance with those requirements.

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended August 31, 2011. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and the State of Texas Single Audit Circular and which are described in the accompanying schedule of findings and questioned costs as items 2011-01 through 2011-05.

### **Internal Control over Compliance**

The management of the College is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants

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applicable to federal and state programs. In planning and performing our audit, we considered the College's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program that will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2011-01 through 2011-05. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The College's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the College's response and, accordingly, we express no opinion on the responses.

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

*Connor, McMillan, Mitchell & Shennum, PLLC*

Amarillo, Texas  
December 15, 2011

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**CLARENDON COLLEGE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended August 31, 2011**

**SECTION I - Summary of Auditor's Results**

***Financial Statements***

Type of Auditor's report issued:

The Auditor's report expresses an unqualified opinion on the financial statements of Clarendon College.

Internal control over financial reporting:

- Material weakness(es) identified?                           yes      X   no
- Significant deficiency(ies) identified?                   yes      X   none reported
- Noncompliance material to financial statements noted?           yes      X   no

***Federal and State Awards***

Internal control over major programs:

- Material weakness(es) identified?                           yes      X   no
- Significant deficiency(ies) identified?              X   yes           none reported

Type of Auditor's report issued on compliance for major programs:   Unqualified  

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?                      X   yes           no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal/State Program or Cluster</u>
<i>Federal programs</i>	U.S. Department of Education
	<i>Student Financial Aid Cluster</i>
84.007	Federal Supplemental Educational Opportunity Grant Program (FSEOG)
84.033	Federal College Work Study Program
84.063	Federal Pell Grant Program
84.268	Federal Direct Student Loans
84.375	Academic Competitiveness Grant
	U.S. Department of Energy
81.041	ARRA – Energy Sector Training Centers Program
<i>State programs</i>	Texas State Comptroller
N/A	Jobs and Education for Texans

Dollar threshold used to distinguish between Type A and Type B programs was:   \$ 300,000 - Federal    
  \$ 300,000 - State  

Auditee qualified as a low-risk auditee?                      X   yes           no



**CLARENDON COLLEGE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended August 31, 2011**

**SECTION II - Financial Statement Findings**

None reported.

**SECTION III - Federal and State Award Findings and Questioned Costs**

**Finding 2011-01**

*Program:* Student Financial Aid Cluster

*Condition:* Students that had graduated during the fiscal year were not reported correctly to the NSC as graduating. Instead, they were reported as withdrawing.

*Criteria:* Per the *OMB A-133 Compliance Supplement*, all student enrollment changes are to be reported on a timely basis to the National Student Clearinghouse (NSC).

*Questioned Cost:* None

*Context:* A sample of 40 student files were reviewed. These items represent 18 items tested.

*Effect:* The NSC does not have the correct information for their purposes.

*Cause:* The College does not have a system in place to review and detect if students have been reported properly.

*Recommendation:* Implement procedures and controls to ensure all students are included in reports to the NCS.

*Views of Responsible Officials and Corrective Action Plan:* Once a student changes schedules, it is reflected in the reporting table. CAMS, software, will be modified to pick up correct values in the reporting table. The Registrar will prepare a verification report which will be compared to data submitted. This was a systematic change with NSC and many institutions were having the same issue.

**Finding 2011-02**

*Program:* Student Financial Aid Cluster

*Condition:* Reporting of student status changes to the NSC was not done within 30 days of the status change.

*Criteria:* Per the *OMB A-133 Compliance Supplement*, all student enrollment changes are to be reported within 30 days to the National Student Clearinghouse (NSC).

**CLARENDON COLLEGE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended August 31, 2011**

**SECTION III - Federal and State Award Findings and Questioned Costs (Continued)**

**Finding 2011-02 (Continued)**

*Questioned Cost:* None

*Context:* A sample of 40 student files were reviewed.

*Effect:* The NSC does not have timely information for their purposes.

*Cause:* The College does not have a system in place to ensure that reporting to the NSC is done on a timely basis.

*Recommendation:* We recommend that the College implement procedures to ensure that all reporting of student status changes is done within the 30 days set forth by the NSC.

*Views of Responsible Officials and Corrective Action Plan:* The Registrar will submit all reports within the 30 days as required. The Registrar has set up a reminder to have verification of the reports submitted within the required timeframe.

**Finding 2011-03**

*Program:* 81.041 ARRA – Energy Sector Training Centers Program

*Condition:* The vendors of purchases over \$25,000 (covered transaction) were not verified to ensure they are not suspended or debarred.

*Criteria:* Per the OMB A-133 Compliance Supplement, no purchase should be made with any debarred or suspended party.

*Questioned Cost:* None.

*Context:* A sample of two covered transactions were selected for testing. The testing found vendors were not verified for potential suspension or debarment in regard to any of the covered transactions.

*Effect:* Covered transactions could be made with vendors that are suspended or debarred, thus exposing the College to potential liabilities.

*Cause:* Clarendon College personnel were not aware of the verification process for covered transactions.

*Recommendation:* The appropriate College personnel should be familiar with grant documents to ensure all requirements are followed. The College should also implement procedures to ensure that vendors on covered transactions are verified.

**CLARENDON COLLEGE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended August 31, 2011**

**SECTION III - Federal and State Award Findings and Questioned Costs (Continued)**

**Finding 2011-03 (Continued)**

*Views of Responsible Officials and Corrective Action Plan:* This was a new grant for the College. The Dean of Instruction and the director of the wind energy program were responsible for the administration of the grant. Both of these employees left the College after all purchases had been made. The Vice President Pampa Center took over administrative duties of the grant. The current staff cannot attest as to whether all vendors were verified against the suspended or debarred listing. All vendors did provide "Buy American" certificates. The Vice President Pampa Center will take steps to ensure all future grant requirements are documented to ensure compliance.

**Finding 2011-04**

*Program:* 81.041 ARRA – Energy Sector Training Centers Program

*Condition:* Reports for the grant were not being filed on a timely basis.

*Criteria:* The grant guidelines require that progress reports be filed monthly.

*Questioned Cost:* None.

*Context:* We reviewed seven reports for the ARRA grant. We noted that five monthly reports out of seven reviewed for the ARRA grant were not submitted on a timely basis.

*Effect:* Untimely reporting is a noncompliance issue and could cause the grant funding to be removed.

*Cause:* This grant was administered by Dean of Instruction. The Dean left in December 2010 and the Vice President of Pampa Center assumed the oversight duties of the grant at the end of January 2011. There were two reports required for the grant, progress reports and financial reports. The financial reports were submitted only when there was activity and there was a reimbursement request. It was thought progress reports were not required for inactive periods as well. There was no activity during the months of August 2010, October 2010, January 2011, February 2011, and March 2011, so no reports were filed. There was activity during the months of September 2010, November 2010, and December 2010, and reports were filed timely for these periods. ARRA requested a desk audit and were told about the reports not submitted for the inactive periods. The College was told not to submit these reports unless it was decided they needed them. The College was notified in November 2011 they did want the reports, so the reports were submitted.

**CLARENDON COLLEGE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**Year Ended August 31, 2011**

**SECTION III - Federal and State Award Findings and Questioned Costs (Continued)**

**Finding 2011-04 (Continued)**

*Recommendation:* We recommend that all grant documents be reviewed by grant administrators and other employees that are responsible for the grants so that they can implement correct procedures for grant reporting.

*Views of Responsible Officials and Corrective Action Plan:* The Vice President Pampa Center will review all grant awards and gain a thorough understanding of the grant award reporting requirements

**Finding 2011-05**

*Program:* 81.041 ARRA – Energy Training Centers and Jobs and Education for Texans (JET) Program

*Condition:* There is no review or approval of grant reports prior to being submitted to the respective agencies by the grant administrator.

*Criteria:* OMB Circular A-133 and State of Texas Circular require the auditor to assess control risk as it relates to the program. The review and approval of grant reports prior to submission are key controls in the reporting process.

*Questioned Cost:* None.

*Context:* None of the reports that CMMS reviewed had been documented as having been reviewed and approved by an employee that did not prepare the report.

*Effect:* Erroneous reports could be filed with the respective agencies.

*Cause:* Poorly designed policies related to the grant reporting process.

*Recommendation:* We recommend that an employee independent of the grant report preparer review and approve grant reports prior to submission to the respective agencies.

*Views of Responsible Officials and Corrective Action Plan:* The Vice President Pampa Center is the grant administrator for these grants and he has submitted all reports. All purchases, including any purchases related to a grant, are run through the College's purchasing procedure. This procedure includes a review by both the business office and the office of the president. Although there was no formal review of the grant report prior to submission, there was collaboration with the business office to ensure all reimbursement requests were documented and recorded, and with the director of the wind energy program to ensure the implementation program remained on target. The Vice President Pampa Center will continue to review all compliance reporting processes to ensure there is proper approval.

**CLARENDON COLLEGE  
SCHEDULE OF CORRECTIVE ACTION  
FOR AUDIT FINDINGS AND QUESTIONED COSTS  
Year Ended August 31, 2011**

**Finding 2011-01**

*Condition:* Students that had graduated during the fiscal year were not reported correctly to the NSC as graduating. Instead, they were reported as withdrawing.

*Corrective Action Plan:* Once a student changes schedules, it is reflected in the reporting table. CAMS, software, will be modified to pick up correct values in the reporting table. The Registrar will prepare a verification report which will be compared to data submitted. This was a systematic change with NSC and many institutions were having the same issue.

**Finding 2011-02**

*Condition:* Reporting to the NSC was to be done on a timely basis, which is within 30 days of the student status change.

*Corrective Action Plan:* The Registrar will submit all reports within the 30 days as required. The Registrar has set up a reminder to have verification of the reports submitted within the required timeframe.

**Finding 2011-03**

*Condition:* The vendors of purchases over \$25,000 (covered transaction) were not verified to ensure they are not suspended or debarred.

*Corrective Action Plan:* This was a new grant for the College. The Dean of Instruction and the director of the wind energy program were responsible for the administration of the grant. Both of these employees left the College after all purchases had been made. The Vice President Pampa Center took over administrative duties of the grant. The current staff cannot attest as to whether all vendors were verified against the suspended or debarred listing. All vendors did provide "Buy American" certificates. The Vice President Pampa Center will take steps to ensure all future grant requirements are documented to ensure compliance.

**CLARENDON COLLEGE  
SCHEDULE OF CORRECTIVE ACTION  
FOR AUDIT FINDINGS AND QUESTIONED COSTS, CONTINUED  
Year Ended August 31, 2011**

**Finding 2011-04**

*Condition:* Reports for the grant were not being filed on a timely basis.

*Corrective Action Plan:* The Vice President Pampa Center will review all grant awards and gain a thorough understanding of the grant award reporting requirements.

**Finding 2011-05**

*Condition:* There is no review or approval of grant reports being submitted to the respective agencies by the grant administrator.

*Corrective Action Plan:* The Vice President Pampa Center is the grant administrator for these grants and he has submitted all reports. All purchases, including any purchases related to a grant, are run through the College's purchasing procedure. This procedure includes a review by both the business office and the office of the president. Although there was no formal review of the grant report prior to submission, there was collaboration with the business office to ensure all reimbursement requests were documented and recorded, and with the director of the wind energy program to ensure the implementation program remained on target. The Vice President Pampa Center will continue to review all compliance reporting processes to ensure there is proper approval.

**CLARENDON COLLEGE**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**Year Ended August 31, 2011**

**Significant Deficiencies**

**Finding 2010-01**

*Condition:* Payroll changes are not reviewed by an employee independent of the payroll functions.

*Current Status:* Payroll is processed on the first and fifteen of each month. The amount for each payroll is the same for each pay period within a fiscal year. A reconciliation of any variance in the final payroll amount is documented and discussed with the Dean of Administrative Services prior to processing. Payroll funds are drawn on a zero balance account. The Dean of Administrative Services must transfer funds to cover these payroll amounts each pay period. The final amounts are reviewed and approved before any transfers are made.

Each supervisor has access to a budget versus actual report. Salary is a line item on this report. Each supervisor can review this report to ensure the salary dollars being recorded are within their budgeted amounts.

The payroll account is reconciled by the accounts payable clerk each month. The accounts payable clerk has no access to the payroll module. The Dean of Administrative Services reviews and approves the account reconciliation monthly.

The College has purchased an audit module for our current software. We will be working with our software provider to implement this software on the payroll function during the next fiscal year.

Being a small school and because of sensitive nature of payroll information, we have one person that handles all payroll and human resource functions. But, we do feel the current processes we have in place along with the addition of the audit software will provide sufficient controls.

**Finding 2010-02**

*Condition:* Students that had graduated during the fiscal year were not reported correctly to the NSC as graduating. Instead they were reported as withdrawing.

*Current Status:* The reports generated occasionally omitted the anticipated graduation date and/or the status change date for a large number of students. These corrections had to be made by the registrar's office and were then resubmitted.

**STATISTICAL SUPPLEMENT  
(Unaudited)**



**Clarendon College**  
**Statistical Supplement 1**  
**Net Assets by Component**  
**Fiscal Years 2002 to 2011**  
 (unaudited)  
 (amounts expressed in thousands)

	<b>For the Fiscal Year Ended August 31,</b>									
	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>
Invested in capital assets, net of related debt	\$ 11,278	\$ 11,641	\$ 10,358	\$ 6,782	\$ 6,930	\$ 6,965	\$ 6,656	\$ 6,565	\$ 5,517	\$ 2,194
Restricted - nonexpendable	1,450	1,548	1,545	1,184	1,129	573	532	483	597	3,096
Restricted - expendable	1,636	714	630	650	542	961	506	150	150	-
Unrestricted	2,204	955	940	1,618	1,593	1,499	1,796	2,047	2,882	3,721
<b>Total net assets</b>	<b>\$ 16,568</b>	<b>\$ 14,858</b>	<b>\$ 13,473</b>	<b>\$ 10,234</b>	<b>\$ 10,194</b>	<b>\$ 9,998</b>	<b>\$ 9,490</b>	<b>\$ 9,245</b>	<b>\$ 9,146</b>	<b>\$ 9,011</b>

**Clarendon College  
Statistical Supplement 2  
Revenues by Source  
Fiscal Years 2002 to 2011  
(unaudited)**

	For the Year Ended August 31, (amounts expressed in thousands)									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tuition and fees (net of discounts)	\$ 1,177	\$ 1,541	\$ 1,349	\$ 1,133	\$ 898	\$ 1,133	\$ 812	\$ 664	\$ 383	\$ 287
Governmental grants and contracts										
Federal grants and contracts	383	138	100	111	1,161	1,226	1,024	1,018	790	727
State grants and contracts	516	78	94	86	56	52	43	55	519	292
Local grants and contracts	1,169	911	917	-	-	-	-	-	-	-
Nongovernmental grants and contracts	-	-	-	-	-	-	4	53	-	-
Auxiliary enterprises	775	929	880	941	855	604	628	482	308	308
Other operating revenues	91	81	77	68	220	216	90	87	115	86
Total operating revenues	4,111	3,678	3,417	2,339	3,190	3,231	2,601	2,359	2,115	1,700
State appropriations	3,094	3,133	2,693	2,712	2,652	2,653	2,541	2,520	2,714	2,843
Ad valorem taxes	442	409	425	352	342	343	329	301	278	262
Federal revenue, nonoperating	3,363	2,586	1,484	1,192	-	-	-	-	-	-
Gifts	210	474	281	210	244	482	474	99	182	701
Investment income	96	124	256	206	222	164	116	124	198	190
Other nonoperating revenues	7	7	-	4	2	-	276	-	7	133
Total nonoperating revenues	7,212	6,733	5,139	4,676	3,462	3,642	3,736	3,044	3,379	4,129
<b>TOTAL REVENUES</b>	<b>\$ 11,323</b>	<b>\$ 10,411</b>	<b>\$ 8,556</b>	<b>\$ 7,015</b>	<b>\$ 6,652</b>	<b>\$ 6,873</b>	<b>\$ 6,337</b>	<b>\$ 5,403</b>	<b>\$ 5,494</b>	<b>\$ 5,829</b>

	For the Year Ended August 31,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tuition and fees (net of discounts)	10.40%	14.80%	15.77%	16.15%	13.50%	16.48%	12.81%	12.29%	6.97%	4.92%
Governmental grants and contracts										
Federal grants and contracts	3.38%	1.33%	1.17%	1.58%	17.45%	17.84%	16.16%	18.84%	14.38%	12.47%
State grants and contracts	4.56%	0.75%	1.10%	1.23%	0.84%	0.76%	0.68%	1.02%	9.44%	5.01%
Local grants and contracts	10.32%	8.75%	10.72%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nongovernmental grants and contracts	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.06%	0.98%	0.00%	0.00%
Auxiliary enterprises	6.85%	8.92%	10.29%	13.41%	12.85%	8.79%	9.93%	8.92%	5.61%	5.28%
Other operating revenues	0.80%	0.78%	0.90%	0.97%	3.31%	3.14%	1.42%	1.61%	2.11%	1.49%
Total operating revenues	36.31%	35.33%	39.95%	33.34%	47.95%	47.01%	41.06%	43.66%	38.51%	29.17%
State appropriations	27.33%	30.09%	31.47%	38.66%	39.86%	38.60%	40.10%	46.64%	49.39%	48.77%
Ad valorem taxes	3.90%	3.93%	4.97%	5.02%	5.14%	4.99%	5.19%	5.57%	5.06%	4.49%
Federal revenue, nonoperating	29.70%	24.84%	17.34%	16.99%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Gifts	1.85%	4.55%	3.28%	2.99%	3.67%	7.01%	7.48%	1.83%	3.31%	12.03%
Investment income	0.85%	1.19%	2.99%	2.94%	3.35%	2.39%	1.83%	2.30%	3.60%	3.26%
Other nonoperating revenues	0.06%	0.07%	0.00%	0.06%	0.03%	0.00%	4.34%	0.00%	0.13%	2.28%
Total nonoperating revenues	63.69%	64.67%	60.05%	66.66%	52.05%	52.99%	58.94%	56.34%	61.49%	70.83%
<b>TOTAL REVENUES</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

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

**Clarendon College**  
**Statistical Supplement 3**  
**Program Expenses by Function**  
**Fiscal Years 2002 to 2011**  
(unaudited)

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction	\$ 3,051	\$ 2,977	\$ 2,317	\$ 2,280	\$ 2,272	\$ 2,136	\$ 1,902	\$ 1,763	\$ 1,865	\$ 1,749
Public service	-	-	-	-	-	1	4	12	20	1
Academic support	518	529	505	432	389	333	330	377	296	314
Student services	507	465	489	392	381	386	336	292	354	345
Institutional support	1,155	1,082	1,072	952	954	848	923	900	947	894
Operation and maintenance of plant	999	972	1,012	1,147	803	1,071	813	741	741	812
Scholarships & fellowships	1,142	872	-	-	-	-	-	-	-	-
Auxiliary enterprises	1,201	1,415	1,378	1,127	1,002	1,015	844	759	654	476
Depreciation	720	587	529	506	485	457	388	330	252	216
Total operating expenses	9,293	8,899	7,302	6,836	6,286	6,247	5,540	5,174	5,129	4,807
Interest on capital related debt	287	300	124	132	129	116	139	150	152	99
Other nonoperating expense	33	-	8	8	41	-	-	-	-	-
Total nonoperating expenses	320	300	132	140	170	116	139	150	152	99
Prior period adjustment	-	-	-	-	-	-	-	396	78	-
<b>TOTAL EXPENSES</b>	<b>\$ 9,613</b>	<b>\$ 9,199</b>	<b>\$ 7,434</b>	<b>\$ 6,976</b>	<b>\$ 6,456</b>	<b>\$ 6,363</b>	<b>\$ 5,679</b>	<b>\$ 5,720</b>	<b>\$ 5,359</b>	<b>\$ 4,906</b>

For the Year Ended August 31,

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction	31.74%	32.36%	31.17%	32.68%	35.19%	33.57%	33.50%	30.82%	34.79%	35.66%
Public service	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.07%	0.21%	0.37%	0.02%
Academic support	5.39%	5.76%	6.79%	6.19%	6.03%	5.23%	5.81%	6.59%	5.52%	6.40%
Student services	5.28%	5.05%	6.58%	5.62%	5.90%	6.07%	5.92%	5.11%	6.60%	7.03%
Institutional support	12.01%	11.76%	14.42%	13.65%	14.78%	13.33%	16.26%	15.73%	17.67%	18.23%
Operation and maintenance of plant	10.39%	10.57%	13.61%	16.44%	12.44%	16.83%	14.32%	12.95%	13.82%	16.55%
Scholarships & fellowships	11.88%	9.48%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Auxiliary enterprises	12.49%	15.38%	18.53%	16.16%	15.52%	15.95%	14.86%	13.27%	12.20%	9.71%
Depreciation	7.49%	6.38%	7.12%	7.25%	7.51%	7.18%	6.81%	5.77%	4.73%	4.38%
Total operating expenses	96.67%	96.74%	98.22%	97.99%	97.37%	98.18%	97.55%	90.45%	95.70%	97.98%
Interest on capital related debt	2.99%	3.26%	1.67%	1.89%	2.00%	1.82%	2.45%	2.62%	2.85%	2.02%
Other nonoperating expense	0.34%	0.00%	0.11%	0.12%	0.63%	0.00%	0.00%	0.00%	0.00%	0.00%
Total nonoperating expenses	3.33%	3.26%	1.78%	2.01%	2.63%	1.82%	2.45%	2.62%	2.85%	2.02%
Prior period adjustment	-	-	-	-	-	-	-	6.93%	1.45%	-
<b>TOTAL EXPENSES</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

**Clarendon College  
Statistical Supplement 4  
Tuition and Fees  
Last Ten Academic Years  
(unaudited)**

	A	B	C	D	E	F	G	H	I	J	K	L	M
<b>Resident Fees per Semester Credit Hour (SCH)</b>													
Academic Year (Fall)	Bldg Use Fee	Out-of-District Fee*	In-District Tuition	Out-of-District Tuition	General Institution Fees	Technology Fees	Student Activity Fees	Library Fees	Cost for 12 SCH In Maint Tax District	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
2011	\$ 24	\$ 10 - 19	\$ 42	\$ 42	\$ 17	\$ -	\$ -	\$ -	\$ 1,116	\$ 996	\$ 1,224	0.00%	0.00%
2010	24	10 - 19	42	42	17	-	-	-	1,116	996	1,224	5.06%	4.08%
2009	24	10 - 19	38	38	17	-	-	-	1,068	948	1,176	0.00%	0.00%
2008	24	10 - 19	38	38	17	-	-	-	1,068	948	1,176	3.95%	3.16%
2007	24	19	38	38	14	-	-	-	-	912	1,140	10.14%	10.47%
2006	24	17	38	38	7	-	-	-	-	828	1,032	11.29%	8.86%
2005	24	17	38	38	-	-	-	-	-	744	948	12.73%	12.86%
2004	20	15	35	35	-	-	-	-	-	660	840	7.84%	6.06%
2003	16	15	35	35	-	-	-	-	-	612	792	41.67%	32.00%
2002	3	14	18	18	12	-	-	3	-	432	600	12.50%	31.58%
<b>Nonresident Fees per Semester Credit Hour (SCH)</b>													
Academic Year (Fall)	Bldg Use Fee	Out-of-District Fee	Out-of-State Tuition	Tuition International	General Institution Fees	Technology Fees	Student Activity Fees	Library Fees	Cost for 12 SCH International	Cost for 12 SCH Out-of-State	Cost for 12 SCH Out-of-District	Increase from Prior Year Out-of-State	Increase from Prior Year International
2011	\$ 24	\$ 19	\$ 73	\$ 73	\$ 17	\$ -	\$ -	\$ -	\$ 1,596	\$ 1,596	\$ -	0.00%	0.00%
2010	24	19	73	73	17	-	-	-	1,596	1,596	-	13.68%	13.68%
2009	24	19	57	57	17	-	-	-	1,404	1,404	-	0.00%	0.00%
2008	24	19	57	57	17	-	-	-	1,404	1,404	-	2.63%	2.63%
2007	24	19	57	57	14	-	-	-	1,368	1,368	-	12.87%	12.87%
2006	24	17	53	53	7	-	-	-	1,212	1,212	-	7.45%	7.45%
2005	24	17	53	53	-	-	-	-	1,128	1,128	-	10.59%	10.59%
2004	20	15	50	50	-	-	-	-	1,020	1,020	-	4.94%	4.94%
2003	16	15	50	50	-	-	-	-	972	972	-	32.79%	32.79%
2002	3	14	29	29	12	-	-	3	732	732	-	35.56%	35.56%

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

\*In 2008-2009 a maintenance tax was passed in two, Gray and Childress, counties in our service district. A reduced out-of-district fee was created for students living in these counties.

**Clarendon 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)
2010-11	\$ 193,346,397	\$ 5,569,394	\$ 187,777,003	97.12%	\$ 0.22193	\$ -	\$ 0.22193
2009-10	194,835,093	5,957,400	188,877,693	96.94%	0.22193	-	0.22193
2008-09	184,795,906	3,797,400	180,998,506	97.95%	0.20650	-	0.20650
2007-08	175,698,973	3,926,332	171,772,641	97.77%	0.20650	-	0.20650
2006-07	172,942,729	3,203,577	169,739,152	98.15%	0.20650	-	0.20650
2005-06	168,651,914	2,344,640	166,307,274	98.61%	0.02650	-	0.02650
2004-05	162,184,264	2,222,145	159,962,119	98.63%	0.20650	-	0.20650
2003-04	153,500,470	1,244,598	152,255,872	99.19%	0.19870	-	0.19870
2002-03	152,833,750	1,040,818	151,792,932	99.32%	0.18324	-	0.18324
2001-02	142,608,121	688,880	141,919,241	99.52%	0.18324	-	0.18324

Source: Donley County Appraisal District

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

**Clarendon College**  
**Statistical Supplement 6**  
**State Appropriation per FTSE and Contact Hour**  
**Last Ten Fiscal Years**

(unaudited)

(amounts expressed in thousands)

Fiscal Year	State Appropriation	Appropriation per FTSE		Appropriation per Contact Hour			
		FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Total Contact Hours	State Appropriation per Contact Hour
2010-11	\$ 2,473,033	1,203	\$ 2,056	524,462	288,313	812,775	\$ 3.04
2009-10	2,508,554	1,205	2,082	490,016	261,248	751,264	3.34
2008-09	2,091,792	1,122	1,864	460,736	183,664	644,400	3.25
2007-08	2,088,598	836	2,498	411,360	130,688	542,048	3.85
2006-07	2,088,598	968	2,158	405,088	148,608	553,696	3.77
2005-06	2,125,106	1,051	2,022	417,664	135,472	553,136	3.84
2004-05	2,086,739	971	2,149	408,928	74,256	483,184	4.32
2003-04	2,086,774	905	2,306	382,864	62,128	444,992	4.69
2002-03	2,156,089	867	2,487	386,380	66,288	452,668	4.76
2001-02	2,318,375	808	2,869	335,104	45,360	380,464	6.09

Note:

FTSE is defined as the number of full-time students plus part-time students divided by 12 hrs for the fall term. State appropriations does not include employee health insurance or retirement benefits.

(a) Source CBM001

(b) Source CBM00A

**Clarendon College  
Statistical Supplement 7  
Principal Taxpayers  
Last Ten Tax Years  
(unaudited)**

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)									
		2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
BNSF Railway Company	Railroad	\$ 19,050,130	\$ 16,026,810	\$ 14,587,580	\$ 13,908,194	\$ 12,739,084	\$ 11,260,564	\$ -	\$ 9,536,445	\$ 9,870,998	\$ 9,913,298
Southwestern Electric Power Co	Utility	4,639,390	4,926,830	4,352,630	-	-	-	-	-	-	-
Nustar Logistics LP	Utility	3,128,380	2,899,150	2,992,790	2,765,930	2,564,340	-	-	-	-	-
Cattlemens Feedlot LTD	Cattle/Feedlot	2,604,186	2,694,247	2,685,900	2,759,507	-	-	-	-	-	-
Matthews, Kade L. Trust #1	Ranch	1,701,744	1,225,285	1,225,285	1,225,287	-	1,198,936	-	1,141,287	1,039,994	1,054,261
Ritchie Birkbeck GC Trust	Ranch	1,681,815	1,823,316	1,825,756	1,815,949	1,813,864	1,813,864	-	1,670,806	1,555,154	1,562,497
Sunoco Pipeline LP	Utility	1,674,180	-	-	1,291,760	1,391,660	-	-	-	-	-
Oneok Westex Transmission	Utility	1,616,920	1,229,640	1,307,810	-	-	1,074,190	-	-	-	-
McLean Feed Yard LTD	Cattle/Feedlot	1,455,938	1,533,658	1,697,839	1,740,192	1,987,192	1,972,379	-	1,969,582	1,957,447	3,175,430
Rio Bravo Cattle Feeders	Cattle/Feedlot	1,374,975	1,692,178	1,111,405	-	-	-	-	-	-	-
Clarendon Hotel Corporation	Hotel	1,220,000	1,156,782	1,289,357	2,214,187	2,226,627	2,244,327	-	-	-	-
Jjob, LTD	Ranch	1,043,533	1,119,277	1,098,393	1,078,603	-	-	-	1,009,860	-	-
J Lee Milligan Inc	Construction	1,027,200	-	-	-	-	-	-	-	-	-
Level 3 Communications LLC	Utility	936,610	927,390	1,058,170	1,151,215	1,409,770	1,134,840	-	1,370,310	1,938,030	2,566,743
Greenbelt Electric Co-Op Inc.	Utility	919,810	913,910	-	-	-	-	-	-	-	-
Roach, TL	Ranch	898,626	960,098	976,474	-	-	-	-	-	-	-
Valor Telecommunications of TX, LP	Utility	-	954,000	1,404,300	1,624,453	1,597,863	1,779,863	-	1,902,344	1,277,769	1,375,912
Automotive Properties LP	Car Dealer	-	-	1,247,896	-	-	-	-	-	-	-
AEP West Texas Utilities	Utility	-	-	-	2,894,244	2,398,943	2,694,443	-	2,735,704	2,513,374	1,758,194
Crow Hollow LLC	Cattle/Feedlot	-	-	-	-	3,044,310	3,014,250	-	1,490,425	1,458,789	2,097,844
Valero Logistise OP LP	Utility	-	-	-	-	-	1,910,690	-	2,429,280	1,835,140	-
Crofoot Cattle Co	Cattle/Feedlot	-	-	-	-	-	1,085,526	-	-	-	-
Oneok Westex Transmission	Utility	-	-	-	-	-	1,074,190	-	-	-	-
Western Wireless Corp	Utility	-	-	-	-	-	-	-	1,617,770	1,114,750	969,810
Suna Land Holding LTD	Car Dealer	-	-	-	-	-	-	-	1,468,664	1,212,589	1,357,879
<b>Totals</b>		<b>\$ 44,973,437</b>	<b>\$ 40,082,571</b>	<b>\$ 38,861,585</b>	<b>\$ 34,469,521</b>	<b>\$ 31,173,653</b>	<b>\$ 32,258,062</b>	<b>\$ -</b>	<b>\$ 28,342,477</b>	<b>\$ 27,344,108</b>	<b>\$ 29,579,045</b>
<b>Total Taxable Assessed Value</b>		<b>\$ 187,777,003</b>	<b>\$ 188,877,693</b>	<b>\$ 180,998,506</b>	<b>\$ 171,772,641</b>	<b>\$ 169,739,152</b>	<b>\$ 166,307,274</b>	<b>\$ 159,962,119</b>	<b>\$ 152,255,872</b>	<b>\$ 151,792,932</b>	<b>\$ 141,919,241</b>

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year									
		2010	2010	2009	2008	2007	2006	2005	2004	2003	2002
BNSF Railway Company	Railroad	10.15%	8.85%	8.06%	8.10%	7.51%	6.77%	0.00%	6.26%	6.50%	6.99%
Southwestern Electric Power Co	Utility	2.47%	2.72%	2.40%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nustar Logistics LP	Utility	1.67%	1.60%	1.65%	1.61%	1.51%	0.00%	0.00%	0.00%	0.00%	0.00%
Cattlemens Feedlot LTD	Cattle/Feedlot	1.39%	1.49%	1.48%	1.61%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Matthews, Kade L. Trust #1	Ranch	0.91%	0.68%	0.68%	0.71%	0.00%	0.72%	0.00%	0.75%	0.69%	0.74%
Ritchie Birkbeck GC Trust	Ranch	0.90%	1.01%	1.01%	1.06%	1.07%	1.09%	0.00%	1.10%	1.02%	1.10%
Sunoco Pipeline LP	Utility	0.89%	0.00%	0.00%	0.75%	0.82%	0.00%	0.00%	0.00%	0.00%	0.00%
Oneok Westex Transportation	Utility	0.86%	0.68%	0.72%	0.00%	0.00%	0.65%	0.00%	0.00%	0.00%	0.00%
McLean Feed Yard LTD	Cattle/Feedlot	0.78%	0.85%	0.94%	1.01%	1.17%	1.19%	0.00%	1.29%	1.29%	2.24%
Rio Bravo Cattle Feeders	Cattle/Feedlot	0.73%	0.93%	0.61%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Clarendon Hotel Corporation	Hotel	0.65%	0.64%	0.71%	1.29%	1.31%	1.35%	0.00%	0.00%	0.00%	0.00%
Jjob, LTD	Ranch	0.56%	0.62%	0.61%	0.63%	0.00%	0.00%	0.00%	0.66%	0.00%	0.00%
J Lee Milligan Inc	Construction	0.55%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Level 3 Communications LLC	Utility	0.50%	0.51%	0.58%	0.67%	0.83%	0.68%	0.00%	0.90%	1.28%	1.81%
Greenbelt Electric Co-Op, Inc.	Utility	0.49%	0.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Roach, TL	Ranch	0.48%	0.53%	0.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Valor Telecommunications of TX, LP	Utility	0.00%	0.53%	0.78%	0.95%	0.94%	1.07%	0.00%	1.25%	0.84%	0.97%
Automotive Properties LP	Car Dealer	0.00%	0.00%	0.69%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
AEP West Texas Utilities	Utility	0.00%	0.00%	0.00%	1.68%	1.41%	1.62%	0.00%	1.80%	1.66%	1.24%
Crow Hollow LLC	Cattle/Feedlot	0.00%	0.00%	0.00%	0.00%	0.00%	1.79%	0.00%	0.98%	0.96%	1.48%
Valero Logistise OP LP	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	1.15%	0.00%	1.60%	1.21%	0.00%
Crofoot Cattle Co	Cattle/Feedlot	0.00%	0.00%	0.00%	0.00%	0.00%	0.65%	0.00%	0.00%	0.00%	0.00%
Oneok Westex Transportation	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.65%	0.00%	0.00%	0.00%	0.00%
Western Wireless Corp	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.06%	0.73%	0.68%
Suna Land Holding LTD	Car Dealer	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.96%	0.80%	0.96%
Sun Pipe Line Services Co	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.03%	0.70%
Shamrock Logistise Oper	Utility	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.94%
<b>Totals</b>		<b>23.98%</b>	<b>22.14%</b>	<b>21.46%</b>	<b>20.07%</b>	<b>18.36%</b>	<b>19.40%</b>	<b>0.00%</b>	<b>18.61%</b>	<b>18.01%</b>	<b>18.91%</b>

Source: Donley County Appraisal District  
\* 2005 Data not available

**Clarendon College**  
**Statistical Supplement 8**  
**Property Tax Levies and Collections**  
**Last Ten Tax Years**  
(unaudited)  
(amounts expressed in thousands)

Fiscal Year Ended August 31	Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections- Year of Levy (c)	Percentage	Prior Collections of Prior Levies (d)	Current Collections of Prior Levies (e)	Total Collections (c+d+e)	Cumulative Collections of Adjusted Levy
2011	\$ 414,559	\$ -	\$ 414,559	\$ 398,210	96.1%	\$ 12,596	\$ -	\$ 410,805	99.09%
2010	413,712	-	412,712	397,642	96.1%	14,278	-	396,479	96.07%
2009	370,495	-	370,495	344,528	93.0%	25,906	-	370,434	99.98%
2008	353,718	-	353,718	322,144	91.1%	26,973	-	349,117	98.70%
2007	347,252	-	347,252	334,301	96.3%	14,040	-	348,341	100.31%
2006	342,341	-	342,341	327,525	95.7%	15,479	-	343,004	100.19%
2005	330,366	-	330,366	302,761	91.6%	18,843	-	321,604	97.35%
2004	303,227	-	303,227	276,681	91.2%	17,055	-	293,736	96.87%
2003	278,237	-	278,237	255,841	92.0%	19,156	-	274,997	98.84%
2002	259,810	-	259,810	236,174	90.9%	15,639	-	251,813	96.92%

Source: Donley County Appraisal District

- Notes: (a) As reported in notes to the financial statements for the year of the levy.  
(b) As of August 31st of the current reporting year.  
(c) Property tax only - does not include penalties and interest.  
(d) Represents cumulative collections of prior years not collected in the current year or the year of the tax levy.  
(e) Represents current year collections of prior years levies. Information not available.

Total Collections = c + d + e



**Clarendon College**  
**Statistical Supplement 9**  
**Ratios of Outstanding Debt**  
**Last Ten Fiscal Years**  
(unaudited)

	For the Year Ended August 31 (amounts expressed in thousands)									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>General Bonded Debt</b>										
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Funds restricted for debt service	-	-	-	-	-	-	-	-	-	-
Net general bonded debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Other Debt</b>										
Revenue bonds	\$ 1,740,000	\$ 1,830,640	\$ 1,975,000	\$ 2,080,000	\$ 2,180,000	\$ 2,280,000	\$ 2,338,406	\$ 2,425,000	\$ 2,500,000	\$ 2,500,000
Notes	-	-	330,597	385,093	460,834	29,159	-	27,094	36,873	70,061
Capital lease obligations	3,885,000	4,025,000	-	-	-	-	-	-	-	-
Total outstanding debt	\$ 5,625,000	\$ 5,855,640	\$ 2,305,597	\$ 2,465,093	\$ 2,640,834	\$ 2,309,159	\$ 2,338,406	\$ 2,452,094	\$ 2,536,873	\$ 2,570,061
<b>General Bonded Debt Ratios</b>										
Per capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per FTSE	-	-	-	-	-	-	-	-	-	-
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%
<b>Total Outstanding Debt Ratios</b>										
Per capita	\$ 1,530	\$ 2,916	\$ 574	\$ 612	\$ 655	\$ 569	\$ 601	\$ 618	\$ 643	\$ 661
Per FTSE	4,676	4,859	2,055	2,949	2,728	2,197	2,408	2,710	2,926	3,181
As a percentage of Taxable Assessed Value	3.00%	3.10%	1.27%	1.44%	1.56%	1.39%	1.46%	1.61%	1.67%	1.81%

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

**Clarendon College**  
**Statistical Supplement 10**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**  
(unaudited)

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Taxable assessed value	\$ 187,777,003	\$ 188,877,693	\$ 180,998,506	\$ 171,772,641	\$ 169,739,152	\$ 166,307,274	\$ 159,962,119	\$ 152,255,872	\$ 151,792,932	\$ 141,919,241
<b>General obligation bonds:</b>										
Statutory tax levy limit for debt service	\$ 938,885	\$ 944,388	\$ 904,993	\$ 858,863	\$ 848,696	\$ 831,536	\$ 799,811	\$ 761,279	\$ 758,965	\$ 709,596
Less: funds restricted for repayment of general obligation bonds	-	-	-	-	-	-	-	-	-	-
Total net general obligation debt	938,885	944,388	904,993	858,863	848,696	831,536	799,811	761,279	758,965	709,596
Current year debt service requirements	-	-	-	-	-	-	-	-	-	-
<b>Excess of statutory limit for debt service over current requirements</b>	<b>\$ 938,885</b>	<b>\$ 944,388</b>	<b>\$ 904,993</b>	<b>\$ 858,863</b>	<b>\$ 848,696</b>	<b>\$ 831,536</b>	<b>\$ 799,811</b>	<b>\$ 761,279</b>	<b>\$ 758,965</b>	<b>\$ 709,596</b>
<b>Net current requirements as a % of statutory limit</b>	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.

**Clarendon College**  
**Statistical Supplement 11**  
**Pledged Revenue Coverage**  
**Last Ten Fiscal Years**  
 (unaudited)

**Revenue Bonds**

Fiscal Year Ended August 31	Pledged Revenues				Debt Service Requirements			Coverage Ratio
	Tuition	Housing	Food Service	Total	Principal	Interest	Total	
2011	\$ 360,474	\$ 200,773	\$ 131,950	\$ 693,197	\$ 120,000	\$ 87,420	\$ 207,420	3.34
2010	331,276	187,085	118,368	636,729	115,000	92,825	207,825	3.06
2009	335,209	198,390	123,250	656,849	105,000	97,760	202,760	3.24
2008	317,591	194,790	117,579	629,960	100,000	102,460	202,460	3.11
2007	285,573	171,888	112,797	570,258	100,000	107,160	207,160	2.75
2006	114,333	342,997	114,333	571,663	100,000	107,510	207,510	2.75
2005	70,603	211,810	70,603	353,016	80,000	141,863	221,863	1.59
2004	65,123	195,369	65,123	325,615	75,000	146,250	221,250	1.47
2003	44,212	132,637	44,212	221,061	-	136,906	136,906	1.61
2002	41,526	124,578	41,526	207,630	75,000	37,840	112,840	1.84

**Clarendon College**  
**Statistical Supplement 12**  
**Demographic and Economic Statistics - Taxing District**  
**Last Ten Fiscal Years**  
(unaudited)

Calendar Year	District Population	District Personal Income (a) (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2010	3,677	\$ 117,982	\$ 32,200	6.7%
2009	3,853	113,379	29,426	6.2%
2008	4,015	114,606	28,544	6.7%
2007	4,030	108,546	26,934	4.4%
2006	4,059	114,783	28,279	4.6%
2005	3,889	113,436	29,168	4.3%
2004	3,969	111,796	28,167	5.0%
2003	3,948	99,977	25,323	5.0%
2002	3,887	106,274	27,341	4.6%
2001	3,876	82,639	21,321	4.1%

Source: Texas Workforce Commission

**Clarendon College**  
**Statistical Supplement 13**  
**Principle Employers**  
(unaudited)

Employer	Current Fiscal Year		Five Years Prior	
	Number of Employees	***Percentage of Total Employment***	Number of Employees	***Percentage of Total Employment***
Clarendon Consolidated ISD	60-139	5.09%	30-145	8.10%
Clarendon College	50-99	3.87%	50-99	5.53%
Community Care Center	50-99	3.87%	0	0.00%
Hedley ISD	20-49	1.79%	20-49	2.74%
Clarendon Outpost Company	20-49	1.79%	20-49	2.74%
Lowes	20-49	1.79%	20-49	2.74%
Sonic Drive In	20-49	1.79%	20-49	2.74%
Donley County State Bank	10-19	0.75%	0	0.00%
Best Western -Red River Inn	10-19	0.75%	0	0.00%
Wallace Monument Co	10-19	0.75%	0	0.00%
Pizza Hut	10-19	0.75%	0	0.00%
Great Western Dining	10-19	0.75%	0	0.00%
Clarendon City	10-19	0.75%	0	0.00%
Donley County Sherriff	10-19	0.75%	0	0.00%
Herring Bank	10-19	0.75%	0	0.00%
Greenbelt Municipal & Ind	10-19	0.75%	0	0.00%
Dollar General	10-19	0.75%	0	0.00%
Stanley Chevrolet	0	0.00%	0	0.00%
Clarendon Country Club	0	0.00%	20-49	2.74%
JA Cattle	0	0.00%	20-49	2.74%
Donley County Hospital District	0	0.00%	50-99	5.53%
Crow Hollow Feed Yard	0	0.00%	20-49	2.74%
<b>Total</b>	<b>340-729</b>	<b>27.49%</b>	<b>300-686</b>	<b>38.34%</b>
<b>Total Workforce</b>	<b>1,925</b>		<b>**</b>	

**Source:** The Texas Workforce Commission information prior to 2006 is not available. Clarendon College has elected to implement "Nine Years Prior" prospectively.

\*\* Not available

\*\*\*NOTE: The percentages for current period were calculated using the mid point.

**Clarendon College**  
**Statistical Supplement 14**  
**Faculty, Staff, and Administrators Statistics**  
**Last Nine Fiscal Years**  
(unaudited)

As of November 1,	Fiscal Year								
	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>Faculty</b>									
Full-Time	37	33	31	32	31	30	30	29	26
Part-Time	52	46	48	41	47	34	33	39	32
<b>Total</b>	<b>89</b>	<b>79</b>	<b>79</b>	<b>73</b>	<b>78</b>	<b>64</b>	<b>63</b>	<b>68</b>	<b>58</b>
<b>Percent</b>									
Full-Time	41.6%	41.8%	39.2%	43.8%	39.7%	46.9%	47.6%	42.6%	44.8%
Part-Time	58.4%	58.2%	60.8%	56.2%	60.3%	53.1%	52.4%	57.4%	55.2%
<b>Staff and Administrators</b>									
Full-Time	47	46	43	36	37	34	33	34	37
Part-Time	2	3	7	7	3	4	2	6	0
<b>Total</b>	<b>49</b>	<b>49</b>	<b>50</b>	<b>43</b>	<b>40</b>	<b>38</b>	<b>35</b>	<b>40</b>	<b>37</b>
<b>Percent</b>									
Full-Time	95.9%	93.9%	86.0%	83.7%	92.5%	89.5%	94.3%	85.0%	100.0%
Part-Time	4.1%	6.1%	14.0%	16.3%	7.5%	10.5%	5.7%	15.0%	0.0%
FTSE per Full-Time Faculty	32.51	34.00	26.97	30.25	33.90	32.37	30.17	29.90	31.08
FTSE per Full-Time Staff Member	25.60	24.39	19.44	26.89	28.41	28.56	27.42	25.50	21.84
Average Annual Faculty Salary	\$ 41,537	\$ 39,337	\$ 40,828	\$ 40,619	\$ 38,669	\$ 35,361	\$ 33,184	\$ 28,213	\$ -

Note: Years prior to 2002 are not available  
Source: IPEDS Human Resources

**Clarendon College  
Statistical Supplement 15  
Enrollment Details  
Last Five Fiscal Years  
(unaudited)**

<u>Student Classification</u>	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 hours	1,140	72.02%	1,162	81.72%	1,025	82.73%	937	83.89%	880	80.07%
31-60 hours	394	24.89%	243	17.09%	196	15.82%	172	15.40%	218	19.84%
> 60 hours	8	0.51%	12	0.84%	14	1.13%	3	0.27%	0	0.00%
Unclassified	41	2.58%	5	0.35%	4	0.32%	5	0.44%	1	0.09%
<b>Total</b>	<b>1,583</b>	<b>100.00%</b>	<b>1,422</b>	<b>100.00%</b>	<b>1,239</b>	<b>100.00%</b>	<b>1,117</b>	<b>100.00%</b>	<b>1,099</b>	<b>100.00%</b>

<u>Semester Hour Load</u>	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	23	1.45%	8	0.56%	1	0.08%	25	2.23%	36	3.28%
3-5 semester hours	364	22.99%	304	21.38%	234	18.89%	220	19.70%	278	25.30%
6-8 semester hours	316	19.96%	331	23.28%	254	20.50%	241	21.58%	162	14.74%
9-11 semester hours	189	11.94%	145	10.20%	160	12.91%	127	11.37%	116	10.56%
12-14 semester hours	379	23.94%	266	18.70%	225	18.16%	186	16.65%	187	17.02%
15-17 semester hours	246	15.54%	257	18.07%	245	19.77%	206	18.44%	202	18.38%
18 & over	66	4.18%	111	7.81%	120	9.69%	112	10.03%	118	10.74%
<b>Total</b>	<b>1,583</b>	<b>100.00%</b>	<b>1,422</b>	<b>100.00%</b>	<b>1,239</b>	<b>100.00%</b>	<b>1,117</b>	<b>100.00%</b>	<b>1,099</b>	<b>100.00%</b>

Average course load	9.9	10.2	10.8	10.4	10.2
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<u>Tuition Status</u>	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (In-District)	305	19.27%	270	18.99%	241	19.45%	231	20.68%	242	22.02%
Texas Resident (Out-of-District)	1,221	77.13%	1,080	75.95%	888	71.67%	787	70.46%	752	68.43%
Non-Resident Tuition	57	3.60%	72	5.06%	110	8.88%	99	8.86%	105	9.55%
<b>Total</b>	<b>1,583</b>	<b>100.00%</b>	<b>1,422</b>	<b>100.00%</b>	<b>1,239</b>	<b>100.00%</b>	<b>1,117</b>	<b>100.00%</b>	<b>1,099</b>	<b>100.00%</b>

**Clarendon College  
Statistical Supplement 16  
Student Profile  
Last Five Fiscal Years  
(unaudited)**

	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Gender</b>										
Female	786	49.65%	675	47.47%	614	49.56%	508	45.48%	519	47.22%
Male	797	50.35%	747	52.53%	625	50.44%	609	54.52%	580	52.78%
<b>Total</b>	<b>1,583</b>	<b>100.00%</b>	<b>1,422</b>	<b>100.00%</b>	<b>1,239</b>	<b>100.00%</b>	<b>1,117</b>	<b>100.00%</b>	<b>1,099</b>	<b>100.00%</b>

	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Ethnic Origin</b>										
White	959	60.58%	987	69.41%	865	69.81%	747	66.88%	753	68.52%
Hispanic	302	19.08%	293	20.60%	231	18.64%	206	18.44%	195	17.74%
African American	97	6.13%	103	7.24%	104	8.39%	117	10.47%	110	10.01%
Asian	16	1.01%	15	1.05%	16	1.29%	19	1.70%	11	1.00%
Foreign	7	0.44%	11	0.78%	9	0.73%	10	0.90%	15	1.36%
Native American	10	0.63%	11	0.78%	11	0.89%	13	1.16%	8	0.73%
Other	192	12.13%	2	0.14%	3	0.25%	5	0.45%	7	0.64%
<b>Total</b>	<b>1,583</b>	<b>100.00%</b>	<b>1,422</b>	<b>100.00%</b>	<b>1,239</b>	<b>100.00%</b>	<b>1,117</b>	<b>100.00%</b>	<b>1,099</b>	<b>100.00%</b>

	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Age</b>										
Under 18	451	28.49%	401	28.20%	370	29.86%	337	30.17%	271	24.66%
18 -21	552	34.87%	532	37.41%	509	41.08%	474	42.44%	495	45.04%
22 - 24	117	7.39%	102	7.17%	87	7.02%	93	8.33%	108	9.83%
25 - 35	300	18.95%	234	16.46%	194	15.66%	156	13.97%	165	15.01%
36 - 50	126	7.96%	123	8.65%	67	5.41%	46	4.12%	51	4.64%
51 & over	37	2.34%	30	2.11%	12	0.97%	11	0.97%	9	0.82%
<b>Total</b>	<b>1,583</b>	<b>100.00%</b>	<b>1,422</b>	<b>100.00%</b>	<b>1,239</b>	<b>100.00%</b>	<b>1,117</b>	<b>100.00%</b>	<b>1,099</b>	<b>100.00%</b>

Average Age	24	24	23	21	22
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**Clarendon College  
Statistical Supplement 17  
Transfers to Senior Institutions  
Fall 2010 Semester  
(Includes only public senior colleges in Texas)**

	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all Sample Transfer Students	% of all Sample Transfer Students
1 West Texas A&M University	112	8	-	120	52.17%
2 Texas Tech University	46	1	-	47	20.43%
3 Texas A&M University - College Station	11	-	-	11	4.78%
4 Midwestern State University	10	1	-	11	4.78%
5 Sam Houston State University	6	-	-	6	2.61%
6 University of North Texas	5	-	-	5	2.17%
7 University of Texas - Arlington	5	-	-	5	2.17%
8 Tarleton State University	3	1	-	4	1.74%
9 Lamar University Institute of Technology	3	-	-	3	1.30%
10 Angelo State University	3	-	-	3	1.30%
11 University of Texas - Austin	2	-	-	2	0.88%
12 Texas A&M University - Corpus Christi	2	-	-	2	0.88%
13 University of Texas - Tyler	2	-	-	2	0.88%
14 Sul Ross State University	2	-	-	2	0.88%
15 Other Texas State University	2	-	-	2	0.88%
16 University of Houston - University Park	1	-	-	1	0.43%
17 University of Texas - Dallas	1	-	-	1	0.43%
18 Texas A&M University - Kingsville	1	-	-	1	0.43%
19 Texas Tech University Health Science Center	1	-	-	1	0.43%
20 University of Texas - Permian Basin	1	-	-	1	0.43%
21 Southwest Texas State University	-	-	-	-	0.00%
22 Stephen F. Austin State University	-	-	-	-	0.00%
23 University of Texas - San Antonio	-	-	-	-	0.00%
24 Praire View A&M University	-	-	-	-	0.00%
25 University of Houston - Downtown	-	-	-	-	0.00%
26 Texas A&M University - Galveston	-	-	-	-	0.00%
27 University of Houston - Victoria	-	-	-	-	0.00%
28 Texas Women's University	-	-	-	-	0.00%
29 University of Texas Health Science Center - Houston	-	-	-	-	0.00%
30 Texas A&M University - Commerce	-	-	-	-	0.00%
31 Texas Southern University	-	-	-	-	0.00%
32 University of Houston - Clear Lake	-	-	-	-	0.00%
33 University of Texas Health Science Center - San Antonio	-	-	-	-	0.00%
34 University of Texas Medical Branch Galveston	-	-	-	-	0.00%
35 University of Texas - Pan American	-	-	-	-	0.00%
36 University of Texas - El Paso	-	-	-	-	0.00%
37 Baylor College of Medicine - Academics	-	-	-	-	0.00%
38 Texas A&M University System Health Science Center	-	-	-	-	0.00%
39 University of North Texas Health Science Center - Ft. Worth	-	-	-	-	0.00%
40 Sul Ross State University - Rio Grande College	-	-	-	-	0.00%
41 Texas A&M International University	-	-	-	-	0.00%
42 University of Texas - Brownsville	-	-	-	-	0.00%
43 University of Texas Southwestern Medical Center - Dallas	-	-	-	-	0.00%
<b>Totals</b>	<b>219</b>	<b>11</b>	<b>-</b>	<b>230</b>	<b>100.00%</b>

**Clarendon College  
Statistical Supplement 18  
Capital Asset Information  
Fiscal Years 2007 to 2011**

	Fiscal Year				
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Academic buildings	9	8	5	5	5
Square footage (in thousands)	115,210	80,910	51,460	51,460	51,460
Libraries*	1	2	2	2	2
Square footage (in thousands)	10,507	10,507	10,507	10,507	10,507
Number of Volumes (in thousands)	18	18	18	18	17
Administrative and support buildings	5	5	5	5	5
Square footage (in thousands)	40,374	40,374	40,374	40,374	40,374
Dormitories	5	5	5	5	5
Square footage (in thousands)	60,489	56,672	56,672	56,672	56,672
Number of Beds	296	296	296	296	296
Apartments	-	-	-	-	-
Square footage (in thousands)	-	-	-	-	-
Number of Beds	-	-	-	-	-
Dining Facilities*	1	1	1	1	1
Square footage (in thousands)	7,788	7,788	7,788	7,788	7,125
Average daily customers	425	425	425	425	415
Athletic Facilities	3	3	3	3	3
Square footage(in thousands)	93,671	93,547	93,547	93,547	93,547
Stadiums	-	-	-	-	-
Gymnasiums*	1	1	1	1	1
Fitness Centers*	1	1	1	1	1
Rodeo Arena	1	1	1	1	
Tennis Court	-	-	-	-	-
Plant facilities	2	2	2	2	2
Square footage (in thousands)	17,335	17,335	9,835	9,835	9,835
Transportation					
Cars	7	7	7	6	6
Light Trucks/Vans (includes Instructional)	8	8	7	7	8
Buses (Instructional)	8	8	8	8	8