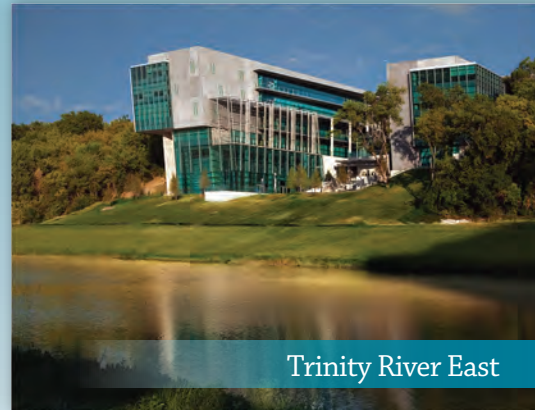


Comprehensive Annual Financial Report

For the Fiscal Year Ended August 31, 2011

Tarrant County College District
Texas



Tarrant County College District

Comprehensive Annual Financial Report

For the Fiscal Year Ended
August 31, 2011

Prepared by:

**Finance Department
Tarrant County College District
Texas**

**TARRANT COUNTY COLLEGE DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
TABLE OF CONTENTS**

	Page
INTRODUCTORY SECTION	
Chancellor's Letter	i
Transmittal Letter	iii
GFOA Certificate of Achievement.....	ix
Principal Officials.....	x
Chancellor's Executive Leadership Team.....	xi
FINANCIAL SECTION	
Independent Auditor's Report	1
Management's Discussion and Analysis.....	3
FINANCIAL STATEMENTS	
Statements of Net Assets	10
Statements of Revenues, Expenses and Changes in Net Assets	12
Statements of Cash Flows.....	13
Notes to Financial Statements.....	14
SUPPLEMENTARY DATA	
Schedule of Operating Revenues	34
Schedule of Operating Expenses by Object	36
Schedule of Non-operating Revenues and Expenses	38
Schedule of Net Assets by Source and Availability.....	40
STATISTICAL SECTION - (Unaudited)	
Net Assets by Component	44
Revenues by Source.....	46
Program Expenses by Function	48
Tuition and Fees	50
Assessed Value and Taxable Assessed Value of Property.....	52
State Appropriation Per FTSE and Contact Hour	54
Principal Taxpayers.....	56
Property Tax Levies and Collections	58
Ratios of Outstanding Debt.....	60
Legal Debt Margin Information.....	62
Pledged Revenue Coverage.....	64
Demographic and Economic Statistics – Taxing District	66
Principal Employers	68
Faculty, Staff and Administrators Statistics.....	70
Enrollment Details	72
Student Profile.....	74
Transfer to Senior Institutions	76
Capital Asset Information	77
FEDERAL SINGLE AUDIT SECTION	
Schedule of Expenditures of Federal Awards.....	79
Notes to Schedule of Expenditures of Federal Awards	82
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	83
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	85
Federal Schedule of Findings and Questioned Costs	87

**TARRANT COUNTY COLLEGE DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
TABLE OF CONTENTS
(Continued)**

	Page
STATE SINGLE AUDIT SECTION	
Schedule of Expenditures of State Awards.....	89
Notes to Schedule of Expenditures of State Awards	92
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 UGMS Single Audit Circular.....	93
State Schedule of Findings and Questioned Costs	95

Introductory Section

Chancellor's Letter



Erma C. Johnson Hadley

December 13, 2011

To the Board of Trustees:

I am pleased to present the Tarrant County College Comprehensive Annual Financial Report to you and our community. It is a comprehensive picture of the District's financial operations for Fiscal Year 2011, which ended August 31.

As the economy slowly climbs to recovery, the College's position both economically and academically remains strong. This spring, for the first time in six years, credit tuition costs for in-county students will increase by \$2 per credit hour. For the average student, who takes 8 credit hours per semester, this will mean an increase of \$16 per semester. Our new, \$52 per credit hour tuition still remains among the lowest among Texas community colleges. Additionally, we went to the effective tax rate, which increases the College's Ad Valorem tax rate from 13.764 cents per \$100 of assessed property value to 14.897 cents. We continue to follow the "pay-as-you-go" strategy which continues to allow us to fund much needed facilities updates. At

the same time, we are continuing to review different approaches as we look to fund increased needs with decreased resources. These strategies and actions will keep Tarrant County College on a forward path toward serving the complete needs of our community. They will help to fund our facilities maintenance and operation and renewal and replacement of facilities that have outlived their efficiency, and will also support exploration of potential projects that will help us meet the growing and changing needs of our community by training students for real jobs as outlined in local, state and national economic data.

The 82nd Legislature formula funding for Tarrant County College not only decreased from the 2010-2011 biennium, but also did not account for the rapid growth in enrollment—an issue that remains a concern for community colleges across Texas. There is more than \$7 million decline in funding for employee health insurance, a cost that must be covered by community colleges to provide our faculty and staff with state-mandated benefits. The 82nd Legislature also passed a measure to require the Texas Higher Education Coordinating Board to provide a mechanism to accommodate Momentum Points Funding, which will be based on student success in various categories. I am a member of the state-wide committee appointed by the Texas Higher Education Coordinating Board to make recommendations on what the categories will be and how points will be assigned. This drastic change in funding strategy will present another new challenge for community colleges.

The financial situation of today dictates that we must continue to achieve greater success with less, and in this past year, we have done just that. Each of our campuses has seen tremendous growth in terms of enrollment numbers and quality services offered to our students. We have made great strides in working toward the goals set forth by our mission and the Vision 2015 Strategic Plan.

This fall, the College successfully opened the Trinity River East Campus for Health Care Professions in

downtown Fort Worth to more than 700 allied health and nursing students. The facility provides state-of-the-art training and opens doors to numerous possibilities for partnerships with the local workforce and health care industry. The health care community and other community leaders celebrated the new campus with us during the Tarrant County College Foundation's "Little River Music" and raised much needed funds for student scholarships.

Along with the campus opening, the College has continued its keen focus on enhancing student access and success through the following initiatives and programs.

- **Achieving the Dream**, a nationwide initiative that emphasizes data-driven decisions and results and is designed to help low-income and students of color succeed.
- **Diversity 2015**, a College program to assess and improve our culture throughout the College.
- **Title III Part A Strengthening Institutions Program Grant**, providing federal funds for student success programs.
- **The Faculty Academy and a District-wide Professional Development Program** to enhance the growth of our faculty and staff.
- **The Haltom City Northeast Center** to provide greater access to underserved populations.
- **The addition of Fort Worth ISD** to the Northwest Campus Early College High School.
- **Expanding partnerships between Fort Worth ISD** and the Trinity River Campus for an Early College High School on that campus.
- **The official TCC mascot, Toro the Trailblazer**, developed to enhance outreach to youth and the community to create a college-going culture.

Like our new mascot, Toro, the proud faculty and staff of Tarrant County College move forward to the next year with a trailblazing spirit. Whether related to our financial situation or the development of new approaches to challenges, our dedication will drive the ability to achieve access and success for all.

Sincerely



Erma Johnson Hadley
Chancellor

Transmittal Letter

December 13 , 2011

To: Chancellor Erma C. Johnson Hadley,
Members of the Board of Trustees, and
The Citizens of the Tarrant County College District

The comprehensive annual financial report of the Tarrant County College District for the fiscal year ended August 31, 2011, is hereby submitted.

The purpose of this report is to provide detailed information concerning the financial condition and performance of the District. Responsibility for the preparation and integrity of the financial information and fairness of the presentation, including all disclosures, rests with the management of the District. To the best of our knowledge, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

The Tarrant County College District's comprehensive annual financial report (CAFR) for the fiscal year ended August 31, 2011 was prepared by the Finance Department. The financial statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) as established by the Financial Accounting Standards Board (FASB) and the Governmental Accounting Standards Board (GASB) and comply with Annual Financial Reporting Requirements for Texas Public Community and Junior Colleges as set forth by the Texas Higher Education Coordinating Board. The Notes to the Financial Statements are provided in the financial section and are considered essential to fair presentation and adequate disclosure for this financial report. The notes include the Summary of Significant Accounting Policies for the District and other necessary disclosures of important matters relating to the financial position of the District. The notes are treated as an integral part of the financial statements and should be read in conjunction with them. Further, this letter of transmittal and the financial statements should be read in conjunction with the Management's Discussion and Analysis (pages 3-9) which focuses on current activities, decisions, and currently known facts to provide an overview of the financial statements and reasons for significant changes from the prior year.

The independent firm of certified public accountants of Weaver and Tidwell, L.L.P., was engaged to audit the financial statements and related notes and issue a report

thereon. They have informed District management and the Board of Trustees that their audit was conducted in accordance with generally accepted auditing standards, which require a consideration of internal controls in determining audit procedures. The report of the independent auditors based upon their audit of the financial statements is included in the financial section of this report.

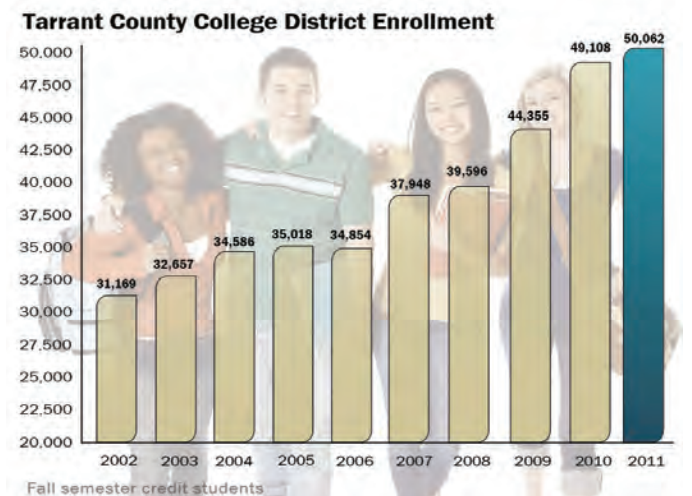
The District is required to undergo an annual federal single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and an annual state single audit in conformity with the Texas Governor's Office of Budget and Planning *Uniform Grant Management Standards Single Audit Circular*. Information related to these single audits, including the schedule of federal expenditures of awards, schedule of state expenditures of awards, and auditor's reports on compliance and on internal controls is included in the federal and state single audit sections of this report.

ORGANIZATION OF DISTRICT

The Tarrant County College District was established as a public community college in an election held in Tarrant County, Texas, on July 31, 1965. The District operates as a community college district under the laws of the State of Texas. An elected, seven-member Board of Trustees, that has oversight responsibility and control over all District activities, governs the District. The Board of Trustees has no financial accountability over Tarrant County or other Tarrant County districts and, accordingly, only financial data for the Tarrant County College District is included in this report.

MISSION AND VALUES

Tarrant County College District, a comprehensive two-year institution, is dedicated to providing quality education that exceeds the expectations of the people of Tarrant County.



Accordingly, the mission is as follows: Tarrant County College District provides affordable and open access to quality teaching and learning. The District implements its mission through a clearly defined set of programs, services, and partnerships that include university transfer programs; workforce education programs; technical programs; developmental courses; adult literacy courses; continuing education and community services; an extensive curriculum; a highly qualified, enthusiastic, innovative, faculty and staff; appropriate technology, equipment, and learning resources; diverse modes of instruction and delivery; support services to foster student success; work and partnerships in support of the cultural and economic development of the community; and a commitment to institutional effectiveness—an ongoing process of self-examination, self-improvement, and an unending pursuit of excellence.

Tarrant County College District is committed to:

- Excellence - belief in providing outstanding quality in educational programs, administrative support, and services to students, faculty and staff;
- Access - belief in providing educational opportunities for all members of the community;
- Diversity - belief that the District should reflect the diversity of the community;
- Student Success - belief in providing quality instruction, resources, and support services to assist our students in achieving their lifelong goals;
- Service to Community - belief in the importance of engaging with the community to enhance economic vitality and quality of life; and
- Innovation and Creativity - belief in cultivating a learning environment that evaluates and incorporates emerging technologies and methodologies to enhance the quality of instruction and administrative support for students, faculty, and staff.

ECONOMIC CONDITION AND OUTLOOK

Tarrant County is situated in North Central Texas. There are a total of 34 incorporated cities in Tarrant County, with the two largest being Fort Worth and Arlington. The population of the county at the last census estimate numbered 1.8 million, and the county was among the fastest growing in the nation according to the 2010 Census. A low cost of living and competitive labor costs make Tarrant County an attractive location for businesses. Many corporate headquarters are located here. Businesses in Tarrant County have access to Dallas/Fort Worth International Airport, one of the nation's largest and busiest airports, and to Alliance Airport, a facility dedicated to industrial use. Because of the excellent transportation advantages, Tarrant County is home to many wholesale and distribution facilities.

Tarrant County is home to a diverse spectrum of businesses and lifestyles. Cattle and agriculture, as well as

aerospace companies and defense contractors, play a major role in the economic foundation of the county. Tarrant County has changed dramatically over the past few years. Once dependent on defense plants and its military base, Tarrant County's economy has been transformed into one of the most vibrant and diverse in the nation and is leading the regional resurgence in business relocations and expansions, retail development and new housing construction. Once tied to the oil rigs and cattle ranches of west Texas, Tarrant County's businesses today reach around the globe and the County's commercial and industrial airports are among the country's foremost international gateways.

MAJOR INITIATIVES

With Vision 2015 Strategic Plan at the forefront of Tarrant County College District's many initiatives, the District continues to make great progress toward achieving student access and success on all fronts. The five-year strategic plan, reflective of the District's vision and values statements, was created in 2010 to guide TCCD through 2015. Inclusive of measurable action items and supporting strategies, Vision 2015 is comprised of three institutional goals:

1. Support student learning and success through excellence in teaching and learning, support services, flexible instructional delivery systems, student engagement, learning outcomes assessment, and dynamic curricula.
2. Ensure affordability, accessibility and diversity reflective of the community.
3. Promote institutional effectiveness through continuous improvement, collaboration with and service to the community, employee engagement, professional development, and optimal environment conducive to quality teaching and learning.

Supporting these goals are 20 strategies addressing specific areas. Along with action steps, Vision 2015 also includes specific requirements to accurately measure par-



participation, student success and institutional student learning outcomes.

Three chief programs have launched since the adoption of Vision 2015 by the Board of Trustees last April: Achieving the Dream; the Title III, Part A, Strengthening Institutions Program Grant; and Diversity 2015. These programs serve as crucial instruments in the District's journey to overcome student success obstacles, and are discussed in more detail in the following report.

Achieving the Dream

In 2010, Tarrant County College District took an important step toward increased student access and success by joining the nationwide initiative, Achieving the Dream: Community Colleges Count. Conceived in 2004 by Lumina Foundation and seven national partner organizations, Achieving the Dream is the largest nongovernmental reform movement for student success in higher education history. With 160 community colleges and institutions, working throughout 30 states and the District of Columbia, Achieving the Dream helps 3.5 million community college students have a better chance of realizing greater economic opportunity and achieving their dreams.



Through Achieving the Dream (ATD), TCCD will continue to focus on making lasting changes in policies, programs, and services that are integrated to support success for all students. The tide is turning for TCCD because of the 70-plus volunteers (including faculty, staff and administrators), from all five campuses, who agreed to lead the ATD implementation efforts. In the spirit of creating an overall atmosphere of student success, the ATD Implementation teams received their charges, and have dedicated themselves to the work ahead.

Based on the five ATD success indicators, TCCD began working on the intervention implementation process and established two top priorities:

Priority 1: Increase student success through a comprehensive First-Year Experience program.

1. Implement College-wide mandatory New Student Orientation.
2. Implement intentional, appreciative advising and case management, including faculty engagement in advising.
3. Review and strengthen Transition to College Success course.

Priority 2: Increase student success in development education and three gateway courses.

1. Develop and implement Early Academic Alert System.
2. Review, strengthen and align math curriculum and instructional methods to support student success.

Diversity 2015

Together, the Tarrant County College District Board of Trustees and Chancellor have supported large-scale efforts to increase the diversity and equity of the District since the establishment of Diversity 2015. Such efforts have been visibly supported through the employment of an associate vice chancellor for institutional diversity, who is responsible for the newly established Institutional Diversity Office.

The goals of Diversity 2015, a cornerstone of TCCD Vision 2015, are based upon extensive research and measurable efforts toward success. To date, the Office of Institutional Diversity has:

- Formed a Diversity 2015 Project Planning team.
- Conducted a cultural assessment of the state of diversity at TCCD.
- Captured, analyzed and synthesized internal and external data to establish a baseline from which progress can be measured.
- Identified strengths, opportunities and challenges, and reviewed and recommended integration of best practices.
- Produced TCCD diversity monologues that reflect faculty, staff and student experiences.
- Held a Diversity and Inclusion strategic summit for all constituents.
- Developed Diversity and Inclusion framework with strategic direction and desired five-year results.

Title III, Part A Strengthening Institutions Program

In October 2010, Tarrant County College District was awarded a \$2 million grant from the U.S. Department of Education that offers an increased focus on the success of all first-time-in-college students, faculty and staff development aimed at supporting student success, and increasing

persistence and graduation rates, specifically among African-American and Hispanic student populations.

The Strengthening Institutions Grant covers a five-year period, at \$400,000 per year. Grant funds are used to reach goals directly linked to the institution's membership in the nationwide Achieving the Dream initiative.

In its second year, Title III Grant activities included sponsorship of the Student Development Institute, a Professional Development seminar featuring a First-Year Experience expert and multiple webinar sessions. Additional funding was provided for 11 innovative faculty and staff projects aimed to increase student success, and TutorTrac Software to measure student use of the District's tutoring labs.

Trinity River East Campus

Trinity River East Campus (TREC) for Health Care Professions opened in August 2011 to more than 700 currently enrolled students. Bringing together Nursing and several Allied Health programs, TCCD is helping to meet the demand for health-care jobs, one of the fastest growing segments of the Tarrant County economy. The fully accredited programs produce licensed, workforce-ready professionals.



The facility features a simulation hospital offering real-world experience to students and cross-disciplinary learning opportunities with varied and complex conditions. Located close to the Fort Worth medical district, TREC offers an opportunity to partner with health-care organizations to develop and strengthen both credit and Continuing Education programs for health-care professionals. Within its first month of operation, TREC was recognized with the prestigious Trailblazer Award for Sustainable Development from Downtown Fort Worth Inc.

Professional Development

The Faculty Academy (TFA) was established as a resource for TCCD staff to enhance their skills as exemplary custodians of student success, and to practice continuing professional development in four program areas: Teaching and Learning, Discipline Enhancement, Technology and Institutional Development.

TFA has provided four extensive and beneficial online resources for faculty including The Texas Network, a statewide professional development resource for community and technical college faculty; iStream, a learning program involving stream objects that are used to read and interpret input from sequences of characters; Starlink (State of Texas Academic Resource Link), the nation's oldest, video-based, higher education professional development network; and Magna Commons, a resource to online seminars that address critical issues facing faculty and administrators today. TFA has hosted various events at all five campuses and plans to host experts in the higher education field.

Haltom City Northeast Center

In June, Northeast Campus and Haltom City celebrated the grand opening of the Haltom City Northeast Center. The new, conveniently located facility provides both credit and noncredit courses and services to residents without access to any of the five campuses.



The initiative began when Haltom City officials collaborated with TCCD officials to find a way to make higher education more accessible to local residents. Tarrant County College District proposed the use of the 5,000-square-foot Civic Center to provide an ideal environment for students who need help with basics before taking on the challenges of college classes. The Center serves as a fundamental stepping stone to improve the odds of succeeding in future academic environments.

Early College High School

Tarrant County College District campuses continue to bridge partnerships with local school districts through Early College High School programs. The concept provides for a seamless transition from high school to college and is designed to increase the number of high school graduates while improving their success in college.

The first Early College High School opened in Fall 2010 as a partnership between Northwest Campus and Lake Worth Independent School District. Since then, Fort Worth ISD has also joined as a partner with Northwest Campus. Additionally, Trinity River Campus will be starting an Early College High School with Fort Worth ISD, providing education and specific exposure to the health-care professions for high school students.

Trailblazers Mascot

Tarrant County College District introduced the District's official mascot, "Toro" the Trailblazer, in August 2011. The Trailblazers name symbolizes the hardworking, dedicated spirit of Tarrant County College District students and alumni, and the image represents the determination of many TCCD students who blaze their own new trails. After a year-long collaborative planning process, the mascot was selected through a series of surveys, focus groups and questionnaires that gathered input from nearly 3,000 faculty, staff, students, alumni and community members. The final Trailblazers image was selected after gaining input from nearly 1,000 local elementary school students.



The mascot, officially nicknamed Toro, will be used primarily in community outreach to youth audiences and on campus for student-centered initiatives. Toro has already appeared at community events and local schools.

FINANCIAL INFORMATION

INTERNAL CONTROLS

District management is responsible for establishing and

maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

SINGLE AUDIT

As a recipient of federal, state, and local financial assistance, the District also is responsible for ensuring that adequate internal control is in place to comply with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management and the independent auditors of the District. As a part of the District's single audits, described earlier, tests are made to determine the adequacy of the internal control, including that portion related to federal and state awards programs, as well as to determine that the District has complied with applicable laws and regulations. The Schedules of Findings and Questioned Costs for the District's Federal and Single Audits for the fiscal year ended August 31, 2011 are included on pages 87 and 95, respectively.

BUDGETING CONTROLS

The District continues to apply budgetary controls and accounting on a fund basis. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Trustees. Activities of the unrestricted current fund, auxiliary enterprises fund, and retirement of indebtedness fund are included in the annual appropriated budget. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances are re-appropriated as part of the next year's budget. All funds are included in the consolidated financial statements presented, although the funds are not separately reported in the CAFR under GASB 34 and 35. (See Note 2 to the Financial Statements, Summary of Significant Accounting Policies, pages 14-17)

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

DEBT ADMINISTRATION

As of August 31, 2011, the District had \$30.6 million of general obligation bonds and continues to be rated AAA

and Aa1 by Standard & Poor's and Moody's Investors Service, respectively. Since 1998 when the Board of Trustees adopted the "pay-as-you-go" strategy, the District has worked to reduce the level of outstanding indebtedness and accompanying debt service expense, and we expect this trend to continue. The District has no plans to issue additional bonds; current and planned capital expenditures will be funded from District investments or budget resources. As a result, Tarrant County citizens get their money's worth - dollar for dollar - rather than seeing about a third of all capital outlay funds going to pay interest on bonds. Students are winners, too, as the District is able to add more and better facilities. This cash basis "pay-as-you-go" approach to capital funding is unique to TCCD among the 50 Texas public community colleges. Management's Discussion and Analysis provides additional detail on implementation of the District's financial strategy.

INDEPENDENT AUDIT

State statute requires an annual audit by independent certified public accountants. The purpose of an independent audit is to provide assurance, based on independent review and testing, that the basic financial statements and accompanying notes are fairly stated in all material respects. The District's Board of Trustees selected the accounting firm of Weaver and Tidwell, L.L.P. In addition to meeting the requirements set forth in state statutes, their audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133 and the State Single Audit related to the Uniform Grant Management Standards Single Audit Circular. The auditor's reports related specifically to the single audits are included in the Single Audit Sections.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended August 31, 2010. This was the nineteenth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a District must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA in anticipation of another certificate.

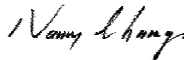
ACKNOWLEDGMENTS

We are grateful to the Board of Trustees for its diligent planning and oversight of the financial operations of the District. We would particularly like to acknowledge the Chancellor and the Chancellor's Executive Leadership Team for providing the resources necessary to prepare this financial report. Finance Department employees are recognized for their contributions to the completion of this report. We would also like to thank the accounting firm of Weaver and Tidwell, L.L.P., for its timely completion of the audit.

Sincerely,



Mark E. McClendon
Vice Chancellor for Finance



Nancy H. Chang
Associate Vice Chancellor for Finance



Stan Vick, C.P.A.
Director of Accounting



Lori Lester, C.P.A.
Chief Accountant

Certificate of Achievement for Excellence in Financial Reporting

Presented to
Tarrant County College District
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
August 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Danison

President

Jeffrey R. Emer

Executive Director

**TARRANT COUNTY COLLEGE DISTRICT
PRINCIPAL OFFICIALS
AUGUST 31, 2011**

ELECTED OFFICIALS

		<u>Term Expires</u>
President of the Board	Bill Greenhill	May 2016
Vice President of the Board	Kristin Vandergriff	May 2014
Secretary of the Board	O.K. Carter	May 2016
Assistant Secretary of the Board	Louise Appleman	May 2012
Member of the Board	Joe Hudson	May 2014
Member of the Board	Gwendolyn Morrison	May 2012
Member of the Board	Robyn Medina Winnett	May 2014

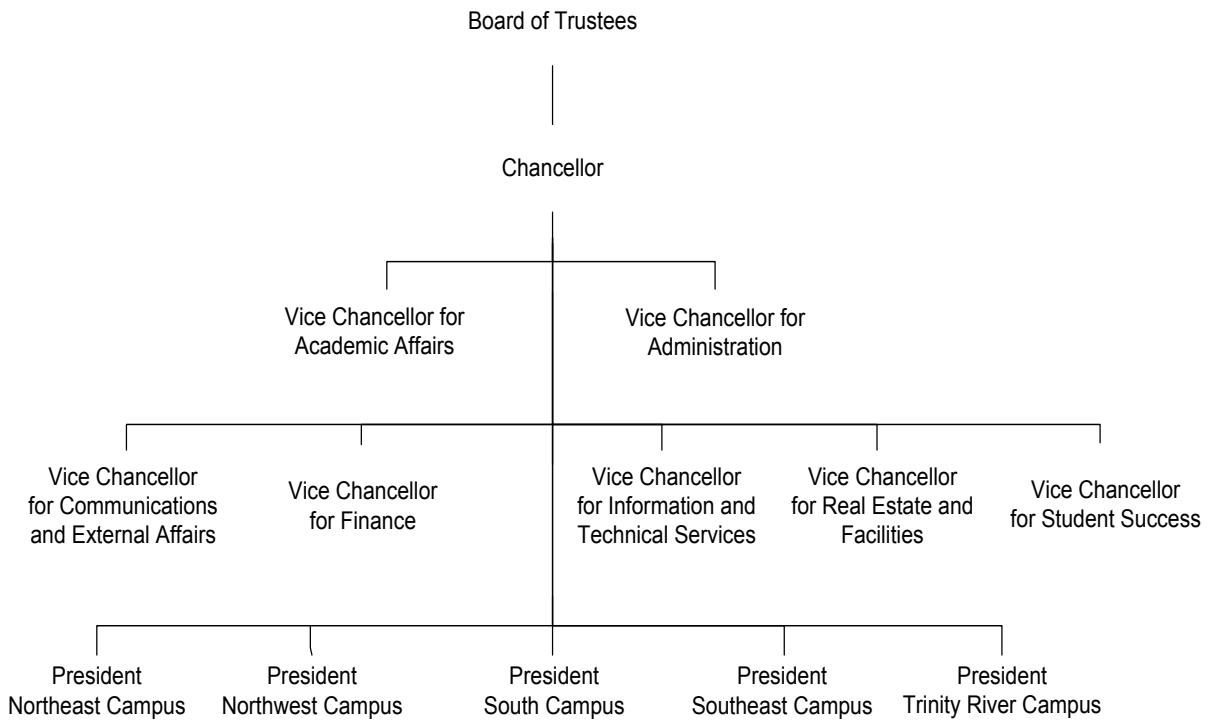
ADMINISTRATIVE OFFICIALS

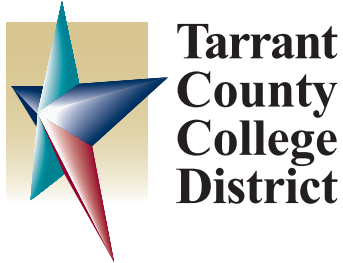
Chancellor	Erma C. Johnson Hadley, M.Ed.
Vice Chancellor for Student Success	Joy Gates Black, Ed.D.
President, Southeast Campus	Judith J. Carrier, Ed.D.
President, Northeast Campus	Larry J. Darlage, Ph.D.
President, Trinity River Campus	Tahita M. Fulkerson, Ph.D.
Vice Chancellor for Communications & External Affairs	Reginald Gates, M.Ed.
Vice Chancellor for Administration	William W. Lace, Ed.D.
President, Northwest Campus	Elva C. LeBlanc, Ph.D.
Vice Chancellor for Finance	Mark McClendon, M.S., M.B.A.
Vice Chancellor for Real Estate and Facilities	Nina Petty, B.B.A.
Vice Chancellor for Information and Technical Services	Maria Shelton, M.B.A.
President, South Campus	Ernest L. Thomas, Ph.D.
Vice Chancellor for Academic Affairs	David A. Wells, Ph.D.

FINANCE OFFICIALS

Associate Vice Chancellor for Finance	Nancy H. Chang, M.B.A.
Director of Accounting	Stan L. Vick, C.P.A.
Chief Accountant	Lori Lester, C.P.A.

Tarrant County College District Chancellor's Executive Leadership Team





**Tarrant
County
College
District**

Financial Section



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Tarrant County College District

We have audited the accompanying Statements of Net Assets of Tarrant County College District (the District) as of August 31, 2011 and 2010, and the related Statements of Revenues, Expenses and Changes in Net Assets and Cash Flows for the years then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and 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 District as of August 31, 2011 and 2010, and the results of its operations and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 information on pages 3 through 9 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 principally of inquiries of management regarding the methods of measurement and presentation of this required supplementary information. However, we did not audit the information and express no opinion on it.

To the Board of Trustees
Tarrant County College District

Page 2

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The introductory section on pages i to xi, the additional financial information on pages 34 to 41 and the statistical section on pages 43 to 77 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and are also not a required part of the financial statements. The additional financial information and schedules of expenditures of federal and state awards have been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audits of the basic financial statements and, accordingly, we express no opinion on them.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
December 13, 2011

Management's Discussion and Analysis

The Management's Discussion and Analysis section of the Comprehensive Annual Financial Report reviews the District's financial activity during the fiscal years ended August 31, 2011 and 2010. In compliance with GASB 34, this discussion focuses on currently known facts, decisions, and conditions that have an impact on financial activities of the District and an analysis of key financial data in order to assist in the interpretation of the financial statements presented in this annual report and the year-to-year changes in District's revenues, expenses, and financial position. It should be read in conjunction with the transmittal letter (pages iii-viii), the District's basic financial statements (pages 10-13) and the notes to the financial statements (pages 14-32). Responsibility for the completeness and fairness of the information in this section rests with the District management.

USING THIS ANNUAL REPORT

The financial statement presentation was mandated by Governmental Accounting Standards Board (GASB) Statement No. 34 and implemented by the District in fiscal 2002. For financial statement purposes, the District is considered a special-purpose government engaged only in business-type activities. Accordingly, the financial statements of the District are presented using the economic measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

The Statement of Net Assets reports all that the District owns (assets) and owes (liabilities). Net Assets, the difference between assets and liabilities, is subdivided into three categories to indicate limitations on their use. Net assets invested in capital assets net of related debt are not available for use, since these are the resources that have been invested in the capital assets such as land, buildings and improvements, and equipment of the District. Restricted net assets are not accessible for general use because use of these assets is subject to a third-party restriction. Any remaining net assets are classified as unrestricted and are available for general use as directed by the management of the District.

The Statement of Revenues, Expenses, and Changes in Net Assets presents the revenues earned and the expenses incurred resulting from District operations during the fiscal year. Revenues and expenses are reported as either operating or non-operating in accordance with GASB 34 as interpreted by the Texas Higher Education Coordinating Board. Operating revenues are intended to reflect the amounts received from customers in exchange for services provided by the District. Operating expenses are the costs incurred to provide District services to customers. A further discussion of the reporting and accounting policies

of the District may be found in Note 2 to the financial statements, pages 14-17.

The Statement of Cash Flows presents information related to cash inflows and outflows summarized by operating, capital and non-capital financing and investing activities. It provides relevant information when evaluating the financial viability of the District during the fiscal years ended August 31, 2011 and 2010. The statement can assist users in assessing the District's ability to meet financial obligations as they mature and the need for external financing.

FISCAL YEAR 2011 FINANCIAL HIGHLIGHTS

- In the fiscal year ended August 31, 2011, total District revenues exceeded total expenses by \$53.4 million as a result of careful budgeting, prudent fiscal management and conservation of resources.
- Current investments increased by \$0.4 million to \$87.8 million, while long-term investments decreased by \$12.0 million to \$108.7 million at year-end 2011.
- During the fiscal year, the District expended \$55.8 million on capital improvements of existing properties and \$46.2 million on construction-in-progress primarily on the Trinity River East Campus, which was substantially completed during the year.

STATEMENT OF NET ASSETS

The Statement of Net Assets includes all assets and liabilities. Over time, increases or decreases in net assets (the difference between assets and liabilities) is one indicator of the improvement or erosion of the District's financial health when considered with non-financial facts such as enrollment levels, the condition of facilities, etc.

FISCAL YEAR 2011 COMPARED TO 2010

Total assets increased by \$38.3 million from \$969.9 million at August 31, 2010, to \$1.01 billion on August 31, 2011. An increase in capital assets accounts for this increase.

Current assets consist mainly of cash, short-term investments, and receivables. Cash and short-term investments are maintained at levels necessary to cover current liabilities as they come due and to ensure adequate liquidity as funds are needed for expenditures associated with building and expansion projects. Receivables are from students, property taxes, and federal grants and contracts. Current assets increased by \$6.9 million to \$111.1 million as of August 31, 2011. This increase is primarily attributable to an increase of \$4.0 million in receivables.

Non-current assets of \$897.1 million on August 31, 2011, increased by 3.6 percent or \$31.4 million from \$865.7

CONDENSED STATEMENT OF NET ASSETS

Years Ended August 31 (Dollars in millions)	2011	2010	2010-11 Change	2009	2009-10 Change
Assets					
Current Assets	\$111.1	\$104.2	\$6.9	\$191.7	(\$87.5)
Non-Current Assets:					
Long-Term Investments	108.7	120.7	(12.0)	30.4	\$90.3
Capital Assets, net	788.2	744.7	43.5	682.1	\$62.6
Other	0.2	0.3	(0.1)	0.3	\$0.0
Total Assets	1,008.2	969.9	38.3	904.5	65.4
Liabilities					
Current Liabilities	\$57.5	\$64.5	(\$7.0)	\$64.9	(\$0.4)
Non-Current Liabilities	26.8	34.8	(8.0)	47.4	(\$12.6)
Total Liabilities	84.3	99.3	(15.0)	112.3	(13.0)
Net Assets					
Invested in Capital Assets, net of related debt	757.6	707.3	50.3	638.2	69.1
Restricted	6.3	5.6	0.7	5.6	0.0
Unrestricted	160.0	157.6	2.4	148.3	9.3
Total Net Assets	923.9	870.5	53.4	792.1	78.4

million on August 31, 2010. This increase is mostly due to an increase in capital assets. The majority of the capital asset value is in property and equipment, with additional construction continually ongoing. Property, plant and equipment, net of depreciation, increased by \$43.5 million compared to year end 2010. This increase, net of current year depreciation of \$20.7 million, reflects spending on various ongoing capital improvement projects.

At year-end 2011, current assets were 11.0 percent of total assets as compared with 10.7 percent in the prior year; long-term investments decreased from 12.4 percent to 10.8 percent of total assets over the prior year, and capital assets increased to 78.2 percent of total assets from 76.8 percent at year-end 2010. The trends for long-term investments and capital assets will fluctuate with the spending schedule in future years based on completion of the Trinity River East Campus and other construction and renovation projects.

Total liabilities decreased \$15.0 million year-to-year, from \$99.3 million at August 31, 2010, to \$84.3 million at August 31, 2011. Current liabilities decreased \$7.0 million and non-current liabilities decreased \$8.0 million. Current liabilities of \$57.5 million were comprised of accounts payable, accrued liabilities, accrued employee benefits, deferred revenue, and the current portion of our general obligation bonds. Accounts payable and accrued expenses for goods and services received prior to the end of the fiscal year decreased by \$2.6 million. The current portion of the District's long-term debt at fiscal year-end of \$7.3 million was increased by \$0.4 million over the fiscal 2010 amount. (See Note 6, pages 20-21, for additional information regarding the bond indebtedness)

Non-current liabilities primarily consist of the portion of our general obligation bonds that have a due date beyond the

next fiscal year. Total non-current liabilities were \$26.8 million at August 31, 2011 versus \$34.8 million at August 31, 2010.

Net assets (total assets less total liabilities) increased by \$53.4 million to \$923.9 million, an increase of 6.1 percent from fiscal 2010 to 2011. Eighty-two percent of net assets, \$757.6 million, reflected the District's substantial investment in capital assets such as property, buildings, and equipment. Restricted net assets such as grants from third-party agencies with expenditure restrictions, student loan funds, or assets designated for debt service represented an additional 0.7 percent of net assets. The remaining unrestricted net assets may be used for educational or general operations of the District. Unrestricted net assets increased by \$2.4 million to 17.3 percent of net assets. During fiscal year 2011, the fund balance designated for future capital outlay increased by \$0.5 million to \$25.8 million. The portion of net assets committed to capital assets is expected to increase with the finish-out construction of the Trinity River East Campus and other ongoing improvements district wide.

FISCAL YEAR 2010 COMPARED TO 2009

Total assets increased by \$65.4 million from \$904.5 million at August 31, 2009, to \$969.9 million on August 31, 2010. An increase in long-term investments and capital assets accounts for this increase.

Non-current assets of \$865.7 million on August 31, 2010, increased by 21.5 percent or \$152.9 million from \$712.8 million on August 31, 2009. This increase is mostly due to an increase in long-term investments and capital assets. Long-term investments increased \$90.3 million from year-end 2009. The majority of the capital asset value is in property and equipment, with additional construction continually ongoing. Property, plant and equipment, net of depreciation, increased by \$62.6 million compared to year end 2009. This increase, net of current year depreciation of \$17.3 million, reflects spending on various ongoing capital improvement projects.

At year-end 2010, current assets were 10.7 percent of total assets as compared with 21.2 percent in the prior year; long-term investments increased from 3.4 percent to 12.4 percent of total assets over the prior year, and capital assets increased to 76.8 percent of total assets from 75.4 percent at year-end 2009.

Total liabilities decreased \$13.0 million year-to-year, from \$112.3 million at August 31, 2009, to \$99.3 million at August 31, 2010. Current liabilities decreased \$0.4 million and non-current liabilities decreased \$12.6 million. Current liabilities of \$64.5 million were comprised of accounts payable, accrued liabilities, accrued employee benefits, deferred revenue, and the current portion of our general obligation bonds. Accounts payable and accrued

expenses for goods and services received prior to the end of the fiscal year decreased by \$2.7 million. The current portion of the District's long-term debt at fiscal year-end of \$6.9 million was increased by \$0.5 million over the fiscal 2009 amount. (See Note 6, pages 20-21, for additional information regarding the bond indebtedness)

Non-current liabilities primarily consist of the portion of our general obligation bonds that have a due date beyond the next fiscal year. Total non-current liabilities were \$34.8 million at August 31, 2010 versus \$47.4 million at August 31, 2009.

Net assets (total assets less total liabilities) increased by \$78.4 million to \$870.5 million, an increase of 9.9 percent from fiscal 2009 to 2010. Eighty-one percent of net assets, \$707.3 million, reflected the District's substantial investment in capital assets such as property, buildings, and equipment. Restricted net assets such as endowment gifts with specific restrictions, grants from third-party agencies with expenditure restrictions, student loan funds, or assets designated for debt service represented an additional 0.6 percent of net assets. The remaining unrestricted net assets may be used for educational or general operations of the District. Unrestricted net assets increased by \$9.3 million to 18.1 percent of net assets. During fiscal year 2010, the fund balance designated for future capital outlay increased by \$2.1 million to \$25.3 million.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

The Statement of Revenues, Expenses and Changes in Net Assets presents the revenues earned and the expenses incurred during the year. Activities are reported as either operating or non-operating. Operating revenues include activities with characteristics of exchange transactions

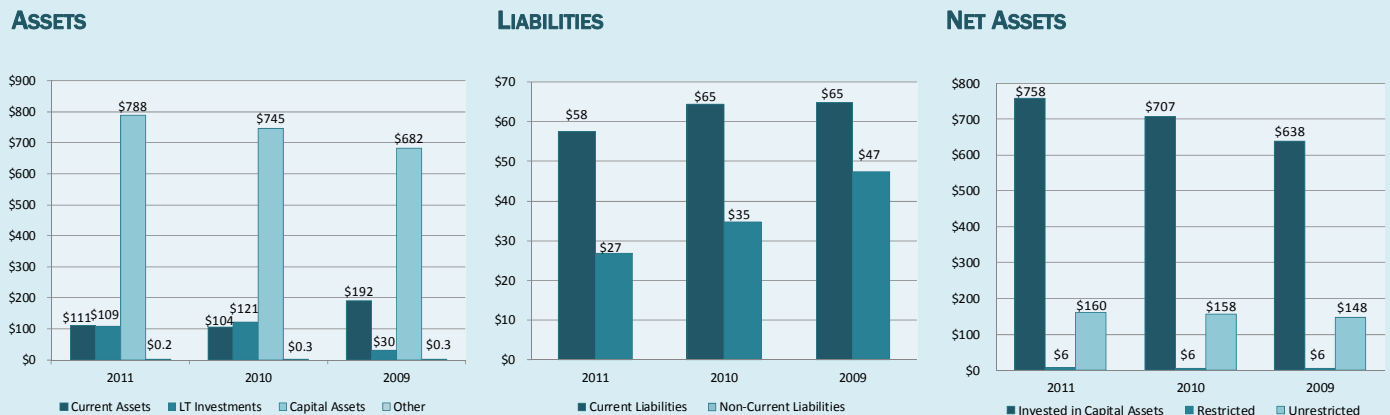
such as: student tuition and fees, net of scholarship discounts and allowances; sales and services of auxiliary enterprises; some federal, state, and local grants and contracts; and interest on institutional student loans. Non-operating revenues include activities that have the characteristics of non-exchange transactions such as ad valorem taxes, state appropriations, other federal grants and investment income. Depreciation on capital assets is included in operating expenses. Since state appropriations and county tax revenue are a significant portion of maintenance and operations funding, classification of this revenue as non-operating will usually result in an operating deficit, as it does for TCCD.

FISCAL YEAR 2011 COMPARED TO 2010

District operating revenue of \$71.6 million, derived predominantly from "tuition and fees", increased by \$6.3 million, or 9.7 percent, from fiscal 2010. Tuition and fees account for the majority of operating revenue, 67.0 percent. The current year increase in revenue was primarily attributable to an increase in tuition revenue resulting from an increase in enrollment.

State appropriations to the Tarrant County College District, as to all Texas public colleges and universities, are set during biennial sessions of the Texas Legislature. The level of funding for each biennium is derived from enrollment during a "base year" – the total number of contact hours amassed during a period beginning the summer preceding the legislative session and ending with the spring semester during which the appropriations bill is passed. Texas community colleges have attempted for decades, without success, to achieve "full formula funding". The District, together with the other community colleges in Texas, are being asked to do more with less. As the State resources allocated to community colleges decline, the District must look more and more to local tax

COMPARATIVE COMPOSITION OF ASSETS, LIABILITIES, AND NET ASSETS Years Ended August 31 (Dollars in Millions)



CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

Years Ended August 31 (Dollars in millions)	2011	2010	2010-11 Change	2009	2009-10 Change
Operating Revenue					
Tuition & Fees	\$48.0	\$45.5	\$2.5	\$41.4	\$4.1
Grants & Contracts	13.3	9.4	3.9	9.6	(0.2)
Auxiliary Enterprises	3.4	3.4	0.0	3.1	0.3
Other Operating Revenue	6.9	7.0	(0.1)	7.1	(0.1)
Total Operating Revenue	71.6	65.3	6.3	61.2	4.1
Operating Expenses					
Instruction	114.2	95.9	18.3	83.4	12.5
Public Service	7.0	6.7	0.3	6.4	0.3
Academic Support	21.8	16.9	4.9	14.0	2.9
Student Services	25.3	20.9	4.4	17.9	3.0
Institutional Support	30.8	31.2	(0.4)	26.0	5.2
Operation & Maint. of Plant	34.9	39.9	(5.0)	38.2	1.7
Scholarships & Fellowships	78.8	55.6	23.2	35.1	20.5
Auxiliary Enterprises	2.2	2.1	0.1	1.6	0.5
Depreciation	20.7	17.3	3.4	12.1	5.2
Total Operating Expenses	335.7	286.5	49.2	234.7	51.8
Operating Loss	(264.1)	(221.2)	(42.9)	(173.5)	(47.7)
Non-Operating Revenue (Expense)					
State Appropriations	65.9	67.1	(1.2)	60.3	6.8
Ad Valorem Tax	163.3	171.0	(7.7)	168.5	2.5
Grants & Contracts	84.8	59.9	24.9	35.6	24.3
Investment & Other Income	3.8	2.1	1.7	4.4	(2.3)
Non-Operating Expense	(0.3)	(0.5)	0.2	(1.8)	1.3
Total Non-Operating Revenue	317.5	299.6	17.9	267.0	32.6
Income before Other Revenue, (Expense), Gains & (Losses)	53.4	78.4	(25.0)	93.5	(15.1)
Other Revenue-Gifts, Endowment Contributions	0.0	0.0	0.0	0.0	0.0
Increase in Net Assets	\$53.4	\$78.4	(\$25.0)	\$93.5	(\$15.1)
Net Assets					
Net Assets-Year Beginning	\$70.5	\$792.1	\$78.4	\$698.6	\$93.5
Total Revenue	389.4	365.4	24.0	330.0	35.4
Total Expenses	(336.0)	(287.0)	(49.0)	(236.5)	(50.5)
Net Assets-Year End	\$923.9	\$570.5	\$53.4	\$792.1	\$78.4

revenues and tuition and fees as a source of revenue to provide educational services for the community.

State appropriations accounted for 35 percent of total (operating and non-operating) revenue in fiscal 1998, and has declined to 16.9 percent of revenue for the current fiscal year. In contrast, local property taxes accounted for 21.0 percent of total revenue in fiscal 1998 and 41.9 percent of revenue in the year ended August 31, 2011. Tuition and fees of \$48.0 million and \$45.5 million in fiscal 2011 and 2010 respectively, decreased as a percentage of total revenue to 12.3 percent in 2011 from 12.5 percent for 2010.

For the fiscal years 1996 through 2001 the District maintained a policy of increasing the in-district tuition rate by \$2 per hour per year. After 2001, in response to a call from the Texas Higher Education Coordinating Board to hold the line on tuition increases as part of the "Closing the Gaps Plan" for higher education, the amount of tuition increase at TCCD was reduced to \$1 per hour per year. Beginning in spring 2004, state universities in Texas were able to set their own levels of tuition for the first time. Subsequently some state universities imposed substantial tuition increases. As a result more students will likely seek

to take advantage of the affordable costs at TCCD. Support for this growth will have to be funded by the two local sources of revenue – tuition and taxes. Planning in that regard, the Board approved a three-year tuition increase plan of \$2 per year beginning with the 2005 year. Following this three-year plan, In-County tuition has not been raised. However, Out-of-district tuition increased by \$10 to \$73 per hour and the Non-resident tuition increased by \$15 to \$165 per hour in the spring of 2008. Since then, there were no increases until this coming Spring 2012, which will have a \$2 per hour increase to In-County tuition, bringing tuition to \$52. Out of County tuition will increase by \$3 per hour to \$76, and Non-Resident tuition will increase by \$6 per hour to \$171.

Grants and contracts include restricted revenues made available by government agencies as well as private agencies. Grant funding is recognized as revenue at the point when all eligibility requirements imposed by the provider have been met. This source of revenue was approximately 25.2 percent of total revenues, an increase from \$69.3 million in fiscal 2010 to \$98.1 million in fiscal 2011.

Auxiliary enterprises had revenues in excess of expenses of \$1.2 million for fiscal 2011. Auxiliary enterprises consist of various enterprise entities (formerly primarily bookstores) that exist predominantly to furnish goods or services to students, faculty, staff or the general public and charge a fee directly related to the cost of those goods or services. These enterprises are intended to be self-supporting. During fiscal 2011, the District recorded no change in sales revenues from operations at our auxiliary enterprises.

Operating expenses increased by \$49.2 million to \$335.7 million, an increase of 17.2 percent from fiscal 2010 to 2011. Compared to fiscal 2010, salaries and wages increased \$8.6 million to \$135.2 million, staff benefits increased by \$10.0 million to \$44.3 million, and other expenses increased by \$26.9 million.

An analysis of operating expenses by function indicates the most significant year-to-year expense to be in instruction (increased 19.1 percent to \$114.2 million) and scholarships (increased 41.7 percent to \$78.8 million). The increase in instruction expense is primarily due to the operation of the Trinity River Campus. The increase in scholarship expenses is primarily due to an increase in funds available to help students meet their educational needs.

Non-operating revenue increased from \$299.6 million to \$317.5 million for the fiscal years ended August 31, 2010 and 2011, respectively. Non-operating revenue consists predominantly of ad-valorem taxes of \$163.3 million, which decreased by \$7.7 million or 4.5 percent; and state appropriations of \$65.9 million, which decreased by \$1.2 million or 1.8 percent. In 1998, the Board of Trustees of

the Tarrant County College District, acting on the chancellor's recommendation, altered the traditional approach of relying on bonded indebtedness for new construction, repair and renovation, and major equipment purchases. Instead, the District elected to fund such expenditures from maintenance and operations tax revenue. In August 2002, the Board of Trustees of the District set the tax rate at 13.938 cents per \$100 valuation. Since that time the Board of Trustees lowered the tax rate to 13.767 and 13.764 for 2010 and 2011, respectively and raised it to 14.897 for 2012.

Fiscal year 2011 investment and other income increased by \$1.7 million to \$3.8 million compared to a \$2.3 million decrease for the year ended August 31, 2010. The current year increase is partially due to a tax refund paid under protest in prior years. (See Note 4, page 19, for additional information on investment earnings and portfolio market adjustments.)

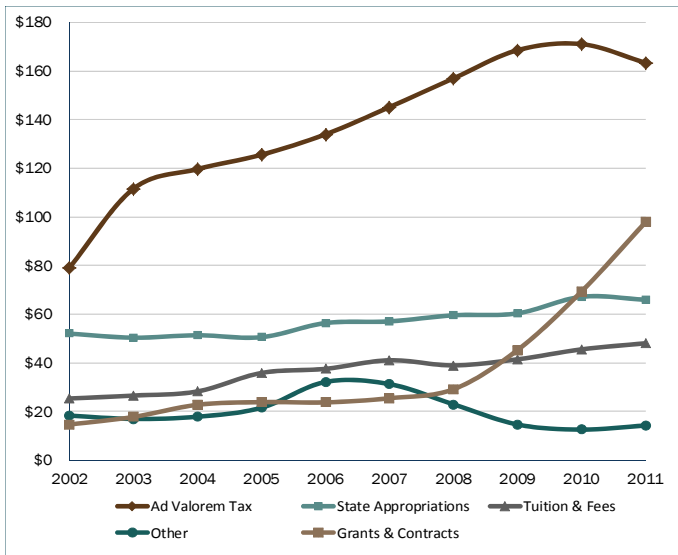
Total revenue for fiscal 2011 increased \$24.0 million to \$389.4 million from \$365.4 million for fiscal 2010. This 6.6 percent increase in total revenue is largely the result of an increase in grants and contracts. Total expenses for fiscal 2011 increased \$49.0 million to \$336.0 million from \$287.0 million for fiscal 2010. This 17.1 percent increase in total expenses is mostly attributable to additional instruction and scholarship expenses in fiscal year 2011.

FISCAL YEAR 2010 COMPARED TO 2009

District operating revenue of \$65.3 million, derived predominantly from "tuition and fees", increased by \$4.1 million, or 6.7 percent, from fiscal 2009. Tuition and fees account for the majority of operating revenue, 69.7 per-

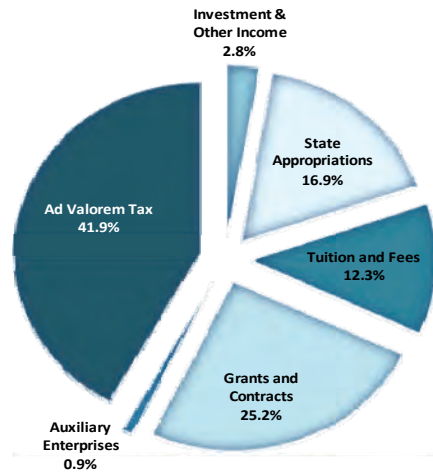
REVENUE BY SOURCE

(Dollars in millions)



TOTAL REVENUE BY SOURCE

Fiscal Year 2010-11
Total \$ 389,490,234



cent. The current year increase in revenue was primarily attributable to an increase in tuition revenue resulting from an increase in enrollment.

State appropriations accounted for 35 percent of total (operating and non-operating) revenue in fiscal 1998, and has declined to 18.4 percent of revenue for the current fiscal year. In contrast, local property taxes accounted for 21 percent of total revenue in fiscal 1998 and 46.8 percent of revenue in the year ended August 31, 2010. Tuition and fees of \$45.5 million and \$41.4 million in fiscal 2010 and 2009 respectively, decreased as a percentage of total revenue to 12.5 percent in 2010 from 12.6 percent for 2009.

Grants and contracts as a source of revenue was approximately 19.0 percent of total revenues, an increase from \$45.2 million in fiscal 2009 to \$69.3 million in fiscal 2010.

Auxiliary enterprises had revenues in excess of expenses of \$1.3 million for fiscal 2010. During fiscal 2010, the District recorded a increase in sales revenues of \$0.3 million from operations at our auxiliary enterprises.

Operating expenses increased by \$51.8 million to \$286.5 million, an increase of 22.1 percent from fiscal 2009 to 2010. Compared to fiscal 2009, salaries and wages increased \$15.6 million to \$126.6 million, staff benefits increased by \$5.2 million to \$34.3 million, and other expenses increased by \$25.8 million.

OPERATING EXPENSES BY NATURAL CLASSIFICATION

Years Ended August 31 (Dollars in millions)	2010-11		2009-10		
	2011	2010	Change	2009	Change
Salary & Wages	\$135.2	\$126.6	\$8.6	\$111.0	\$15.6
Staff Benefits	44.3	34.3	10.0	29.1	5.2
Other Expenses	135.5	108.3	27.2	82.5	25.8
Depreciation	20.7	17.3	3.4	12.1	5.2
Total Operating Expenses	335.7	286.5	49.2	234.7	51.8

An analysis of operating expenses by function indicates the most significant year-to-year expense changes to be in scholarships (increased 58.4 percent) and depreciation (increased 43.0 percent). The increase in scholarship expenses is primarily due to an increase in funds available to help students meet their educational needs.

Non-operating revenue increased from \$267.0 million to \$299.6 million for the fiscal years ended August 31, 2009 and 2010, respectively. Non-operating revenue consists predominantly of ad-valorem taxes of \$171.0 million, which increased by \$2.5 million or 1.5 percent; and state appropriations of \$67.1 million, which increased by \$6.8 million or 11.3 percent.

Fiscal year 2010 investment and other income decreased by \$2.3 million to \$2.1 million compared to a \$13.8 million decrease for the year ended August 31, 2009. This decrease is partially due to the economic recession which led to a reduction in interest rates. (See Note 4, page 19, for additional information on investment earnings and portfolio market adjustments.)

Total revenue for fiscal 2010 increased \$35.4 million to \$365.4 million from \$330.0 million for fiscal 2009. This

10.7 percent increase in total revenue is largely the result of an increase in grants and contracts. Total expenses for fiscal 2010 increased \$50.5 million to \$287.0 million from \$236.5 million for fiscal 2009. This 21.4 percent increase in total expenses is mostly attributable to additional institutional support and scholarship expenses in fiscal year 2010.

STATEMENT OF CASH FLOWS

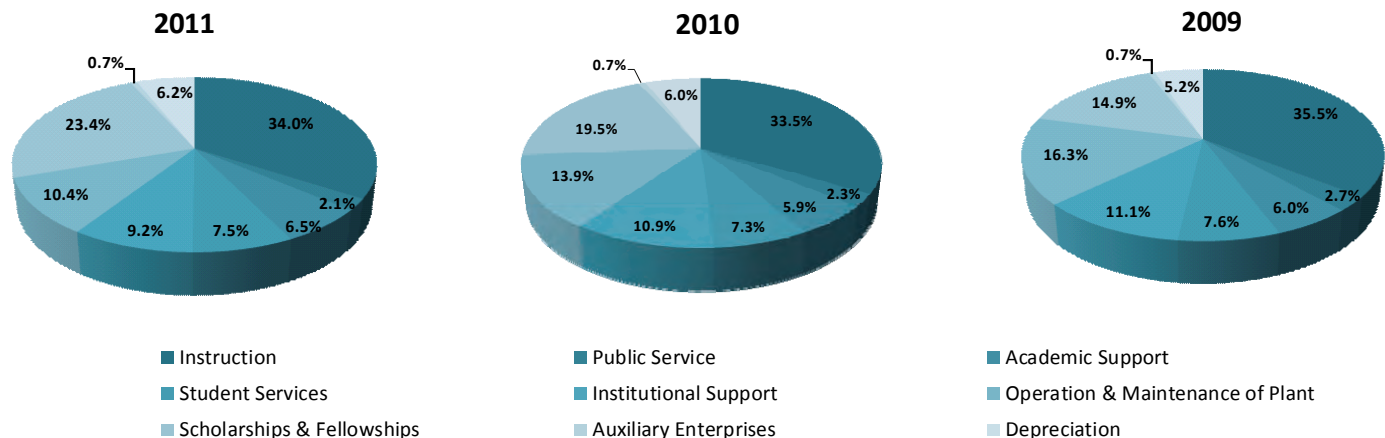
Cash receipts from operating activities are from tuition and fees, grants and contracts, and auxiliary enterprise activities. The primary cash outlays for operating activities are payments to or on behalf of employees and to vendors. As is typical for colleges, universities, and many other public sector entities using the GASB financial model, TCCD's cash flow from operating activities was a deficit. The deficit was \$239.0 million for fiscal 2011, \$191.7 million for fiscal 2010 and \$148.1 million for fiscal 2009. This is a reflection of the classification (mandated by GASB Statement No. 9) of ad-valorem taxes, state appropriations, and Title IV grant revenue as non-operating activities, thus separating those revenues from the operating activities calculation.

FISCAL YEAR 2011 COMPARED TO 2010

Cash generated from non-capital financing activities, predominantly local property taxes, was \$298.4 million, a year-to-year increase of \$18.5 million or 6.6 percent. Cash used for capital and related financing activities was \$71.4 million in fiscal 2011, a decrease of \$15.3 million compared to 2010. Cash provided by investing activities of \$13.2 million reports the purchase and maturity of investments and interest income from investments. This was \$13.7 million more than cash used by investing activities for fiscal 2010 of \$0.5 million, primarily due to a decrease in investment activity. Cash and cash equivalents

OPERATING EXPENSES BY FUNCTION

Years Ended August 31



increased by \$1.2 million from \$2.2 million at August 31, 2010 to \$3.4 million at August 31, 2011.

FISCAL YEAR 2010 COMPARED TO 2009

Cash generated from non-capital financing activities, predominantly local property taxes, was \$279.9 million, a year-to-year increase of \$32.1 million or 13.0 percent. Cash used for capital and related financing activities was \$86.7 million in fiscal 2010, a decrease of \$16.3 million compared to 2009. Cash used by investing activities of \$0.5 million reports the purchase and maturity of investments and interest income from investments. This was \$1.7 million less than cash provided by investing activities for fiscal 2009 of \$1.2 million, primarily due to a decrease in investment earnings. Cash and cash equivalents increased by \$1.0 million from \$1.2 million at August 31, 2009 to \$2.2 million at August 31, 2010.

CAPITAL ASSET INFORMATION

FISCAL YEAR 2011 COMPARED TO 2010

As of August 31, 2011, the District had a total of \$788.2 million in capital assets, net of accumulated depreciation. During fiscal 2011, there was a net increase in capital assets of \$43.5 million. Construction-in-progress was \$6.2 million at August 31, 2011. During the year, over \$247.0 million of construction-in-progress jobs were completed, including \$192.7 million for the Trinity River East Campus, \$7.4 million for the NE NBSS renovation, \$32.8 million for the SE New Academic Wing and \$1.8 million for district wide roofing. (See Note 18, pages 29-30, to the financial statements for more detailed information regarding capital assets.)

As previously disclosed, the District purchased the RadioShack complex in downtown Fort Worth, Texas to use as the downtown campus. With the purchase of the RadioShack complex, the construction on the Bluff of the Trinity River has become an extension of the Trinity River Campus, called the Trinity River East Campus. It holds TCCD's allied health programs and opened for Fall 2011 classes.

FISCAL YEAR 2010 COMPARED TO 2009

As of August 31, 2010, the District had a total of \$744.7 million in capital assets, net of accumulated depreciation. During fiscal 2010, there was a net increase in capital assets of \$62.6 million. Construction-in-progress of \$207.3 million at August 31, 2010 includes \$36.5 million of additional costs incurred for the Trinity River East Campus. Facility improvements of \$51.1 million included completed district-wide signage (\$1.3 million), Tarrant County College Opportunity Center renovation (\$8.9 million), Trinity River East Fork and Trinity building renovation (\$17.7 million), and the Trinity River Math and Science lab building renovation (\$12.5 million). (See Note 18, pages 29-30,

CONDENSED STATEMENT OF CASH FLOWS

Years Ended August 31 (Dollars in millions)	2011	2010	2010-11 Change	2009	2009-10 Change
Cash & cash equivalents provided/(used) by:					
Operating Activities	\$(239.0)	\$(191.7)	\$(47.3)	\$(148.1)	\$(43.6)
Non-Capital Financing Activities	298.4	279.9	18.5	247.8	32.1
Capital & Related Financing	(71.4)	(86.7)	15.3	(103.0)	16.3
Investing Activities	13.2	(0.5)	13.7	1.2	(1.7)
Cash & Cash Equivalents Increase	1.2	1.0	0.2	(2.1)	3.1
Cash & Cash Equivalents Sept. 1	2.2	1.2	1.0	3.3	(2.1)
Cash & Cash Equivalents Aug. 31,	3.4	2.2	1.2	1.2	1.0

to the financial statements for more detailed information regarding capital assets.)

LONG-TERM DEBT INFORMATION

FISCAL YEAR 2011 COMPARED TO 2010

The District had outstanding general obligation bonds of \$30.6 million on August 31, 2011, versus \$37.4 million a year earlier. The current portion was \$7.3 million and the long-term portion was \$23.3 million. For the year ended August 31, 2011, debt service payments were \$8.4 million. Net reduction of bond principal was \$6.7 million, and interest payments on capital debt totaled \$1.7 million. (Refer to Note 6, pages 20-21, to the financial statements for additional information on long-term debt.)

FISCAL YEAR 2010 COMPARED TO 2009

The District had outstanding general obligation bonds of \$37.4 million on August 31, 2010, versus \$43.8 million a year earlier. The current portion was \$6.8 million and the long-term portion was \$30.6 million. For the year ended August 31, 2010, debt service payments were \$8.3 million. Net reduction of bond principal was \$6.3 million, and interest payments on capital debt totaled \$2.0 million. (Refer to Note 6, pages 20-21, to the financial statements for additional information on long-term debt.)

DISTRICT FINANCIAL POSITION

District management would like to report that Tarrant County College District completes fiscal 2011 with an exceptionally strong financial position. In addition, the budget adopted by the Board of Trustees for fiscal 2012 indicates that budgeted revenue coupled with unrestricted net assets will be sufficient for operating needs and will allow the District to meet anticipated capital outlay requirements.

TARRANT COUNTY COLLEGE DISTRICT
EXHIBIT 1
STATEMENTS OF NET ASSETS
AUGUST 31, 2011 AND 2010

	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,423,411	\$ 2,224,562
Investments	84,753,189	83,697,496
Restricted investments	3,055,819	3,747,709
Accounts receivable, less allowance for doubtful accounts of \$4,183,877 and \$2,831,689 in 2011 and 2010, respectively	7,496,455	4,166,465
Taxes receivable, less allowance for doubtful accounts of \$1,598,033 and \$1,416,246 in 2011 and 2010, respectively	5,206,393	5,851,926
Interest receivable	348,108	316,220
Federal grants and contracts receivable	2,792,230	1,646,326
State and local grants and contracts receivable	1,132,224	1,062,199
Prepaid expenses and other current assets	2,918,170	1,505,052
Total current assets	111,125,999	104,217,955
Non-current assets		
Investments	108,645,440	120,651,400
Bond issuance costs, net of related amortization of \$658,640 and \$595,995 in 2011 and 2010, respectively	216,940	279,585
Capital assets, net		
Non-depreciable capital assets	81,685,446	282,749,881
Depreciable capital assets	706,516,057	461,994,416
Total non-current assets	897,063,883	865,675,282
Total assets	1,008,189,882	969,893,237
LIABILITIES		
Current liabilities		
Accounts payable	13,244,814	14,925,246
Accrued liabilities	9,309,152	10,209,483
Accrued compensated absences	4,167,582	4,579,377
Deposits held for others	252,022	221,682
Deferred revenue	23,308,419	27,714,526
Current portion of bonds payable	7,263,814	6,856,543
Total current liabilities	57,545,803	64,506,857
Non-current liabilities		
Bonds payable	23,324,226	30,588,040
Accrued compensated absences	3,367,404	4,078,454
Workers' compensation payable	65,495	176,600
Total non-current liabilities	26,757,125	34,843,094
Total liabilities	84,302,928	99,349,951

The Notes to Financial Statements are an integral part of these statements.

TARRANT COUNTY COLLEGE DISTRICT
EXHIBIT 1
STATEMENTS OF NET ASSETS
AUGUST 31, 2011 AND 2010
(continued)

	<u>2011</u>	<u>2010</u>
NET ASSETS		
Invested in capital assets, net of related debt	\$ 757,613,463	\$ 707,299,717
Restricted for:		
Expendable		
Student aid	2,900,925	1,378,697
Loans	138,624	137,759
Debt service	<u>3,203,452</u>	<u>4,084,734</u>
Total restricted	6,243,001	5,601,190
Unrestricted	<u>160,030,490</u>	<u>157,642,379</u>
Total net assets (Schedule D)	<u><u>\$ 923,886,954</u></u>	<u><u>\$ 870,543,286</u></u>

The Notes to Financial Statements are an integral part of these statements.

**TARRANT COUNTY COLLEGE DISTRICT
EXHIBIT 2
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
YEARS ENDED AUGUST 31, 2011 AND 2010**

	2011	2010
REVENUES		
Operating revenues		
Tuition and fees, net of discounts of \$12,712,717 and \$11,059,183 in 2011 and 2010, respectively	\$ 47,961,072	\$ 45,507,326
Federal grants and contracts	3,738,898	2,662,284
State grants and contracts	6,403,470	4,436,087
Non-governmental grants and contracts	3,123,262	2,245,408
Auxiliary enterprises	3,453,670	3,381,510
Other operating revenue	6,922,636	7,036,611
Total operating revenue (Schedule A)	71,603,008	65,269,226
EXPENSES		
Operating expenses		
Instruction	114,166,378	95,921,420
Public service	7,001,458	6,739,303
Academic support	21,847,574	16,917,975
Student services	25,282,806	20,840,918
Institutional support	30,797,449	31,207,465
Operation and maintenance of plant	34,941,445	39,900,473
Scholarships and fellowships	78,792,547	55,583,034
Auxiliary enterprises	2,262,986	2,114,115
Depreciation	20,670,066	17,268,778
Total operating expenses (Schedule B)	335,762,709	286,493,481
Operating loss	(264,159,701)	(221,224,255)
NON-OPERATING REVENUE (EXPENSES)		
State appropriations	65,923,473	67,133,335
Maintenance ad-valorem taxes	155,795,642	163,029,904
Debt service ad-valorem taxes	7,543,745	7,959,220
Federal grants and contracts	84,809,753	59,862,557
Gifts	750	5,250
Investment income	1,600,511	1,404,780
Other income	2,213,352	702,665
Transfers to Tarrant County College Foundation		(201,997)
Loss on disposal of assets	(383,857)	(302,517)
Total non-operating revenue (Schedule C)	317,503,369	299,593,197
Income before other revenue	53,343,668	78,368,942
OTHER REVENUE		
Additions to permanent endowments		26,223
Total other revenue		26,223
Increase in net assets (Schedule D)	53,343,668	78,395,165
NET ASSETS, BEGINNING OF YEAR	870,543,286	792,148,121
NET ASSETS, END OF YEAR	\$ 923,886,954	\$ 870,543,286

The Notes to Financial Statements are an integral part of these statements.

**TARRANT COUNTY COLLEGE DISTRICT
EXHIBIT 3
STATEMENTS OF CASH FLOWS
YEARS ENDED AUGUST 31, 2011 AND 2010**

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from tuition and fees	\$ 45,985,307	\$ 45,630,998
Receipts from grants and contracts	11,226,130	13,657,359
Payments to suppliers	(180,819,322)	(142,059,301)
Payments to employees	(122,262,395)	(113,168,446)
Receipts from auxiliary enterprise charges	3,303,670	3,231,510
Other operating receipts	3,530,148	989,116
Net cash used by operating activities	(239,036,462)	(191,718,764)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Receipts from gifts	750	31,473
Receipts from state appropriations	48,763,674	50,920,045
Receipts from non-operating federal revenue	85,628,832	58,416,835
Receipts from local property taxes	163,984,920	170,708,681
Payments to affiliated organization		(201,997)
Net cash provided by non-capital financing activities	298,378,176	279,875,037
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of capital assets	(64,511,129)	(80,300,575)
Payments on capital debt - principal	(6,715,000)	(6,290,000)
Payments on capital debt - interest, net of interest capitalized		
2011 of \$1,502,154 and 2010 \$1,857,618	(127,516)	(86,411)
Proceeds from sale of assets		41,619
Net cash used by capital and related financing activities	(71,353,645)	(86,635,367)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale and maturities of investments	558,000,000	568,500,000
Interest on investments	1,494,379	1,503,360
Purchase of investments	(546,283,599)	(570,519,766)
Net cash provided (used) by investing activities	13,210,780	(516,406)
Net increase in cash and cash equivalents	1,198,849	1,004,500
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	2,224,562	1,220,062
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 3,423,411	\$ 2,224,562
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES		
Operating loss	\$ (264,159,701)	\$ (221,224,255)
Adjustments to reconcile operating loss to net cash used by operating activities		
Depreciation	20,670,066	17,268,778
Amortization	62,645	62,645
Non-cash state appropriations	17,159,799	16,213,290
Other income	2,213,352	702,665
Change in operating assets and liabilities		
Receivables	(5,364,998)	1,821,372
Prepaid expenses	(1,413,118)	9,811
Accounts payable and accrued liabilities	(2,705,895)	(2,898,744)
Accrued compensated absences	(1,122,845)	658,095
Deposits held for others	30,340	(48,141)
Deferred revenue	(4,406,107)	(4,284,280)
Net cash used by operating activities	\$ (239,036,462)	\$ (191,718,764)
SCHEDULE OF NON-CASH INVESTING AND FINANCING ACTIVITIES		
Change in fair value of investments	\$ 74,244	\$ 107,664

The Notes to Financial Statements are an integral part of these statements.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 1. REPORTING ENTITY

The Tarrant County College District (the District) was established as a public junior college in an election held in Tarrant County, Texas on July 31, 1965. The two largest cities in Tarrant County are Fort Worth and Arlington. The District operates as a junior college district under the laws of the State of Texas and is considered to be a special purpose, primary government according to the definition in Government Accounting Standards Board (GASB) Statement No. 14. While the District receives funding from local, state and federal sources, and must comply with the spending, reporting and record keeping requirements of these entities, it is not a component unit of any other governmental entity. In addition, the District has considered all potential component units and no other entity meets the criteria for inclusion in the District's reporting entity.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Report Guidelines

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

Tuition Discounting

Certain tuition amounts are required to be set aside for use as scholarships by qualifying students. This set aside amount, 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 for tuition is used by the student, 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.

Certain Title IV HEA Program funds are received by the District to pass through to students. These funds are initially received by the District and recorded as restricted revenue. When the student is awarded and uses these funds for tuition and fees, the amounts are recorded as revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

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

Basis of Accounting

The financial statements of the District have been prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the years for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All significant internal activity has been eliminated.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- continued

Basis of Accounting – continued

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year's budget. Encumbrances outstanding as of August 31, 2011 of \$27,460,400 have been provided for in the fiscal year 2012 budget.

Budgetary Data

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

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, demand deposits and short term investments with original maturities of three months or less from the date of purchase.

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 the date of purchase. The governing board has designated public funds investment pools comprised of \$87,809,008 and \$87,445,205 at August 31, 2011 and 2010, respectively, to be short-term investments. Long-term investments have an original maturity of greater than one year at the date of purchase.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. For equipment, the District's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. Renovations to buildings, infrastructure and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are charged to operating expense in the year in which the expense is incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings, 20 years for improvements, 10 years for furniture, machinery, vehicles and other equipment, 5 years for telecommunications and peripheral equipment, and 15 years for library books. Collections are not depreciated as they are deemed to have permanent value.

Accrued Compensated Absences

Employees' compensated absences are accrued when earned. The liability and expense incurred are recorded at year-end as accrued compensated absences in the Statement of Net Assets and as a component of operating expenses in the Statement of Revenues, Expenses and Changes in Net Assets.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- continued

Estimates

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

Deferred Revenues

Tuition and fees collected in advance and related to academic terms in the next fiscal year are recorded as deferred revenue. Contract revenues related to government grants and food services are recognized over the contract period. Contract payments received in advance are recorded as deferred revenue. Imputed lease income that relates to future periods is recorded as deferred revenue and recognized over the lease term.

Net Assets

The District's net assets are classified as follows:

Invested in capital assets, net of related debt – This represents the District's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of invested in capital assets, net of related debt.

Restricted net assets – nonexpendable – Nonexpendable restricted net assets consist of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may be either expended or added to principal. The District had no nonexpendable restricted net assets as of August 31, 2011 or 2010.

Restricted net assets – expendable – Restricted expendable net assets include resources in which the District is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Unrestricted net assets – Unrestricted net assets represent resources to be used for transactions relating to the educational and general operations of the District, and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the District's policy is to first apply the expense towards restricted resources and then towards unrestricted resources.

Operating and Non-operating Revenue and Expense Policy

The District distinguishes operating revenues and expenses from non-operating items. The District reports as a business-type activity and as a single proprietary fund. Operating revenues and expenses generally result from providing services in connection with the District's principal ongoing operations.

The principal operating revenues are tuition and related fees, grants and contracts, and operations of auxiliary enterprises. Operating expenses include the cost of sales and services, administrative expenses, and depreciation of capital assets. Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as property taxes, state appropriations, gifts and contributions, and other revenue and expenses that are defined as non-operating by GASB 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Government Entities that use Proprietary Fund Accounting*, and investment income. In accordance with GASB 24, *Accounting and Financial Reporting for Certain Grants*

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- continued

Operating and Non-operating Revenue and Expense Policy-continued

and Other Financial Assistance, the District records revenue received for federal Title IV grant programs (such as Pell grants) as non-operating revenue.

NOTE 3. AUTHORIZED INVESTMENTS

The Board of Trustees has adopted an investment policy regarding the investment of its funds as defined in the Public Funds Investment Act of 1995 (Chapter 2256, Texas Government Code). The investments of the District are in compliance with the Board's investment policy. Authorized investments include: (1) obligations of the United States or its agencies and instrumentalities, (2) other obligations which are unconditionally guaranteed or insured by, or backed by the full faith and credit of the United States or their respective agencies and instrumentalities, (3) certificates of deposit, (4) fully collateralized repurchase agreements, (5) eligible investment pools rated no lower than AAA or AAA-m by a nationally recognized rating service, and (6) commercial paper notes rated no lower than A-1 or P-1 or an equivalent rating by a nationally recognized rating service.

NOTE 4. DEPOSITS AND INVESTMENTS

At August 31, 2011 and 2010 the carrying amounts of the District's deposits were \$3,400,911 and \$2,201,562 and total bank balances equaled \$7,521,624 and \$4,271,858, respectively. Bank balances of \$7,521,624 and \$250,000 were covered by the Federal Depository Insurance Corp. (FDIC) as of August 31, 2011 and 2010, respectively. Under the FDIC's Transaction Account Guarantee Program, through December 31, 2013, all non-interest bearing transaction accounts are fully guaranteed for the entire amount in the account. Coverage under the Transaction Account Guarantee Program is in addition to and separate from the coverage available under the FDIC's general deposit insurance rules. Thus, the District did not collateralize any amount of their cash account at August 31, 2011. At August 31, 2010, bank balances of \$4,021,858 were covered by collateral pledged in a joint-custody security account with a market value of \$6,043,727. The collateral account was held in the District's name by the Federal Reserve Bank, which is an independent third-party custodian.

Included in short-term investments at August 31, 2011 and 2010 were \$47,611,229 and \$42,742,014 invested in TexPool, a pool managed by the Treasurer of the State of Texas and \$40,197,779 and \$44,703,191 invested in TexStar, a pool managed by JP Morgan Fleming Asset Management (USA), Inc. The fair value of the District's position in the pools is substantially the same as the value of the pools' shares. The investments in which the pools may invest are subject to the same restrictions as the District.

Cash and Cash Equivalents included on Exhibit 1 consist of the items reported below:

Cash and Cash Equivalents		
	2011	2010
Bank Deposits		
Demand Deposits	\$ 3,400,911	\$ 2,201,562
Cash and Cash Equivalents		
Petty Cash	22,500	23,000
Total Cash and Cash Equivalents	\$ 3,423,411	\$ 2,224,562

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 4. DEPOSITS AND INVESTMENTS— continued

Reconciliation of Deposits and Investments to Exhibit 1		
	Market Value August 31, 2011	Market Value August 31, 2010
TexPool	\$ 47,611,229	\$ 42,742,014
TexStar	40,197,779	44,703,191
Federal Agency Notes	108,645,440	120,651,400
Total	<u>196,454,448</u>	<u>208,096,605</u>
Cash and cash equivalents	<u>3,423,411</u>	<u>2,224,562</u>
	<u>199,877,859</u>	<u>210,321,167</u>
Cash and cash equivalents (Exhibit 1)	3,423,411	2,224,562
Investments - current (Exhibit 1)	84,753,189	83,697,496
Restricted investments - current (Exhibit 1)	3,055,819	3,747,709
Investments - non-current (Exhibit 1)	<u>108,645,440</u>	<u>120,651,400</u>
	<u>\$ 199,877,859</u>	<u>\$ 210,321,167</u>

As of August 31, 2011 the District had the following investments and maturities:

Investment Type	Credit Rating	Fair Value	Investment Maturities (in Years)		
			Less than 1	1 to 2	2 to 4
U.S. Government Agencies	AAA/AA Ae	\$ 108,645,440	\$ 10,029,000	\$ 20,407,100	\$ 78,209,340
TexPool	AAAm	47,611,229	47,611,229		
TexStar	AAAm	40,197,779	40,197,779		
		<u>\$ 196,454,448</u>	<u>\$ 97,838,008</u>	<u>\$ 20,407,100</u>	<u>\$ 78,209,340</u>

Interest Rate Risk- In accordance with state law and District policy, the District concentrates its investment portfolio in shorter-term securities in order to limit interest rate risk. Unless matched to a specific cash flow, the District does not invest in securities maturing more than four years from the date of purchase.

Credit Risk- In accordance with state law and District policy, investments in investment pools are rated no lower than AAA or AAAm or at an equivalent rating of at least one nationally recognized rating service.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 4. DEPOSITS AND INVESTMENTS- continued

Concentration of Credit Risk- The District's investment policy does not place a limit on the amount the District may invest in any one issuer. As of August 31, 2011, more than 5% of the District's investments are in TexPool (24.2%), TexStar (20.5%), FHLB (19.6%), FHLMC (15.3%), and FNMA (20.4%)

As of August 31, 2011 and 2010, restricted investments consist of the following:

	<u>2011</u>	<u>2010</u>
Funds held for others	\$ 252,022	\$ 172,691
Funds restricted to student loans	100,154	96,157
Funds restricted to debt retirement	<u>2,703,643</u>	<u>3,478,861</u>
Total restricted investments	<u>\$ 3,055,819</u>	<u>\$ 3,747,709</u>

Investment income for the years ended August 31, 2011 and 2010, consists of the following:

	<u>2011</u>	<u>2010</u>
Interest	\$ 1,526,267	\$ 1,297,116
Net increase in fair value of investments	<u>74,244</u>	<u>107,664</u>
Total investment income	<u>\$ 1,600,511</u>	<u>\$ 1,404,780</u>

NOTE 5. DERIVATIVES

Derivatives are investment products which may be a security or contract which derives its value from another security, currency, commodity or index. During the years ended August 31, 2011 and 2010, the District did not invest in derivatives.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 6. BONDS PAYABLE

Bonds payable consist of bond principal, net of premiums, interest accreted on capital appreciation bonds and deferred refunding costs. The changes in bonds payable are as shown below:

2011					
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General obligation refunding bonds, series 2001	\$ 8,890,000	\$	\$ 2,630,000	\$ 6,260,000	\$ 2,780,000
General obligation refunding bonds, series 2004	14,170,000		4,085,000	10,085,000	4,295,000
General obligation refunding bonds, series 2005	13,435,000			13,435,000	
Subtotal	36,495,000		6,715,000	29,780,000	7,075,000
Premium on bonds payable	1,435,109		321,555	1,113,553	322,437
Deferred refunding costs	(485,526)		(180,012)	(305,513)	(133,623)
Total bonds payable	<u>\$ 37,444,583</u>	<u>\$</u>	<u>\$ 6,856,543</u>	<u>\$ 30,588,040</u>	<u>\$ 7,263,814</u>
Due within one year				7,263,814	
Total long-term bonds payable				<u>\$ 23,324,226</u>	

2010					
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General obligation bonds, series 1992	\$ 90,000	\$	\$ 90,000	\$	\$
General obligation refunding bonds, series 2001	11,200,000		2,310,000	8,890,000	2,630,000
General obligation refunding bonds, series 2004	18,060,000		3,890,000	14,170,000	4,085,000
General obligation refunding bonds, series 2005	13,435,000			13,435,000	
Subtotal	42,785,000		6,290,000	36,495,000	6,715,000
Premium on bonds payable	1,756,665		321,556	1,435,109	321,556
Deferred refunding costs	(707,514)		(221,988)	(485,526)	(180,013)
Total bonds payable	<u>\$ 43,834,151</u>	<u>\$</u>	<u>\$ 6,389,568</u>	<u>\$ 37,444,583</u>	<u>\$ 6,856,543</u>
Due within one year				6,856,543	
Total long-term bonds payable				<u>\$ 30,588,040</u>	

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 6. BONDS PAYABLE—continued

Bonds payable are comprised of the following issues:	2011	2010
General obligation bonds, series 2001, issued to partially refund series 1994, 1995 and 1996. Issued July 15, 2001 for \$18,765,000; all authorized bonds have been issued. The source of revenues for debt service is future property taxes.	\$ 6,260,000	\$ 8,890,000
General obligation bonds, series 2004, issued to partially refund series 1994, 1995 and 1996. Issued September 1, 2004 for \$23,375,000; all authorized bonds have been issued. The source of revenues for debt service is future property taxes.	10,085,000	14,170,000
General obligation bonds, series 2005, issued to partially refund series 1994. Issued May 24, 2005 for \$13,435,000; all authorized bonds have been issued. The source of revenues for debt service is future property taxes.	13,435,000	13,435,000
Total	\$ 29,780,000	\$ 36,495,000

Bonds are due in annual installments varying from \$280,000 to \$4,610,000 with interest rates from 4.000% to 5.375% with the final installment due in 2015. The principal and interest requirements for the next four years and beyond are summarized below.

Fiscal Year	Principal	Interest	Total
2012	\$ 7,075,000	\$ 1,314,325	\$ 8,389,325
2013	7,220,000	946,281	8,166,281
2014	7,550,000	574,425	8,124,425
2015	7,935,000	194,263	8,129,263
	\$ 29,780,000	\$ 3,029,294	\$ 32,809,294

NOTE 7. EMPLOYEES' RETIREMENT PLAN

The State of Texas has joint contributory plans for the District's full-time employees. Full-time employees participate in either the Teacher Retirement System of Texas or the Optional Retirement Program.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 7. EMPLOYEES' RETIREMENT PLAN— continued

Teacher Retirement System of Texas

Plan Description. The District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C. TRS also administers proportional retirement benefits and service credit transfer under Texas Government Code, Title 8, chapters 803 and 805, respectively. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit pension plan. That report may be obtained by writing to the TRS Communications Departments, 1000 Red River Street, Austin, Texas 78701, by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, 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 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, 2010, and 2009, and a state contribution rate of 6.644% for fiscal year 2011 and 2010, and 6.58% for fiscal year 2009. In certain instances the reporting district is required to make all or a portion of the state's 6.644% contribution, limited to 6.4% for the period of September through December 2009 and increased to 6.644% thereafter. State contributions to TRS made on behalf of the District's employees for the years ended August 31, 2011, 2010 and 2009 were \$4,666,084, \$4,362,877, and \$3,452,982, respectively. The on behalf payments are reflected in the accompanying financial statements as both revenues and expenses.

Optional Retirement Plan

Plan Description. The state has also established an optional retirement program for institutions of higher education. Participation in the Optional Retirement Program is in lieu of participation 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 District contributes 2.1% for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program.

State contributions to the Optional Retirement Plan made on behalf of the District for the years ended August 31, 2011, 2010 and 2009 were \$2,032,745, \$2,055,498, and \$2,001,379, respectively. The on behalf payments are reflected in the accompanying financial statements as both revenue and expenses.

Total retirement expense paid by the State of \$6,698,829 is reflected in the accompanying financial statements as both revenues and expenditures. Participants contributed \$7,349,624 (\$5,237,473 for the

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 7. EMPLOYEES' RETIREMENT PLAN— continued

Teacher Retirement Program and \$2,112,151 for the Optional Retirement Program). The District contributed \$390,093, \$410,476, and \$372,255 for the years ended August 31, 2011, 2010 and 2009, respectively, to the Optional Retirement Program to cover the 2.1% referenced above.

Total payroll expense for fiscal years 2011 and 2010 was approximately \$138,000,000 and \$130,000,000, respectively. The total payroll of employees covered by the Teacher Retirement System was approximately \$70,000,000 and \$66,500,000, and the total payroll of employees covered by the Optional Retirement Program was approximately \$31,800,000 and \$32,100,000 for fiscal years 2011 and 2010, respectively.

All employees of the District who are employed for ½ or more of the standard workload are eligible to participate in one of the above programs. Participants in the Teacher Retirement System are eligible for normal retirement at age 65 with 5 years of service or when the sum of the participant's age and years of credited service equals or exceeds 80 years. Participants may elect to receive reduced retirement at age 55 with 5 years of service or at any age below 50 with 30 years of service or any combination of age plus years of service which equals 80. A member is fully vested after 5 years of creditable service and is entitled to any benefit for which eligibility requirements have been met. Participants in the Optional Retirement Program are fully vested in their individual investments after one year of service.

NOTE 8. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

In addition to providing pension benefits, the State provides certain healthcare and life insurance benefits for retired employees. Most of the employees with 10 years of service will become eligible for those benefits when they reach normal retirement age while working for the State. Those and similar benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year. The State recognizes the cost of providing these benefits by expending the annual insurance premiums.

The State's average contribution per full-time employee was \$295 per month for the year ended August 31, 2011 (\$304 per month for fiscal year 2010). The cost of providing those benefits for all employees in the year ended August 31, 2011, paid by the State of Texas on behalf of the District, totaled \$10,460,970 (\$9,794,915 for the year ended August 31, 2010) with \$3,623,229 for 577 retirees (retiree benefits for 566 retirees cost \$3,041,253 in fiscal year 2010) and \$6,837,741 for 1,929 active employees (active employee benefits for 1,853 employees cost \$6,753,662 in fiscal year 2010). The on behalf payments are reflected in the accompanying financial statements as both revenues and expenses.

Plan Description. Tarrant County College District 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 SRHP are authorized by State law and may be amended by the Texas Legislature.

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

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

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 8. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS-continued

The employer's share of the cost of retiree healthcare coverage for the current year is known as the implicit rate subsidy. It is the difference between the claims costs for the retirees and the amounts contributed by the retirees. The ERS board of trustees sets the employer contribution rate based on the implicit rate subsidy which is actuarially determined in accordance with the parameters of GASB 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 District's contributions to SRHP for the years ended August 31, 2011, 2010 and 2009, were \$313,068, \$281,414, and \$250,762, respectively, which equaled the required contributions each year.

NOTE 9. DEFERRED COMPENSATION PROGRAMS

District 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. The employees' investments are held in tax deferred annuity plans pursuant to Internal Revenue Code Section 403(b). As of August 31, 2011 and 2010, the District had 390 and 349 employees participating in the program, respectively. A total of \$3,416,580 and \$1,796,716 in payroll deductions had been invested in approved plans during the fiscal years 2011 and 2010, respectively.

In June 2003 the District added a deferred compensation plan pursuant to Internal Revenue Code Section 457(b) to the employer benefit package. Full time employees can begin participating in the plan on their first day of employment. An employee can contribute up to a maximum of \$16,500 (\$22,000 for participants over 50 years of age) for 2011. As of August 31, 2011, the District had 153 employees participating in the program. A total of \$1,800,941 in payroll deductions had been invested in approved plans during the fiscal year 2011. As of August 31, 2010, the District had 70 employees participating in the program. A total of \$447,951 in payroll deductions had been invested in approved plans during the fiscal year 2010.

NOTE 10. COMPENSATED ABSENCES

Full-time employees earn vacation leave from 6.67 to 13.33 hours per month, depending on the number of years employed with the District. An employee may carry his accrued leave forward from one fiscal year to another fiscal year with a maximum number of hours up to twenty days for those employees with sixteen or more years of service. Employees with at least three months of service who terminate their employment are entitled to payment for all accumulated vacation leave up to the maximum allowed. Sick leave, which can be accumulated up to a maximum of 90 days is earned at the rate of 1 day per month. It is paid to an employee who misses work because of illness or to the estate of an employee in the event of his/her death. The maximum sick leave that may be paid to an employee with at least 10 years service upon separation or to an employee's estate is one-half of the employee's accumulated entitlement or 45 days, whichever is less.

Compensated absences activity for the years ended August 31, 2011 and 2010 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
2010	\$ 7,999,736	\$ 5,841,741	\$ 5,183,646	\$ 8,657,831	\$ 4,579,377
2011	\$ 8,657,831	\$ 4,332,078	\$ 5,454,923	\$ 7,534,986	\$ 4,167,582

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 11. PENDING LAWSUITS AND CLAIMS

On August 31, 2011, various lawsuits and claims involving the District were pending. The ultimate liability with respect to litigation and other claims asserted against the District cannot be reasonably estimated at this time. Based on consultation with legal counsel, management believes this liability, if any, to the extent not provided for by insurance or otherwise, will not have a material effect on the District.

NOTE 12. OPERATING LEASE COMMITMENTS AND RENTAL AGREEMENTS

Future minimum lease rental payments under noncancellable operating leases having an initial term in excess of one year as of August 31, 2011 are as follows:

<u>Fiscal Year Ending</u>	<u>Minimum Future Lease Payments</u>
2012	\$ 685,968
2013	153,596
2014	40,893
	<u>\$ 880,457</u>

Approximately \$676,000 and \$661,000 in rent paid or due under operating leases is included in expenses on the statement of revenues, expenses and changes in net assets for the years ended August 31, 2011 and 2010, respectively.

Effective in February 2007, the District entered into a contract to lease excess broadband capacity to a third party (the lessee). The lease is for an initial term of 15 years with an automatic 15 year renewal pending certain conditions. Under the terms of the lease, the District will receive (1) a \$150,000 equipment allowance, payable in three installments over the lease term; (2) annual royalties of \$702,662 through December 2010 and increased to \$760,383 beginning January 2011, which is indexed for inflation beginning in 2013; and (3) a royalty overage equal to 0.2% of the lessee's revenue derived from the leased capacity. Upon commencement of the initial lease term, the District also received a \$2,000,000 inducement royalty payment. Annual future minimum payments to be received under this agreement are as follows: \$760,383 for 2011-2012 and \$760,383 indexed for inflation for 2013-2037, with an additional \$50,000 in 2016 and 2026.

NOTE 13. CONTRACT AND GRANT AWARDS

The District receives funding from various federal and state contract and grant programs. Revenues are recognized as funds are actually expended. Funds received, but not expended during the reporting period, are reported as deferred revenue. For direct federal contract and grant awards, funds expended, but not collected, are reported as federal receivables. Federal pass-through awards and non-federal contract and grant awards for which funds are expended, but not collected, are reported as state and local grants and contracts receivable. Contract and grant awards that are not yet funded and for which the institution has not yet performed services are not included in the financial statements. Contract and grant awards funds already committed, e.g. multi-year awards or funds awarded during fiscal years 2011 and 2010 for which monies have not been received nor funds expended totaled approximately \$11,410,000 and \$10,210,000, respectively. Of this amount approximately \$5,630,000 and \$6,350,000 were from federal contract and grant awards and \$5,780,000 and \$3,860,000 were from state contract and grant awards for fiscal years ended August 31, 2011 and 2010, respectively.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 14. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District fully insures its buildings, structures, contents and equipment with the purchase of commercial insurance in an all risk blanket property insurance policy. The District has designated unrestricted net assets of \$700,000 to cover self-insurance for workers' compensation, unemployment compensation and insurance policy deductibles.

Settled claims have not exceeded commercial insurance coverage in any of the past three years. The District self-insures its workers' compensation plan and its unemployment compensation.

The workers' compensation plan is administered by an outside insurance carrier which processes all self-insurance claims. The District also carries an insurance policy for excess liabilities related to workers' compensation. An outside agent processes all unemployment compensation claims. The District has accrued amounts that represent the best estimate of claims filed, but not paid and claims incurred, but not reported. Accrued liabilities are generally based on actuarial valuation and the present value of unpaid expected claims. The discount rates used to calculate the present value of liabilities were 2.5% and 3.5% for the years ended August 31, 2011 and 2010, respectively.

Changes in the accrued uninsured claims liability are as follows for fiscal years ended August 31:

	<u>2011</u>	<u>2010</u>
Beginning balance	\$ 973,452	\$ 1,015,332
Current year claims and changes in estimates	760,775	732,264
Claim payments	<u>(812,485)</u>	<u>(774,144)</u>
Ending balance	921,742	973,452
Current portion	<u>(856,247)</u>	<u>(796,852)</u>
Non-current portion	<u>\$ 65,495</u>	<u>\$ 176,600</u>

NOTE 15. RELATED PARTIES

The Tarrant County College Foundation is a nonprofit organization with the sole purpose of supporting the educational and other activities of the District. The Foundation solicits donations and acts as coordinator of gifts made by other parties. It remitted restricted gifts of \$936,794 and \$610,733 to the District during the years ended August 31, 2011 and 2010, respectively. During the fiscal year, the District furnished certain services, such as office space, utilities and some staff assistance to the Foundation at no charge. As of August 31, 2011 and 2010, the District had a receivable balance due from the Foundation of \$311,919 and \$272,814, respectively.

During the years ended August 31, 2011 and 2010, the District transferred funds restricted for scholarships to the Foundation for administration of the scholarships. The total amount of the transfers was \$0 and \$201,997, respectively, for fiscal years 2011 and 2010.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 16. PROPERTY TAX CALENDAR

The District'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 personal property located in the District.

	2011	2010
Assessed Valuation of the District	\$ 147,126,304,461	\$ 153,275,700,683
Less: Exemptions	(25,115,089,135)	(25,568,435,000)
Net Assessed Valuation of the District	\$ 122,011,215,326	\$ 127,707,265,683

	2011		
	Current Operations	Debt Service	Total
Tax Rate per \$100 valuation authorized (maximum per enabling legislation)	\$.20000	\$.50000	\$.70000
Tax Rate per \$100 valuation assessed	\$.13126	\$.00638	\$.13764

	2010		
	Current Operations	Debt Service	Total
Tax Rate per \$100 valuation authorized (maximum per enabling legislation)	\$.20000	\$.50000	\$.70000
Tax Rate per \$100 valuation assessed	\$.13126	\$.00641	\$.13767

Taxes levied for the years ended August 31, 2011 and 2010 amounted to \$167,408,286 and \$175,561,514, respectively, including any penalties and interest assessed. Property taxes attach as an enforceable lien on property as of January 1 following the October 1 levy. 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.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 16. PROPERTY TAX CALENDAR— continued

Taxes Collected	2011 Current Operations	Debt Service	Total
Current Taxes Collected	\$157,370,040	\$ 7,649,100	\$165,019,140
Delinquent Taxes Collected	1,493,827	72,609	1,566,436
Penalties and Interest Collected	1,307,525	63,553	1,371,078
Total Collections	<u>\$160,171,392</u>	<u>\$ 7,785,262</u>	<u>\$167,956,654</u>

Taxes Collected	2010 Current Operations	Debt Service	Total
Current Taxes Collected	\$ 163,908,667	\$ 8,004,377	\$ 171,913,044
Delinquent Taxes Collected	1,658,369	80,985	1,739,354
Penalties and Interest Collected	1,407,713	68,745	1,476,458
Total Collections	<u>\$ 166,974,749</u>	<u>\$ 8,154,107</u>	<u>\$ 175,128,856</u>

The use of tax proceeds is restricted to either maintenance and operations or interest and sinking expenses. Tax collections for the years ended August 31, 2011 and 2010 were 100.33% and 98.77% of the current tax levy, respectively. The District remitted payments of \$3,971,733 and \$4,420,349 in fiscal years 2011 and 2010, respectively, for taxes collected on behalf of Tax Incremental Finance Districts. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes.

NOTE 17. INCOME TAXES

The District is exempt from income taxes under Internal Revenue Code Section 115, *Income of States, Municipalities, Etc.*, although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511 (a)(2)(B), *Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations*. The District had no unrelated business income tax liability for the years ended August 31, 2011 and 2010.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 18. CAPITAL ASSETS

Capital assets activity for the years ended August 31, 2011 and 2010, is summarized as follows:

	2011			
	Beginning Balance	Additions (Transfers)	Deletions	Ending Balance
Land	\$ 74,034,151	\$	\$	\$ 74,034,151
Collections	1,440,997			1,440,997
Construction in progress	207,274,733	(201,064,435)		6,210,298
Total cost of non-depreciable capital assets	<u>282,749,881</u>	<u>(201,064,435)</u>		<u>81,685,446</u>
Buildings	385,752,626	192,726,650		578,479,276
Improvements other than buildings	147,876,665	55,788,187	(6,582)	203,658,270
Telecommunications and peripheral equipment	25,295,448	5,431,634	(530,386)	30,196,696
Library books	7,483,371	685,732	(554,409)	7,614,694
Furniture and other equipment	25,903,327	10,943,361	(521,546)	36,325,142
Total cost of depreciable capital assets	<u>592,311,437</u>	<u>265,575,564</u>	<u>(1,612,923)</u>	<u>856,274,078</u>
Total cost of capital assets	875,061,318	64,511,129	(1,612,923)	937,959,524
Accumulated Depreciation				
Buildings	63,127,626	7,232,637		70,360,263
Improvements other than buildings	35,118,114	7,565,189	(1,061)	42,682,242
Telecommunications and peripheral equipment	16,149,513	3,001,288	(521,952)	18,628,849
Library books	4,142,499	592,559	(355,954)	4,379,104
Furniture and other equipment	11,779,269	2,278,393	(350,099)	13,707,563
Total accumulated depreciation	<u>130,317,021</u>	<u>20,670,066</u>	<u>(1,229,066)</u>	<u>149,758,021</u>
Net other capital assets	<u>461,994,416</u>	<u>244,905,498</u>	<u>(383,857)</u>	<u>706,516,057</u>
Net capital assets	<u>\$ 744,744,297</u>	<u>\$ 43,841,063</u>	<u>\$ (383,857)</u>	<u>\$ 788,201,503</u>

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 18. CAPITAL ASSETS-continued

	2010			
	Beginning Balance	Additions (Transfers)	Deletions	Ending Balance
Land	\$ 73,450,499	\$ 583,652	\$	\$ 74,034,151
Collections	1,440,997			1,440,997
Construction in progress	186,172,294	21,102,439		207,274,733
Total cost of non-depreciable capital assets	<u>261,063,790</u>	<u>21,686,091</u>		<u>282,749,881</u>
Buildings	385,752,626			385,752,626
Improvements other than buildings	96,771,626	51,105,039		147,876,665
Telecommunications and peripheral equipment	23,028,763	3,149,252	(882,567)	25,295,448
Library books	6,962,391	967,351	(446,371)	7,483,371
Furniture and other equipment	22,891,336	3,392,842	(380,851)	25,903,327
Total cost of depreciable capital assets	<u>535,406,742</u>	<u>58,614,484</u>	<u>(1,709,789)</u>	<u>592,311,437</u>
Total cost of capital assets	796,470,532	80,300,575	(1,709,789)	875,061,318
Accumulated Depreciation				
Buildings	56,184,078	6,943,548		63,127,626
Improvements other than buildings	29,764,078	5,354,036		35,118,114
Telecommunications and peripheral equipment	14,374,707	2,562,908	(788,102)	16,149,513
Library books	3,891,436	549,024	(297,961)	4,142,499
Furniture and other equipment	10,199,597	1,859,262	(279,590)	11,779,269
Total accumulated depreciation	<u>114,413,896</u>	<u>17,268,778</u>	<u>(1,365,653)</u>	<u>130,317,021</u>
Net other capital assets	<u>420,992,846</u>	<u>41,345,706</u>	<u>(344,136)</u>	<u>461,994,416</u>
Net capital assets	<u>\$ 682,056,636</u>	<u>\$ 63,031,797</u>	<u>\$ (344,136)</u>	<u>\$ 744,744,297</u>

On June 25, 2008, the District purchased the RadioShack complex in downtown Fort Worth, Texas, consisting of land, buildings, furniture, fixtures, art work and equipment, for approximately \$238,000,000. The District has renovated this property and it opened as the Trinity River Campus in the fall of 2009. Under the purchase agreement, RadioShack will continue to occupy two of the five buildings in the complex for an initial term that ended in June 2011, and was extended through June 2016. As a result, the District had imputed lease income of \$20,250,480 and increased its basis in the purchased assets by this amount. Lease income of \$6,641,800 and \$6,750,160 was recognized during the years ended August 31, 2011 and 2010, respectively, and \$0 and \$5,625,133 are included in deferred revenue at August 31, 2011 and 2010, respectively.

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 19. COMMITMENTS AND CONTINGENCIES

The District has entered into several contracts for various construction and renovation projects across the District. As of August 31, 2011, these contracts totaled approximately \$21,000,000.

NOTE 20. DESIGNATIONS OF UNRESTRICTED NET ASSETS

The governing board of the District has made the following designations of unrestricted net assets:

	<u>2011</u>	<u>2010</u>
Unrestricted net assets		
Designated for		
Capital outlay	\$ 25,833,481	\$ 25,281,272
Future renewals and replacements	24,697,245	27,716,584
Future operating budgets	5,000,000	5,000,000
Insurance	700,000	700,000
Undesignated	103,799,764	98,944,523
Total unrestricted net assets	<u>\$ 160,030,490</u>	<u>\$ 157,642,379</u>

NOTE 21. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES

Receivables

Accounts receivable at August 31, 2011 and 2010, were as follows:

	<u>2011</u>	<u>2010</u>
Student Receivables	\$ 8,667,328	\$ 5,688,498
Accounts Receivable	1,102,701	1,104,947
Other Receivables	1,910,303	204,709
Subtotal	11,680,332	6,998,154
Allowance for Doubtful Accounts	(4,183,877)	(2,831,689)
Total Accounts Receivable-Exhibit 1	<u>\$ 7,496,455</u>	<u>\$ 4,166,465</u>

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE 21. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES-continued

Payables

Accounts payable and accrued liabilities at August 31, 2011 and 2010, were as follows:

	<u>2011</u>	<u>2010</u>
Vendors Payable	<u>\$ 13,244,814</u>	<u>\$ 14,925,246</u>
Accounts Payable-Exhibit 1	<u>13,244,814</u>	<u>14,925,246</u>
Salaries & Benefits Payable	6,920,957	3,604,255
Workers' Compensation Payable	684,834	683,858
Retainage Payable	1,466,887	5,729,287
Accrued Interest	65,061	79,089
Unemployment Compensation	<u>171,413</u>	<u>112,994</u>
Accrued Liabilities-Exhibit 1	<u>9,309,152</u>	<u>10,209,483</u>
Total Accounts Payable and Accrued Liabilities	<u><u>\$ 22,553,966</u></u>	<u><u>\$ 25,134,729</u></u>

**SUPPLEMENTARY
DATA**

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

	Unrestricted	Restricted	Total Educational Activities
Tuition			
State funded courses			
In-district resident tuition	\$ 42,854,626	\$	\$ 42,854,626
Out-of-district resident tuition	5,131,785		5,131,785
TPEG- credit (set aside)*	3,086,418		3,086,418
Non-resident tuition	4,443,937		4,443,937
Continuing education	3,185,985		3,185,985
TPEG-continuing education (set aside)*	203,361		203,361
Non-state funded continuing education	1,482,523		1,482,523
Total tuition	60,388,635		60,388,635
Fees			
Laboratory fees	108,660		108,660
Other fees	176,494		176,494
Total fees	285,154		285,154
Scholarship allowances and discounts			
Scholarship allowances	(764,292)		(764,292)
Remissions and exemptions	(1,174,928)		(1,174,928)
TPEG allowances	(499,909)		(499,909)
Federal grants to students	(10,273,588)		(10,273,588)
Total scholarship allowances	(12,712,717)		(12,712,717)
Total net tuition and fees	47,961,072		47,961,072
Other operating revenues			
Federal grants and contracts		3,738,898	3,738,898
State grants and contracts		6,403,470	6,403,470
Non-governmental grants and contracts		3,123,262	3,123,262
Other operating revenues	6,922,636		6,922,636
Total other operating revenues	6,922,636	13,265,630	20,188,266
Auxiliary enterprises			
Bookstore			
Food service			
Testing center			
Child center			
Total net auxiliary enterprises			
Total operating revenues	\$ 54,883,708	\$ 13,265,630	\$ 68,149,338

* In accordance with Education Code 56.033, \$3,289,779 and \$3,181,799 of tuition for the years ending August 31, 2011 and 2010, respectively, was set aside for Texas Public Education Grants (TPEG)

Note: The District has contracted with a college bookstore operator to operate and manage the District's bookstores under an agreement that terminates on September 30, 2016 and may be renewed for additional successive one year periods upon mutual agreement of the parties.

Auxiliary Enterprises	2011 Total	2010 Total
\$	\$ 42,854,626	\$ 39,508,427
	5,131,785	4,879,684
	3,086,418	2,986,650
	4,443,937	4,035,593
	3,185,985	3,037,679
	203,361	195,149
	1,482,523	1,693,218
	<u>60,388,635</u>	<u>56,336,400</u>
	108,660	108,158
	176,494	121,951
	<u>285,154</u>	<u>230,109</u>
	(764,292)	(744,585)
	(1,174,928)	(849,635)
	(499,909)	(492,888)
	(10,273,588)	(8,972,075)
	<u>(12,712,717)</u>	<u>(11,059,183)</u>
	47,961,072	45,507,326
	3,738,898	2,662,284
	6,403,470	4,436,087
	3,123,262	2,245,408
	6,922,636	7,036,611
	<u>20,188,266</u>	<u>16,380,390</u>
2,048,756	2,048,756	1,945,456
386,803	386,803	326,433
721,984	721,984	847,371
296,127	296,127	262,250
<u>3,453,670</u>	<u>3,453,670</u>	<u>3,381,510</u>
<u>\$ 3,453,670</u>	<u>\$ 71,603,008</u>	<u>\$ 65,269,226</u>
	(Exhibit 2)	(Exhibit 2)

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

	Salaries and Wages	Staff Benefits	
		State	Local
Unrestricted - educational activities			
Instruction	\$ 77,417,159	\$	\$ 12,978,746
Public service	3,168,293		649,047
Academic support	13,887,427		3,906,678
Student services	14,876,756		3,187,748
Institutional support	14,681,491		3,033,814
Operation and maintenance of plant	8,006,056		3,335,542
Scholarships and fellowships			
Total unrestricted educational activities	132,037,182		27,091,575
Restricted - educational activities			
Instruction	1,402,957	7,448,107	
Public service	316,878	658,403	
Academic support		1,285,924	
Student services	1,128,636	1,743,217	
Institutional support		6,024,148	
Scholarships and fellowships			
Total restricted educational activities	2,848,471	17,159,799	
Total educational activities	134,885,653	17,159,799	27,091,575
Auxiliary enterprises	320,292		135,633
Depreciation expense			
Buildings and other real estate improvements			
Equipment and furniture			
Total operating expenses	\$ 135,205,945	\$ 17,159,799	\$ 27,227,208

Other Expenses	2011 Total	2010 Total
\$ 10,558,454	\$ 100,954,359	\$ 85,650,835
657,251	4,474,591	4,498,985
2,767,545	20,561,650	15,735,278
3,660,588	21,725,092	17,572,265
7,057,996	24,773,301	25,976,946
23,599,847	34,941,445	39,900,473
1,171,689	1,171,689	849,635
49,473,370	208,602,127	190,184,417
4,360,955	13,212,019	10,270,585
1,551,586	2,526,867	2,240,318
685,861	1,285,924	1,182,697
685,861	3,557,714	3,268,653
77,620,858	6,024,148	5,230,519
84,219,260	77,620,858	54,733,399
133,692,630	104,227,530	76,926,171
1,807,061	312,829,657	267,110,588
1,807,061	2,262,986	2,114,115
14,797,826	14,797,826	12,297,583
5,872,240	5,872,240	4,971,195
\$ 156,169,757	\$ 335,762,709	\$ 286,493,481
	(Exhibit 2)	(Exhibit 2)

**TARRANT COUNTY COLLEGE DISTRICT
SCHEDULE C
SCHEDULE OF NON-OPERATING REVENUES AND EXPENSES
YEAR ENDED AUGUST 31, 2011
(WITH MEMORANDUM TOTALS FOR THE YEAR ENDED AUGUST 31, 2010)**

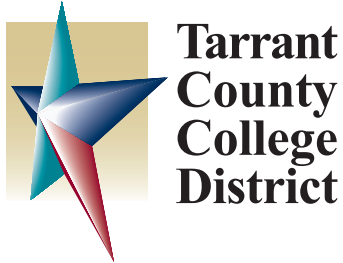
	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>
NON-OPERATING REVENUES			
State appropriations			
Education and general state support	\$ 48,763,674	\$	\$
State group insurance		10,460,970	
State retirement matching		6,698,829	
Total state appropriations	<u>48,763,674</u>	<u>17,159,799</u>	
Maintenance ad valorem taxes	155,795,642		
Debt service ad valorem taxes	7,543,745		
Federal grants and contracts		84,809,753	
Gifts	750		
Investment income	1,475,124	125,387	
Other income	<u>2,213,352</u>		
Total non-operating revenues	215,792,287	102,094,939	
NON-OPERATING EXPENSES			
Transfers to Tarrant County College Foundation			
Loss on disposal of assets	<u>(383,857)</u>		
Total non-operating expenses	<u>(383,857)</u>		
Net non-operating revenues	<u>\$ 215,408,430</u>	<u>\$ 102,094,939</u>	<u>\$</u>

<u>2011</u> <u>Total</u>	<u>2010</u> <u>Total</u>
\$ 48,763,674	\$ 50,920,045
10,460,970	9,794,915
6,698,829	6,418,375
<u>65,923,473</u>	<u>67,133,335</u>
155,795,642	163,029,904
7,543,745	7,959,220
84,809,753	59,862,557
750	5,250
1,600,511	1,404,780
2,213,352	702,665
<u>317,887,226</u>	<u>300,097,711</u>
	(201,997)
<u>(383,857)</u>	<u>(302,517)</u>
<u>(383,857)</u>	<u>(504,514)</u>
<u>\$ 317,503,369</u>	<u>\$ 299,593,197</u>
(Exhibit 2)	(Exhibit 2)

**TARRANT COUNTY COLLEGE DISTRICT
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		
	Unrestricted	Restricted	
		Expendable	Non-Expendable
Current:			
Unrestricted	\$ 83,904,811	\$	\$
Board designated	56,230,726		
Restricted		2,900,925	
Auxiliary enterprises	19,894,953		
Loan		138,624	
Plant:			
Debt service		3,203,452	
Investment in plant			
Total net assets, August 31, 2011	160,030,490	6,243,001	
Total net assets, August 31, 2010	157,642,379	5,601,190	
Net increase in net assets	\$ 2,388,111	\$ 641,811	\$

Detail by Source		Available for Current Operations	
Capital Assets Net of Depreciation & Related Debt	Total	Yes	No
\$	\$ 83,904,811	\$ 83,904,811	\$
	56,230,726		56,230,726
	2,900,925		2,900,925
	19,894,953	19,894,953	
	138,624		138,624
	3,203,452		3,203,452
757,613,463	757,613,463		757,613,463
757,613,463	923,886,954	103,799,764	820,087,190
	(Exhibit 1)		
707,299,717	870,543,286	98,944,523	771,598,763
	(Exhibit 1)		
\$ 50,313,746	\$ 53,343,668	\$ 4,855,241	\$ 48,488,427
	(Exhibit 2)		



**Tarrant
County
College
District**

Statistical Section

STATISTICAL SECTION

This part of the Tarrant County College District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

	Statistical	<u>Supplements</u>
Financial Trends		1-3
<p>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</p>		
Revenue Capacity		4-8
<p>These schedules contain information to help the reader assess the District's most significant local revenue sources.</p>		
Debt Capacity		9-11
<p>These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt.</p>		
Demographic and Economic Information		12-13
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's activities take place.</p>		
Operating Information		14-18
<p>These schedules contain employment, enrollment and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</p>		

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive financial reports from the relevant year.

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 1
NET ASSETS BY COMPONENT
FISCAL YEARS 2002 TO 2011
(UNAUDITED)**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Invested in capital assets, net of related debt	\$ 757,613,463	\$ 707,299,717	\$ 638,222,485	\$ 548,838,668
Restricted - expendable	6,243,001	5,601,190	5,419,823	5,709,923
Restricted - nonexpendable			207,973	699,347
Unrestricted	<u>160,030,490</u>	<u>157,642,379</u>	<u>148,297,840</u>	<u>143,437,568</u>
Total primary government net assets	923,886,954	870,543,286	792,148,121	698,685,506
Net Assets beginning of year	<u>870,543,286</u>	<u>792,148,121</u>	<u>698,685,506</u>	<u>587,033,673</u>
Increase in net assets	<u>\$ 53,343,668</u>	<u>\$ 78,395,165</u>	<u>\$ 93,462,615</u>	<u>\$ 111,651,833</u>

For the Fiscal Year Ended August 31

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 207,334,709	\$ 152,503,842	\$ 130,334,950	\$ 98,652,552	\$ 83,874,913	\$ 81,769,237
4,524,571	4,628,236	5,647,254	4,597,889	4,129,722	4,296,615
673,065	607,895	561,604	554,164	528,526	473,621
<u>374,501,328</u>	<u>320,001,778</u>	<u>246,888,986</u>	<u>201,459,679</u>	<u>148,701,618</u>	<u>92,356,783</u>
587,033,673	477,741,751	383,432,794	305,264,284	237,234,779	178,896,256
<u>477,741,751</u>	<u>383,432,794</u>	<u>305,264,284</u>	<u>237,234,779</u>	<u>178,896,256</u>	<u>140,737,496</u>
<u>\$ 109,291,922</u>	<u>\$ 94,308,957</u>	<u>\$ 78,168,510</u>	<u>\$ 68,029,505</u>	<u>\$ 58,338,523</u>	<u>\$ 38,158,760</u>

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 2
REVENUES BY SOURCE
FISCAL YEARS 2002 TO 2011
(UNAUDITED)**

	2011	2010	2009	2008
Operating Revenues				
Tuition and Fees (Net of Discounts)	\$ 47,961,072	\$ 45,507,326	\$ 41,411,491	\$ 38,918,863
Governmental Grants and Contracts				
Federal Grants and Contracts	3,738,898	2,662,284	4,530,581	2,420,630
State Grants and Contracts	6,403,470	4,436,087	2,931,041	2,335,426
Non-Governmental Grants and Contracts	3,123,262	2,245,408	2,180,664	1,139,402
Auxiliary enterprises	3,453,670	3,381,510	3,103,757	3,211,761
Other Operating Revenues	6,922,636	7,036,611	7,095,780	1,481,599
Total Operating Revenues	71,603,008	65,269,226	61,253,314	49,507,681
Non-operating revenues				
State Appropriations	65,923,473	67,133,335	60,335,031	59,543,945
Ad-Valorem taxes	163,339,387	170,989,124	168,458,577	156,897,585
Federal Grants and Contracts	84,809,753	59,862,557	35,579,625	23,179,682
Gifts	750	5,250		1,200
Investment Income	1,600,511	1,404,780	3,681,350	17,518,082
Other Income	2,213,352	702,665	702,660	702,656
Total Non-Operating Revenues	317,887,226	300,097,711	268,757,243	257,843,150
Other Revenues				
Additions to permanent endowments		26,223	42,660	40,810
Total Revenues	\$ 389,490,234	\$ 365,393,160	\$ 330,053,217	\$ 307,391,641
Operating Revenues				
Tuition and Fees (Net of Discounts)	12.31%	12.45%	12.55%	12.65%
Governmental Grants and Contracts				
Federal Grants and Contracts	0.96%	0.73%	1.37%	0.79%
State Grants and Contracts	1.64%	1.21%	0.89%	0.76%
Non-Governmental Grants and Contracts	0.80%	0.61%	0.66%	0.37%
Auxiliary enterprises	0.89%	0.93%	0.94%	1.04%
Other Operating Revenues	1.78%	1.93%	2.15%	0.48%
Total Operating Revenues	18.38%	17.86%	18.56%	16.09%
Non-operating revenues				
State Appropriations	16.93%	18.37%	18.28%	19.37%
Ad-Valorem taxes	41.94%	46.80%	51.04%	51.06%
Federal Grants and Contracts	21.77%	16.38%	10.78%	7.54%
Gifts	0.00%	0.00%	0.00%	0.00%
Investment Income	0.41%	0.38%	1.12%	5.70%
Other Income	0.57%	0.19%	0.21%	0.23%
Total Non-Operating Revenues	81.60%	82.12%	81.43%	83.90%
Other Revenues				
Additions to permanent endowments	0.02%	0.02%	0.01%	0.01%
Total Revenues	100.00%	100.00%	100.00%	100.00%

For the Year Ended August 31

2007	2006	2005	2004	2003	2002
\$ 35,651,135	\$ 37,454,608	\$ 35,771,981	\$ 28,235,712	\$ 26,528,358	\$ 25,294,372
2,122,182	2,642,452	2,799,072	2,132,709	2,951,984	2,198,878
1,793,467	1,377,111	2,171,726	2,238,875	1,993,388	2,146,441
1,366,985	1,049,439	954,541	578,946	606,511	573,590
4,513,492	15,677,393	16,161,056	13,301,776	14,056,573	12,986,324
428,375	564,977	881,735	719,500	613,746	278,992
<u>45,875,636</u>	<u>58,765,980</u>	<u>58,740,111</u>	<u>47,207,518</u>	<u>46,750,560</u>	<u>43,478,597</u>
57,004,281	56,331,587	50,517,157	51,271,037	50,282,450	51,967,096
145,076,199	133,946,296	125,472,175	119,660,692	111,523,895	79,021,851
20,153,359	18,676,113	17,847,942	17,693,920	12,136,643	9,673,292
1,000	1,101,500	450	12,000	11,000	24,545
21,165,311	13,464,141	4,529,550	3,749,014	2,128,295	4,917,960
5,141,280	1,189,502				
<u>248,541,430</u>	<u>224,709,139</u>	<u>198,367,274</u>	<u>192,386,663</u>	<u>176,082,283</u>	<u>145,604,744</u>
64,698	45,801	7,109	25,400	54,528	52,072
<u>\$ 294,481,764</u>	<u>\$ 283,520,920</u>	<u>\$ 257,114,494</u>	<u>\$ 239,619,581</u>	<u>\$ 222,887,371</u>	<u>\$ 189,135,413</u>
12.11%	13.21%	13.91%	11.78%	11.90%	13.37%
0.72%	0.93%	1.09%	0.89%	1.32%	1.16%
0.61%	0.49%	0.84%	0.94%	0.89%	1.14%
0.46%	0.37%	0.37%	0.24%	0.27%	0.30%
1.53%	5.53%	6.29%	5.55%	6.31%	6.87%
0.15%	0.20%	0.34%	0.30%	0.28%	0.15%
<u>15.58%</u>	<u>20.73%</u>	<u>22.84%</u>	<u>19.70%</u>	<u>20.97%</u>	<u>22.99%</u>
19.36%	19.87%	19.65%	21.40%	22.56%	27.48%
49.26%	47.24%	48.81%	49.94%	50.05%	41.78%
6.84%	6.59%	6.94%	7.38%	5.45%	5.11%
0.00%	0.39%	0.00%	0.01%	0.00%	0.01%
7.19%	4.75%	1.76%	1.56%	0.95%	2.60%
1.75%	0.42%	0.00%	0.00%	0.00%	0.00%
<u>84.40%</u>	<u>79.26%</u>	<u>77.16%</u>	<u>80.29%</u>	<u>79.01%</u>	<u>76.98%</u>
0.02%	0.01%	0.00%	0.01%	0.02%	0.03%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 3
PROGRAM EXPENSES BY FUNCTION
FISCAL YEARS 2002 TO 2011
(UNAUDITED)**

	2011	2010	2009	2008
Instruction	\$ 114,166,378	\$ 95,921,420	\$ 83,437,483	\$ 75,066,102
Public Service	7,001,458	6,739,303	6,365,670	5,041,719
Academic support	21,847,574	16,917,975	14,013,169	12,514,941
Student Services	25,282,806	20,840,918	17,849,057	15,874,448
Institutional Support	30,797,449	31,207,465	26,010,789	23,307,939
Operation and maintenance of plant	34,941,445	39,900,473	38,177,688	32,293,652
Scholarship and fellowships	78,792,547	55,583,034	35,129,416	21,813,943
Auxiliary enterprises	2,262,986	2,114,115	1,624,126	1,582,216
Depreciation	20,670,066	17,268,778	12,123,042	7,961,528
Total Operating Expenses	335,762,709	286,493,481	234,730,440	195,456,488
Interest on capital related debt				
Foundation Transfer		201,997	1,432,482	
Loss on disposal of fixed assets	383,857	302,517	427,680	283,320
Total Non-Operating Expenses	383,857	504,514	1,860,162	283,320
Total Expenses	<u>\$ 336,146,566</u>	<u>\$ 286,997,995</u>	<u>\$ 236,590,602</u>	<u>\$ 195,739,808</u>
Instruction	33.98%	33.42%	35.27%	38.35%
Public Service	2.08%	2.35%	2.69%	2.58%
Academic support	6.50%	5.89%	5.92%	6.39%
Student Services	7.52%	7.26%	7.54%	8.11%
Institutional Support	9.16%	10.87%	10.99%	11.91%
Operation and maintenance of plant	10.39%	13.90%	16.14%	16.50%
Scholarship and fellowships	23.44%	19.37%	14.85%	11.14%
Auxiliary enterprises	0.67%	0.74%	0.69%	0.81%
Depreciation	6.15%	6.02%	5.12%	4.07%
Total Operating Expenses	<u>99.89%</u>	<u>99.82%</u>	<u>99.21%</u>	<u>99.86%</u>
Interest on capital related debt	0.00%	0.00%	0.00%	0.00%
Foundation Transfer	0.00%	0.07%	0.61%	
Loss on disposal of fixed assets	0.11%	0.11%	0.18%	0.14%
Total Non-Operating Expenses	<u>0.11%</u>	<u>0.18%</u>	<u>0.79%</u>	<u>0.14%</u>
Total Expenses	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

For the Year Ended August 31

2007	2006	2005	2004	2003	2002
\$ 71,745,930	\$ 68,221,085	\$ 64,375,184	\$ 60,187,257	\$ 62,414,818	\$ 58,961,647
4,641,156	4,751,125	5,688,458	5,117,646	5,997,451	7,635,900
11,349,181	10,097,671	11,281,130	11,017,822	10,226,384	7,861,647
14,125,391	14,092,532	13,179,019	12,156,394	11,468,422	12,129,269
26,263,394	21,636,434	20,740,980	20,617,202	17,366,332	15,561,437
26,056,295	23,876,530	19,063,186	17,475,544	20,112,423	16,022,303
18,846,333	21,169,637	17,924,863	15,683,897	9,851,563	8,241,431
2,583,589	14,599,987	14,620,155	13,036,081	13,930,959	12,094,618
7,561,001	7,941,827	8,683,682	9,339,681	8,702,753	8,176,546
183,172,270	186,386,828	175,556,657	164,631,524	160,071,105	146,684,798
1,055,063	2,676,865	3,201,195	3,843,954	4,151,994	3,683,493
962,509	148,270	188,132	192,708	325,749	608,362
2,017,572	2,825,135	3,389,327	4,036,662	4,477,743	4,291,855
<u>\$ 185,189,842</u>	<u>\$ 189,211,963</u>	<u>\$ 178,945,984</u>	<u>\$ 168,668,186</u>	<u>\$ 164,548,848</u>	<u>\$ 150,976,653</u>
38.73%	36.04%	35.98%	35.68%	37.93%	39.05%
2.51%	2.51%	3.18%	3.04%	3.64%	5.06%
6.13%	5.34%	6.30%	6.53%	6.22%	5.21%
7.63%	7.45%	7.36%	7.21%	6.97%	8.03%
14.18%	11.44%	11.59%	12.22%	10.55%	10.31%
14.07%	12.62%	10.65%	10.36%	12.22%	10.61%
10.18%	11.19%	10.02%	9.30%	5.99%	5.46%
1.40%	7.72%	8.17%	7.73%	8.47%	8.01%
4.08%	4.20%	4.85%	5.54%	5.29%	5.42%
<u>98.91%</u>	<u>98.51%</u>	<u>98.10%</u>	<u>97.61%</u>	<u>97.28%</u>	<u>97.16%</u>
0.57%	1.41%	1.79%	2.28%	2.52%	2.44%
0.52%	0.08%	0.11%	0.11%	0.20%	0.40%
1.09%	1.49%	1.90%	2.39%	2.72%	2.84%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

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

RESIDENT

Fees per Semester Credit Hour (SCH)

Academic Year	In-District Tuition	Out-of-District Tuition	Facilities Use & Technology Fees	Student Services Fee	Total Tuition & Fees In-District	Total Tuition & Fees Out-of-District
2011	\$ 50	\$ 73	\$	\$	\$ 50	\$ 73
2010	50	73			50	73
2009	50	73			50	73
2008	50	63			50	63
2007	50	63			50	63
2006	48	61			48	61
2005 (a)	46	59			46	59
2004	31	43	6	1	38	50
2003	30	42	6	1	37	49
2002	29	41	6	1	36	48

NON-RESIDENT

Fees per Semester Credit Hour (SCH)

Academic Year	Non-Resident Tuition Out of State	Non-Resident Tuition International	Facilities Use & Technology Fees	Student Services Fee	Total Tuition & Fees Out of State	Total Tuition & Fees International
2011	\$ 165	\$ 165	\$	\$	\$ 165	\$ 165
2010	165	165			165	165
2009	165	165			165	165
2008	150	150			150	150
2007	150	150			150	150
2006	150	150			150	150
2005	150	150			150	150
2004	140	140	6	1	147	147
2003	140	140	6	1	147	147
2002	140	140	6	1	147	147

Note:

(a) Beginning with the 2004-2005 academic year, the District no longer assessed a \$24 laboratory fee, a \$6 facilities use fee, and a \$1 student services fee. They are now included in the tuition rate.

RESIDENT
Fees per Semester Credit Hour (SCH)

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
\$ 600	\$ 876	0.00%	0.00%
600	876	0.00%	0.00%
600	876	0.00%	15.87%
600	756	0.00%	0.00%
600	756	4.17%	3.28%
576	732	4.35%	3.39%
552	708	21.59%	18.39%
454	598	2.71%	2.05%
442	586	2.79%	2.09%
430	574	2.87%	2.14%

NON-RESIDENT
Fees per Semester Credit Hour (SCH)

Cost for 12 SCH Out of State	Cost for 12 SCH International	Increase from Prior Year Out of State	Increase from Prior Year International
\$ 1,980	\$ 1,980	0.00%	0.00%
1,980	1,980	0.00%	0.00%
1,980	1,980	10.00%	10.00%
1,800	1,800	0.00%	0.00%
1,800	1,800	0.00%	0.00%
1,800	1,800	0.00%	0.00%
1,800	1,800	2.16%	2.16%
1,762	1,762	0.00%	0.00%
1,762	1,762	0.00%	0.00%
1,762	1,762	0.00%	0.00%

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

<u>Fiscal Year</u>	<u>Assessed Valuation of Real Property</u>	<u>Assessed Valuation of Personal Property</u>	<u>Assessed Valuation of Property</u>	<u>Less: Exemptions</u>
2011	\$ 126,259,248,729	\$ 20,867,055,732	\$ 147,126,304,461	\$ (25,115,089,135)
2010	131,940,371,709	21,335,328,974	153,275,700,683	(25,568,435,000)
2009	126,732,666,961	21,837,887,387	148,570,554,348	(23,951,146,989)
2008	117,918,342,981	20,528,694,871	138,447,037,852	(23,543,915,305)
2007	109,182,979,056	19,094,790,500	128,277,769,556	(22,509,449,466)
2006	96,338,355,955	19,697,899,501	116,036,255,456	(21,098,340,175)
2005	91,982,017,722	18,571,387,042	110,553,404,764	(20,245,811,412)
2004	88,752,885,287	16,779,677,480	105,532,562,767	(19,707,936,628)
2003	82,615,154,415	17,115,516,398	99,730,670,813	(19,646,371,613)
2002	75,084,549,470	17,880,188,814	92,964,738,284	(18,906,585,868)

Source:
 Tarrant Appraisal District

Notes:
 Property is assessed at full market value.
 (a) per \$100 taxable assessed valuation

<u>Taxable Assessed Value</u>	<u>Ratio of Taxable Assessed Value to Assessed Value</u>	<u>Maintenance and Operations (a)</u>	<u>Debt Service (a)</u>	<u>Total (a)</u>
\$ 122,011,215,326	82.93%	\$ 0.13126	\$ 0.00638	\$0.13764
127,707,265,683	83.32%	0.13126	0.00641	0.13767
124,619,407,359	83.88%	0.13126	0.00670	0.13796
114,903,122,547	82.99%	0.13126	0.00812	0.13938
105,768,320,090	82.45%	0.13068	0.00870	0.13938
94,937,915,281	81.82%	0.13046	0.00892	0.13938
90,307,593,352	81.69%	0.12983	0.00955	0.13938
85,824,626,139	81.33%	0.12939	0.00999	0.13938
80,084,299,200	80.30%	0.12876	0.01062	0.13938
74,058,152,416	79.66%	0.09471	0.01170	0.10641

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

Fiscal Year	Appropriation per FTSE		
	State Appropriation	FTSE	State Appropriation per FTSE
2011	\$ 48,763,674	28,417	\$ 1,716
2010	50,920,045	25,536	1,994
2009	45,672,690	22,649	2,017
2008	45,442,760	21,658	2,098
2007	43,361,661	20,206	2,146
2006	43,361,661	20,509	2,114
2005	40,035,026	20,393	1,963
2004	40,035,687	19,231	2,082
2003	37,687,883	18,479	2,040
2002	40,482,758	17,066	2,372

Source:

(a) CBM004

(b) CBM00C

Note:

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

Appropriation per Contact Hour

Academic and Vocational Contact Hours (a)	Continuing Ed Contact Hours (b)	Total Contact Hours	State Appropriation per Contact Hour
18,559,872	1,467,076	20,026,948	\$ 2.43
17,673,443	1,247,942	18,921,385	2.69
15,212,795	1,283,646	16,496,441	2.77
13,975,532	1,107,544	15,083,076	3.01
12,703,996	1,097,771	13,801,767	3.14
12,868,384	551,891	13,420,275	3.23
12,863,032	599,602	13,462,634	2.97
12,240,642	527,444	12,768,086	3.14
11,975,560	786,442	12,762,002	2.95
11,084,720	805,832	11,890,552	3.40

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 7
PRINCIPAL TAXPAYERS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Taxpayer	Type of Business	2011	2010	2009
Oncor Electric Delivery Co LLC	Electric Utility	\$ 888,088,078	\$ 903,047,789	\$ 912,586,199
Chesapeake Operating	Natural Gas Utility	736,221,860	512,027,150	459,642,110
Devon Energy Production	Natural Gas Utility	506,053,300	497,668,900	594,289,520
Bell Helicopter Textron	Helicopter Manufacturer	418,973,452	441,749,768	493,923,798
Wal-Mart Stores	Retail	395,426,831	392,756,246	404,645,406
Quicksilver Resources	Natural Gas Exploration	359,055,290		
Southwestern Bell	Telephone Utility	308,900,768	348,419,062	394,307,840
American Airlines Inc	Airline	292,074,639	379,219,005	366,801,436
Opryland Hotels	Hotel	273,331,856	247,781,677	256,104,271
Barnett Gathering LP	Natural Gas Exploration	251,248,399		
Encana Oil & Gas (USA) Inc	Natural Gas Utility		311,069,570	297,235,050
XTO Energy Inc	Natural Gas Utility		295,564,940	289,614,547
Ddr/Dtc City Investments	Investments			
Grapevine Mills Ltd Partnership	Retail			
TXU Electric Delivery Co	Electric Utility			
City Center Development Co	Real Estate Development			
Chief Oil and Gas	Natural Gas Utility			
Albertson's Inc.	Grocery			
CAE Simuflite	Aviation Training			
Alcon Laboratories	Pharmaceutical			
General Motors Corp	Auto Manufacturer			
Miller Brewing Co	Brewery			
Delta Airlines	Airline			
Tandy Corp	Electronics			
Maguire Thomas Partners Etal	Commercial Real Estate Development			
AT&T Wireless Services	Phone Service			
Totals		<u>\$ 4,429,374,473</u>	<u>\$ 4,329,304,107</u>	<u>\$ 4,469,150,177</u>
Total Taxable Assessed Value		<u>\$ 122,011,215,326</u>	<u>\$ 127,707,265,683</u>	<u>\$ 124,619,407,359</u>

Taxpayer	Type of Business	2011	2010	2009
Oncor Electric Delivery Co LLC	Electric Utility	0.73%	0.71%	0.73%
Chesapeake Operating	Natural Gas Utility	0.60%	0.40%	0.37%
Devon Energy Production	Natural Gas Utility	0.42%	0.39%	0.48%
Bell Helicopter Textron	Helicopter Manufacturer	0.34%	0.35%	0.40%
Wal-Mart Stores	Retail	0.32%	0.31%	0.32%
Quicksilver Resources	Natural Gas Exploration	0.30%	0.00%	0.00%
Southwestern Bell	Telephone Utility	0.25%	0.27%	0.32%
American Airlines Inc	Airline	0.24%	0.30%	0.29%
Opryland	Hotel	0.22%	0.19%	0.21%
Barnett Gathering LP	Natural Gas Exploration	0.21%	0.00%	0.00%
Encana Oil & Gas (USA) Inc	Natural Gas Utility	0.00%	0.24%	0.24%
XTO Energy Inc	Natural Gas Utility	0.00%	0.23%	0.23%
Ddr/Dtc City Investments	Investments	0.00%	0.00%	0.00%
Grapevine Mills Ltd Partnership	Retail	0.00%	0.00%	0.00%
TXU Electric Delivery Co	Electric Utility	0.00%	0.00%	0.00%
City Center Development Co	Real Estate Development	0.00%	0.00%	0.00%
Chief Oil and Gas	Natural Gas Utility	0.00%	0.00%	0.00%
Albertson's Inc.	Grocery	0.00%	0.00%	0.00%
CAE Simuflite	Aviation Training	0.00%	0.00%	0.00%
Alcon Laboratories	Pharmaceutical	0.00%	0.00%	0.00%
General Motors Corp	Auto Manufacturer	0.00%	0.00%	0.00%
Miller Brewing Co	Brewery	0.00%	0.00%	0.00%
Delta Airlines	Airline	0.00%	0.00%	0.00%
Tandy Corp	Electronics	0.00%	0.00%	0.00%
Maguire Thomas Partners Etal	Commercial Real Estate Development	0.00%	0.00%	0.00%
AT&T Wireless Services	Phone Service	0.00%	0.00%	0.00%
Totals		<u>3.63%</u>	<u>3.39%</u>	<u>3.59%</u>

Source:
Tarrant Appraisal District

Taxable Assessed Value by Tax Year

2008	2007	2006	2005	2004	2003	2002
\$ 1,065,754,757	\$	\$	\$	\$	\$	\$
414,202,754	299,098,900					
445,724,506	285,082,199	206,682,031	178,588,708	221,674,062	222,464,282	170,631,765
370,549,819	413,905,030	313,528,707	216,493,522			
408,342,184	467,495,260	585,760,329	543,295,213	438,596,910	470,068,460	512,425,251
498,730,635	517,041,670	507,896,741	457,699,736	518,963,195	588,516,683	643,168,139
285,567,693	254,567,693	220,172,829	294,334,545	262,065,747		
717,253,382	502,644,401	377,420,196				
271,364,765	238,241,510					
218,044,937	204,390,717	190,000,000	164,625,000	165,638,640	155,303,450	169,073,223
	1,022,692,138	990,629,437	831,870,983	823,165,803	846,564,305	839,583,792
		244,925,000			134,593,816	139,995,820
		226,205,474				
			254,106,622	256,609,612	269,908,710	274,691,171
			179,428,518	160,021,402		
			175,258,683	157,418,524	123,849,576	122,170,358
				146,282,374	166,084,296	169,871,353
					125,826,249	126,594,363
\$ 4,695,535,432	\$ 4,205,159,518	\$ 3,863,220,744	\$ 3,295,701,530	\$ 3,150,436,269	\$ 3,103,179,827	\$ 3,168,205,235
\$114,903,122,547	\$105,768,320,090	\$ 94,937,915,281	\$ 90,307,593,352	\$ 85,824,626,139	\$ 80,084,299,200	\$ 74,058,152,416

% of Taxable Assessed Value by Tax Year

2008	2007	2006	2005	2004	2003	2002
0.93%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.36%	0.28%	0.00%	0.00%	0.00%	0.00%	0.00%
0.39%	0.27%	0.22%	0.20%	0.26%	0.28%	0.23%
0.32%	0.39%	0.33%	0.24%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.36%	0.44%	0.62%	0.60%	0.51%	0.59%	0.69%
0.43%	0.49%	0.53%	0.51%	0.60%	0.73%	0.87%
0.25%	0.24%	0.23%	0.33%	0.31%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.62%	0.48%	0.40%	0.00%	0.00%	0.00%	0.00%
0.24%	0.23%	0.00%	0.00%	0.00%	0.00%	0.00%
0.19%	0.19%	0.20%	0.18%	0.19%	0.19%	0.23%
0.00%	0.97%	1.04%	0.92%	0.96%	1.06%	1.13%
0.00%	0.00%	0.26%	0.00%	0.00%	0.17%	0.19%
0.00%	0.00%	0.24%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.28%	0.30%	0.34%	0.37%
0.00%	0.00%	0.00%	0.20%	0.19%	0.00%	0.00%
0.00%	0.00%	0.00%	0.19%	0.18%	0.15%	0.16%
0.00%	0.00%	0.00%	0.00%	0.17%	0.21%	0.23%
0.00%	0.00%	0.00%	0.00%	0.00%	0.16%	0.17%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
4.09%	3.98%	4.07%	3.65%	3.67%	3.87%	4.28%

**TARRANT COUNTY COLLEGE DISTRICT
 STATISTICAL SUPPLEMENT 8
 PROPERTY TAX LEVIES AND COLLECTIONS
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Fiscal Year Ended August 31	Levy	Cumulative Levy Adjustment	Adjusted Tax Levy (a)	Collections-Year of Levy (b)
2011	\$ 165,529,411	\$ 1,217,026	\$ 166,746,437	\$ 164,882,248
2010	166,752,648	7,611,534	174,364,183	171,863,844
2009	163,282,528	7,347,808	170,630,336	168,182,973
2008	158,440,008	759,323	159,199,331	157,104,943
2007	145,656,686	1,117,463	146,774,149	144,425,218
2006 (e)	132,491,200	2,065,866	134,557,066	132,300,437
2005			125,872,507	123,873,298
2004			119,622,047	117,404,793
2003			111,618,881	109,422,270
2002			78,805,815	76,979,733

Source:
 Tarrant County Tax Assessor/ Collector and District records

- Notes:
- (a) As of August 31st of the current reporting year
 - (b) Property tax only- does not include penalties and interest
 - (c) Represents cumulative collections of prior years not collected in the current year or the year of the tax levy
 - (d) Represents current year collections of prior years levies
 - (e) The District previously did not present this schedule and chose to implement prospectively

<u>Percentage</u>	<u>Prior Collections of Prior Levies (c)</u>	<u>Current Collections of Prior Levies (d)</u>	<u>Total Collections (b+c+d)</u>	<u>Cumulative Collections of Adjusted Levy</u>
98.88%	\$	\$	\$ 164,882,248	98.88%
98.57%		852,885	172,716,730	99.06%
98.57%	1,287,439	313,816	169,784,228	99.50%
98.68%	1,549,841	182,945	158,837,730	99.77%
98.40%	1,647,822	95,148	146,168,188	99.59%
98.32%	1,474,332	56,644	133,831,412	99.46%
98.41%	1,565,819	17,533	125,456,650	99.67%
98.15%	742,120	13,641	118,160,554	98.78%
98.03%	422,944	8,901	109,854,116	98.42%
97.68%	194,666	6,316	77,180,715	97.94%

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

	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Bonded Debt			
General obligation bonds	\$ 30,588,040	\$ 37,444,583	\$ 43,834,151
Less: Funds restricted for debt service	<u>(3,260,900)</u>	<u>(4,073,884)</u>	<u>(4,431,372)</u>
Net general bonded debt	<u>27,327,140</u>	<u>33,370,699</u>	<u>39,402,779</u>
Other Debt			
Revenue bonds			
Total Outstanding Debt	<u><u>\$ 27,327,140</u></u>	<u><u>\$ 33,370,699</u></u>	<u><u>\$ 39,402,779</u></u>
General Bonded Debt Ratios			
Per Capita	\$ 15.03	\$ 18.24	\$ 21.80
Per FTSE	962	1,307	1,740
As a percentage of Taxable Assessed Value	0.02%	0.03%	0.03%
Total Outstanding Debt Ratios			
Per Capita	\$ 15.03	\$ 18.36	\$ 21.80
Per FTSE	962	1,307	1,740
As a percentage of Taxable Assessed Value	0.02%	0.03%	0.03%

For the Year Ended August 31

2008	2007	2006	2005	2004	2003	2002
\$ 51,097,358	\$ 57,077,547	\$ 62,652,263	\$ 67,958,824	\$ 72,651,301	\$ 77,269,432	\$ 81,544,243
<u>(4,795,411)</u>	<u>(4,171,254)</u>	<u>(4,362,986)</u>	<u>(4,245,097)</u>	<u>(3,584,893)</u>	<u>(3,490,277)</u>	<u>(3,399,243)</u>
<u>46,301,947</u>	<u>52,906,293</u>	<u>58,289,277</u>	<u>63,713,727</u>	<u>69,066,408</u>	<u>73,779,155</u>	<u>78,145,000</u>
<u><u>\$ 46,301,947</u></u>	<u><u>\$ 52,906,293</u></u>	<u><u>\$ 58,289,277</u></u>	<u><u>\$ 63,713,727</u></u>	<u><u>\$ 69,066,408</u></u>	<u><u>\$ 73,779,155</u></u>	<u><u>\$ 78,145,000</u></u>

\$ 26.01	\$ 30.32	\$ 34.88	\$ 39.13	\$ 43.46	\$ 47.48	\$ 53.17
2,138	2,618	2,842	3,124	3,591	3,993	4,579
0.04%	0.05%	0.06%	0.07%	0.08%	0.09%	0.11%

\$ 26.01	\$ 30.32	\$ 34.88	\$ 39.13	\$ 43.46	\$ 47.48	\$ 53.17
2,138	2,618	2,842	3,124	3,591	3,993	4,579
0.04%	0.05%	0.06%	0.07%	0.08%	0.09%	0.11%

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

	2011	2010	2009	2008
Taxable Assessed Value	<u>\$ 122,011,215,326</u>	<u>\$ 127,707,265,683</u>	<u>\$ 124,619,407,359</u>	<u>\$ 114,903,122,547</u>
General Obligation Bonds				
Statutory Tax Levy Limit for Debt Service	\$ 610,056,077	\$ 638,536,328	\$ 623,097,037	\$ 574,515,613
Less Funds Restricted for Repayment of General Obligation Bonds	<u>(3,260,900)</u>	<u>(4,073,884)</u>	<u>(4,431,372)</u>	<u>(4,795,411)</u>
Total Net General Obligation Debt	606,795,177	634,462,444	618,665,665	569,720,202
Current Year Debt Service Requirements	<u>8,372,725</u>	<u>8,260,344</u>	<u>9,626,181</u>	<u>8,539,225</u>
Excess of Statutory Limit for Debt Service over Current Requirements	<u>\$ 598,422,452</u>	<u>\$ 626,202,100</u>	<u>\$ 609,039,484</u>	<u>\$ 561,180,977</u>
Net Current Requirements as a % of Statutory Limit	0.84%	0.66%	0.83%	0.65%

Note:
Texas Education Code Section 130.122 limits the debt service tax levy of community colleges to \$0.50 per hundred dollars taxable assessed valuation.

For the Year Ended August 31

2007	2006	2005	2004	2003	2002
<u>\$ 105,768,320,090</u>	<u>\$ 94,937,915,281</u>	<u>\$ 90,307,593,352</u>	<u>\$ 85,824,626,139</u>	<u>\$ 80,084,299,200</u>	<u>\$ 74,058,152,416</u>
\$ 528,841,600	\$ 474,689,576	\$ 451,537,967	\$ 429,123,131	\$ 400,421,496	\$ 370,290,762
<u>(4,171,254)</u>	<u>(4,362,986)</u>	<u>(4,245,097)</u>	<u>(3,584,893)</u>	<u>(3,490,277)</u>	<u>(3,399,243)</u>
524,670,346	470,326,590	447,292,870	425,538,238	396,931,219	366,891,519
<u>8,412,368</u>	<u>8,421,042</u>	<u>8,392,700</u>	<u>8,472,800</u>	<u>8,474,975</u>	<u>11,660,698</u>
<u>\$ 516,257,978</u>	<u>\$ 461,905,548</u>	<u>\$ 438,900,170</u>	<u>\$ 417,065,438</u>	<u>\$ 388,456,244</u>	<u>\$ 355,230,821</u>
0.80%	0.85%	0.92%	1.14%	1.24%	2.23%

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

<u>Fiscal Year Ended August 31</u>	<u>Pledged Revenues</u>			
	<u>Operating Revenue</u>	<u>Interest Income</u>	<u>Other</u>	<u>Total</u>
2011	\$	\$	\$	\$
2010				
2009				
2008				
2007				
2006				
2005				
2004				
2003				
2002	7,520,402	4,917,960	12,986,324	25,424,686

Note:

The District only had pledged revenues for fiscal years 1999 - 2002, due to Revenue Bonds being issued December 1, 1998, with final payment on February 15, 2002.

Debt Service Requirements

<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage Ratio</u>
\$	\$	\$	
3,130,000	67,905	3,197,905	7.95

**TARRANT COUNTY COLLEGE DISTRICT
 STATISTICAL SUPPLEMENT 12
 DEMOGRAPHIC AND ECONOMIC STATISTICS - TAXING DISTRICT
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

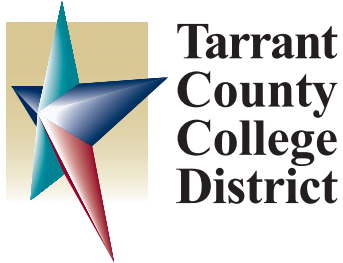
Calendar Year	District Population	District Personal Income	District Personal Income Per Capita	District Unemployment Rate
2011	1,817,840	\$ 70,485,542,000	\$ 38,774	8.40%
2010	1,829,400	68,105,714,000	37,228	8.40%
2009	1,807,750	65,870,354,000	36,438	8.20%
2008	1,780,150	61,138,590,000	34,345	5.00%
2007	1,745,050	58,844,636,480	33,721	4.00%
2006	1,671,295	55,513,808,000	33,216	5.00%
2005	1,628,200	55,068,152,220	33,821	5.70%
2004	1,589,200	51,951,087,000	32,690	5.82%
2003	1,553,850	49,151,450,000	31,632	6.10%
2002	1,469,787	47,735,316,000	32,478	6.20%

Sources:

Population from US Bureau of the Census

Personal Income from US bureau of Economic Analysis

Unemployment rate from Texas Workforce Commission



**Tarrant
County
College
District**

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 13
PRINCIPAL EMPLOYERS
LAST SIX FISCAL YEARS
(UNAUDITED)**

Employer	2011		2010	
	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
Lockheed Martin Corp	13,500	0.83%	13,500	0.83%
American Airlines	11,709	0.72%	11,709	0.72%
NAS Fort Worth Joint Reserve Base	11,350	0.70%	11,350	0.70%
American Airlines/ HQ	6,500	0.40%	6,500	0.40%
University of Texas at Arlington	5,300	0.33%	5,300	0.33%
John Peter Smith Hospital	4,302	0.26%	4,302	0.26%
Harris Methodist Fort Worth	3,968	0.24%	3,968	0.24%
Bell Helicopter Textron Plant	3,820	0.24%	3,820	0.24%
Alcon	3,300	0.20%	3,300	0.20%
Fidelity Investments	3,200	0.20%	3,200	0.20%
Cowboys Stadium				
Odyssey One Source Inc				
Cook Children's Health Care System				
RadioShack Corp				
Tarrant County Administrative Office				
Harris Methodist Southwest				
	66,949	4.12%	66,949	4.12%

Source:
North Central Texas Council of Governments
(Source data has not been updated since prior year)

Note:
The District previously did not present this schedule and chose to implement prospectively.

2009		2008		2007		2006	
Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
13,500	0.83%	13,500	0.83%	16,000	0.99%	16,800	1.03%
11,842	0.73%	11,842	0.73%	12,000	0.74%	5,011	0.31%
5,361	0.33%	5,361	0.33%	5,361	0.33%	3,906	0.24%
6,500	0.40%	4,118	0.25%	4,118	0.25%	4,118	0.25%
4,987	0.31%	3,337	0.21%	3,337	0.21%	5,079	0.31%
4,302	0.26%	3,811	0.23%	3,811	0.23%	3,473	0.21%
3,968	0.24%	3,500	0.22%	3,500	0.22%	4,000	0.25%
3,820	0.24%	3,820	0.24%	3,478	0.21%		
3,500	0.22%						
3,273	0.20%						
		3,900	0.24%	3,900	0.24%	3,740	0.23%
		3,337	0.21%	3,337	0.21%		
						4,141	0.26%
						3,789	0.23%
<u>61,053</u>	<u>3.76%</u>	<u>56,526</u>	<u>3.48%</u>	<u>58,842</u>	<u>3.62%</u>	<u>54,057</u>	<u>3.33%</u>

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

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Faculty				
Full-Time	673	664	602	576
Part-Time	<u>501</u>	<u>473</u>	<u>490</u>	<u>431</u>
Total	<u>1,174</u>	<u>1,137</u>	<u>1,092</u>	<u>1,007</u>
Percent				
Full-Time	57.3%	58.4%	55.1%	57.2%
Part-Time	42.7%	41.6%	44.9%	42.8%
Staff and Administrators				
Full-Time	1,398	1,338	1,174	1,070
Part-Time	<u>971</u>	<u>956</u>	<u>804</u>	<u>1,058</u>
Total	<u>2,369</u>	<u>2,294</u>	<u>1,978</u>	<u>2,128</u>
Percent				
Full-Time	59.0%	58.3%	59.4%	50.3%
Part-Time	41.0%	41.7%	40.6%	49.7%
FTSE per Full-Time Faculty	42	43	38	38
FTSE per Full-Time Staff Member	18	21	19	20
Average Annual Faculty Salary (a)	\$ 59,496	\$ 60,110	\$ 58,209	\$ 55,981

Note:

(a) Survey format and methodology were changed FY 2003

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
545	522	494	478	485	471
<u>476</u>	<u>437</u>	<u>436</u>	<u>400</u>	<u>390</u>	<u>373</u>
<u>1,021</u>	<u>959</u>	<u>930</u>	<u>878</u>	<u>875</u>	<u>844</u>
53.4%	54.4%	53.1%	54.4%	55.4%	55.8%
46.6%	45.6%	46.9%	45.6%	44.6%	44.2%
1,062	1,072	1,076	1,064	1,101	1,080
<u>1,114</u>	<u>1,039</u>	<u>1,058</u>	<u>991</u>	<u>976</u>	<u>918</u>
<u>2,176</u>	<u>2,111</u>	<u>2,134</u>	<u>2,055</u>	<u>2,077</u>	<u>1,998</u>
48.8%	50.8%	50.4%	51.8%	53.0%	54.1%
51.2%	49.2%	49.6%	48.2%	47.0%	45.9%
37	39	41	40	38	36
19	19	19	18	17	16
\$ 55,515	\$ 54,122	\$ 54,956	\$ 52,641	\$ 51,910	

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 15
ENROLLMENT DETAILS
LAST NINE FISCAL YEARS
(UNAUDITED)**

<u>Student Classification</u>	<u>Fall 2010</u>		<u>Fall 2009</u>		<u>Fall 2008</u>		<u>Fall 2007</u>		<u>Fall 2006</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
00-30 hours	37,994	65%	34,988	67%	30,545	67%	28,825	67%	25,447	66%
31-60 hours	15,133	26%	13,021	25%	10,970	24%	10,112	24%	9,731	25%
Unclassified	1,671	3%	1,509	3%	1,324	3%	1,161	3%	1,088	3%
Associates	2,059	4%	1,783	3%	1,588	4%	1,533	4%	1,407	4%
Bachelors	1,194	2%	1,048	2%	898	2%	787	2%	778	2%
Total	<u>58,051</u>	<u>100%</u>	<u>52,349</u>	<u>100%</u>	<u>45,325</u>	<u>100%</u>	<u>42,418</u>	<u>100%</u>	<u>38,451</u>	<u>100%</u>

Semester Hour Load

0-11 semester hours	37,153	64%	33,503	64%	29,914	66%	27,784	66%	24,993	65%
12 & over	20,898	36%	18,846	36%	15,411	34%	14,634	34%	13,458	35%
Total	<u>58,051</u>	<u>100%</u>	<u>52,349</u>	<u>100%</u>	<u>45,325</u>	<u>100%</u>	<u>42,418</u>	<u>100%</u>	<u>38,451</u>	<u>100%</u>

Average course load	8.70	8.60	8.60	8.60	8.70
---------------------	------	------	------	------	------

Tuition Status

Texas Resident (in-District)	50,870	88%	45,937	88%	40,104	89%	37,301	88%	33,971	89%
Texas Resident (out-of-district)	4,267	7%	4,002	8%	3,219	7%	3,463	8%	3,239	8%
Non-Resident Tuition	2,914	5%	2,410	4%	2,002	4%	1,654	4%	1,241	3%
Total	<u>58,051</u>	<u>100%</u>	<u>52,349</u>	<u>100%</u>	<u>45,325</u>	<u>100%</u>	<u>42,418</u>	<u>100%</u>	<u>38,451</u>	<u>100%</u>

Source:
CBM001

Note:
A change in administrative software changed the data accumulation beginning Fall 2004.

Fall 2005		Fall 2004	
Number	Percent	Number	Percent
25,784	67%	26,774	70%
9,536	25%	9,413	25%
965	2%	1,605	4%
1,485	4%	146	0%
818	2%	336	1%
<u>38,588</u>	<u>100%</u>	<u>38,274</u>	<u>100%</u>

24,696	64%	24,113	63%
13,892	36%	14,161	37%
<u>38,588</u>	<u>100%</u>	<u>38,274</u>	<u>100%</u>

8.70

8.41

34,242	89%	34,164	90%
3,171	8%	3,050	8%
1,175	3%	1,060	2%
<u>38,588</u>	<u>100%</u>	<u>38,274</u>	<u>100%</u>

Student Classification

Student Classification	Fall 2003		Fall 2002	
	Number	Percent	Number	Percent
00-30 hours	20,143	58%	18,917	57%
31-60 hours	7,912	23%	7,489	23%
Unclassified	6,598	19%	6,423	20%
Total	<u>34,653</u>	<u>100%</u>	<u>32,829</u>	<u>100%</u>

Semester Hour Load

Less than 6	8,472	24%	8,278	25%
6-8 semester hours	9,304	27%	8,238	25%
9-11 semester hours	5,599	16%	5,439	17%
12-14 semester hours	9,230	27%	8,873	27%
15-17 semester hours	1,782	5%	1,754	5%
18 & over	266	1%	247	1%
Total	<u>34,653</u>	<u>100%</u>	<u>32,829</u>	<u>100%</u>

Average course load

8.46

8.49

Tuition Status

Texas Resident (in-District)	31,244	90%	29,761	92%
Texas Resident (out-of-district)	2,783	8%	2,485	8%
Non-Resident Tuition	626	2%	583	0%
Total	<u>34,653</u>	<u>100%</u>	<u>32,829</u>	<u>100%</u>

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 16
STUDENT PROFILE
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Gender</u>	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	34,864	60.1%	31,347	59.9%	27,371	60.4%	25,701	60.6%	23,238	60.4%
Male	23,187	39.9%	21,002	40.1%	17,954	39.6%	16,717	39.4%	15,213	39.6%
Total	<u>58,051</u>	<u>100.0%</u>	<u>52,349</u>	<u>100.0%</u>	<u>45,325</u>	<u>100.0%</u>	<u>42,418</u>	<u>100.0%</u>	<u>38,451</u>	<u>100.0%</u>

<u>Ethnic Origin</u>	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	30,683	52.9%	29,333	56.0%	26,278	58.0%	25,308	59.6%	23,424	61.0%
Hispanic	12,064	20.8%	10,412	19.9%	8,421	18.6%	7,472	17.6%	5,780	15.0%
African American	10,485	18.1%	8,647	16.5%	7,143	15.8%	6,429	15.2%	6,511	16.9%
Asian	3,462	6.0%	3,121	6.0%	2,768	6.1%	2,464	5.8%	2,128	5.5%
Native American	293	0.5%	253	0.5%	256	0.5%	192	0.5%	193	0.5%
Other	1,064	1.8%	583	1.1%	459	1.0%	553	1.3%	415	1.1%
Total	<u>58,051</u>	<u>100.0%</u>	<u>52,349</u>	<u>100.0%</u>	<u>45,325</u>	<u>100.0%</u>	<u>42,418</u>	<u>100.0%</u>	<u>38,451</u>	<u>100.0%</u>

<u>Age</u>	Fall 2010		Fall 2009		Fall 2008		Fall 2007		Fall 2006	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 17	1,093	1.9%	768	1.5%	468	1.0%	390	0.9%	83	0.2%
17	1,853	3.2%	2,047	3.9%	1,675	3.7%	1,609	3.8%	715	1.9%
18	5,858	10.1%	5,637	10.8%	5,146	11.4%	4,871	11.5%	4,597	12.0%
19-21	16,736	28.8%	15,610	29.8%	14,218	31.4%	13,326	31.4%	12,310	32.1%
22-24	9,340	16.1%	8,156	15.6%	7,136	15.7%	6,794	16.0%	6,273	16.3%
25-30	10,303	17.7%	8,737	16.7%	7,228	15.9%	6,611	15.6%	6,159	16.0%
31-35	4,668	8.0%	4,046	7.7%	3,306	7.3%	3,012	7.1%	2,825	7.3%
36-50	6,823	11.8%	6,095	11.6%	5,157	11.4%	4,941	11.6%	4,671	12.1%
51-64	1,277	2.2%	1,145	2.2%	906	2.0%	799	1.9%	737	1.9%
65 and Older	100	0.2%	108	0.2%	85	0.2%	65	0.2%	81	0.2%
Total	<u>58,051</u>	<u>100.0%</u>	<u>52,349</u>	<u>100.0%</u>	<u>45,325</u>	<u>100.0%</u>	<u>42,418</u>	<u>100.0%</u>	<u>38,451</u>	<u>100.0%</u>

Average Age	25.6	25.6	25.3	25.3	25.6
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Source:
CBM001

Note:
A change in administrative software changed the data accumulation beginning Fall 2004.

Fall 2005		Fall 2004		Gender	Fall 2003		Fall 2002		Fall 2001	
Number	Percent	Number	Percent		Number	Percent	Number	Percent	Number	Percent
22,869	59.3%	24,946	65.2%	Female	20,360	58.8%	19,053	58.0%	17,300	57.4%
15,719	40.7%	13,328	34.8%	Male	14,293	41.2%	13,776	42.0%	12,820	42.6%
<u>38,588</u>	<u>100.0%</u>	<u>38,274</u>	<u>100.0%</u>	Total	<u>34,653</u>	<u>100.0%</u>	<u>32,829</u>	<u>100.0%</u>	<u>30,120</u>	<u>100.0%</u>

				Ethnic Origin	Fall 2003		Fall 2002		Fall 2001	
Number	Percent	Number	Percent		Number	Percent	Number	Percent	Number	Percent
24,152	62.6%	24,271	63.4%	White	22,312	64.4%	21,684	66.0%	20,245	67.2%
6,310	16.3%	5,832	15.2%	Hispanic	5,282	15.2%	4,656	14.2%	4,132	13.7%
5,366	13.9%	5,348	14.0%	African American	4,666	13.5%	4,175	12.7%	3,634	12.1%
2,058	5.3%	1,989	5.2%	Asian	1,912	5.5%	1,859	5.7%	1,734	5.7%
214	0.6%	233	0.6%	Native American	261	0.8%	249	0.8%	228	0.8%
488	1.3%	601	1.6%	Other	220	0.6%	206	0.6%	147	0.5%
<u>38,588</u>	<u>100.0%</u>	<u>38,274</u>	<u>100.0%</u>	Total	<u>34,653</u>	<u>100.0%</u>	<u>32,829</u>	<u>100.0%</u>	<u>30,120</u>	<u>100.0%</u>

				Age	Fall 2003		Fall 2002		Fall 2001	
Number	Percent	Number	Percent		Number	Percent	Number	Percent	Number	Percent
95	0.3%	75	0.2%	Under 21	12,257	35.4%	11,690	35.6%	10,948	36.3%
682	1.8%	690	1.8%	21-25	10,242	29.5%	9,540	29.1%	8,423	28.0%
4,464	11.6%	4,422	11.5%	26-30	3,991	11.5%	3,739	11.4%	3,363	11.2%
12,664	32.8%	12,511	32.7%	31-35	2,755	7.9%	2,565	7.8%	2,353	7.8%
6,576	17.0%	6,481	16.9%	36-40	2,002	5.8%	1,957	5.9%	1,882	6.2%
5,959	15.4%	5,776	15.1%	41-45	1,583	4.6%	1,568	4.8%	1,466	4.9%
2,906	7.5%	2,916	7.6%	Over 45	1,823	5.3%	1,770	5.4%	1,685	5.6%
4,412	11.4%	4,653	12.2%	Total	<u>34,653</u>	<u>100.0%</u>	<u>32,829</u>	<u>100.0%</u>	<u>30,120</u>	<u>100.0%</u>
758	2.0%	690	1.8%							
72	0.2%	60	0.2%							
<u>38,588</u>	<u>100.0%</u>	<u>38,274</u>	<u>100.0%</u>							

25.5

25.5

Average Age

26.2

26.2

26.1

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 17
TRANSFER TO SENIOR INSTITUTIONS
2009-2010 GRADUATES, COMPLETERS AND NON-RETURNERS
(INCLUDES ONLY PUBLIC SENIOR COLLEGES IN TEXAS)
(UNAUDITED)**

	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all Transfer Students	% of all Transfer Students
Universities:					
Angelo State University	36	2	4	42	0.31%
Lamar University	15		3	18	0.13%
Midwestern State University	122	33	7	162	1.18%
Prairie View A&M University	38	14	8	60	0.44%
Sam Houston State University	55	14	3	72	0.53%
Stephen F. Austin State University	237	24	27	288	2.11%
Sul Ross State University	3	1	2	6	0.04%
Tarleton State University	450	98	48	596	4.36%
Texas A&M University International University	2			2	0.01%
Texas A&M University	672	16	32	720	5.26%
Texas A&M University-Central Texas	2	3	1	6	0.04%
Texas A&M University-Commerce	86	16	17	119	0.87%
Texas A&M University-Corpus Christi	16	8	1	25	0.18%
Texas A&M University-Kingsville	4		1	5	0.04%
Texas A&M University-Texarkana		1		1	0.01%
Texas A&M University- Galveston	15			15	0.11%
Texas A&M University- San Antonio		1		1	0.01%
Texas Southern University	15	2	2	19	0.14%
Texas State University	256	9	31	296	2.16%
Texas Tech University	608	49	54	711	5.20%
Texas Woman's University	669	119	43	831	6.08%
The University of Texas at Arlington	5,047	876	440	6,363	46.52%
The University of Texas at Austin	478	20	14	512	3.74%
The University of Texas at Brownsville	2	2		4	0.03%
The University of Texas at Dallas	128	4	14	146	1.07%
The University of Texas at El Paso	6	1	2	9	0.07%
The University of Texas-Pan American	3	3		6	0.04%
The University of Texas at San Antonio	39	2	3	44	0.32%
The University of Texas at Tyler	51	4	3	58	0.42%
The University of Texas of the Permian Basin	11	1		12	0.09%
University of Houston	107	4	6	117	0.86%
University of Houston- Downtown	4	4		8	0.06%
University of Houston at Clear Lake	3			3	0.02%
University of Houston at Victoria	11		2	13	0.10%
University of North Texas	1,890	176	194	2,260	16.52%
University of North Texas at Dallas	92	5	14	111	0.81%
West Texas A&M University	16		1	17	0.12%
Total	11,189	1,512	977	13,678	100.00%

Source:

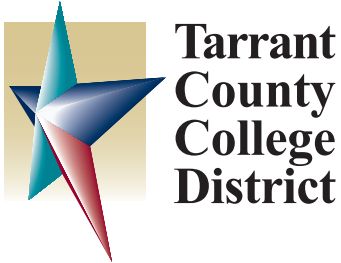
<http://www.txhighereddata.org/reports/performance/ctcasalf/ctcaddl/>

**TARRANT COUNTY COLLEGE DISTRICT
STATISTICAL SUPPLEMENT 18
CAPITAL ASSET INFORMATION
LAST SIX FISCAL YEARS
(UNAUDITED)**

	2011	2010	2009	2008	2007	2006 (a)
Academic Buildings	79	60	52	41	40	42
Square footage	2,167,963	2,030,332	2,021,500	1,625,000	1,611,000	1,611,000
Libraries	5	5	5	4	4	4
Square footage	127,000	127,000	127,000	113,000	113,000	113,000
Number of Volumes	266,019	253,989	237,318	212,591	249,630	255,062
Administrative and support buildings	13	11	10	8	8	8
Square footage	77,400	70,500	69,000	66,000	66,000	66,000
Dining Facilities	6	5	5	4	4	4
Square footage	80,109	79,000	79,000	61,000	61,000	61,000
Average daily customers	2,345	2,230	1,308	1,380	1,208	1,075
Athletic Facilities	13	13	13	12	12	12
Square footage	172,000	172,000	172,000	166,000	166,000	166,000
Gymnasiums	4	4	4	4	4	4
Fitness Centers	5	5	5	4	4	4
Tennis Courts	3	3	3	2	2	4
Plant facilities	12	11	11	10	10	11
Square footage	97,100	91,000	91,000	56,000	56,000	56,000
Transportation						
Cars	52	44	44	41	41	22
Light Trucks/Vans	112	127	130	128	120	128

Note:

(a) The District previously did not present this schedule and chose to implement prospectively.



**Tarrant
County
College
District**

Federal Single Audit Section

**TARRANT COUNTY COLLEGE DISTRICT
SCHEDULE E
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED AUGUST 31, 2011**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass Through Grantor's Number	Pass Through Disbursements and Expenditures
U.S. DEPARTMENT OF EDUCATION			
Federal Direct Programs:			
Student Financial Assistance Cluster			
Federal Supplemental Educational Opportunity Grant	84.007		\$ 917,006
Federal Work Study Program	84.033		546,856
Federal Pell Grant Program	84.063		79,890,877
Federal Direct Student Loans	84.268		27,761,464
Academic Competitiveness Grants	84.375		1,271,822
Higher Education Institutional Aid	84.031A		312,259
TRIO Cluster			
TRIO Student Support Services	84.042A		255,431
TRIO Upward Bound	84.047A		674,350
Total Direct from U.S. Department of Education			111,630,065
Pass-Through from:			
Texas Education Agency			
Adult Education - Basic Grants to States	84.002	220-905	210,907
Texas Higher Education Coordinating Board			
Career and Technical Education - Basic Grants to States	84.048	114242	982,393
Career and Technical Education - Basic Grants to States	84.048	111103	75,317
			1,057,710
Leveraging Educational Assistance Partnership	84.069A	9100081M	6,917
Special Leveraging Educational Assistance Partnership	84.069B	9100078M	9,877
College Access Challenge Grant Program	84.378	9105073M	6,000
ARRA - State Fiscal Stabilization Fund - Government Services	84.397A	S397A090044	43,583
Dallas County Community College District			
Tech-Prep Education	84.243	111707	183,519
Texas Education Agency			
Statewide Longitudinal Data System Grant	84.372	9106178M	10,000
Office of the Governor			
ARRA - State Fiscal Stabilization Fund - Government Services	84.397A	3002666	1,811,350
Total U.S. Department of Education			114,969,928

**TARRANT COUNTY COLLEGE DISTRICT
SCHEDULE E
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED AUGUST 31, 2011**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass Through Grantor's Number	Pass Through Disbursements and Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Pass-Through From:			
Stephen F. Austin State University Higher Education Challenge Grants - Virtual Reach	10.217	2009-38411-19764	7,551
Texas Workforce Commission State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	0511ATP000	<u>23,963</u>
Total U.S. Department of Agriculture			31,514
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Pass-Through from:			
Water from the Rock Community Development Block Grants/Entitlement Grants	14.218		17,429
U.S. DEPARTMENT OF LABOR			
Pass-Through from:			
North Central Texas Council of Governments Community Based Job Based Training	17.269	CB20564-10-60-A-48	374,435
Texas Workforce Commission WIA Cluster WIA Dislocated Workers	17.278	0510WSW000	248,195
Apprenticeship -WIA Dislocated Workers	17.278	0511ATP000	<u>99,485</u>
			347,680
Total U. S. Department of Labor			722,115
U.S. GENERAL SERVICES ADMINISTRATION			
Pass-Through from:			
Texas General Services Commission Donation of Federal Surplus Personal Property	39.003		69,900
U.S. SMALL BUSINESS ADMINISTRATION			
Pass-Through from:			
North Texas Small Business Development Center Small Business Development Centers	59.037	1-603001-Z-0046-25	128,905
Small Business Development Centers	59.037	0-603001-Z-0046-24	<u>562</u>
			129,467

**TARRANT COUNTY COLLEGE DISTRICT
SCHEDULE E
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED AUGUST 31, 2011**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass Through Grantor's Number	Pass Through Disbursements and Expenditures
DEPARTMENT OF ENERGY			
Pass-Through from:			
Texas Comptroller of Public Accounts			
ARRA - State Energy Program	81.041	CS0093	325,845
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION			
National Historical Publication and Records Grants	89.003	NAR10-RB-50107-10	11,717
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Pass-Through from:			
Texas Education Agency			
Temporary Assistance for Needy Families	93.558	220-905	19,948
NATIONAL INSTITUTE OF GENERAL MEDICAL SCIENCES			
Pass-Through from:			
Texas Woman's University			
Biomedical Research and Research Training	93.859	2R25GM58397-07	<u>12,252</u>
Total Federal Financial Assistance			<u><u>\$ 116,310,115</u></u>

See Notes to Schedule on Following Page

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

NOTE 1: Federal Assistance Reconciliation

Federal Revenues – per Schedule of Expenditures of Federal Awards:

Federal Grants and Contracts – per Schedule A	\$ 3,738,898
Federal Grants and Contracts – per Schedule C	84,809,753
Direct Loans	<u>27,761,464</u>

Total Federal Revenues per Schedule of Expenditures of Federal Awards \$116,310,115

NOTE 2: Significant Accounting Policies Used in Preparing the Schedule

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

NOTE 3: Student Loans Processed and Administrative Costs Recovered

<u>Federal Grantor/ CFDA Number/Program Name</u>	<u>New Loans Processed</u>	<u>Admin Cost Recovered</u>	<u>Total Loans Processed & Admin Cost Recovered</u>
U.S. Department of Education:			
84.268 Direct Loans	<u>\$27,761,464</u>	<u>\$ -</u>	<u>\$ 27,761,464</u>

NOTE 4: Non-monetary Assistance

Noncash expenditures of \$69,900 for CFDA No. 39.003, Donation of Federal Surplus Personal Property Program, represent 23.3% of the original acquisition cost of the donated federal surplus property obtained during the fiscal year.



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

To the Board of Trustees
Tarrant County College District

We have audited the financial statements of Tarrant County College District (the District) as of and for the year ended August 31, 2011, and have issued our report thereon dated December 13, 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 District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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

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

Texas Public Funds Investment Act

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

To the Board of Trustees
Tarrant County College District

Page 2

Compliance and Other Matters

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

We also noted certain other matters that we reported to management of the District in a separate letter dated December 13, 2011.

This report is intended solely for the information and use of the Board of Trustees, 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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
December 13, 2011



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

To the Board of Trustees
Tarrant County College District

Compliance

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

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

In our opinion, the District 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 programs for the year ended August 31, 2011.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal 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, 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 District's internal control over compliance.

To the Board of Trustees
Tarrant County College District

Page 2

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

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

This report is intended for the information and use of the Board of Trustees, 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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
December 13, 2011

**TARRANT COUNTY COLLEGE DISTRICT
FEDERAL SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2011**

Section I. Summary of Auditor's Results

Financial Statements

The type of auditor's report issued: Unqualified

Internal Control over Financial reporting:

- Material weakness(es) identified _____ yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X no
- Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified _____ yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X no

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? _____ yes X no

Identification of major programs:

Student Financial Assistance Cluster
ARRA – State Fiscal Stabilization Fund - Government Services
TRIO Cluster
ARRA – State Energy Program
Higher Education Institutional Aid
Community Based Job Training

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

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

**TARRANT COUNTY COLLEGE DISTRICT
FEDERAL SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2011**

Section II. Financial Statement Findings

There were no findings relating to internal control or compliance which are required to be reported in accordance with Government Auditing Standards.

Section III. Federal Award Findings and Questioned Costs

There were no findings relating to internal control or compliance which are required to be reported in accordance with U.S. Office of Management and Budget Circular A-133.

Section IV. Corrective Action Plan

The current year audit of federal awards disclosed no findings that require a corrective action plan.

Section V. Prior Year Audit Findings

- 10-01 Condition: We noted instances in which the District's procurement process was not in compliance with regulatory requirements in regards to competitive bidding.
- Recommendation: We recommend that the District ensure that its procurement process includes personnel sufficiently knowledgeable with state procurement statutes to ensure that competitive bidding requirements have been satisfied.
- Current Status: No similar findings were noted in 2011 audit.

State Single Audit Section

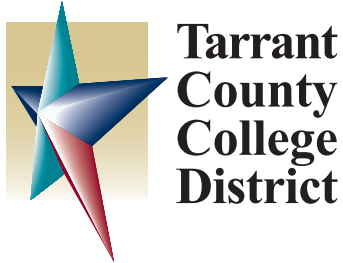
**TARRANT COUNTY COLLEGE DISTRICT
SCHEDULE F
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED AUGUST 31, 2011**

<u>Grant Agency / Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
TEXAS WORKFORCE COMMISSION		
Apprenticeship	0511ATP000	\$ 157,333
Apprenticeship	0510ATP000	15,696
Skills Development Aerospace Manufacturing Consortium	0509SDF001	519,957
		<u>692,986</u>
Pass Through from:		
Texas State Technical College		
Skills Development Fund - Hospital Corporation of America	1310SDF000	<u>768,896</u>
Total Texas Workforce Commission		1,461,882
TEXAS EDUCATION AGENCY		
Adult Basic Education Program	220-905	36,223
TEXAS COMPTROLLER OF PUBLIC ACCOUNTS		
Law Enforcement Office Standards and Education	9P110538	1,985
Jobs and Education for Texans	911JET16	66,106
JET Job Building Fund - Equipment	4776-15	275,267
JET Launchpad Project SWEET	4777-6	168,375
Total Texas Comptroller of Public Accounts		<u>511,733</u>
TEXAS HIGHER EDUCATION COORDINATING BOARD		
Work Study	9100106M	137,578
Be On Time	9100038H	83,197
Toward Excellence, Access and Success Grant I	9100088M	2,531,644
Texas Equalization Opportunity Grant	9100084M	536,860
Texas State Nursing	9100405M	13,500
P16 College Readiness	9803526M	4,895
Professional Nursing Shortage Reduction - 2010	9000913M	141,521
Professional Nursing Shortage Reduction - 2011	9106843M	2,025
Professional Nursing Shortage Over 70% Program - 2011	9105206M	19,435
Accelerated Developmental Education Pilot Project - ModMath	9000874M	1,278
P-16 Developmental Education Demonstration Project and Adult Basic Education	9104938M	451,312
Top 10% Scholarship	9100473M	65,252
Hinson-Hazelwood CAL	9100710H	5,782
Texas Armed Services	9102272H	6,897
Early High School Graduation	9100099M	251,476
Educational Aide Exemption Program	9100230M	51,915

TARRANT COUNTY COLLEGE DISTRICT
SCHEDULE F
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED AUGUST 31, 2011

<u>Grant Agency / Program Title</u>	<u>Grant Contract Number</u>	<u>Expenditures</u>
Pass Through from:		
El Paso Community College Community College Development Education Initiative Program		38,018
Texas State University - San Marcos Success Initiative I - SIDE-M	8000001440.5A	5,311
University of Texas at San Antonio TexPrep Southeast		<u>7,290</u>
Total Texas Higher Education Coordinating Board		4,355,186
DALLAS COUNTY COMMUNITY COLLEGE		
Small Business Development Center	1-603001-Z-0046-25	<u>38,446</u>
Total Dallas County Community College		<u>38,446</u>
Total State Financial Assistance		<u><u>\$ 6,403,470</u></u>

See Notes to Schedule on Following Page



**Tarrant
County
College
District**

**TARRANT COUNTY COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF STATE AWARDS**

NOTE 1: State Assistance Reconciliation

State Revenues – per Schedule of Expenditures of State Awards:

State Grants and Contracts – per Schedule A	<u>\$ 6,403,470</u>
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Total State Revenues per Schedule of Expenditures of State Awards	<u>\$ 6,403,470</u>
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NOTE 2: Significant Accounting Policies Used in Preparing the Schedule

The expenditures included in the schedule are reported for the District's fiscal year. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds, which have been expended by the District for the purposes of the award. The expenditures reported above may not have been reimbursed by the funding agencies as of the end of the fiscal year. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. Management believes they have followed all applicable guidelines issued by various entities in the preparation of the schedule.



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 UGMS SINGLE AUDIT CIRCULAR

To the Board of Trustees
Tarrant County College District

Compliance

We have audited the compliance of Tarrant County College District (the District) with the types of compliance requirements described in the Texas Governor's Office of Budget and Planning, *Uniform Grant Management Standards (UGMS)* which includes the *State of Texas Single Audit Circular* that could have a direct and material effect on each of its major state programs for the year ended August 31, 2011. The District's major state programs are identified in the summary of auditor's results section of the accompanying State Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major state programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *UGMS State of Texas Single Audit Circular*. Those standards and UGMS 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 state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, the District 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 state programs for the year ended August 31, 2011.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major 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 the Texas Governor's Office of Budget and Planning, *Uniform Grant Management Standards (UGMS)* which includes 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 District's internal control over compliance.

To the Board of Trustees
Tarrant County College District

Page 2

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 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 state program will not be prevented, or detected and corrected, on a timely basis.

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

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
December 13, 2011

**TARRANT COUNTY COLLEGE DISTRICT
STATE SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2011**

Section I. Summary of Auditor's Results

Financial Statements

The type of auditor's report issued: Unqualified

Internal Control over Financial reporting:

- Material weakness(es) identified _____ yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X no
- Noncompliance material to financial statements noted? _____ yes X no

State Awards

Internal control over major programs:

- Material weakness(es) identified _____ yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of the Uniform Grant Management Standards Single Audit Circular? _____ yes X no

Identification of major programs:

Skills Development Fund – Hospital Corporation of America
P-16 Developmental Education Demonstration Project and Adult Basic Education
Toward Excellence, Access and Success Grant I

**TARRANT COUNTY COLLEGE DISTRICT
STATE SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2011**

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

Auditee qualified as low-risk auditee? yes no

Section II. Financial Statement Findings

There were no findings relating to internal control or compliance which are required to be reported in accordance with Government Auditing Standards.

Section III. State Award Findings and Questioned Costs

There were no findings relating to internal control or compliance which are required to be reported in accordance with Government Auditing Standards and UGMS.

Section IV. Corrective Action Plan

The current year audit of state awards disclosed no findings that require a corrective action plan.

Section V. Prior Year Audit Findings

10-01 Condition: The District charged expenditures in the amount of \$22,794 to the Skills Development Manufacturing Consortium grant that were not allowable according to contract terms.

Recommendation: We recommend that the District ensure that personnel with the responsibility of approval of grant expenditures are knowledgeable about the terms of the grant and that their review is rigorous and detailed enough to detect any items that are not in compliance with the contract terms.

Current Status: No similar findings were noted in 2011 audit.



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