

# ODESSA COLLEGE



**FINANCIAL STATEMENTS AND REPORT  
OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS  
Odessa Junior College District  
August 31, 2010 and 2009**

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**ODESSA JUNIOR COLLEGE DISTRICT**

**ORGANIZATIONAL DATA**

**For the Year Ended August 31, 2010**

**BOARD OF TRUSTEES**



**OFFICERS**

Mr. Walter Smith	President
Mr. David R. Turner	Vice President
Ms. Ray Ann Zant	Secretary
Mr. Gary S. Johnson	Assistant Secretary

**MEMBERS**

**TERM EXPIRES MAY,**

Mr. Richard C. Abalos	Odessa, Texas	2016
Dr. Tara Deaver	Odessa, Texas	2016
Mr. Gary S. Johnson	Odessa, Texas	2014
Mr. Ralph M. McCain	Odessa, Texas	2012
Mr. JE "Coach" Pressly	Odessa, Texas	2014
Mr. Bruce Shearer	Odessa, Texas	2016
Mr. Walter Smith	Odessa, Texas	2012
Mr. David R. Turner	Odessa, Texas	2012
Ms. Ray Ann Zant	Odessa, Texas	2014



**PRINCIPAL ADMINISTRATIVE & FINANCIAL OFFICERS**

Dr. Gregory D. Williams	President
Dr. David R. Bauske	Vice President for Student Services
Ms. Virginia E. Chisum, CPA	Vice President for Business Affairs
Dr. Ken Tunstall	Vice President of Instruction
Dr. Tanya Hughes	Chief of Staff
Ms. Courtney Wardlaw	Executive Director of Resource Development
Ms. Connie May	Executive Director of Financial Services



# JOHNSON MILLER & CO., CPA's PC

*Certified Public Accountants*

*A Professional Corporation*

*An Independent Member Of BDO Seidman Alliance*

Odessa, Texas  
Midland, Texas  
Hobbs, New Mexico

## **Report of Independent Certified Public Accountants on Basic Financial Statements and Supplemental Information**

The Board of Trustees  
Odessa Junior College District  
Odessa, Texas

We have audited the accompanying financial statements of Odessa Junior College District (the "District") as of and for the years ended August 31, 2010 and 2009 which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these basic 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 basic 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 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 previously present fairly, in all material respects, the respective financial position of the District as of August 31, 2010 and 2009, and the results of its operations and 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 a report dated December 2, 2010 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

The Management's Discussion and Analysis and statistical supplement on pages 4 through 15 and 54 through 71 are not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedules of expenditures of federal awards are presented for purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. In addition, the supplementary data presented in schedules A, B, C, D, E and F is presented for additional purposes and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in blue ink that reads "Johnson Miller & Co., CPA's PC". The signature is written in a cursive, flowing style.

Odessa, Texas  
December 2, 2010

Management's Discussion and Analysis  
For the Period Ending August 31, 2010 (Unaudited)

**Management's Discussion and Analysis**

The Management's Discussion and Analysis provides an overview of the Odessa Junior College District's ("the District") financial activities for the years ended August 31, 2010 (Fiscal Year 2010), 2009 (Fiscal Year 2009), and 2008 (Fiscal Year 2008). In conformity with Government Accounting Standards Board (GASB) Statement No. 34, the discussion focuses on currently known facts, decisions, and conditions and is intended to assist the reader in the interpretation of the financial statements.

There are three basic financial statements presented: the Statement of Net Assets; the Statement of Revenues, Expenses and Changes in Net Assets; and the Statement of Cash Flows. These statements should be read in conjunction with the notes to the basic financial statements.

Some of the financial and enrollment highlights of Fiscal Year 2010 are as follows:

- The District's assets exceeded liabilities by \$30.4 million and \$29.2 million for the fiscal years ended August 31, 2010 and 2009 respectively. Of these amounts, unrestricted net assets were \$16.8 million and \$18.5 million for fiscal years 2010 and 2009, respectively.
- Capital Assets, net of depreciation, increased by \$1.3 million during fiscal year 2010 and by \$4.2 million during fiscal year 2009.
- Long-term liabilities decreased from \$21.5 million to \$19.7 million.
- At the end of the current fiscal year, total revenues exceeded total expenses by \$1.2 million.
- Student Pell Grant awards increased 39.1% in 2010, from \$4.6 million to \$6.4 million.
- Unduplicated headcount of students enrolled in credit classes increased by 9.1% from 6,690 in 2009 to 7,302 in 2010.
- Total contact hours from both credit and noncredit instruction increased by 13.0% from 2,135,942 in 2009 to 2,413,358 in 2010.

**The Statement of Net Assets**

The Statement of Net Assets reports the assets, liabilities, and net assets of the District as of the end of the fiscal year. It is a "point in time" financial statement; its purpose is to give the readers a snapshot of the financial condition of Odessa College on the last day of each fiscal year.

The Statement of Net Assets includes assets and liabilities, both current and non-current, and net assets. Current assets are those assets that are available to satisfy current liabilities, or liabilities that are due within one year. Non-current assets include capital assets, long-term investments, and other assets not classified as current. Non-current liabilities include bonds payable and other long-term commitments.

Management's Discussion and Analysis  
For the Period Ending August 31, 2010 (Unaudited)

**The Statement of Net Assets (Continued)**

The difference between total assets and total liabilities - net assets – is the amount of resources available to finance future activities. Over time, the increases and decreases in net assets is one indicator of whether the overall financial condition has improved or deteriorated during the year when considered with other factors such as enrollment, contact hours of instruction, student retention and other non-financial information.

Net assets are divided into three major categories. The first category, “Invested in Capital Assets, Net of Related Debt,” provides the District’s equity in property, plant and equipment. The next net asset category is “Restricted Net Assets.” These assets have external limitations on the way in which they may be used. The last category is “Unrestricted Net Assets.” They are available to use for any lawful purpose of the District.

**Condensed Statement of Net Assets  
(thousands of dollars)**

	<u>Year Ended August 31,</u>			<u>Increase (Decrease)</u>	
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2009 to 2010</u>	<u>2008 to 2009</u>
Current assets	\$ 17,807	\$ 21,197	\$20,386	\$ (3,390)	\$ 811
Capital assets, net of depreciation	28,249	26,955	22,744	1,294	4,211
Other non-current assets	14,055	12,877	13,244	1,178	(367)
<b>Total assets</b>	<b>60,111</b>	<b>61,029</b>	<b>56,374</b>	<b>(918)</b>	<b>4,655</b>
Current liabilities	9,986	10,307	7,047	(321)	3,260
Non-current liabilities	19,735	21,530	22,798	(1,795)	(1,268)
<b>Total liabilities</b>	<b>29,721</b>	<b>31,837</b>	<b>29,845</b>	<b>(2,116)</b>	<b>1,992</b>
Net Assets:					
Invested in capital assets, net of related debt	8,169	4,955	(976)	3,214	5,931
Restricted: nonexpendable	813	773	813	40	(40)
Restricted: expendable	4,633	4,953	5,496	(320)	(543)
Unrestricted	16,775	18,511	21,196	(1,736)	(2,685)
<b>Total net assets</b>	<b>\$ 30,390</b>	<b>\$ 29,192</b>	<b>\$ 26,529</b>	<b>\$ 1,198</b>	<b>\$ 2,663</b>

Figure 1

As shown in Figure 1 above, total assets decreased by \$0.9 million in fiscal year 2010 and increased by \$4.6 million in fiscal year 2009. During the same periods, total liabilities decreased by \$2.1 million in 2010 and increased by \$1.9 million in 2009. As a result, the total net assets increased by \$1.2 million in 2010 and by \$2.7 million in 2009.

### **The Statement of Net Assets (Continued)**

The current ratio, indicating the amount of current assets that could be quickly converted to cash if needed to pay current liabilities, decreased to 1.8 to 1 at August 31, 2010, compared to 2.1 to 1 at August 31, 2009 and 2.9 to 1 at August 31, 2008. An unexpected mid-year reduction of previously authorized state appropriations in the amount of \$514,911, or 5%, contributed to the decline of the current ratio for fiscal year 2010.

Current assets consist mainly of cash, short-term investments, prepayments, and receivables. During fiscal year 2010, current assets decreased by 16.0% from \$21.1 million to \$17.8 million primarily due to a \$2.7 million, or 18.0%, decrease in cash and cash equivalents. Accounts receivable also decreased by \$.8 million, or 17.3%.

- Cash and cash equivalents decreased due to payments made on capital construction projects and the reduction of state appropriations.
- The amount receivable from the Odessa College Foundation at August 31, 2010 was reduced from approximately \$728,000 at August 31, 2009 to approximately \$428,000 at August 31, 2010.
- Insurance proceeds from claims filed in fiscal year 2009 reduced the capital accounts receivable balances by approximately \$90,000.

Capital assets, net of depreciation, increased by \$1.3 million during fiscal year 2010, \$4.2 million during fiscal year 2009, and by \$699,000 in fiscal year 2008. In accordance with GASB Statements No. 34 and 35, the District does not record the cost of its capital assets as an expense at the time of acquisition/completion of the asset, but rather shows the expense systematically over the expected life of the asset as depreciation expense. The purchases of land, building improvements, and equipment continue to exceed annual depreciation charges each year.

Current liabilities decreased by \$0.3 million and increased \$3.3 million in fiscal year 2010 and 2009, respectively. The major contributing factors were decreases in accounts payable, funds held for others and the current portions of the bonds payable. These decreases were offset by increases in compensated absences and deferred tuition.

- Accounts payable recorded a decrease of \$623,038 for fiscal year 2010 due to completion of several capital construction projects on campus. Accounts payable had increased in fiscal year 2009 by \$1.7 million because of multiple large year-end invoices related to ongoing capital construction projects.
- The current portion of bonds payable decreased in fiscal year 2010 due to scheduled debt service payments. In fiscal year 2009 the current portion of bonds payable increased by \$400,000 because of the refunding of the College's 1998A Series bonds. The new bonds carry a lower interest rate so a larger portion of the annual payment will be applied to the principle of the debt.

### **The Statement of Net Assets (Continued)**

- The accrual for compensable absences increased by \$161,608. Odessa College adopted a new vacation policy in fiscal year 2009 which allows employees to accumulate up to 150% of their annual accrued vacation hours. The previous policy allowed accumulation of only 50% of residual time available. Fiscal year 2009 logged an increase of \$176,433 for the same reason.
- Deferred tuition increased by \$417,098 due to record enrollment and a tuition increase of \$5 per semester hour for in-district students and \$10 per semester hour of out-of-district students.

Non-current liabilities decreased by \$1.8 million during fiscal year 2010 and \$1.2 million in 2009.

- The decrease for fiscal year 2010 was due to scheduled bond payments.
- The decrease for fiscal year 2009 was also the result of scheduled payments of outstanding bonds and the refunding of the 1998A Series bonds.

Investment in capital assets (net of related debt) increased by \$3.2 million and \$5.9 million in 2010 and 2009, respectively, as a combined result of capital purchases and principal payment on related bond debt.

The decrease in unrestricted net assets of \$1.7 million and the decrease of \$0.3 million in expendable restricted net assets was due to cash expenditures for capital construction and deferred maintenance expenditures in fiscal year 2010. The decreased can be attributed to the following:

- Purchase of two portable buildings to meet the demand of increasing enrollment.
- Unplanned mold abatement.
- Pathway lighting project
- Storefront replacement project
- Roof coping replacement on the ET Building and Wilkerson Hall
- Completion of renovations to the Student Success Center, Saulsbury Center (pictured on cover), Graham Ranch Center, Cosmetology classrooms, Wrangler Express, and Children's Center Playground.

### **The Statement of Revenues, Expenses, and Changes in Net Assets**

The Statement of Revenues, Expenses, and Changes in Net Assets focuses on the "bottom line results" of the District's operations. This approach summarizes and simplifies the user's analysis of the cost of various District services to its students and the burden to the public. The statement is divided into (a) Operating Revenues and Expenses and (b) Non-Operating Revenues and Expenses.

**The Statement of Revenues, Expenses, and Changes in Net Assets (Continued)**

Generally, operating revenues are received for providing goods and services to the various customers of the District. Operating expenses are those paid to acquire or produce the goods and services provided in return for the operating revenues and to carry out the District's mission. Non-operating revenues are funds received for which goods and services are not directly provided to those providing the revenue, e.g. the state legislature, local ad valorem taxpayers, federal Title IV grant funds, and investment portfolios.

Odessa College, like all other Texas community colleges, is primarily dependent upon three sources of revenue: state appropriations, tuition and fees, and local property taxes. Since state appropriations, property taxes, and Title IV federal grants are classified as non-operating revenues (per the GASB requirement), all Texas community colleges will generally display an operating deficit before taking into account other support. Essentially, this operating deficit represents the net cost of services to students that must be covered by state appropriations, local property taxation, and other sources of revenue. Therefore, total revenues and total expenses should be considered in assessing the change in the District's financial position.

Management's Discussion and Analysis  
For the Period Ending August 31, 2010 (Unaudited)

**Condensed Statement of Revenues, Expenses and Changes in Net Assets  
(thousands of dollars)**

	<u>Year Ended August 31,</u>			<u>Increase (Decrease)</u>	
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2009 to 2010</u>	<u>2008 to 2009</u>
<b>Operating revenues (Graph 1)</b>					
Tuition and fees (net of discounts)	\$ 4,661	\$ 3,788	\$ 3,595	\$873	\$193
Grants and contracts	4,044	4,196	3,953	(152)	243
Other	1,753	1,640	1,603	113	37
Total operating revenue	<u>10,458</u>	<u>9,624</u>	<u>9,151</u>	<u>834</u>	<u>473</u>
<b>Operating expenses (Graph 3)</b>					
Instruction	14,381	13,461	12,698	920	763
Public Service	1,332	1,351	1,532	(19)	(181)
Academic Support	4,006	4,219	3,732	(213)	487
Student Services	3,333	3,109	3,175	224	(66)
Institutional Support	6,089	5,210	4,606	879	604
Operations & Maint of Plant	5,036	5,015	5,021	21	(6)
Scholarship & Fellowships	4,703	3,622	2,926	1,081	696
Auxiliary Enterprises	1,685	1,707	1,597	(22)	110
Depreciation	1,315	1,084	990	231	94
	<u>41,880</u>	<u>38,778</u>	<u>36,277</u>	<u>3,102</u>	<u>2,501</u>
Operating loss	(31,422)	(29,154)	(27,126)	(2,268)	(2,028)
<b>Non-operating revenue/(expense) (Graph 2)</b>					
State appropriation	10,873	11,388	11,302	(515)	86
Ad valorem taxes	15,153	15,399	14,058	(246)	1,341
Federal Revenue, non operating	6,440	4,631	3,313	1,809	1,318
Interest on debt	(650)	(1,461)	(1,257)	811	(204)
Other	789	1,255	2,229	(466)	(974)
Total non-operating income	<u>32,605</u>	<u>31,212</u>	<u>29,645</u>	<u>1,393</u>	<u>1,567</u>
Capital grants and gifts	15	605	210	(590)	395
<b>Increase in net assets</b>	<u>1,198</u>	<u>2,663</u>	<u>2,729</u>	<u>(1,465)</u>	<u>(66)</u>
Net assets, beginning of year	<u>29,192</u>	<u>26,529</u>	<u>23,800</u>	<u>2,663</u>	<u>2,729</u>
Net assets, end of year	<u>\$ 30,390</u>	<u>\$ 29,192</u>	<u>\$ 26,529</u>	<u>\$ 1,198</u>	<u>\$ 2,663</u>

Figure 2

**The Statement of Revenues, Expenses, and Changes in Net Assets (Continued)**

Key factors impacting revenues shown in Figure 2, and Graphs 1 and 2:

- Tuition revenue increased by \$873,648, or 23.1%, and is attributable to an increase in student enrollment and higher tuition rates for the spring 2010. Tuition revenue increased by \$193,000, or 5.4% in fiscal year 2009 due to increased student enrollment and higher tuition rates for the spring of 2009.
- State Grants and Contracts revenue decreased by \$72,330, or 14.8%, due to decline in number of awards to renewal students for Texas Grant and TEOG. In addition, the Nursing Shortage grant revenue decreased due to grant funded nursing faculty position vacancies.
- Sales and Services of Education Activities revenue increased by \$36,260, or 14.4%, due to increases in Children's Center revenue, Cosmetology revenue, and hay sales.
- Other Operating Revenue increased \$67,664, or 12.7%. Increases in Community Recreation programs, Sponsorships, and Continuing Education Fees are responsible for this increase.
- State Appropriations decreased \$514,911, or 4.5% due to State mandated funding cuts during fiscal year 2010.
- Non-operating federal revenue increased 39.1% or \$1.8 million over 2009. The increase can be attributed to a 5.1% increase in Pell eligible students and a 13% increase in the maximum Pell award amount.
- Private Gifts increased \$126,651 or 68.5%, due to additional contributions for the Saulsbury Center capital campaign, Hext Family Foundation Scholarship donations, and athletic fundraisers.
- Non-operating Investment income decreased by \$810,916, or 55.5%, due to declining interest rates.
- Non-operating revenues were up in 2009 due to proceeds received from several insurance claims. In 2010, there were considerably fewer insurance claims which resulted in the 70.7%, or \$472,000, decline in revenues from 2009.
- Ad valorem tax revenue for fiscal year 2010 was slightly less, 1.6%, than fiscal year 2009 figures, although the tax rate remained constant. The largest percentage of the decrease is attributable to a decline in mineral taxable values. This decline was largely attributable to a change in the valuation methodology implemented by the State Comptroller's Office. In fiscal year 2009, ad valorem tax revenue increased \$1.3 million, or 9.5%, over the period fiscal year. The tax rate remained level at 0.1624 for fiscal years 2010 and 2009. The fiscal year 2009 tax rate decreased 10.6% from .1817 cents in 2008 to .1624 cents in 2009. The overall net taxable values decreased by 0.98% in 2010 and increased by 23.2% in 2009. Analyses of the components of net taxable values for fiscal years 2010 and 2009 are shown in Table 1.

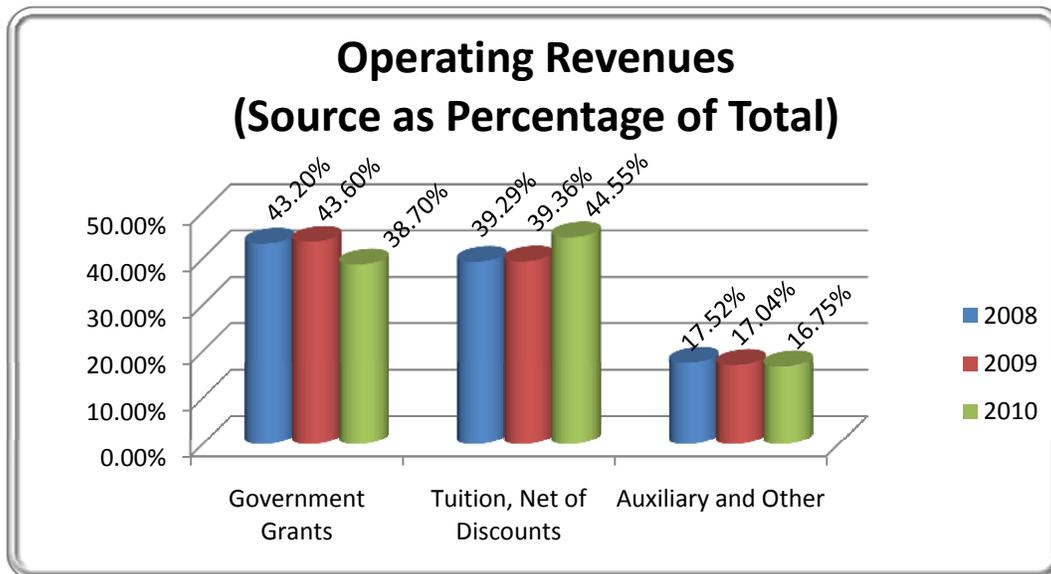
**The Statement of Revenues, Expenses, and Changes in Net Assets (Continued)**

Table 1

Category	FY 2010		FY 2009	
	% Increase (Decrease) in Net Taxable Values	% Increase (Decrease) in Tax Revenue	% Increase (Decrease) in Net Taxable Values	% Increase (Decrease) in Tax Revenue
Minerals	(16.6)	(16.6)	34.7	20.4
Residential	12.0	11.9	23.5	6.4
Commercial	11.1	11.0	13.9	(0.8)
Personal Property	6.1	6.9	14.8	3.8

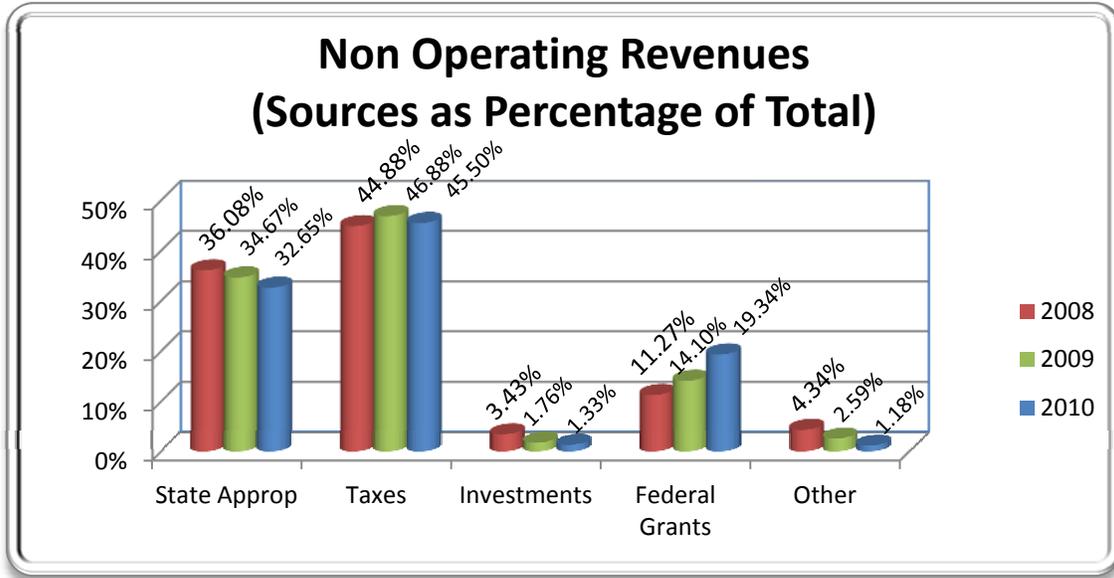
Graphs 1 and 2 illustrate the sources of operating and non-operating revenues for fiscal years 2010, 2009 and 2008. The current trend is an increasing percentage of revenue being provided by local property taxes, tuition, auxiliary and Title IV federal grants. Conversely, there is a downward trend in state appropriations, operating government grants, and investments as a percentage of total revenues.

Graph 1



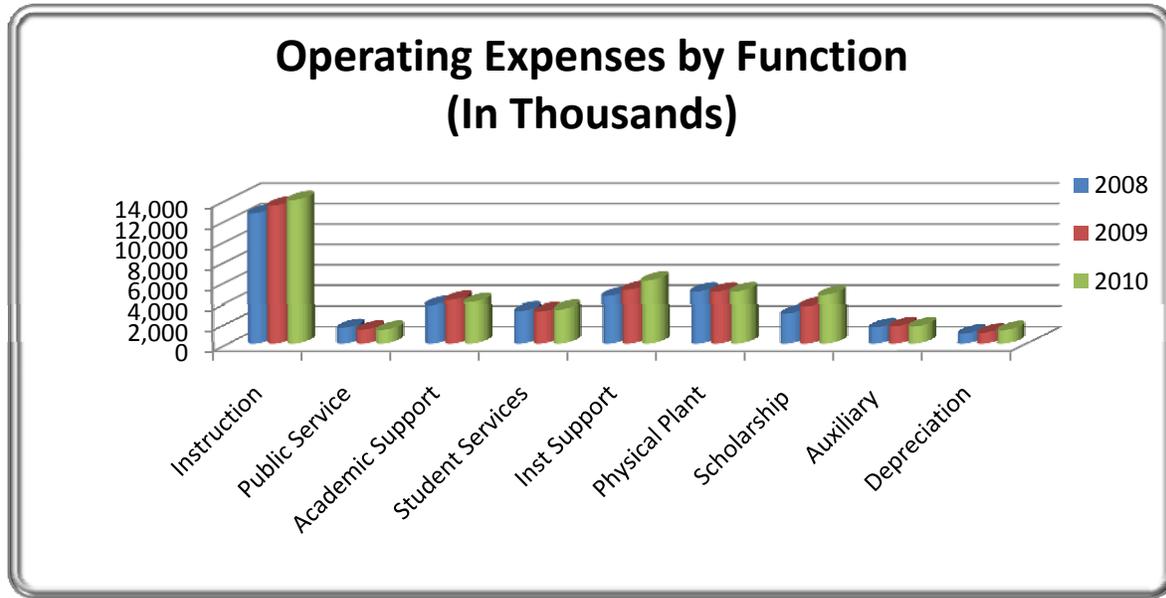
**The Statement of Revenues, Expenses, and Changes in Net Assets (Continued)**

Graph 2



Graph 3 compares operating expenses classified by functional category for fiscal years 2010, 2009 and 2008. Operating expenses for fiscal year 2010 increased \$3.1 million or 8.0% from fiscal year 2009. Fiscal year 2009 operating expenses increased by \$2.5, or 6.9%, over the 2008 fiscal year.

Graph 3



**The Statement of Revenues, Expenses, and Changes in Net Assets (Continued)**

Key factors impacting operating expenses by functional expense categories:

- Instruction expenditures increased 6.8% from \$13,460,114 in 2009 to \$14,381,577 in 2010. The increase can be partially attributed to equipment purchased for the physics, math, and science labs paid for with CCRA Pre-engineering federal grant funds. The remainder of the increase is in salaries. In addition to annual salary increases, overload and adjunct faculty pay increased as the result of a need for additional classes to accommodate increased enrollment.
- Institutional Support expenditures increased 16.9% from \$5,210,177 in 2009 to \$6,089,135 in 2010. The increase can be attributed to several factors. A change in vacation policy resulted in an increased of compensated absences of \$161,608. Software maintenance agreements have increased due to the ending of the Title V Co-op grant and the new enhancements to the college's administrative software system. Increased ad valorem tax valuation resulted in increased tax appraisal fees. Annual salary raises also contributed to the increase.
- Scholarships and Fellowships expenses increased by 29.9% from \$3,621,519 in 2009 to \$4,703,466 in 2010. The increase can be attributed to an increase in Title IV eligible student enrollment and an increase in the Pell maximum award.
- Depreciation expense increased by 21.3% from \$1,084,259 in 2009 to \$1,315,217 in 2010 due to first full year of depreciation for prior year construction projects and increases in capital assets.

**Capital Assets and Debt Administration**

**Capital Assets**

At August 31, 2010 and 2009, the District had \$28.2 million and \$26.9 million, respectively, invested in capital assets, net of accumulated depreciation. Details of these assets for fiscal year 2010, 2009, and 2008 are shown below in Figure 3.

**Capital Assets, Net of Depreciation  
(thousands of dollars)**

	<u>Year Ended August 31,</u>			<u>Increase (Decrease)</u>	
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2009 to 2010</u>	<u>2008 to 2009</u>
Land	\$ 3,866	\$ 3,866	\$ 3,004	\$ -0-	\$ 862
Buildings and improvements	29,006	25,821	25,164	3,185	657
Other improvements and related construction in progress	6,615	8,353	5,477	(1,738)	2,876
Furniture and equipment	7,699	6,557	5,677	1,142	880
Library materials	2,393	2,373	2,358	20	15
Subtotal	<u>49,579</u>	<u>46,970</u>	<u>41,680</u>	<u>2,609</u>	<u>5,290</u>
Less: Accumulated depreciation	<u>(21,330)</u>	<u>(20,015)</u>	<u>(18,936)</u>	<u>(1,315)</u>	<u>(1,079)</u>
Net Capital Assets	<u>\$ 28,249</u>	<u>\$ 26,955</u>	<u>\$ 22,744</u>	<u>\$ 1,294</u>	<u>\$ 4,211</u>

Figure 3

**Capital Assets and Debt Administration (Continued)**

**Capital Assets (Continued)**

Changes in net capital assets are the result of acquisitions, improvements, deletions, and changes in accumulated depreciation. The increase in Buildings and Improvements is comprised of the completion of several construction in progress projects. These projects included the Saulsbury Center (pictured on the front cover) construction, rebuilding of the Graham Center Ranch barn, remodel for Wrangler Express, remodel for Student Success Center, Children's Center Playground replacement, grant funded renovations to the Physics and Geology areas, and a trucking accident repair. Construction-in-Progress decreased dramatically due to the completion of the above mentioned projects. Furniture and Equipment increased as Perkins and CRRA Pre-engineering funds were used to purchase instructional equipment for several vocational programs and STEM courses. Accumulated Depreciation increased due to capitalization of completed construction in progress projects.

**Debt Administration**

The District had outstanding debt of \$21,063,409 and \$22,898,654 as of August 31, 2010 and 2009, respectively. The decrease of debt in the amount of \$1,835,245 is the result of scheduled debt service and lease payments. On July 15, 2009, the District refunded its 1998A and 1998B Revenue Bonds which resulted in a net present value savings of \$1,708,424 and reduced the District's debt service payments over the next 11 years by approximately \$2,261,952. Overall, the refunding and lease payments reduced the debt for August 31, 2009 by \$1,458,487. Details of the outstanding long-term liabilities by type as of August 31, 2010, 2009, and 2008 can be seen below in Figure 4.

**Debt Administration  
(thousands of dollars)**

	Year Ended August 31,		
	2010	2009	2008
General Obligation Bonds	-	-	-
Revenue Bonds	20,800	22,720	24,280
Notes	263	179	77
	\$ 21,063	\$ 22,899	\$ 24,357

Figure 4

Standard & Poor's Ratings Services and Moody's Investors Service have assigned ratings of "AAA" and "Aa3", respectively, to the outstanding revenue bonds as a result of municipal bond insurance that guarantees the payment of principal and interest. The District's underlying rating for its revenue bonds is "A-" by S&P and "A2" by Moody's.

**Economic Factors That Will Affect the Future**

The economic position of the College is influenced in part by the economic position of the State of Texas and of Ector County. The State of Texas is currently experiencing budget shortfalls and the District, like all community colleges in the state, anticipate state appropriation shortfalls. Despite the leveling of the Ector County economy, Odessa College experienced record enrollment for fiscal year 2010 and projects the trend will continue into fiscal year 2011. Increased enrollment plus scheduled tuition rate increases for the spring of 2011 should result in higher tuition revenue for the District.

**Economic Factors That Will Affect the Future (Continued)**

The District relies heavily on ad valorem taxes and state appropriations as its main sources of income. The District has been fortunate to receive the benefits of increased property values in Ector County the previous two years and expects those values to remain strong for fiscal year 2011. State officials have communicated to the District to prepare for appropriation funding cuts for the next biennium. The District is committed to the legislative process and will continue to work with State leaders to enlighten them of the crucial role of community colleges for the State's economic future.

The District continues to add new programs, increase enrollment, and provide quality education and services to the community and surrounding areas in which it serves. While it is not possible to predict the effects of the current or future economic conditions, management believes the District has a solid and stable financial position and is well equipped to handle the increasing demands of services provided by community colleges. Odessa College is fortunate to have a strong and committed Board of Trustees who have an eye towards the future. In November 2010, Odessa College held a General Obligation Bond election for \$68.5 million dollars, which was approved overwhelmingly by voters. Odessa College is very excited to have such strong show of support from the citizens of Ector County and is looking forward to the opportunity to position itself for the future needs of students and the community.

Other than the above, the District is not aware of any currently known facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations during the current fiscal year.

## **FINANCIAL STATEMENTS**

**Odessa Junior College District**  
**STATEMENTS OF NET ASSETS**

**Exhibit 1**

**August 31,**

	<u>2010</u>	<u>2009</u>
<b>ASSETS:</b>		
<b>Current Assets</b>		
Cash and cash equivalents (Notes 2 and 4)	\$ 12,568,959	15,320,016
Accounts receivable, net (Note 14)	4,131,320	4,994,707
Inventories (Note 2)	7,107	4,377
Notes receivable – current, net	49,999	64,905
Prepaid items	1,009,118	780,445
Escrow deposits	<u>40,229</u>	<u>33,035</u>
<b>Total Current Assets</b>	<u>17,806,732</u>	<u>21,197,485</u>
<b>Noncurrent Assets:</b>		
Restricted cash and cash equivalents (Notes 2 and 4)	448,189	418,138
Endowment investments (Notes 2, 3 and 4)	813,107	773,550
Other long-term investments (Notes 2, 3 and 4)	11,520,291	10,300,740
Notes receivable – noncurrent, net	79,875	58,714
Unamortized bond issuance costs	1,193,810	1,326,456
Capital assets, net of accumulated depreciation (Notes 2 and 5)	<u>28,249,031</u>	<u>26,955,143</u>
<b>Total Noncurrent Assets</b>	<u>42,304,303</u>	<u>39,832,741</u>
<b>Total Assets</b>	<u>\$ 60,111,035</u>	<u>61,030,226</u>
<b>LIABILITIES:</b>		
<b>Current Liabilities:</b>		
Accounts payable (Note 14)	\$ 3,088,249	3,711,287
Accrued liabilities	218,280	88,453
Accrued compensable absences (Notes 6 and 12)	393,948	232,340
Funds held for others	46,479	352,276
Deferred revenue – tuition and fees (Note 2)	4,053,067	3,635,969
Deferred revenue – other (Note 2)	296,607	293,332
Capital lease payable – current portion (Notes 6 and 7)	94,448	73,996
Bonds payable – current portion (Notes 6, 7 and 8)	<u>1,795,000</u>	<u>1,920,000</u>
<b>Total Current Liabilities</b>	<u>9,986,078</u>	<u>10,307,653</u>
<b>Noncurrent Liabilities:</b>		
Capital lease payable – noncurrent (Notes 6 and 7)	168,961	104,658
Bonds payable – noncurrent (Notes 6, 7 and 8)	19,005,000	20,800,000
Unamortized bond premium	560,646	622,941
Other noncurrent liabilities (Note 6)	<u>106</u>	<u>2,114</u>
<b>Total Noncurrent Liabilities</b>	<u>19,734,713</u>	<u>21,529,713</u>
<b>Total Liabilities</b>	<u>29,720,791</u>	<u>31,837,366</u>

**Odessa Junior College District****Exhibit 1****STATEMENTS OF NET ASSETS (CONTINUED)****August 31,**

	<u>2010</u>	<u>2009</u>
NET ASSETS:		
Invested in capital assets, net of related debt	\$ 8,168,812	4,954,923
Restricted for:		
Nonexpendable:		
Student aid	813,107	773,550
Expendable:		
Student aid	370,966	199,710
Instructional programs	107,037	70,626
Loans	9,451	9,451
Debt service	4,107,285	4,655,911
Other	37,979	17,316
Unrestricted	<u>16,775,607</u>	<u>18,511,373</u>
Total Net Assets (Schedule D)	<u>30,390,244</u>	<u>29,192,860</u>
Total Liabilities and Net Assets	\$ <u>60,111,035</u>	<u>61,030,226</u>

The notes to the financial statements are an integral part of this statement.

# Odessa College Foundation, Incorporated

## STATEMENTS OF FINANCIAL POSITION

December 31,

### ASSETS

	<u>2009</u>	<u>2008</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 1,044,768	883,109
Pledges receivable	<u>215,524</u>	<u>114,040</u>
Total current assets	1,260,292	997,149
<b>MARKETABLE SECURITIES AT FAIR VALUE</b>	4,209,981	3,279,019
<b>PLEDGES RECEIVABLE – NONCURRENT</b>	<u>234,500</u>	<u>233,000</u>
Total assets	\$ <u>5,704,773</u>	<u>4,509,168</u>

### LIABILITIES AND NET ASSETS

<b>LIABILITIES</b>		
Accounts payable	\$ 599,646	-
Deferred revenue	<u>2,758</u>	<u>2,808</u>
Total current liabilities	<u>602,404</u>	<u>2,808</u>
<b>NET ASSETS</b>		
Unrestricted:		
Undesignated	(439,438)	(1,276,461)
Designated for Half-Century scholarships	205,155	205,155
Designed for Health Science scholarships	156,039	105,872
Temporarily restricted	2,033,512	2,465,230
Permanently restricted	<u>3,147,101</u>	<u>3,006,564</u>
Total net assets	<u>5,102,369</u>	<u>4,506,360</u>
Total current liabilities and net assets	\$ <u>5,704,773</u>	<u>4,509,168</u>

The notes to the financial statements are an integral part of this statement.

**Odessa Junior College District**

**Exhibit 2**

**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**

**Years ended August 31,**

	<u>2010</u>	<u>2009</u>
<b>OPERATING REVENUES:</b>		
Tuition and fees (net of discounts of \$3,919,966 and \$3,061,341, respectively)	\$ 4,661,390	3,787,742
Federal grants and contracts	3,626,476	3,705,881
State grants and contracts	417,863	490,193
Non-governmental grants and contracts	32,421	64,371
Sales and services of educational activities	288,230	251,966
Investment income (program restricted)	15,004	15,510
Auxiliary enterprises	816,271	774,992
Other operating revenue	<u>600,983</u>	<u>533,319</u>
Total operating revenues (Schedule A)	<u>10,458,638</u>	<u>9,623,974</u>
<b>OPERATING EXPENSES:</b>		
Instruction	14,381,577	13,460,114
Public service	1,331,760	1,350,819
Academic support	4,005,586	4,219,269
Student services	3,332,716	3,108,745
Institutional support	6,089,135	5,210,177
Operation and maintenance of plant	5,036,091	5,015,340
Scholarships and fellowships	4,703,466	3,621,519
Auxiliary enterprises	1,684,717	1,707,498
Depreciation	<u>1,315,217</u>	<u>1,084,259</u>
Total operating expenses (Schedule B)	<u>41,880,265</u>	<u>38,777,740</u>
<b>OPERATING LOSS</b>	<u>(31,421,627)</u>	<u>(29,153,766)</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
State appropriations	10,872,921	11,387,832
Property taxes for maintenance and operations	15,152,908	15,399,232
Federal grants, non-operating	6,440,269	4,631,261
Gifts – noncapital	311,521	184,870
Investment income – not restricted to programs	441,767	577,832
Interest on capital – related debt	(650,029)	(1,460,945)
Loss on disposal of capital assets	(90,134)	(94,877)
Other non-operating revenues	195,369	667,388
Other non-operating expenses	<u>(70,351)</u>	<u>(80,280)</u>
Net non-operating revenues (Schedule C)	<u>32,604,241</u>	<u>31,212,313</u>
Income (loss) before other revenues	<u>1,182,614</u>	<u>2,058,547</u>

**Odessa Junior College District****Exhibit 2****STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
(CONTINUED)****Years ended August 31,**

	<u>2010</u>	<u>2009</u>
<b>OTHER REVENUES (EXPENSES):</b>		
Private capital gifts and grants	\$ 5,065	604,877
Additions to permanent endowment	<u>9,705</u>	<u>350</u>
Total other revenues	<u>14,770</u>	<u>605,227</u>
Increase in Net Assets	1,197,384	2,663,774
Net assets – beginning of year	<u>29,192,860</u>	<u>26,529,086</u>
Net assets – end of year	\$ <u>30,390,244</u>	<u>29,192,860</u>

The notes to the financial statements are an integral part of this statement.

## Odessa College Foundation, Incorporated

### STATEMENTS OF ACTIVITIES

Years ended December 31, 2009 and 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total 2009</u>	<u>Total 2008</u>
<b>Revenues, gains and other support:</b>					
Contributions (including pledges)	\$ 300	285,663	121,036	406,999	992,019
Earnings (loss) on investments	1,110	(4,838)	19,501	15,773	143,160
Net unrealized gains (losses) on marketable securities	916,299	-	-	916,299	(1,616,501)
Reclass of net assets due to review of scholarship funding policy					
Net assets released from restrictions through satisfaction of program restrictions	(13,012)	13,012	-	-	-
	<u>725,555</u>	<u>(725,555)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues, gains and other support	<u>1,630,252</u>	<u>(431,718)</u>	<u>140,537</u>	<u>1,339,071</u>	<u>(481,322)</u>
<b>Expenses:</b>					
Scholarships	199,610	-	-	199,610	178,835
Program and college support	525,945	-	-	525,945	-
General and administrative	17,507	-	-	17,507	22,231
	<u>743,062</u>	<u>-</u>	<u>-</u>	<u>743,062</u>	<u>201,066</u>
Total expenses	<u>743,062</u>	<u>-</u>	<u>-</u>	<u>743,062</u>	<u>201,066</u>
CHANGES IN NET ASSETS	887,190	(431,718)	140,537	596,009	(682,388)
Net assets at beginning of year	<u>(965,434)</u>	<u>2,465,230</u>	<u>3,006,564</u>	<u>4,506,360</u>	<u>5,188,748</u>
Net assets at end of year	\$ <u>(78,244)</u>	<u>2,033,512</u>	<u>3,147,101</u>	<u>5,102,369</u>	<u>4,506,360</u>

The notes to the financial statements are an integral part of this statement.

**Odessa Junior College District****Exhibit 3****STATEMENTS OF CASH FLOWS**

Years ended August 31,

	<u>2010</u>	<u>2009</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from students and other customers	\$ 5,869,047	5,113,966
Receipts from grants and contracts	5,070,400	3,737,267
Receipts from loan collections from students and employees	166,133	195,281
Other receipts	615,987	548,829
Payments to or on behalf of employees	(21,239,442)	(20,011,251)
Payments to suppliers for goods or services	(11,418,175)	(10,430,549)
Payments of scholarships	(4,655,172)	(3,089,027)
Loans issued to student and employees	(135,336)	(159,641)
Other cash payments	<u>(228,673)</u>	<u>277,216</u>
Net cash used by operating activities	<u>(25,955,231)</u>	<u>(23,817,909)</u>
<b>CASH FLOWS FROM NON-CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Receipts from state allocations	7,980,171	8,552,390
Receipts from ad valorem taxes	15,218,053	14,832,177
Receipts from non-operating federal revenue	6,440,269	4,631,261
Receipts from gifts and grants other than for capital purposes	322,293	206,595
Receipts from student organizations and other agencies	1,209,058	1,325,581
Payments to student organizations and other agencies	(1,514,855)	(1,285,558)
Deposit with escrow agents	<u>(7,194)</u>	<u>8,880</u>
Net cash provided by non-capital and related financing activities	<u>29,647,795</u>	<u>28,271,326</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Proceeds from issuance of capital financing	211,669	23,530,661
Proceeds from capital grants and gifts	89,339	-
Proceeds from insurance recoveries	284,933	461,602
Purchases of capital assets	(3,433,131)	(4,738,359)
Payments on capital debt and leases	<u>(2,696,943)</u>	<u>(26,299,987)</u>
Net cash used by capital and related financing activities	<u>(5,544,133)</u>	<u>(7,046,083)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Receipts from sale and maturity of investments	14,161,290	11,000,000
Receipts from investment earnings	199,213	579,164
Purchases of investments	<u>(15,229,940)</u>	<u>(9,993,000)</u>
Net cash provided by investing activities	<u>(869,437)</u>	<u>1,586,164</u>
Decrease in cash and cash equivalents	(2,721,006)	(1,006,502)
Cash and cash equivalents – September 1	<u>15,738,154</u>	<u>16,744,656</u>
Cash and cash equivalents – August 31	\$ <u>13,017,148</u>	<u>15,738,154</u>

**Odessa Junior College District**

**Exhibit 3**

**STATEMENTS OF CASH FLOWS (CONTINUED)**

**Years ended August 31,**

	<u>2010</u>	<u>2009</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:		
Operating loss	\$ (31,421,627)	(29,153,766)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation expense	1,315,217	1,084,259
Payments made directly to ERS by state for benefits	2,892,750	2,835,442
Changes in assets and liabilities:		
Receivable, net:		
Tuition and fees receivable, net	(135,103)	(338,329)
State and federal operating grants receivable	580,767	(661,873)
Private grants receivable	409,735	47,518
Employee receivable	(6,056)	(9,172)
Sales and services receivable, net	(183,903)	(30,794)
Auxiliary receivable, net	4,927	(33,135)
Inventories	(2,730)	135
Other assets	(228,673)	277,216
Accounts payable	115,920	1,099,590
Accrued payroll liabilities	129,827	79,616
Deferred revenue:		
Deferred tuition and fees revenue	417,098	717,084
Other deferred revenue	3,275	75,617
Compensated absences	161,608	176,433
Accrued workers comp	(2,008)	(7,496)
Loans to students and employees	<u>(6,255)</u>	<u>23,746</u>
Total adjustments	<u>5,466,396</u>	<u>5,335,857</u>
Net cash used by operating activities	\$ <u>(25,955,231)</u>	<u>(23,817,909)</u>

The notes to the financial statements are an integral part of this statement.

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS

August 31, 2010 and 2009

#### NOTE 1 – REPORTING ENTITY

Odessa Junior College District (the “District”) was established in 1946, in accordance with the laws of the State of Texas, to serve the educational needs of Ector County and the surrounding communities. The District is considered to be a special purpose, primary government according to the definition in Governmental Accounting Standards Board (“GASB”) Statement 14, *The Financial Reporting Entity*. While the District receives funding from local, state, and federal sources, and must comply with the spending, reporting, and recordkeeping requirements of these entities, it is not a component unit of any other governmental entity.

#### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### 1. *Reporting 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 Standard 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.

##### 2. *Tuition Discounting*

###### Texas Public Education Grants

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

###### Title IV, HEA Program Funds

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

###### Other Tuition Discounts

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

##### 3. *Basis of Accounting*

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

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

August 31, 2010 and 2009

#### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### 4. *Budgetary Data*

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

##### 5. *Cash and Cash Equivalents*

The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. Because of their highly liquid nature, funds held in public funds investment pools are also considered to be cash equivalents.

##### 6. *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 time of purchase. Long-term investments have an original maturity of greater than one year at the time of purchase.

##### 7. *Inventories*

Inventories consist of consumable physical plant and food service supplies. Inventories are stated at the lower of cost, determined using the first-in, first-out method, or market. They are charged to expense as consumed.

##### 8. *Capital Assets*

Capital assets are stated at cost. Donated capital assets are valued at their estimated fair market value on the date received. The District's policy calls for capitalization of equipment, infrastructure and land improvements with a unit cost of \$5,000 or more and an estimated useful life in excess of two years. Buildings and building renovations in excess of \$100,000 that significantly increase the value or extend the useful life of the structure are also capitalized. The District reports depreciation under a single-line as a business-type unit. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The following lives are used:

Buildings and Building Improvements	50 years
Other Real Estate Improvements	20 years
Library Books	15 years
Furniture, Machinery, Vehicles and Other Equipment	10 years
Telecommunications and Peripheral Equipment	5 years

##### 9. *Deferred Revenue*

Deferred revenue relates to student tuition, fees and other revenues received during the current fiscal period for classes or activities to be held in the following period.

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

August 31, 2010 and 2009

#### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. *Estimates*

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

11. *Operating and Non-Operating Revenue and Expense Policy*

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

12. *New Accounting Pronouncements*

*GASBS No. 45*

In addition to pensions, many state and local governmental employers provide other postemployment benefits ("OPEB") as part of the total compensation offered to attract and retain the services of qualified employees. OPEB includes *postemployment healthcare*, as well as other forms of postemployment benefits (for example, life insurance) when provided separately from a pension plan. This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures, and, if applicable, required supplementary information (RSI) in the financial reports of state and local governmental employers.

The approach followed in this Statement generally is consistent with the approach adopted in Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, with modifications to reflect differences between pension benefits and OPEB. Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, addresses financial statement and disclosure requirements for reporting by administrators or trustees of OPEB plan assets or by employers or sponsors that include OPEB plan assets as trust or agency funds in their financial reports.

This Statement generally provides for prospective implementation—that is, that employers set the beginning net OPEB obligation at zero as of the beginning of the initial year. Implementation is required in three phases based on a government's total annual revenues in the first fiscal year ending after June 15, 1999.

The definitions and cutoff points for that purpose are the same as those in Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. This Statement is effective for periods beginning after December 15, 2006, for *phase 1 governments* (those with total annual revenues of \$100 million or more); after December 15, 2007, for *phase 2 governments* (those with total annual revenues of \$10 million or more but less than \$100 million); and after December 15, 2008, for *phase 3 governments* (those with total annual revenues of less than \$10 million). Earlier implementation is encouraged.

*GASBS No. 50*

GASB Statement 50, *Pension Disclosures*, became effective for periods beginning after June 15, 2007 and amends certain portions of GASB Statement 25 and Statement 27. This statement more closely aligns the financial reporting requirements for pensions with those for OPEB.

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

August 31, 2010 and 2009

#### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

13. *Reclassifications*

Certain reclassifications have been made to the 2010 presentation to conform to the 2009 presentation.

14. *Characterization of Title IV Grant Revenue*

In response to guidance provided by the GASB as question/answer 7.72.10 in the Implementation Guide, revenue received for federal Title IV grant programs (i.e. Pell grants) are now characterized as non-operating revenue as opposed to operating revenue.

#### NOTE 3 – AUTHORIZED INVESTMENTS

The Board of Trustees of the District has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act of 1995 (Chapter 2256.001, Texas Government Code). The investments of the District are in compliance with Trustees' investment policies. Such investments include (1) obligations of the United States or its agencies, (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than A by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute.

In accordance with Sec. 2256.005 (n) of the Public Funds Investment Act, the community college, "...shall arrange for a compliance audit of management controls on investments and adherence to the District's established investment policies. The compliance audit shall be performed by the District's internal auditor or by a private auditor...Not later than January 1 of each even numbered year, the community college shall report the results of the most recent audit performed to the state auditor."

The State Auditor has determined that the District and their independent auditors should indicate compliance with the Act by completing the following:

- the categorization of investments by risk which is required by GASB 3 in the footnote "Deposits and Investments," and
- placing a statement in the scope paragraph of the Report on Compliance and on Internal Controls over Financial Reporting which indicate the audit work covered in the Act, or
- writing a separate letter to the State Auditor's Office stating that the District is in compliance with all requirements of the Act.

#### NOTE 4 – DEPOSITS AND INVESTMENTS

**Deposits:** At August 31, 2010 and 2009, the carrying amount of the District's deposits was \$1,455,005 and \$2,377,923, respectively; and bank balances equaled \$1,709,279 and \$2,657,904. Bank balances of \$509,328 and \$255,924 are covered by federal depository insurance and \$1,199,951 and \$2,401,981 were covered by collateral pledged in the District's name. The collateral was held by the District or by its Agent (Category 1). There were no uncollateralized bank balances (Category 3) at either year end. (This would have included any bank balance that was collateralized with securities held by the pledging financial institution's department or agent but not in the Districts' name). The District held \$11,547,893 and \$13,345,981 in state approved public investment pools at August 31, 2010 and 2009, respectively.

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

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

Cash and Deposits included on Exhibit 1, Statement of Net Assets, consist of the items reported below at August 31:

<b>Cash and Deposits</b>			
Bank Deposits		<u>2010</u>	<u>2009</u>
Demand Deposits	\$	493,153	617,374
Transit Items		(254,274)	(279,981)
Time Deposits		<u>1,216,126</u>	<u>2,040,530</u>
		<u>1,455,005</u>	<u>2,377,923</u>
Cash and Cash Equivalents			
Public Funds Investment Pools		11,547,893	13,345,981
Petty Cash on Hand		<u>14,250</u>	<u>14,250</u>
Total Cash and Deposits	\$	<u>13,017,148</u>	<u>15,738,154</u>

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

<u>Type of Security</u>		<u>Market Value August 31, 2010</u>	<u>Market Value August 31, 2009</u>
Total Cash and Deposits	\$	13,017,148	15,738,154
Total Investments		<u>12,333,398</u>	<u>11,074,290</u>
Total Deposits and Investments	\$	<u>25,350,546</u>	<u>26,812,444</u>
Current Cash and Temporary Investments (Exh. 1)	\$	12,568,959	15,320,016
Restricted Cash and Temporary Investments (Exh. 1)		448,189	418,138
Endowment Investments (Exh. 1)		813,107	773,550
Other Long-Term Investments (Exh. 1)		<u>11,520,291</u>	<u>10,300,740</u>
Total Deposits and Investments (Exh. 1)	\$	<u>25,350,546</u>	<u>26,812,444</u>

As of August 31, 2010, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities in Years</u>		
		<u>Less than 1</u>	<u>1 to 2</u>	<u>2 to 5</u>
U.S. Government Securities	\$ 9,250,738	1,017,118	-	8,233,620
Certificate of Deposit	<u>3,082,660</u>	<u>3,082,660</u>	-	-
Total Fair Value	\$ <u>12,333,398</u>	<u>4,099,778</u>	-	<u>8,233,620</u>

As of August 31, 2009, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities in Years</u>		
		<u>Less than 1</u>	<u>1 to 2</u>	<u>2 to 5</u>
U.S. Government Securities	\$ 8,050,110	-	3,045,960	5,004,150
Certificate of Deposit	<u>3,024,180</u>	<u>1,007,357</u>	<u>2,016,823</u>	-
Total Fair Value	\$ <u>11,074,290</u>	<u>1,007,357</u>	<u>5,062,783</u>	<u>5,004,150</u>

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

August 31, 2010 and 2009

#### NOTE 4 – DEPOSITS AND INVESTMENTS (CONTINUED)

**Interest Rate Risk:** In accordance with state law and District policy, the District has established maturity limitations on investments purchased. Investments of the operating and renewal and replacement funds do not have maturities in excess of 5 years. Investments of debt service funds do not have maturities in excess of the debt service dates. Additionally, maturities of commercial paper and bankers acceptances shall not exceed 270 days, repurchase agreements shall not exceed 2 years, and reverse repurchase agreements shall not exceed 90 days.

**Credit Risk:** In accordance with state law and the District's investment policy, investments in mutual funds and investment pools must be rated at least AAA, commercial paper must be rated at least A-1 or P-1, and investments in obligations of states, agencies, counties, cities, and other political subdivisions must be rated at least A. Applicable credit ratings of investments at August 31, 2010 and 2009 are reported below:

Investment Type	Credit Rating
U.S. Government Agencies – FHLB	S&P: AAA; Moody's:Aaa
U.S. Government Agencies – FFCEB	S&P: AAA; Moody's:Aaa;FI: AAA
U.S. Government Agencies – FNMA	S&P: AAA; Moody's:Aaa;FI: AAA
Tex Pool Prime	S&P: AAAm
TexPool	S&P: AAAm
LOGIC	S&P: AAAm
Lone Star Government Overnight Fund	S&P: AAAm
Lone Star Corporate Overnight Plus Fund	S&P: AAAf/S1+

**Concentration of Credit Risk:** The District does not place a limit on the amount the District may invest in any one issuer. More than 5% of the District's investments are in FHLB securities (16.2%) and FNMA securities (16.2%).

**Custodial Credit Risk:** The District's investments have no custodial credit risk.

#### NOTE 5 – CAPITAL ASSETS

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

	Balance September 1, 2009	Increases	Decreases	Balance August 31, 2010
<b>Not Depreciated:</b>				
Land	\$ 3,865,566	-	-	3,865,566
Construction in progress	<u>2,548,425</u>	<u>34,582</u>	<u>2,458,592</u>	<u>124,415</u>
Total Capital Assets – Non-Depreciated	<u>6,413,991</u>	<u>34,582</u>	<u>2,458,592</u>	<u>3,989,981</u>
<b>Other Capital Assets:</b>				
Buildings and building improvements	25,821,288	3,184,579	-	29,005,867
Other real estate improvements	<u>5,805,368</u>	<u>685,526</u>	-	<u>6,490,894</u>
Total Buildings and Other Improvements	31,626,656	3,870,105	-	35,496,761
Library books	2,373,305	110,565	90,134	2,393,736
Furniture, machinery and equipment	<u>6,556,663</u>	<u>1,142,579</u>	-	<u>7,699,242</u>
Total Capital Assets – Depreciable	<u>40,556,624</u>	<u>5,123,249</u>	<u>90,134</u>	<u>45,589,739</u>
<b>Accumulated Depreciation:</b>				
Buildings and building improvements	13,292,399	475,365	-	13,767,764
Other real estate improvements	<u>2,528,729</u>	<u>183,965</u>	-	<u>2,712,694</u>
Total Buildings and Other Improvements	15,821,128	659,330	-	16,480,458
Library books	86,425	38,656	-	125,081
Furniture, machinery and equipment	<u>4,107,919</u>	<u>617,231</u>	-	<u>4,725,150</u>
Total Accumulated Depreciation	<u>20,015,472</u>	<u>1,315,217</u>	-	<u>21,330,689</u>
Net Capital Assets	\$ <u>26,955,143</u>	<u>3,842,614</u>	<u>2,548,726</u>	<u>28,249,031</u>

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

August 31, 2010 and 2009

#### NOTE 5 – CAPITAL ASSETS (CONTINUED)

Capital assets activity for the year ended August 31, 2009, was as follows:

	<u>Balance</u> <u>September 1,</u> <u>2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>August 31,</u> <u>2009</u>
<b><u>Not Depreciated:</u></b>				
Land	\$ 3,003,777	861,789	-	3,865,566
Construction in progress	<u>573,849</u>	<u>2,402,643</u>	<u>428,067</u>	<u>2,548,425</u>
Total Capital Assets – Non-Depreciated	<u>3,577,626</u>	<u>3,264,432</u>	<u>428,067</u>	<u>6,413,991</u>
<b><u>Other Capital Assets:</u></b>				
Buildings and building improvements	25,163,942	657,346	-	25,821,288
Other real estate improvements	<u>4,903,032</u>	<u>902,336</u>	-	<u>5,805,368</u>
Total Buildings and Other Improvements	30,066,974	1,559,682	-	31,626,656
Library books	2,358,509	109,673	94,877	2,373,305
Furniture, machinery and equipment	<u>5,677,323</u>	<u>884,583</u>	<u>5,243</u>	<u>6,556,663</u>
Total Capital Assets – Depreciable	<u>38,102,806</u>	<u>2,553,938</u>	<u>100,120</u>	<u>40,556,624</u>
<b><u>Accumulated Depreciation:</u></b>				
Buildings and building improvements	12,876,179	416,220	-	13,292,399
Other real estate improvements	<u>2,395,009</u>	<u>133,720</u>	-	<u>2,528,729</u>
Total Buildings and Other Improvements	15,271,188	549,940	-	15,821,128
Library books	55,085	31,340	-	86,425
Furniture, machinery and equipment	<u>3,610,183</u>	<u>502,979</u>	<u>5,243</u>	<u>4,107,919</u>
Total Accumulated Depreciation	<u>18,936,456</u>	<u>1,084,259</u>	<u>5,243</u>	<u>20,015,472</u>
Net Capital Assets	\$ <u>22,743,976</u>	<u>4,734,111</u>	<u>522,944</u>	<u>26,955,143</u>

#### NOTE 6 – LONG-TERM LIABILITIES

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

	<u>Balance</u> <u>September 1,</u> <u>2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>August 31,</u> <u>2010</u>	<u>Due Within</u> <u>One Year</u>
<b><u>Bonds</u></b>					
2009 Revenue bonds	\$ 22,720,000	-	1,920,000	20,800,000	1,795,000
General obligation bonds	-	-	-	-	-
Total Bonds	<u>22,720,000</u>	<u>-</u>	<u>1,920,000</u>	<u>20,800,000</u>	<u>1,795,000</u>
<b><u>Leases</u></b>					
Capital Leases	<u>178,654</u>	<u>211,669</u>	<u>126,914</u>	<u>263,409</u>	<u>94,448</u>
Total Capital Leases	<u>178,654</u>	<u>211,669</u>	<u>126,914</u>	<u>263,409</u>	<u>94,448</u>
<b><u>Other Liabilities</u></b>					
Accrued compensable absences	232,340	161,608	-	393,948	393,948
Accrued workers compensation	<u>2,114</u>	-	<u>2,008</u>	<u>106</u>	-
Total Other Liabilities	<u>234,454</u>	<u>161,608</u>	<u>2,008</u>	<u>394,054</u>	<u>393,948</u>
Total Long-Term Liabilities	\$ <u>23,133,108</u>	<u>373,277</u>	<u>2,048,922</u>	<u>21,457,463</u>	<u>2,283,396</u>

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

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

Long-term liability activity for the year ended August 31, 2009, was as follows:

	<u>Balance September 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance August 31, 2009</u>	<u>Due Within One Year</u>
<b><u>Bonds</u></b>					
1998 Revenue bonds and notes \$	24,280,000	-	24,280,000	-	-
2009 Revenue bonds	<u>-</u>	<u>22,720,000</u>	<u>-</u>	<u>22,720,000</u>	<u>1,920,000</u>
<b>Total Bonds</b>	<u>24,280,000</u>	<u>22,720,000</u>	<u>24,280,000</u>	<u>22,720,000</u>	<u>1,920,000</u>
<b><u>Leases</u></b>					
Capital Leases	<u>77,144</u>	<u>187,720</u>	<u>86,210</u>	<u>178,654</u>	<u>73,996</u>
<b>Total Capital Leases</b>	<u>77,144</u>	<u>187,720</u>	<u>86,210</u>	<u>178,654</u>	<u>73,996</u>
<b><u>Other Liabilities</u></b>					
Accrued compensable absences	55,907	176,433	-	232,340	232,340
Accrued workers compensation	<u>9,610</u>	<u>-</u>	<u>7,496</u>	<u>2,114</u>	<u>-</u>
<b>Total Other Liabilities</b>	<u>65,517</u>	<u>176,433</u>	<u>7,496</u>	<u>234,454</u>	<u>232,340</u>
<b>Total Long-Term Liabilities</b>	<u>\$ 24,422,661</u>	<u>23,084,153</u>	<u>24,373,706</u>	<u>23,133,108</u>	<u>2,226,336</u>

**NOTE 7 – DEBT AND LEASE OBLIGATIONS**

Debt service obligations at August 31, 2010, were as follows:

<u>For the Year Ended August 31,</u>	<u>Revenue Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	1,795,000	688,825	2,483,825
2012	1,850,000	634,150	2,484,150
2013	1,905,000	577,825	2,482,825
2014	1,965,000	519,775	2,484,775
2015	2,025,000	459,925	2,484,925
2016-2020	<u>11,260,000</u>	<u>1,150,575</u>	<u>12,410,575</u>
<b>Total</b>	<u>\$ 20,800,000</u>	<u>4,031,075</u>	<u>24,831,075</u>

The following schedule shows the future minimum payments required for capital leases having initial or remaining noncancellable lease terms in excess of one year.

<u>For the Year Ended August 31,</u>	<u>Capital Leases</u>
2011	\$ 94,448
2012	94,448
2013	<u>74,513</u>
<b>Total minimal lease payments</b>	263,409
<b>Less: Applicable interest</b>	<u>(13,606)</u>
<b>Total</b>	<u>\$ 249,803</u>

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

**NOTE 8 – BONDS PAYABLE**

General information related to bonds payable is summarized below:

**Consolidated Fund Revenue Refunding Bonds, Series 2009**

- To refund the outstanding obligations of the Series 1998-A Bonds, to pay for related bond issuance costs, and to deposit \$2,491,009 in a debt service reserve fund in accordance with the bond agreement.
- Issued on July 15, 2009.
- \$22,720,000 original amount of issue; all authorized bonds have been issued.
- The Bonds are special limited tax-exempt obligations of the District, payable from and equally and ratably secured by a first lien pledge of certain revenues of the District (the gross revenues) which include: the general use fee, the college bookstore revenues, the tuition pledge, the college cafeteria revenues, the dormitory system revenues, the operating fees, gifts, grants, or donations from any public or private source that are not restricted or dedicated with respect to their use or purpose, and the earnings on all investments of the District lawfully available for such purpose.
- The Bonds are due in annual installments of principal and interest varying from \$2,478,600 to \$2,570,029, with interest rates from 3.00% to 4.00%, and with the final installment due on December 1, 2019. The Bonds are not subject to redemption prior to stated maturity.

A Summary of bond principal is as follows:

	<u>Balance</u> <u>September 1, 2009</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance</u> <u>August 31, 2010</u>
Series 2009 Bonds	\$ 22,720,000	-	1,920,000	20,800,000
Total Bonds	\$ 22,720,000	-	1,920,000	20,800,000

At August 31, 2010, there were no defeased bonds outstanding.

**NOTE 9 – OPERATING LEASE COMMITMENTS**

The District leases various equipment and facilities by means of Operating Lease Agreements. These agreements have clauses which allow the District to terminate the agreement if funding becomes unavailable or the Board of Trustees does not approve funding. Operating lease payments during the fiscal years ended August 31, 2010 and 2009 were \$176,071 and \$193,794, respectively.

Future minimum rental payments are as follows:

<u>For the Year Ended</u> <u>August 31,</u>	<u>Operating</u> <u>Leases</u>
2011	\$ 74,947
2012	54,804
2013	43,992
2014	21,124
2015	<u>992</u>
Total	\$ <u>195,859</u>

## Odessa Junior College District

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

August 31, 2010 and 2009

#### NOTE 10 – EMPLOYEES' RETIREMENT PLAN

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

##### **Teacher Retirement System of Texas**

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

*Funding Policy.* Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% 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 year 2010 and fiscal year 2009. In certain instances, the reporting district is required to make all or a portion of the state's 6.4% contribution for fiscal year 2010 and fiscal year 2009.

##### **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. State law provides for a member contribution rate of 6.65% and a state contribution rate of 6.58% for fiscal years 2009 and 2008. The College contributes 1.31% for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program.

The retirement expense to the State for the District was \$897,151 and \$842,201 for the fiscal years ended August 31, 2010 and 2009, respectively. This amount represents the portion of expended appropriations made by the State Legislature on behalf of the College.

## **Odessa Junior College District**

### **NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

#### **NOTE 10 – EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

##### **Optional Retirement Plan (Continued)**

*Funding Policy (Continued).* The total payroll for all District employees was \$18,967,723 and \$18,028,363 for fiscal years 2010 and 2009, respectively. The total payroll of employees covered by the Teacher Retirement System was \$11,353,598 and \$10,417,641 and the total payroll of employees covered by the Optional Retirement Program was \$4,606,081 and \$4,852,637 for fiscal years 2010 and 2009, respectively.

#### **NOTE 11 – DEFERRED COMPENSATION PROGRAM**

The District's 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. As of August 31, 2010 and 2009, the District had no employees participating in the program.

#### **NOTE 12 – COMPENSABLE ABSENCES**

Full-time employees in 12-month positions earn annual vacation leave from 6.67 to 13.33 hours per month depending on the number of years employed with the District. The District's policy allows a full-time employee to accumulate a balance equal to one hundred fifty percent (150%) of his or her annual accrual rate. Employees with at least six months of service who terminate their employment are entitled to payment for all accumulated vacation leave. The District has recognized the accrued liability for the unpaid annual leave for the periods ending August 31, 2010 and 2009 in the amounts of \$393,948 and \$232,340 respectively.

Sick leave, which can be accumulated to a maximum of seven hundred twenty (720) hours, is earned at the rate of eight (8) hours per month. The District's policy is to recognize the cost of sick leave when paid. The liability is not shown in the financial statements since experience indicates the expenditure for sick leave to be minimal.

#### **NOTE 13 – PENDING LAWSUITS AND CLAIMS**

On August 31, 2010, a lawsuit brought by a former employee of the College was pending. While the ultimate liability with respect to litigation and other claims asserted against the College cannot be reasonably estimated at this time, this liability, to the extent not provided for by insurance or otherwise, is not likely to have a material effect on the College.

The College receives federal, state and local grants that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. The College's management believes such disallowances, if any, will not have a material effect on the basic financial statements.

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

**NOTE 14 – DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES**

Receivables at August 31, 2010 and 2009 were as follows:

	<u>2010</u>	<u>2009</u>
Tuition and fees receivable	\$ 1,481,209	1,144,617
Taxes receivable	1,569,225	1,579,703
Federal receivable	815,530	1,301,550
State receivable	44,498	139,245
Interest receivable	73,156	21,060
Other receivables	<u>1,551,604</u>	<u>1,949,480</u>
Subtotal	5,535,222	6,135,655
Allowance for doubtful accounts	<u>(1,403,902)</u>	<u>(1,140,948)</u>
Total	\$ <u>4,131,320</u>	<u>4,994,707</u>

Payables at August 31, 2010 and 2009 were as follows:

	<u>2010</u>	<u>2009</u>
Vendors payable – operations	\$ 1,618,203	1,550,252
Vendors payable – capital	34,631	773,589
Students payable	1,415,226	1,366,932
Payroll deductions payable	<u>20,189</u>	<u>20,514</u>
Total	\$ <u>3,088,249</u>	<u>3,711,287</u>

**NOTE 15 – CONTRACT AND GRANT AWARDS**

Contract and grant awards are accounted for in accordance with the requirements of the AICPA Industry Audit Guide, *Audits of Colleges and Universities*. Revenues are recognized on Exhibit 2 and Schedule A and Schedule C. For federal contract and grant awards, funds expended, but not collected, are reported as Federal Receivables on Exhibit 1. Non-federal contract and grant awards for which funds are expended, but not collected, are reported as Accounts Receivable on Exhibit 1. Contract and grant awards that are not yet funded and for which the 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 2010 and 2009 for which monies have not been received nor funds expended totaled \$4,811,133 and \$4,896,428, respectively. Of these amounts, \$4,245,407 and \$4,509,847 were from federal contract and grant awards; \$498,759 and \$310,974 were from state contract and grant awards; and \$66,966 and \$75,967 were from private contract and grant awards for the fiscal years ended August 31, 2010 and 2009, respectively.

**NOTE 16 – POST RETIREMENT, HEALTH CARE AND LIFE INSURANCE BENEFITS**

In addition to the pension benefits described, the state provides certain health care and life insurance benefits for retired employees. Almost all of the employees may become eligible for those benefits if they have reached the minimum age for retirement, have the required years of service, and meet applicable qualifications of TRS, Optional Retirement Program (“ORP”) and Employees Retirement System of Texas (“ERS”).

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

**NOTE 16 – POST RETIREMENT, HEALTH CARE AND LIFE INSURANCE BENEFITS (CONTINUED)**

Those and similar benefits for active employees are provided through the state's Group Benefits Program. Certain categories of employees, such as physical plant and auxiliary staff, are not eligible for state funding of health care benefits. Premiums are based on benefits paid during the previous year. The state's contribution per full-time employee was \$385 per month for HealthSelect coverage and \$432 per month for HMO FirstCare coverage for the year ended August 31, 2010 (\$361 and \$403 per month, respectively, for fiscal year 2009).

The cost of providing health care benefits to retirees and active employees is as follows for the years ending August 31:

	<u>2010</u>	<u>2009</u>
Number of retirees receiving benefits	<u>151</u>	<u>149</u>
Cost of state's contribution	\$ <u>742,015</u>	<u>688,791</u>
Cost of local contribution	<u>49,328</u>	<u>43,264</u>
<b>Total cost of benefits for retirees</b>	\$ <u><u>791,343</u></u>	<u><u>732,055</u></u>
Number of active employees receiving benefits	<u>336</u>	<u>330</u>
Cost of state's contribution	\$ <u>1,253,584</u>	<u>1,304,450</u>
Cost of federal grant contribution	<u>162,012</u>	<u>158,471</u>
Cost of local contribution	<u>539,740</u>	<u>302,140</u>
<b>Total cost of benefits for active employees</b>	\$ <u><u>1,955,336</u></u>	<u><u>1,765,061</u></u>

**NOTE 17 – AD VALOREM TAX**

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

At August 31:

	<u>2010</u>	<u>2009</u>
Assessed valuation of the District (at January 1, 2009 and 2008)	\$ 11,725,807,808	11,945,387,824
Less: exemptions	(2,183,376,006)	(2,046,136,131)
Less: abatements	<u>(233,976,616)</u>	<u>(498,571,092)</u>
<b>Net assessed valuation of the District</b>	\$ <u><u>9,308,455,186</u></u>	<u><u>9,400,680,601</u></u>

At August 31:

	<u>2010</u>			<u>2009</u>		
	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>	<u>Current Operations</u>	<u>Debt Service</u>	<u>Total</u>
Authorized tax rate per \$100 valuation (Maximum per enabling legislation)	\$ 0.20	0.50	0.70	0.20	0.50	0.70
Assessed tax rate per \$100 valuation	\$ 0.1624	-	0.1624	.1624	-	.1624

Taxes levied (including adjustments to the certified levies) for the years ended August 31, 2010 and 2009 were \$15,092,259 and \$15,211,938, respectively. 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.

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

**NOTE 17 – AD VALOREM TAX (CONTINUED)**

At August 31:	2010			2009		
	Current Operations	Debt Service	Total	Current Operations	Debt Service	Total
Current taxes collected \$	14,619,754	-	14,619,754	14,634,950	-	14,634,950
Delinquent taxes collected	296,418	13,351	309,769	282,915	12,743	295,658
Penalties and interest collected	207,223	9,334	216,557	194,552	8,763	203,315
Total collections \$	<u>15,123,395</u>	<u>22,685</u>	<u>15,146,080</u>	<u>15,112,417</u>	<u>21,506</u>	<u>15,133,923</u>

Tax collections for the years ended August 31, 2010 and 2009 were 98.92% and 98.15%, respectively, of the current year adjusted tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted to maintenance and operations.

**NOTE 18 – 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 has no unrelated business income tax liability for the years ended August 31, 2010 and 2009.

**NOTE 19 – COMPONENT UNITS**

Odessa College Foundation, Incorporated (the "Foundation") was established as a separate nonprofit organization in 1996, to raise funds to provide student scholarships and assistance in the development and growth of the District. Under Governmental Standards Board Statement No. 39, *Determining Whether Certain Organizations are Component Units*, an organization should report as a discretely presented component unit those organizations that raise and hold economic resources for the direct benefit of a government unit.

Accordingly, the Foundation financial statements are included in the District's annual report as a discrete component unit (see table of contents). Complete financial statements of the Odessa College Foundation, Incorporated can be obtained from the administrative offices of the Foundation/Odessa Junior College District.

**NOTE 20 – POST EMPLOYMENT BENEFITS OTHER THAN PENSION**

(In accordance with GASB Statement 45)

**Plan Description.** Odessa College contributes to the State Retiree Health Plan (SRHP), a cost sharing, multiple-employer, defined benefit post employment healthcare plan administered by the Employees Retirement System of Texas (ERS). SRHP provides medical benefits to retired employees of participating universities, community colleges, and state agencies in accordance with Chapter 1551, Texas Insurance Code. Benefit and contribution provisions of the SRHP are authorized by State law and may be amended by the Texas Legislature.

**Odessa Junior College District**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**August 31, 2010 and 2009**

**NOTE 20 – POST EMPLOYMENT BENEFITS OTHER THAN PENSION (CONTINUED)**

(In accordance with GASB Statement 45)

**Plan Description (Continued).** ERS issues a publically available financial report that includes financial statements and required supplementary information for SRHP. The report may be obtained from ERS via their website at <http://www.ers.state.tx.us/>.

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

The employer's share of the cost of retiree healthcare coverage to 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 retiree. The ERS board of trustees sets the employer contribution rate based on the implicit rate subsidy which is actuarially determined in accordance with the parameters of GASB statement 45.

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

The college's contribution to SRHP for the years ended August 31, 2010, 2009, and 2008 were \$49,328, \$43,264, and \$47,591, respectively, which equaled the required contributions each year.

**NOTE 21 – SUBSEQUENT EVENTS**

On November 2, 2010 the District placed a General Obligation Bond proposition on the general election ballot in the amount of \$68.5 million dollars. The Ector County voters overwhelmingly approved the proposal with 63.4% of the voters voting in favor of the bond. The proceeds of the bond will be spent on construction of six new buildings, renovations of five other facilities, and site improvements. The District plans to issue the bonds in January 2011 and anticipates construction to begin early summer of 2011. The construction is expected to continue for three to four years.

Management of the District has performed an evaluation of the District's activity through December 2, 2010, the date these financial statements were available for issuance and noted no significant event except as noted above.

**REQUIRED SUPPLEMENTAL INFORMATION**

**Odessa Junior College District**

**Schedule A**

**SCHEDULE OF OPERATING REVENUES**

**Year Ended August 31, 2010  
With Memorandum Totals for the Year Ended August 31, 2009**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total Educational Activities</u>	<u>Auxiliary Enterprises</u>	<u>2010 Total</u>	<u>2009 Total</u>
<b>Tuition:</b>						
State-funded credit courses						
In-district resident tuition	\$ 3,120,616	-	3,120,616	-	3,120,616	2,378,529
Out-of-district resident tuition	1,751,653	-	1,751,653	-	1,751,653	1,432,369
Non-resident tuition	442,734	-	442,734	-	442,734	355,782
TPEG credit set aside *	283,326	-	283,326	-	283,326	222,386
State-funded continuing education	803,906	-	803,906	-	803,906	570,566
TPEG non-credit set aside *	51,285	-	51,285	-	51,285	36,178
Non-state funded educational programs	<u>247,228</u>	-	<u>247,228</u>	-	<u>247,228</u>	<u>261,540</u>
Total tuition	<u>6,700,748</u>	<u>-</u>	<u>6,700,748</u>	<u>-</u>	<u>6,700,748</u>	<u>5,257,350</u>
<b>Fees:</b>						
Student use fees	959,777	-	959,777	-	959,777	819,527
Institutional/course fees	555,347	-	555,347	-	555,347	453,587
Student service fees	-	-	-	95,986	95,986	81,844
Laboratory fees	158,219	-	158,219	-	158,219	135,777
Other fees	<u>96,630</u>	<u>14,648</u>	<u>111,278</u>	-	<u>111,278</u>	<u>100,998</u>
Total fees	<u>1,769,973</u>	<u>14,648</u>	<u>1,784,621</u>	<u>95,986</u>	<u>1,880,607</u>	<u>1,591,733</u>
<b>Scholarship allowances and discounts:</b>						
Scholarship allowances	(574,227)	(76,459)	(650,686)	-	(650,686)	(557,597)
Local remissions and exemptions	(827)	-	(827)	-	(827)	(3,953)
State remissions and exemptions	(184,080)	-	(184,080)	(897)	(184,977)	(124,110)
TPEG allowances	(93,005)	-	(93,005)	-	(93,005)	(90,222)
Federal grants to students	-	(2,851,094)	(2,851,094)	-	(2,851,094)	(2,122,902)
State grants to students	-	<u>(139,376)</u>	<u>(139,376)</u>	-	<u>(139,376)</u>	<u>(162,557)</u>
Total scholarship allowances	<u>(852,139)</u>	<u>(3,066,929)</u>	<u>(3,919,068)</u>	<u>(897)</u>	<u>(3,919,965)</u>	<u>(3,061,341)</u>
<b>Total net tuition and fees</b>	<u>7,618,582</u>	<u>(3,052,281)</u>	<u>4,566,301</u>	<u>95,089</u>	<u>4,661,390</u>	<u>3,787,742</u>
<b>Other operating revenues:</b>						
Federal grants and contracts	50,661	3,575,815	3,626,476	-	3,626,476	3,705,880
State grants and contracts	-	417,863	417,863	-	417,863	490,193
Nongovernmental grants and contracts	-	32,421	32,421	-	32,421	64,371
Sales and services of educational activities	288,230	-	288,230	-	288,230	251,966
Investment income (program restricted)	-	14,633	14,633	371	15,004	15,510
General operating revenues	<u>558,207</u>	<u>42,776</u>	<u>600,983</u>	-	<u>600,983</u>	<u>533,320</u>
Total other operating revenues	<u>897,098</u>	<u>4,083,508</u>	<u>4,980,606</u>	<u>371</u>	<u>4,980,977</u>	<u>5,061,240</u>

**Odessa Junior College District**

**Schedule A**

**SCHEDULE OF OPERATING REVENUES (CONTINUED)**

**Year Ended August 31, 2010  
With Memorandum Totals for the Year Ended August 31, 2009**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total Educational Activities</u>	<u>Auxiliary Enterprises</u>	<u>2010 Total</u>	<u>2009 Total</u>
Auxiliary enterprises:						
Bookstore	\$ -	-	-	229,775	229,775	195,398
Food service	-	-	-	447,452	447,452	411,570
Student housing	-	-	-	11,746	11,746	11,712
Other auxiliaries	-	-	-	<u>127,298</u>	<u>127,298</u>	<u>156,312</u>
Total net auxiliary enterprises	-	-	-	<u>816,271</u>	<u>816,271</u>	<u>774,992</u>
Total Operating Revenues	\$ <u>8,515,680</u>	<u>1,031,227</u>	<u>9,546,907</u>	<u>911,731</u>	<u>10,458,638</u> (Exhibit 2)	<u>9,623,974</u> (Exhibit 2)

\* In accordance with Education Code 56.033, \$334,612 and \$258,564 for years ending August 31, 2010 and 2009, respectively, of tuition was set aside for Texas Public Education Grants (TPEG).

**Odessa Junior College District**

**Schedule B**

**SCHEDULE OF OPERATING EXPENSES  
BY OBJECT**

**Year Ended August 31, 2010  
With Memorandum Totals for the Year Ended August 31, 2009**

	Salaries & Wages	Staff Benefits		Other Expenses	2010 Total	2009 Total
		State	Local			
Unrestricted - Educational Activities						
Instruction	\$ 8,978,896	-	643,829	1,301,791	10,924,516	10,134,824
Public service	613,382	-	27,789	141,089	782,260	839,239
Academic support	2,214,286	-	140,355	766,386	3,121,027	2,769,495
Student services	1,896,690	-	128,918	531,842	2,557,450	2,337,998
Institutional support	2,375,488	-	1,082,544	2,208,052	5,666,084	4,704,824
Operation and maintenance of plant	1,017,704	-	211,239	3,606,880	4,835,823	4,699,535
Scholarship and fellowships	-	-	-	652,326	652,326	595,276
Total Unrestricted Educational Activities	17,096,446	-	2,234,674	9,208,366	28,539,486	26,081,191
Restricted - Educational Activities						
Instruction	848,816	1,515,998	112,087	980,160	3,457,061	3,325,290
Public service	195,608	97,542	40,845	215,505	549,500	511,580
Academic support	215,742	464,523	47,407	156,887	884,559	1,449,774
Student services	199,682	428,633	39,443	107,508	775,266	770,747
Institutional support	10,074	386,054	-	26,923	423,051	505,353
Operation and maintenance of plant	2,282	-	-	197,986	200,268	315,805
Scholarship and fellowships	-	-	-	4,051,140	4,051,140	3,026,243
Total Restricted Educational Activities	1,472,204	2,892,750	239,782	5,736,109	10,340,845	9,904,792
Total Educational Activities	18,568,650	2,892,750	2,474,456	14,944,475	38,880,331	35,985,983
Auxiliary Enterprises	399,073	-	80,634	1,205,010	1,684,717	1,707,498
Depreciation Expense – Buildings and other real estate improvements	-	-	-	659,330	659,330	549,940
Depreciation Expense – Equipment and furniture	-	-	-	655,887	655,887	534,319
Total Operating Expenses	\$ 18,967,723	2,892,750	2,555,090	17,464,702	41,880,265 (Exhibit 2)	38,777,740 (Exhibit 2)

**Odessa Junior College District**

**Schedule C**

**SCHEDULE OF NON-OPERATING REVENUES AND EXPENSES**

**Year Ended August 31, 2010  
With Memorandum Totals for the Year Ended August 31, 2009**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>2010 Total</u>	<u>2009 Total</u>
<b>NON-OPERATING REVENUES:</b>					
State appropriations:					
Education and general support	\$ 7,944,886	-	-	7,944,886	8,473,765
State group insurance	-	1,995,599	-	1,995,599	1,993,241
State retirement matching	-	897,151	-	897,151	842,201
Nursing shortage reduction grant	-	<u>35,285</u>	-	<u>35,285</u>	<u>78,625</u>
<b>Total state appropriations</b>	<u>7,944,886</u>	<u>2,928,035</u>	<u>-</u>	<u>10,872,921</u>	<u>11,387,832</u>
Property taxes for maintenance and operations	15,152,908	-	-	15,152,908	15,399,232
Federal revenue, non-operating	-	6,440,269	-	6,440,269	4,631,261
Gifts – noncapital	62,243	238,789	10,489	311,521	184,870
Investment income – not restricted to programs	441,767	-	-	441,767	577,832
Other non-operating revenues	<u>1,337</u>	<u>194,032</u>	<u>-</u>	<u>195,369</u>	<u>667,388</u>
<b>Total Non-Operating Revenues</b>	<u>23,603,141</u>	<u>9,801,125</u>	<u>10,489</u>	<u>33,414,755</u>	<u>32,848,415</u>
<b>NON-OPERATING EXPENSES:</b>					
Interest on capital-related debt	650,029	-	-	650,029	1,460,945
Loss on disposal of capital assets	90,134	-	-	90,134	94,877
Other non-operating expenses	<u>70,351</u>	<u>-</u>	<u>-</u>	<u>70,351</u>	<u>80,280</u>
<b>Total Non-Operating Expenses</b>	<u>810,514</u>	<u>-</u>	<u>-</u>	<u>810,514</u>	<u>1,636,102</u>
<b>Net Non-Operating Revenues</b>	<b>\$ <u>22,792,627</u></b>	<b><u>9,801,125</u></b>	<b><u>10,489</u></b>	<b><u>32,604,241</u></b> (Exhibit 2)	<b><u>31,212,313</u></b> (Exhibit 2)

**Odessa Junior College District**

**Schedule D**

**SCHEDULE OF NET ASSETS BY SOURCE AND AVAILABILITY**

**Year Ended August 31, 2010  
With Memorandum Totals for the Year Ended August 31, 2009**

	Details by Source						Available for Current Operations	
	Unrestricted	Restricted		Capital Assets Net of Depreciation and Related Debt	Total	Yes	No	
		Expendable	Non- Expendable					
<b>Current:</b>								
Unrestricted, undesignated	\$ 16,110,580	-	-	-	16,110,580	16,110,580	-	
Unrestricted, board designated	108,130	-	-	-	108,130	-	108,130	
Restricted	-	515,982	-	-	515,982	-	515,982	
Auxiliary enterprises	5,710	-	-	-	5,710	5,710	-	
<b>Loans</b>	<b>199,387</b>	<b>9,451</b>	<b>-</b>	<b>-</b>	<b>208,838</b>	<b>-</b>	<b>208,838</b>	
<b>Endowment</b>	<b>-</b>	<b>-</b>	<b>813,107</b>	<b>-</b>	<b>813,107</b>	<b>-</b>	<b>813,107</b>	
<b>Plant:</b>								
Renewal, board designated	351,800	-	-	-	351,800	-	351,800	
Debt service	-	4,107,285	-	-	4,107,285	-	4,107,285	
Investment in plant	-	-	-	8,168,812	8,168,812	-	8,168,812	
<b>Total Net Assets, August 31, 2010</b>	<b>16,775,607</b>	<b>4,632,718</b>	<b>813,107</b>	<b>8,168,812</b>	<b>30,390,244</b> (Exhibit 1)	<b>16,116,290</b>	<b>14,273,954</b>	
<b>Total Net Assets, August 31, 2009</b>	<b>18,511,373</b>	<b>4,953,014</b>	<b>773,550</b>	<b>4,954,923</b>	<b>29,192,860</b> (Exhibit 1)	<b>16,924,128</b>	<b>12,268,732</b>	
<b>Net Increase (Decrease) in Net Assets</b>	<b>\$ (1,735,766)</b>	<b>(320,296)</b>	<b>39,557</b>	<b>3,213,889</b>	<b>1,197,384</b> (Exhibit 2)	<b>(807,838)</b>	<b>2,005,222</b>	

**Odessa Junior College District**

**Schedule E**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**Year Ended August 31, 2010**

<u>Federal Grantor/Pass Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Document/ Pass Through Grantor's Number</u>	<u>Pass Through Disbursement and Expenditures</u>
<b>U.S. Department of Education</b>			
<b>Direct Programs:</b>			
<b>Student Financial Aid Cluster</b>			
Federal Supplemental Educational Opportunity Grant (08-09)	84.007A	P007A084089	\$ 400
Federal Supplemental Educational Opportunity Grant (09-10)	84.007A	P007A094089	67,600
Federal Supplemental Educational Opportunity Grant (10-11)	84.007A	P007A104089	<u>42,900</u>
Subtotal			110,900
Federal College Work Study (09-10)	84.033A	P033A094089	83,221
Federal College Work Study (10-11)	84.033A	P033A0104089	<u>7,767</u>
Subtotal			90,988
Federal Pell Grant (07-08)	84.063P	P063P072294	10
Federal Pell Grant (08-09)	84.063P	P063P082294	525
Federal Pell Grant (09-10)	84.063P	P063P092294	3,949,286
Federal Pell Grant (10-11)	84.063P	P063P0102294	<u>2,379,548</u>
Subtotal			6,329,369
Academic Competitiveness Grant (09-10)	84.375A	P375A092294	93,863
Academic Competitiveness Grant (10-11)	84.375A	P375A102294	<u>7,125</u>
Subtotal			100,988
<b>TRIO Cluster</b>			
Trio Student Support Services	84.042A	P042A050150	309,738
Trio Upward Bound	84.047A	P047A070034	290,527
<b>Higher Education – Institutional Aid</b>			
Title V CO-Op	84.031S	P031S040013	53,492
CCRA HIS Pre-Engineering	84.031C	P031C080147	1,112,261
<b>Pass-through from:</b>			
<b>Texas Education Agency</b>			
Adult Basic Education (09-10)	84.002A	1041000701	402,298
Adult Basic Education (10-11)	84.002A	1141000701	<u>15,932</u>
Subtotal			418,230
<b>Pass-through from:</b>			
<b>Texas Higher Education Coordinating Board</b>			
Carl Perkins Vocational Education - Basic	84.048	94235	209,892
Carl Perkins Tech Prep (Passed through from Midland College)	84.243	91715	83,068
ARRA – State Fiscal Stabilization Fund – Government Services	84.397A	S397A090044	126,939
College Connection 2+2+2	84.378	P378A080023	<u>38,816</u>
<b>Total U.S. Department of Education</b>			<u><u>9,275,208</u></u>

Notes to Schedule on following page.

**Odessa Junior College District**

**Schedule E**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**

**Year Ended August 31, 2010**

<u>Federal Grantor/Pass Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Document/ Pass Through Grantor's Number</u>	<u>Pass Through Disbursement and Expenditures</u>
<b><u>U.S. Department of Labor</u></b>			
Direct Programs:			
Employment and Training Administration Community Based Job Training Grant – Welding Training Center	17.269	CB-15975-07-60-A-48	376,327
Pass-through from:			
U.S. Department of Labor ARRA – National Association of Regional Councils and Permian Basin Planning Commission – Pathways out of Poverty	17.275	GJ-19940-10-60-A-11	<u>12,390</u>
Total U.S. Department of Labor			<u>388,717</u>
<b><u>U.S. Department of Agriculture</u></b>			
Pass-through from:			
Texas Department of Human Services Child and Adult Care Food Program	10.558	165-0013	46,424
Pass-through from:			
Sul Ross University	10.223	2008-38422-19544	<u>549</u>
Total U.S. Department of Agriculture			<u>46,973</u>
<b><u>U.S. Department of Health and Human Services</u></b>			
Pass-through from:			
West Texas Opportunities Designated Vendor Program	93.596		51,094
Pass-through from:			
Greater Opportunities of Permian Basin Head Start Program	93.600	O6CH5616	<u>183,452</u>
Total U.S. Department of Health and Human Services			<u>234,546</u>
<b><u>National Science Foundation – UTEP</u></b>			
Pass-through from:			
University of Texas at El Paso LSAMP	47.076	HRD-0703584	<u>47,065</u>
Total Federal Financial Assistance			\$ <u>9,992,509</u>

**Note 1: FEDERAL ASSISTANCE RECONCILIATION**

Federal revenues per Schedule A & C:	
Federal grants and contracts revenue, Operating Sch A	\$ 3,626,476
Federal grants and contracts revenue, Non-Operating Sch C	6,440,269
Less: Expenditures Not Subject to A-133 Audit (Note 3)	<u>(74,236)</u>
Total Federal Revenues Per Schedule of Expenditures of Federal Awards	\$ <u>9,992,509</u>

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**

**Year Ended August 31, 2010**

**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 that have been expended to the District for the purposes of the award. Some amounts reported in the schedule may differ from amounts used in the preparation of the basic financial statements imposed by the funding agencies. The District has followed all applicable guidelines issued by various entities in the preparation of the schedule.

**NOTE 3: EXPENDITURES NOT SUBJECT TO FEDERAL SINGLE AUDIT:**

KOCV-FM, public radio station licensed by the District,  
received federal funds passed through to the following entities:

Corporation for Public Broadcasting (CPB)	\$ <u>74,236</u>
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**NOTE 4: STUDENT LOANS PROCESSED AND ADMINISTRATIVE COSTS RECOVERED –  
Not included in Schedule**

Federal Grantor CFDA Number/Program Name	New Loans Processed	Administrative Costs Recovered	Total Loans Processed & Admin. Costs Recovered
<u>Department of Education</u>			
84.000 PLUS Parent Loan Program	\$ -	-	-
84.032 Federal Family Education Loan Program	1,344,858	-	1,344,858
84.268 Direct Loan	8,085	-	8,085
	\$ 1,352,943	-	1,352,943

**NOTE 5: AMOUNTS PASSED THROUGH BY THE DISTRICT**

The following amounts were passed through to the listed subrecipients by the District. These amounts were from the Title V Coop Program CFDA No. 84.031S from the Department of Education.

College of the Southwest	84.031S	\$ <u>11,109</u>
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The following amounts were passed through to the listed subrecipients by the District. These amounts were from the Tech Prep CFDA No. 84.243 passed through from Midland College and the Department of Education.

Tech Prep		
Andrews ISD	84.243	\$ 4,721
Balmorhea ISD	84.243	4,063
Seminole ISD	84.243	13,330
Crane ISD	84.243	3,646
Monahans/Wickett/Pyote ISD	84.243	4,558
Ector County ISD	84.243	3,215
McCamey ISD	84.243	6,826
Total passed-through to ISD's		\$ 40,359

**Odessa Junior College District**

**Schedule F**

**SCHEDULE OF EXPENDITURES OF STATE AWARDS**

**Year Ended August 31, 2010**

Grantor Agency / Program Title	Grant Contract Number	Disbursements and Expenditures
Texas Education Agency State Adult Education	01000701	\$ 74,779
Texas Higher Education Coordinating Board		
Texas College Work Study (09-10)	-	14,391
Texas Grant I	-	267,154
TEOG	-	13,817
State Top Ten % Schools	-	18,000
JET Scholarship	-	23,005
P-16 Advisory Grant	-	5,568
Nursing Shortage Reduction Grant	-	35,285
Texas Law Enforcement Officer Standards in Education Agency LEOSE Training Grant	-	<u>1,149</u>
<b>Total Expenditures of State Awards</b>		<b>\$ <u>453,148</u></b>

**NOTE 1: STATE ASSISTANCE RECONCILIATION**

State revenues per Exhibit A:		
Operating Revenues:		
State grants and contracts		\$ 417,863
State revenues per Schedule C:		
Non-Operating Revenues:		
Nursing shortage reduction grant		<u>35,285</u>
<b>Total State Revenues Per Schedule of Expenditures of State Awards</b>		<b>\$ <u>453,148</u></b>

**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 that have been expended to the District for the purposes of the award. Some amounts reported in the schedule may differ from amounts used in the preparation of the basic financial statements imposed by the funding agencies. The District has followed all applicable guidelines issued by various entities in the preparation of the schedule.

## **SINGLE AUDIT REPORTS**



**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**

The Board of Trustees  
Odessa Junior College District  
Odessa, Texas

We have audited the financial statements of Odessa Junior College District (the "District") as of and for the year ended August 31, 2010, and have issued our report thereon dated December 2, 2010. 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 misstatements on a timely basis. A *material weakness* is a deficiency or combination of control deficiencies in internal control such that there is more than a reasonable possibility that a material misstatement of the District's financial statements will not be prevented or detected and corrected on a timely basis.

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether 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*.

**Compliance and Other Matters (Continued)**

We have performed tests designed to verify the District's compliance with the requirements of the Public Funds Investment Act. During the year ended August 31, 2010, no instances of noncompliance were found.

This report is intended for the information and use of the District's management trustees, and audit committee, 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.

*Johnson Miller & Co., CPA's PC*

Odessa, Texas  
December 2, 2010



# JOHNSON MILLER & CO., CPA's

Certified Public Accountants

A Professional Corporation

An Independent Member Of BDO Seidman Alliance

Odessa, Texas  
Midland, Texas  
Hobbs, New Mexico

**Report of Independent Certified Public Accountants on  
Compliance with Requirements Applicable to Each  
Major Program and on Internal Control Over Compliance in  
Accordance with OMB Circular A-133**

The Board of Trustees  
Odessa Junior College District  
Odessa, Texas

### **Compliance**

We have audited the compliance of Odessa Junior 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 are applicable to each of its major federal programs for the year ended August 31, 2010. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal 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 on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the 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, 2010.

### **Internal Control Over Compliance**

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 requirements that could have a direct and material effect on a major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report an 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.

A *deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect 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 that will not be prevented or detected on a timely basis.

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

This report is intended for the information and use of the District's management, trustees, and audit committee 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.

*Johnson Miller & Co., CPA's PC*

Odessa, Texas  
December 2, 2010

**Odessa Junior College District**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**August 31, 2010**

The Board of Trustees  
Odessa Junior College District  
Odessa, Texas

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No
<u>Federal Awards</u>	
Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	No

**Odessa Junior College District**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**

**August 31, 2010**

Identification of Major Programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.007	Student Financial Aid Cluster: Federal Supplemental Education Opportunity Grant
84.033	Federal College Workstudy Program
84.063	Federal Pell Grant Program
84.375	Academic Competitiveness Grant
93.600	Greater Opportunities of Permian Basin Head Start Program
84.397A	ARRA-State Fiscal Stabilization Fund- Government Services
Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes
Section II - FINANCIAL STATEMENT FINDINGS	No matters were reported.
Section III – FEDERAL or STATE AWARD FINDINGS AND QUESTIONED COSTS	
August 31, 2010	No matters were reported.
August 31, 2009	No matters were reported.

## **STATISTICAL SUPPLEMENT**

**Odessa Junior College District**  
**Statistical Supplement 1**  
**Net Assets by Component**  
**Fiscal Years 2002 to 2010**  
**(unaudited)**  
(amounts expressed in thousands)

	For the Fiscal Year Ended August 31,								
	2010	2009	2008	2007	2006	2005	2004	2003	2002
Invested in capital assets, net of related debt	8,169	4,955	(976)	(3,148)	(5,114)	(7,115)	(8,978)	(8,501)	(10,440)
Restricted - expendable	4,633	4,953	5,496	6,498	6,599	6,662	8,743	8,912	8,549
Restricted - nonexpendable	813	774	813	838	707	672	670	657	640
Unrestricted	16,775	18,511	21,196	19,612	18,851	18,325	17,338	17,993	18,896
<b>Total primary government net assets</b>	<b>\$ 30,390</b>	<b>\$ 29,193</b>	<b>\$ 26,529</b>	<b>\$ 23,800</b>	<b>\$ 21,043</b>	<b>\$ 18,544</b>	<b>\$ 17,773</b>	<b>\$ 19,061</b>	<b>\$ 17,645</b>

**Note:** Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available. Amounts prior to FY2008 have been restated to reclassify Capital Renewal Funds from Restricted-expendable to Unrestricted.

**Odessa Junior College District**  
**Statistical Supplement 2**  
**Revenues by Source**  
**Fiscal Years 2002 to 2010**  
(unaudited)

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

	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tuition and Fees (Net of Discounts)	\$4,662	\$3,788	\$3,595	\$3,910	\$3,734	\$2,978	\$2,644	\$2,468	\$2,634
Governmental Grants and Contracts									
Federal Grants and Contracts	3,627	3,706	3,533	3,022	4,225	4,073	3,452	3,942	2,856
State Grants and Contracts	418	490	421	375	332	562	1,200	849	456
Non-Governmental Grants and Contracts	32	64	73	25	120	29	111	88	98
Sales and services of educational activities	288	252	287	275	262	262	273	288	290
Investment Income	15	16	38	45	37	20	14	48	62
Auxiliary enterprises	816	775	725	562	502	516	466	540	1,290
Other Operating Revenues	601	533	479	433	479	429	463	504	617
<b>Total Operating Revenues</b>	<b>10,459</b>	<b>9,624</b>	<b>9,151</b>	<b>8,647</b>	<b>9,691</b>	<b>8,869</b>	<b>8,623</b>	<b>8,727</b>	<b>8,303</b>
State Appropriations	10,873	11,388	11,302	11,265	11,003	10,564	10,486	11,134	11,455
Ad Valorem Taxes	15,153	15,399	14,058	12,796	11,656	10,346	9,407	9,055	8,874
Federal Grants, non-operating	6,441	4,631	3,313	3,453	4,287	4,897	4,167	3,806	3,385
Gifts	311	185	460	323	221	199	261	310	433
Investment income	442	578	1,075	1,387	1,033	496	495	419	776
Other non-operating revenues	195	667	900	1	25	14	13	27	-
<b>Total Non-Operating Revenues</b>	<b>33,415</b>	<b>32,848</b>	<b>31,108</b>	<b>29,225</b>	<b>28,225</b>	<b>26,516</b>	<b>24,829</b>	<b>24,751</b>	<b>24,923</b>
<b>Total Revenue</b>	<b>\$ 43,874</b>	<b>\$ 42,472</b>	<b>\$ 40,259</b>	<b>\$ 37,872</b>	<b>\$ 37,916</b>	<b>\$ 35,385</b>	<b>\$ 33,452</b>	<b>\$ 33,478</b>	<b>\$ 33,226</b>

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

	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tuition and fees (net of discounts)	10.67%	8.97%	9.02%	10.44%	9.85%	8.42%	7.90%	7.37%	7.93%
Governmental grants and contracts									
Federal grants and contracts	8.27%	8.73%	8.78%	7.98%	11.24%	11.57%	10.36%	11.91%	8.79%
State grants and contracts	0.95%	1.15%	1.05%	0.99%	0.88%	1.59%	3.59%	2.54%	1.37%
Non-governmental grants and contracts	0.07%	0.15%	0.18%	0.07%	0.32%	0.08%	0.33%	0.26%	0.29%
Sales and services of educational activities	0.66%	0.59%	0.71%	0.73%	0.69%	0.74%	0.82%	0.86%	0.87%
Auxiliary enterprises	1.86%	1.82%	1.80%	1.48%	1.32%	1.46%	1.39%	1.61%	3.88%
Other operating revenues	1.37%	1.25%	1.19%	1.14%	1.26%	1.21%	1.38%	1.51%	1.86%
<b>Total Operating Revenues</b>	<b>23.85%</b>	<b>22.66%</b>	<b>22.73%</b>	<b>22.83%</b>	<b>25.56%</b>	<b>25.07%</b>	<b>25.77%</b>	<b>26.06%</b>	<b>24.99%</b>
State appropriations	24.78%	26.81%	28.07%	29.75%	29.02%	29.85%	31.35%	33.26%	34.47%
Ad valorem taxes	34.54%	36.26%	34.92%	33.79%	30.74%	29.24%	28.12%	27.05%	26.71%
Federal Grants, non-operating	14.68%	10.90%	8.23%	9.12%	11.31%	13.84%	12.46%	11.37%	10.19%
Gifts	0.71%	0.44%	1.14%	0.85%	0.58%	0.56%	0.78%	0.93%	1.30%
Investment income	1.01%	1.36%	2.67%	3.66%	2.72%	1.40%	1.48%	1.25%	2.34%
Other non-operating revenues	0.44%	1.57%	2.24%	0.00%	0.07%	0.04%	0.04%	0.08%	0.00%
<b>Total Non-Operating Revenues</b>	<b>76.16%</b>	<b>77.34%</b>	<b>77.27%</b>	<b>77.18%</b>	<b>74.44%</b>	<b>74.93%</b>	<b>74.23%</b>	<b>73.94%</b>	<b>75.01%</b>
<b>Total Revenue</b>	<b>100.00%</b>								

**Note:** Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available.

**Odessa Junior College District  
Statistical Supplement 3  
Program Expenses by Function  
Fiscal Years 2002 to 2010  
(unaudited)**

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

	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction	\$14,382	\$13,461	\$12,698	\$11,937	\$11,520	\$11,769	\$11,895	\$11,938	\$11,550
Research	-	-	-	-	-	-	-	-	-
Public service	1,332	1,350	1,532	1,439	1,519	1,297	1,806	2,146	2,111
Academic support	4,006	4,219	3,732	3,592	4,329	3,598	2,837	2,943	2,814
Student services	3,332	3,109	3,175	3,084	2,894	3,246	2,829	2,613	2,283
Institutional support	6,089	5,211	4,606	4,048	3,742	3,984	3,697	3,308	3,388
Operation and maintenance of plant	5,036	5,015	5,021	4,301	3,862	3,521	3,614	3,404	3,543
Scholarships and fellowships	4,703	3,622	2,926	3,050	3,971	3,503	2,956	2,618	2,412
Auxiliary enterprises	1,685	1,707	1,597	1,309	1,178	1,223	1,241	1,394	2,475
Depreciation	1,315	1,084	990	952	844	750	780	829	771
<b>Total Operating Expenses</b>	<b>41,880</b>	<b>38,778</b>	<b>36,277</b>	<b>33,712</b>	<b>33,859</b>	<b>32,891</b>	<b>31,655</b>	<b>31,193</b>	<b>31,347</b>
Interest on capital related debt	650	1,461	1,257	1,347	1,424	1,501	1,573	1,639	1,702
Loss on disposal of fixed assets	90	95	126	101	112	147	135	182	93
Other non-operating	71	80	79	80	79	79	79	53	10
<b>Total Non-Operating Expenses</b>	<b>811</b>	<b>1,636</b>	<b>1,462</b>	<b>1,528</b>	<b>1,615</b>	<b>1,727</b>	<b>1,787</b>	<b>1,874</b>	<b>1,805</b>
<b>Total Expenses</b>	<b>\$ 42,691</b>	<b>\$ 40,414</b>	<b>\$ 37,739</b>	<b>\$ 35,240</b>	<b>\$ 35,474</b>	<b>\$ 34,618</b>	<b>\$ 33,442</b>	<b>\$ 33,067</b>	<b>\$ 33,152</b>

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

	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction	33.69%	33.31%	33.67%	33.89%	32.48%	34.00%	35.58%	36.10%	34.84%
Research	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Public service	3.12%	3.34%	4.06%	4.08%	4.28%	3.75%	5.40%	6.49%	6.37%
Academic support	9.38%	10.44%	9.89%	10.19%	12.20%	10.38%	8.48%	8.90%	8.49%
Student services	7.80%	7.69%	8.41%	8.75%	8.16%	9.38%	8.46%	7.90%	6.89%
Institutional support	14.26%	12.89%	12.20%	11.49%	10.55%	11.51%	11.05%	10.00%	10.22%
Operation and maintenance of plant	11.80%	12.41%	13.30%	12.20%	10.89%	10.17%	10.81%	10.29%	10.69%
Scholarships and fellowships	11.02%	8.96%	7.75%	8.65%	11.19%	10.12%	8.84%	7.92%	7.28%
Auxiliary enterprises	3.95%	4.22%	4.23%	3.71%	3.32%	3.53%	3.71%	4.22%	7.47%
Depreciation	3.08%	2.68%	2.62%	2.70%	2.38%	2.17%	2.33%	2.51%	2.33%
<b>Total Operating Expenses</b>	<b>98.10%</b>	<b>95.94%</b>	<b>96.13%</b>	<b>95.66%</b>	<b>95.45%</b>	<b>95.01%</b>	<b>94.66%</b>	<b>94.33%</b>	<b>94.58%</b>
Interest on capital related debt	1.52%	3.62%	3.33%	3.82%	4.01%	4.34%	4.70%	4.96%	5.13%
Loss on disposal of fixed assets	0.21%	0.24%	0.33%	0.29%	0.32%	0.42%	0.40%	0.55%	0.28%
Other non-operating	0.17%	0.20%	0.21%	0.23%	0.22%	0.23%	0.24%	0.16%	0.03%
<b>Total Non-Operating Expenses</b>	<b>1.90%</b>	<b>4.06%</b>	<b>3.87%</b>	<b>4.34%</b>	<b>4.55%</b>	<b>4.99%</b>	<b>5.34%</b>	<b>5.67%</b>	<b>5.44%</b>
<b>Total Expenses</b>	<b>100.00%</b>								

**Note:** Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available.

**Odessa Junior College District  
Statistical Supplement 4  
Tuition and Fees  
Last Ten Academic Years  
(unaudited)**

**Resident**

**Fees per Semester Credit Hour (SCH)**

Academic Year (Fall)	Registration Fee (per student)	In-District Tuition	Out-of-District Tuition	Building Use Fee	General Services Fee	Student Activity Fee	Computer Fee	Out of District Fee	ID Card Fee	Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In-District	Increase from Prior Year Out-of-District
2009	\$ -	\$ 47	\$ 67	\$ -	\$ 10	\$ 1	\$ -	\$ -	\$ -	\$ 696	\$ 936	9.43%	14.71%
2008	-	42	57	-	10	1	-	-	-	636	816	0.00%	0.00%
2007	-	42	57	-	10	1	-	-	-	636	816	0.00%	0.00%
2006	-	42	57	-	10	1	-	-	-	636	816	10.42%	17.24%
2005	-	37	47	-	10	1	-	-	-	576	696	0.00%	0.00%
2004	-	37	47	-	10	1	-	-	-	576	696	17.07%	13.73%
2003	-	30	30	-	10	1	-	10	-	492	612	16.59%	12.92%
2002	20	22	22	10	-	16	-	10	2	422	542	0.00%	0.00%
2001	20	22	22	10	-	16	-	10	2	422	542	0.00%	8.40%
2000	15	16	16	12	-	16	3	8	1	404	500	0.00%	0.00%

**Non-Resident**

**Fees per Semester Credit Hour (SCH)**

Academic Year (Fall)	Registration Fee (per student)	Non-Res Tuition Out of State	Non-Resident Tuition Internat'l	Building Use Fee	General Services Fee	Student Activity Fees	Computer Fee	Out of District Fee	ID Card Fee	Cost for 12 SCH Out of State	Cost for 12 SCH Internat'l	Increase from Prior Yr Out of State	Increase from Prior Year Internat'l
2009	\$ 150	\$ 87	\$ 87	\$ -	\$ 10	\$ 1	\$ -	\$ -	\$ -	\$ 1,326	\$ 1,326	15.71%	15.71%
2008	150	72	72	-	10	1	-	-	-	1,146	1,146	0.00%	0.00%
2007	150	72	72	-	10	1	-	-	-	1,146	1,146	0.00%	0.00%
2006	150	72	72	-	10	1	-	-	-	1,146	1,146	26.49%	26.49%
2005	150	52	52	-	10	1	-	-	-	906	906	0.00%	0.00%
2004	150	52	52	-	10	1	-	-	-	906	906	18.90%	20.64%
2003	150	40	40	-	10	1	-	-	-	762	751	7.63%	6.07%
2002	20	46	46	10	-	16	-	-	2	708	708	0.00%	0.00%
2001	20	46	46	10	-	16	-	-	2	708	708	8.92%	8.92%
2000	15	37	37	12	-	16	3	-	1	650	650	0.00%	0.00%

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

**Odessa Junior College District  
Statistical Supplement 5  
Assessed Value and Taxable Assessed Value of Property  
Last Ten Fiscal Years  
(unaudited)**

Fiscal Year	(amounts expressed in thousands)			Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)		Maintenance & Operations (a)	Debt Service (a)	Total (a)
2009-10	11,725,808	2,417,353	9,308,455	79.38%	0.162400		0.162400
2008-09	11,945,388	2,544,708	9,400,680	78.70%	0.162400	-	0.162400
2007-08	9,694,085	2,063,518	7,630,567	78.71%	0.181700	-	0.181700
2006-07	8,367,049	1,624,822	6,742,227	80.58%	0.190000	-	0.190000
2005-06	7,174,228	1,354,242	5,819,986	81.12%	0.200000	-	0.200000
2004-05	6,370,122	1,324,654	5,045,468	79.21%	0.200000	-	0.200000
2003-04	5,775,949	1,145,302	4,630,647	80.17%	0.200000	-	0.200000
2002-03	5,747,875	1,257,014	4,490,861	78.13%	0.200000	-	0.200000
2001-02	5,669,924	1,183,960	4,485,964	79.12%	0.198400	-	0.198400
2000-01	4,908,098	870,239	4,037,859	82.27%	0.198400	-	0.198400

**Source:**

Ector County Appraisal District

**Notes:**

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

**Odessa Junior College District  
Statistical Supplement 6  
State Appropriation per FTSE and Contact Hour  
Last Ten Fiscal Years  
(unaudited)**

(amounts expressed in thousands)

Fiscal Year	Appropriation per FTSE			Appropriation per Contact Hour					
	State Appropriation	FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Non-Credit Vocational	Total Contact Hours	State Appropriation per Contact Hour	
2009-10	\$ 7,945	3,719	\$ 2,136	1,416	712	286	2,414	\$ 3.29	
2008-09	8,474	3,260	2,599	1,228	650	257	2,135	3.97	
2007-08	8,474	3,206	2,643	1,188	628	294	2,110	4.02	
2006-07	8,474	3,391	2,499	1,185	676	256	2,117	4.00	
2005-06	8,474	3,452	2,455	1,286	713	383	2,382	3.56	
2004-05	8,318	4,062	2,048	1,299	750	780	2,829	2.94	
2003-04	8,318	3,604	2,308	1,253	784	384	2,421	3.44	
2002-03	8,113	3,777	2,148	1,319	853	397	2,569	3.16	
2001-02	8,863	3,440	2,576	1,202	768	356	2,326	3.81	
2000-01	8,882	3,291	2,699	1,167	745	310	2,222	4.00	
1999-00	8,655	3,309	2,616	1,211	802	255	2,268	3.82	

Notes:

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

(a) Source CBM001

(b) Source CBM00A

NOTE: revised for Unrestricted (student related) state appropriation only

**Odessa Junior College District**  
**Statistical Supplement 7**  
**Principal Taxpayers**  
**Last Ten Tax Years**  
(unaudited)

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)									
		2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Occidental Permian LTD	Oil & Gas	\$ 722,406	\$ 665,706	\$ 845,024	\$ 610,832	\$ 514,882	\$ 449,259	\$ 342,424	\$ 324,562	\$ 338,998	\$ 380,089
Conocophillips	Oil & Gas	457,937	350,225	372,529	231,750	212,867	172,712	127,058	80,308	-	-
XTO Energy	Oil & Gas	296,139	278,509	313,628	223,288	147,857	82,277	-	-	-	-
Apache Corporation	Oil & Gas	236,130	160,352	286,547	-	-	-	-	-	-	-
Oxy USA WTP LP	Oil & Gas	225,445	232,478	296,757	212,925	188,176	119,146	89,841	62,490	56,016	58,424
Odessa-Ector Power Partners	Utility	191,925	191,713	-	-	-	-	-	-	-	-
Sandridge Exploration & Prod	Oil & Gas	179,281	-	-	-	-	-	-	-	-	-
Devon Energy Production	Utility	126,613	-	-	-	-	-	-	-	-	-
Energen Resources	Oil & Gas	95,603	77,649	100,632	66,137	-	-	-	-	-	-
C O G Operating	Oil & Gas	94,093	-	-	-	-	-	-	-	-	-
Oxy USA Inc.	Oil & Gas	-	97,017	129,370	-	-	-	-	-	-	-
Oncore Electric Delivery	Utility	-	80,011	84,067	-	-	-	72,286	73,009	75,393	-
Four Star Oil and Gas	Oil & Gas	-	78,154	116,096	132,860	167,372	123,514	109,559	62,758	80,607	94,530
Flint Hills/Huntsman Polmers Corp.	Chemicals	-	-	180,234	184,317	282,588	229,892	242,777	353,970	358,838	383,379
Anadarko Petroleum Corp.	Oil & Gas	-	-	-	248,127	229,934	193,987	113,847	78,661	88,417	113,259
TXU Electric Delivery Co.	Utility	-	-	-	82,686	81,073	77,387	-	-	-	73,629
BP American Production Co.	Oil & Gas	-	-	-	51,858	52,168	43,699	36,772	34,498	-	-
Southwestern Bell	Utility	-	-	-	-	-	-	36,475	-	44,225	44,232
Encore Operating LP	Oil & Gas	-	-	-	-	59,604	60,009	-	-	-	-
Chevron USA Inc.	Oil & Gas	-	-	-	-	-	-	72,084	73,065	49,753	53,667
Duke Energy Field Sevices	Oil & Gas	-	-	-	-	-	-	-	37,303	-	-
Phillips Petroleum CO.	Oil & Gas	-	-	-	-	-	-	-	-	71,433	55,011
Texaco E & P Inc	Oil & Gas	-	-	-	-	-	-	-	-	51,761	56,715
<b>Totals</b>		<b>\$ 2,625,572</b>	<b>\$ 2,211,814</b>	<b>\$ 2,724,884</b>	<b>\$ 2,044,780</b>	<b>\$ 1,936,521</b>	<b>\$ 1,551,882</b>	<b>\$ 1,243,123</b>	<b>\$ 1,180,624</b>	<b>\$ 1,215,441</b>	<b>\$ 1,312,935</b>
<b>Total Taxable Assessed Value</b>		<b>\$ 9,400,680</b>	<b>\$ 9,400,680</b>	<b>\$ 7,630,567</b>	<b>\$ 6,742,227</b>	<b>\$ 5,819,986</b>	<b>\$ 5,045,468</b>	<b>\$ 4,630,647</b>	<b>\$ 4,490,861</b>	<b>\$ 4,485,964</b>	<b>\$ 4,037,859</b>

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year									
		2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Occidental Permian LTD	Oil & Gas	7.68%	7.08%	11.07%	9.06%	8.85%	8.90%	7.39%	7.23%	7.56%	9.41%
Conocophillips	Oil & Gas	4.87%	3.73%	4.88%	3.44%	3.66%	3.42%	2.74%	1.79%	-	-
XTO Energy	Oil & Gas	3.15%	2.96%	4.11%	3.31%	2.54%	1.63%	-	-	-	-
Apache Corporation	Oil & Gas	2.51%	1.71%	3.76%	-	-	-	-	-	-	-
Oxy USA WTP LP	Oil & Gas	2.40%	2.47%	3.89%	3.16%	3.23%	2.36%	1.94%	1.39%	1.25%	1.45%
Odessa-Ector Power Partners	Utility	2.04%	2.04%	-	-	-	-	-	-	-	-
Sandridge Exploration & Prod	Oil & Gas	1.91%	-	-	-	-	-	-	-	-	-
Devon Energy Production	Utility	1.35%	-	-	-	-	-	-	-	-	-
Energen Resources	Oil & Gas	1.02%	0.83%	1.32%	0.98%	-	-	-	-	-	-
C O G Operating	Oil & Gas	1.00%	-	-	-	-	-	-	-	-	-
Oxy USA Inc.	Oil & Gas	-	1.03%	1.70%	-	-	-	-	-	-	-
Oncore Electric Delivery	Utility	-	0.85%	1.10%	-	-	-	1.56%	1.63%	1.68%	-
Four Star Oil and Gas	Oil & Gas	-	0.83%	1.52%	1.97%	2.88%	2.45%	2.37%	1.40%	1.80%	2.34%
Flint Hills/Huntsman Polmers Corp.	Chemicals	-	-	2.36%	2.73%	4.86%	4.56%	5.24%	7.88%	8.00%	9.49%
Anadarko Petroleum Corp.	Oil & Gas	-	-	-	3.68%	3.95%	3.84%	2.46%	1.75%	1.97%	2.80%
TXU Electric Delivery Co.	Utility	-	-	-	1.23%	1.39%	1.53%	-	-	-	1.82%
BP American Production Co.	Oil & Gas	-	-	-	0.77%	0.90%	0.87%	0.79%	0.77%	-	-
Southwestern Bell	Utility	-	-	-	-	-	-	0.79%	-	0.99%	1.10%
Encore Operating LP	Oil & Gas	-	-	-	-	1.02%	1.19%	-	-	-	-
Chevron USA Inc.	Oil & Gas	-	-	-	-	-	-	1.56%	1.63%	1.11%	1.33%
Duke Energy Field Sevices	Oil & Gas	-	-	-	-	-	-	-	0.83%	-	-
Phillips Petroleum CO.	Oil & Gas	-	-	-	-	-	-	-	-	1.59%	1.36%
Texaco E & P Inc	Oil & Gas	-	-	-	-	-	-	-	-	1.15%	1.40%
<b>Totals</b>		<b>27.93%</b>	<b>23.53%</b>	<b>35.71%</b>	<b>30.33%</b>	<b>33.28%</b>	<b>30.75%</b>	<b>26.84%</b>	<b>26.30%</b>	<b>27.10%</b>	<b>32.50%</b>

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

Fiscal Year Ended August 31	Total Current Tax Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections - Year of Levy (c)	Percentage	Prior Collections of Prior Levies (d)	Current Collections of Prior Levies (e)	Total Collections (c + d + e)	Percentage of Current Levy
2010	\$ 15,117	(24)	15,093	\$ 14,620	96.87%	-	-	14,620	96.87%
2009	15,267	(214)	15,053	14,635	97.22%	-	157	14,792	98.26%
2008	13,864	(93)	13,771	13,453	97.69%	121	47	13,621	98.91%
2007	12,810	(239)	12,571	12,486	99.33%	(40)	24	12,470	99.20%
2006	11,640	(85)	11,555	11,260	97.44%	194	17	11,471	99.27%
2005	10,091	(38)	10,053	9,740	96.89%	228	13	9,981	99.29%
2004	9,261	100	9,361	9,005	96.20%	283	11	9,299	99.34%
2003	8,982	(15)	8,967	8,584	95.73%	319	7	8,910	99.36%
2002	8,900	(47)	8,853	8,567	96.77%	227	4	8,798	99.38%
2001	8,011	74	8,085	7,761	95.99%	277	3	8,041	99.45%

Source: Ector County Appraisal District and District records.

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

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

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

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

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

Total Collections = C + D + E

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

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

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>General Bonded Debt</b>										
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds restricted for debt service	-	-	-	-	-	-	-	-	-	-
Net general bonded debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Other Debt</b>										
Revenue bonds	\$ 20,800	\$ 22,720	\$ 24,280	\$ 25,705	\$ 27,040	\$ 28,295	\$ 29,475	\$ 30,585	\$ 31,630	\$ 32,615
Notes	-	-	-	-	-	-	-	-	-	-
Capital lease obligations	263	179	77	140	-	-	-	-	-	-
Total Outstanding Debt	\$ 21,063	\$ 22,899	\$ 24,357	\$ 25,845	\$ 27,040	\$ 28,295	\$ 29,475	\$ 30,585	\$ 31,630	\$ 32,615
<b>General Bonded Debt Ratios</b>										
Per Capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per FTSE	-	-	-	-	-	-	-	-	-	-
As a percentage of Taxable Assessed Value	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Total Outstanding Debt Ratios</b>										
Per Capita	\$ 156.46	\$ 173.55	\$ 187.98	\$ 204.07	\$ 217.15	\$ 229.11	\$ 241.21	\$ 250.94	\$ 262.20	\$ 270.14
Per FTSE	\$ 5,664	\$ 7,024	\$ 7,597	\$ 7,884	\$ 7,833	\$ 6,966	\$ 8,178	\$ 8,098	\$ 9,195	\$ 9,910
As a percentage of Taxable Assessed Value	0.23%	0.24%	0.32%	0.38%	0.46%	0.56%	0.64%	0.68%	0.71%	0.81%

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

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

	For the Year Ended August 31 (amount expressed in thousands)									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Taxable Assessed Value</b>	\$ 9,308,455	\$ 9,400,680	\$ 7,630,567	\$ 6,742,227	\$ 5,819,986	\$ 5,045,468	\$ 4,630,647	\$ 4,490,861	\$ 4,485,963	\$ 4,037,858
<b>General Obligation Bonds</b>										
Statutory Tax Levy Limit for Debt Service	46,542	47,003	38,153	33,711	29,100	25,227	23,153	22,454	22,430	20,189
Less: Funds Restricted for Repayment of G.O. Bonds	-	-	-	-	-	-	-	-	-	-
Total Net General Obligation Debt	46,542	47,003	38,153	33,711	29,100	25,227	23,153	22,454	22,430	20,189
Current Year Debt Service Requirements	-	-	-	-	-	-	-	-	-	-
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 46,542	\$ 47,003	\$ 38,153	\$ 33,711	\$ 29,100	\$ 25,227	\$ 23,153	\$ 22,454	\$ 22,430	\$ 20,189
<b>Net Current Requirements as a % of Statutory Limit</b>	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

**Odessa Junior College District  
Statistical Supplement 11  
Pledged Revenue Coverage  
Last Ten Fiscal Years  
(unaudited)**

**Revenue Bonds**

Fiscal Year	Pledged Revenues (\$000 omitted)								Debt Service Requirements (\$000 omitted)			Coverage Ratio
	Tuition	General Use Fee	Bookstore Revenues	Room & Board Revenues	Operating Fees	Gifts & Grants	Interest Earned	Total	Principal	Interest	Total	
2010	\$ 1,400	\$ 960	\$ 230	\$ 459	\$ 3,041	\$ 105	\$ 457	\$ 6,652	\$ 1,920	\$ 650	\$ 2,570	2.59
2009	1,097	820	195	423	2,587	119	594	5,835	1,595	1,093	2,688	2.17
2008	979	758	177	397	3,185	152	1,113	6,761	1,520	1,257	2,777	2.43
2007	1,041	826	176	282	2,177	148	1,432	6,082	1,425	1,342	2,767	2.20
2006	983	916	182	275	1,972	161	1,071	5,560	1,255	1,424	2,679	2.08
2005	964	909	173	356	2,139	61	517	5,119	1,180	1,501	2,681	1.91
2004	789	906	166	461	1,931	359	510	5,122	1,110	1,573	2,683	1.91
2003	650	908	173	527	2,063	310	467	5,098	1,045	1,640	2,685	1.90
2002	581	838	965	489	2,594	-	839	6,306	985	1,702	2,687	2.35
2001	368	931	1,537	434	2,563	319	1,229	7,381	925	1,760	2,685	2.75

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

Calendar Year	District Population	District Personal Income (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2010	(a)	(a)	(a)	(a)
2009	134,625	(a)	(a)	6.2%
2008	131,941	\$ 4,541,776	\$ 34,622	3.4%
2007	129,570	4,113,518	31,787	4.2%
2006	126,649	3,671,385	28,989	5.0%
2005	124,522	3,251,858	26,115	6.0%
2004	123,497	2,916,387	23,615	6.7%
2003	122,195	2,791,096	22,841	6.8%
2002	121,881	2,698,998	22,145	5.0%
2001	120,633	2,651,350	21,979	6.4%
1999	122,450	2,340,632	19,115	9.7%

**Sources:**

Population from U.S. Census Bureau

Personal income and Population from U.S. Bureau of Economic Analysis.

Unemployment rate from Odessa Chamber of Commerce

**Notes:**

a. Information not yet available

**Odessa Junior College District  
Statistical Supplement 13  
Principal Employers  
(unaudited)**

**Current Fiscal Year (2010)**

#	Employer	Number of Employees	Percentage of Total Employment (1)
1	Ector County ISD	3,526	4.97%
2	Medical Center Hospital	1,700	2.40%
3	Odessa Regional Medical Center	840	1.18%
4	City of Odessa	839	1.18%
5	Walmart	832	1.17%
6	Saulsbury Companies	810	1.14%
7	Halliburton Services	750	1.06%
8	Ector County	658	0.93%
9	Odessa College	626	0.88%
9	Nurses Unlimited	597	0.84%
Total Principal Employers		<u>11,178</u>	<u>15.75%</u>
Total Ector County Workforce		<u>70,968</u>	<u>100.00%</u>

**Source:**

Odessa Chamber of Commerce  
Information as of August 2010

**Note:**

Percentages are calculated using the midpoints of the ranges.

**Nine Years Prior**

#	Employer	Number of Employees	Percentage of Total Employment (1)
1	Ector County ISD	3,857	6.73%
2	Medical Center Hospital	1,600	2.79%
3	Wal-Mart Supercenter	910	1.59%
4	Odessa College	882	1.54%
5	City of Odessa	800	1.40%
6	Huntsman Corporation	666	1.16%
7	Ector County	616	1.07%
8	Odessa Regional Hospital	430	0.75%
9	West Teleservices	400	0.70%
10	Southwestern Bell	379	0.66%
Total Principal Employers		<u>10,540</u>	<u>18.39%</u>
Total Ector County Workforce		<u>57,323</u>	<u>100.00%</u>

**Source:**

Odessa Chamber of Commerce  
Information as of August 2001

**Odessa Junior College District  
Statistical Supplement 14  
Faculty, Staff, and Administrators Statistics  
Last Ten Fiscal Years  
(unaudited)**

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Faculty</b>										
Full-Time	118	114	118	120	119	119	120	122	118	119
Part-Time	118	126	127	117	117	146	141	165	163	162
Total	236	240	245	237	236	265	261	287	281	281
<b>Percent</b>										
Full-Time	50.0%	47.5%	48.2%	50.6%	50.4%	44.9%	46.0%	42.5%	42.0%	42.3%
Part-Time	50.0%	52.5%	51.8%	49.4%	49.6%	55.1%	54.0%	57.5%	58.0%	57.7%
<b>Staff and Administrators</b>										
Full-Time	206	224	224	227	228	230	245	257	261	264
Part-Time	80	68	63	91	80	97	103	106	125	135
Total	286	292	287	318	308	327	348	363	386	399
<b>Percent</b>										
Full-Time	72.0%	76.7%	78.0%	71.4%	74.0%	70.3%	70.4%	70.8%	67.6%	66.2%
Part-Time	28.0%	23.3%	22.0%	28.6%	26.0%	29.7%	29.6%	29.2%	32.4%	33.8%
FTSE per Full-time Faculty	31.5	28.6	27.2	28.3	29.0	34.1	30.0	31.0	29.2	27.7
FTSE per Full-Time Staff	18.1	14.6	14.3	14.9	15.1	17.7	14.7	14.7	13.2	12.5
Average Annual Faculty Salary	\$51,876	\$51,425	\$48,520	\$46,802	\$43,338	\$43,806	\$42,720	\$42,985	\$42,658	\$39,509

**Source:**

IPEDS Human Resources Survey as of November 1 of each fiscal year.

**Odessa Junior College District  
Statistical Supplement 15  
Enrollment Details  
Last Five Fiscal Years  
(unaudited)**

Student Classification	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005	
	Number	Percent								
CE Students	1,650	24.33%	1,934	29.21%	1,461	24.18%	1,672	26.78%	2,066	30.14%
0-30 hours	4,536	66.88%	4,035	60.94%	3,869	64.05%	3,531	56.56%	3,714	54.18%
31-60 hours	527	7.77%	601	9.08%	671	11.11%	1,002	16.05%	1,036	15.11%
> 60 hours	69	1.02%	51	0.77%	40	0.66%	38	0.61%	39	0.57%
<b>Total</b>	<b>6,782</b>	<b>100.00%</b>	<b>6,621</b>	<b>100.00%</b>	<b>6,041</b>	<b>100.00%</b>	<b>6,243</b>	<b>100.00%</b>	<b>6,855</b>	<b>100.00%</b>

Semester Hour Load	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005	
	Number	Percent								
CE Students	1,650	24.33%	1,934	29.21%	1,461	24.18%	1,672	26.78%	2,066	30.14%
Less than 3 hours	43	0.63%	42	0.63%	46	0.76%	41	0.66%	55	0.80%
3-5 semester hours	1,035	15.26%	1,076	16.25%	1,083	17.93%	1,004	16.08%	1,002	14.62%
6-8 semester hours	1,513	22.31%	1,383	20.89%	1,371	22.69%	1,291	20.68%	1,202	17.53%
9-11 semester hours	858	12.65%	801	12.10%	713	11.80%	657	10.52%	695	10.14%
12-14 semester hours	1,355	19.98%	1,024	15.47%	1,023	16.93%	1,186	19.00%	1,408	20.54%
15-17 semester hours	192	2.83%	243	3.67%	293	4.85%	299	4.79%	338	4.93%
18 or more semester hours	136	2.01%	118	1.78%	51	0.86%	93	1.49%	89	1.30%
<b>Total</b>	<b>6,782</b>	<b>100.00%</b>	<b>6,621</b>	<b>100.00%</b>	<b>6,041</b>	<b>100.00%</b>	<b>6,243</b>	<b>100.00%</b>	<b>6,855</b>	<b>100.00%</b>

Average course load	8.7	8.1	8.3	8.4	8.4
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Tuition Status	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005	
	Number	Percent								
CE Students	1,650	24.33%	1,934	29.21%	1,461	24.18%	1,672	26.78%	2,066	30.14%
Texas Resident (in-District)	3,471	51.18%	3,071	46.38%	2,973	49.21%	3,049	48.84%	3,205	46.75%
Texas Resident (out-of-District)	1,481	21.84%	1,441	21.76%	1,416	23.44%	1,378	22.07%	1,430	20.86%
Non-Resident Tuition	138	2.03%	139	2.10%	150	2.48%	138	2.21%	140	2.04%
Tuition Exempt	42	0.62%	36	0.55%	41	0.69%	6	0.10%	13	0.19%
Visiting Student	0	0.00%	0	0.00%	0	0.00%	0	0.00%	1	0.02%
<b>Total</b>	<b>6,782</b>	<b>100.00%</b>	<b>6,621</b>	<b>100.00%</b>	<b>6,041</b>	<b>100.00%</b>	<b>6,243</b>	<b>100.00%</b>	<b>6,855</b>	<b>100.00%</b>

**Odessa Junior College District  
Statistical Supplement 16  
Student Profile  
Last Five Fiscal Years  
(unaudited)**

	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005	
	Number	Percent								
Gender										
Female	3,831	56.49%	3,711	56.05%	3,379	55.93%	3,371	54.00%	3,921	57.20%
Male	2,951	43.51%	2,910	43.95%	2,662	44.07%	2,872	46.00%	2,934	42.80%
Total	6,782	100.00%	6,621	100.00%	6,041	100.00%	6,243	100.00%	6,855	100.00%

	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005	
	Number	Percent								
Ethnic Origin										
White	2,878	42.44%	2,915	44.03%	2,748	45.49%	2,915	46.69%	3,153	46.00%
Hispanic	3,522	51.93%	3,311	50.01%	2,965	49.08%	3,015	48.29%	3,282	47.88%
African American	274	4.04%	289	4.36%	211	3.49%	214	3.43%	275	4.01%
Asian	56	0.83%	51	0.77%	57	0.95%	52	0.83%	85	1.24%
Foreign	21	0.31%	14	0.21%	20	0.33%	12	0.19%	13	0.19%
Native American	30	0.44%	39	0.59%	40	0.66%	34	0.54%	46	0.67%
Unknown	1	0.01%	2	0.03%	-	0.00%	1	0.03%	1	0.01%
Total	6,782	100.00%	6,621	100.00%	6,041	100.00%	6,243	100.00%	6,855	100.00%

	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005	
	Number	Percent								
Age										
Under 18	1,004	14.80%	962	14.53%	810	13.41%	744	11.92%	682	9.95%
18 -21	2,100	30.96%	1,925	29.07%	1,897	31.40%	1,949	31.22%	2,222	32.41%
22 - 24	729	10.75%	749	11.31%	689	11.41%	704	11.28%	773	11.28%
25 - 35	1,563	23.05%	1,501	22.67%	1,393	23.05%	1,459	23.37%	1,626	23.72%
36 - 50	1,025	15.11%	1,106	16.70%	926	15.33%	1,056	16.91%	1,138	16.60%
51 & over	361	5.33%	378	5.72%	326	5.40%	331	5.30%	414	6.04%
Total	6,782	100.00%	6,621	100.00%	6,041	100.00%	6,243	100.00%	6,855	100.00%

Average Age (Credit)	23.6	24.0	23.8	24.0	24.4
Average Age (CE)	37.0	38.0	38.0	37.5	36.1

**Odessa Junior College District  
Statistical Supplement 17  
Transfers to Senior Institutions  
2008 Fall Students as of Fall 2009  
(Includes only public senior colleges in Texas)  
(unaudited)**

	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of All Odessa Transfer Students	% of All Odessa Transfer Students	
1	The University of Texas at Permian Basin	340	16	11	367	47.48%
2	Texas Tech University	96	0	0	96	12.42%
3	The University of Texas at Austin	54	1	0	55	7.12%
4	Angelo State University	50	1	1	52	6.73%
5	Texas A & M University	37	1	0	38	4.92%
6	Sul Ross State University	21	3	0	24	3.10%
7	Texas State University	22	0	0	22	2.85%
8	University of North Texas	21	0	0	21	2.72%
9	West Texas A & M University	15	0	0	15	1.94%
10	Tarleton State University	10	2	0	12	1.55%
11	The University of Texas at San Antonio	12	0	0	12	1.55%
12	Texas Tech University Health Science Center	10	0	0	10	1.29%
13	The University of Texas at Arlington	7	0	2	9	1.16%
14	Texas Women's University	6	2	0	8	1.03%
15	Stephen F. Austin State University	4	0	3	7	0.91%
16	Sam Houston State University	3	1	0	4	0.52%
17	Midwestern State University	3	0	0	3	0.39%
18	Texas A & M University at Corpus Christi	3	0	0	3	0.39%
19	Texas A & M University Commerce	2	1	0	3	0.39%
20	The University of Texas at Dallas	2	0	0	2	0.26%
21	The University of Texas at El Paso	1	1	0	2	0.26%
22	Lamar University	0	1	0	1	0.13%
23	Texas A & M International University	1	0	0	1	0.13%
24	Texas A & M University at Galveston	1	0	0	1	0.13%
25	The University of Texas at Brownsville	0	1	0	1	0.13%
26	The University of Texas at Tyler	1	0	0	1	0.13%
27	The University of Texas M.D. Anderson Cancer C	0	1	0	1	0.13%
28	The University of Texas Medical Branch Galvesto	1	0	0	1	0.13%
29	University of Houston at Victoria	1	0	0	1	0.13%
<b>Totals</b>	<b>724</b>	<b>32</b>	<b>17</b>	<b>773</b>	<b>100.00%</b>	

**Odessa Junior College District  
Statistical Supplement 18  
Schedule of Capital Asset Information  
Fiscal Years 2003 to 2010  
(unaudited)**

	Fiscal Year							
	2010	2009	2008	2007	2006	2005	2004	2003
Academic buildings	14	14	14	14	14	14	15	15
Square footage (in thousands)	418	418	418	418	418	418	460	527
Libraries	1	1	1	1	1	1	1	1
Learning Resources area (in thousands)	28	28	28	28	28	28	28	28
Student Study area (in thousands)	8	8	8	8	8	8	8	8
Shelving (in linear feet, in thousands)	11	11	11	11	11	11	11	11
Number of Volumes (in thousands)	112	112	112	112	112	112	112	111
Administrative and support buildings	6	6	6	6	6	5	4	4
Square footage (in thousands)	119	119	119	119	119	98	91	91
Dormitories	1	1	1	-	-	2	2	2
Square footage (in thousands)	3	3	3	-	-	21	28	28
Number of Beds	24	24	24	-	-	134	134	134
Apartments	1	1	1	1	1	1	1	1
Square footage (in thousands)	75	75	75	75	75	75	75	75
Number of beds	213	213	213	213	213	213	213	213
Dining Facilities	1	1	1	1	1	1	1	1
Square footage (in thousands)	8	8	8	8	8	8	8	8
Average daily customers	300	300	300	225	225	225	300	350
Athletic Facilities	7	7	7	7	7	7	7	7
Square footage (in thousands)	692	692	692	692	692	692	692	653
Stadiums	1	1	1	1	1	1	1	1
Gymnasiums	2	2	2	2	2	2	2	2
Fitness Centers	1	1	1	1	1	1	1	1
Tennis Court	1	1	1	1	1	1	1	1
Ranch	1	1	1	1	1	1	1	1
Ball Field	2	2	2	2	2	2	2	2
Theater	1	1	1	1	1	1	1	1
Globe Theater	14	14	14	14	14	14	14	14
Plant facilities	4	4	4	4	4	4	4	4
Square footage (in thousands)	46	46	46	46	46	46	46	46
Transportation								
Cars	19	19	19	16	16	16	15	15
Light Trucks/Vans	30	30	30	29	29	26	26	25
Buses	3	2	2	2	2	-	-	-