

TRINITY VALLEY COMMUNITY COLLEGE
ANNUAL FINANCIAL REPORT FOR THE
YEAR ENDED AUGUST 31, 2008

TRINITY VALLEY COMMUNITY COLLEGE
Annual Financial Report for
the Year Ended August 31, 2008

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TRINITY VALLEY COMMUNITY COLLEGE
ORGANIZATIONAL DATA
FOR THE FISCAL YEAR 2007-2008

Board of Trustees

Officers

Ray Raymond	President
Paula Kimball	Vice President
Glendon Forgey	Secretary

Members

	<u>Term Expires</u> <u>April 30,</u>
Homer L. Norville	Kaufman, Texas 2010
Dr. Charlie Risinger	Terrell, Texas 2010
Jerry Stone	Malakoff, Texas 2010
Ron Day	Mabank, Texas 2012
Paula Kimball	Mabank, Texas 2012
David Monk	Chandler, Texas 2012
Jack Endres	Athens, Texas 2014
Ray Raymond	Kaufman, Texas 2014
Herbert Riley	Frankston, Texas 2014

Principal Administrative Officers

Glendon Forgey	President
Rip Drumgoole	Vice-President of Student Services
David Hubbard	Vice -President of Resource Management and College Relations
Jerry King	Vice-President of Instruction
Jean McSpadden	Vice-President of Administrative Services and Chief Financial Officer
David McAnally	Assistant Vice-President of Instruction for Workforce Education and Business Relations
Jeremy McMillen	Assistant Vice-President of Instruction for Academic Education and Institutional Planning
Charles Akin	Provost of Palestine Campus
Charles H. Gann	Provost of Terrell Campus
Helen Reid	Provost of Health Occupations
Mike Abbott	Dean of Information Technology Services
Brett Daniel	Dean of Administrative Computing Services
Colette Hilliard	Dean of Enrollment Management
Sam Hurley	Dean of TDCJ Instructional Programs
Gayla Roberts	Dean of Community Services
Terry Spurlock	Dean of Distance Learning
Joyce Helberg	Controller

SMITH, LAMBRIGHT & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

UNQUALIFIED OPINION ON THE BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION - SINGLE AUDIT-
GOVERNMENTAL ENTITY

The Board of Trustees
Trinity Valley Community College
100 Cardinal Drive
Athens, Texas 75751

Members of the Board of Trustees:

We have audited the accompanying financial statements of Trinity Valley Community College, a special purpose government engaged only in business - type activities, as of and for the year ended August 31, 2008, which collectively comprise the College's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Trinity Valley Community College's administration. Our responsibility is to express an opinion on these financial statements based on our audit.

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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the related compliance supplement; and State of Texas Single Audit Circular. Those standards and circulars require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business - type activities of Trinity Valley Community College as of August 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2008, on our consideration of Trinity Valley Community College'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 audit.

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

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Trinity Valley Community College's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and State of Texas Single Audit Circular, and are not required parts of the basic financial statements. Other schedules as listed in the table of contents are likewise presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information, except for Statistical Supplements marked UNAUDITED and on which we express no opinion, 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.

Smith, Lambright & Associates, P.C.

SMITH, LAMBRIGHT & ASSOCIATES, P. C.
Certified Public Accountants
November 17, 2008

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The discussion and analysis of Trinity Valley Community College's financial statements provides an overview of the College's financial activities for the year ending August 31, 2008. Please read it in conjunction with the independent auditor's reports, the College's basic financial statements, footnotes, schedules and supplemental information.

Trinity Valley Community College is a comprehensive community college providing both credit and non-credit courses. Courses are taught at the Athens campus, Palestine campus, Terrell campus, Kaufman Health Science Center, Texas Department of Criminal Justice, area high schools and through distance education. In order to maintain financial stability, the College strives to have adequate revenue streams to accumulate net assets to ensure sufficient funding to accomplish its mission.

FINANCIAL HIGHLIGHT

Trinity Valley Community College continues to maintain a strong financial position. Net assets increased by \$2,303,944, a 6.2% increase over fiscal year ending August 31, 2007.

USING THIS REPORT

The College's financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) Statement 33 "Accounting and Financial Reporting for Nonexchange Transactions," Statement 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments," and Statement 35 "Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities." These statements require a comprehensive one-line look at the entity. Financial data is presented in a form similar to that used by corporations. This presentation contrasts with financial statements prepared prior to implementation of GASB 33, 34 and 35 which focused on accountability of funds ,i.e., current, auxiliary, endowment, loan and plant funds.

The annual financial report is presented in three sections: organizational data, financial data and statistical data. The organizational section includes the College's Board of Trustees and principal officers. The financial section includes the independent auditor's report, this management's discussion and analysis, the financial statements, notes to the financial statements, other auditor reports, and schedules. The statistical section includes selected unaudited data, generally presented in a multi-year basis.

FINANCIAL INFORMATION

There are three basic financial statements in this report. The financial statements focus on the financial condition of the College, the results of operations, and cash flows of the College, and assist the reader in assessing the College's financial health. The basic financial statements are:

- The Statement of Net Assets,
- The Statement of Revenues, Expenses, and Changes in Net Assets, and
- The Statement of Cash Flows.

The Statement of Net Assets

The Statement of Net Assets includes all assets and liabilities. It is prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service is provided and expenses and liabilities are recognized when others provide the service to us, regardless of when cash is received or paid. This statement reflects the status of the College's financial resources after the revenues and expenses have been recorded for the year.

The College's net asset balance (the difference between assets and liabilities) is one indicator of the College's financial health. Over time, increases or decreases in net assets is one indicator of the improvement or

deterioration of the College’s financial health. Of course, other non-financial data such as enrollment levels and condition of facilities should also be considered in this assessment.

The following table reflects the condensed Statement of Net Assets. Please refer to the College’s Statement of Net Assets (page 13) for more complete detail.

Statement of Net Assets (Condensed)				
	8/31/2008	8/31/2007	Increase (Decrease)	Percent Change
Current Assets	\$15,071,846	\$ 12,907,330	\$ 2,164,516	16.8%
NonCurrent Assets	1,039,285	1,216,028	(176,743)	-14.5%
Capital Assets	30,179,400	30,541,594	(362,194)	-1.2%
Total Assets	46,290,531	44,664,952	1,625,579	3.6%
Current Liabilities	3,002,113	3,165,478	(163,365)	-5.2%
NonCurrent Liabilities	3,545,000	4,060,000	(515,000)	-12.7%
Total Liabilities	6,547,113	7,225,478	(678,365)	-9.4%
Net Assets:				
Invested in Capital (net of related debt)	26,119,400	25,986,595	132,805	0.5%
Restricted	918,666	1,084,365	(165,699)	-15.3%
Unrestricted	12,705,352	10,368,514	2,336,838	22.5%
Total Net Assets	\$39,743,418	\$ 37,439,474	\$ 2,303,944	6.2%

As highlighted above, net assets increased by \$2,303,944, a 6.2% increase over net assets at fiscal year-end 2007. The College’s revenue exceeded its expenses during the year. The resulting surplus was invested thereby increasing Total Assets by \$1.6 million. Additionally, Total Liabilities decreased by \$.7 million primarily due to the paydown of bond debt resulting in the overall increase in Net Assets of \$2.3 million.

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

The Statement of Revenues, Expenses, and Changes in Net Assets presents the revenues earned and expenses incurred during the year. The activities of the College are classified as either operating or non-operating.

GASB 33, 34, and 35 accounting requirements define *operating* and *non-operating* revenues for public colleges. Operating revenues are activities that generate income that result from “exchange transactions”, i.e., payments received for the college’s services. Under this definition, although they are budgeted for operational use, state appropriations and ad valorem tax revenues are considered non-operating revenue because these revenues do not meet the above mentioned definition for operating revenue, i.e., income resulting from “exchange transactions”.

GASB 33, 34, and 35 also require the following treatment of revenues and capital expenditures:

- The reporting of tuition and fees and auxiliary (housing, food service and bookstore) revenue is *net of discounts*. Discounting is the practice of accepting less than the stated charge for tuition, fees, room, board and/or books in payment for the goods and services provided. Common terminology for methods of discounting are: “institutional scholarships” when self-funded by the institution, “waivers” and/or “exemptions” when state mandated, “financial aid” and “allowances”. Prior to GASB 34 and 35, reporting gross tuition and fee revenue, and reporting an offsetting expense as “scholarships and financial aid” was the generally acceptable accounting treatment for public colleges and universities.

GASB 34 and 35 now require the reporting of scholarship/financial aid as a deduction (discount) from revenue; and

- The utilization of long-lived assets, referred to as capital assets, is reflected in the financial statement as depreciation expense, which allocates the cost of an asset over its expected useful life.

Due to the above accounting treatments and especially since state appropriations and ad valorem taxes are two of the three primary sources of revenue (state appropriations, tuition and fees, and property taxes), it is typical to have an *operating loss* on the Statement of Revenues, Expenses, and Changes in Net Assets. If state appropriations and property tax revenue are added to operating revenues, overall income will usually be positive as is the case this year.

Additional factors that affect the levels of revenues and expenses include:

Revenues:

- Enrollment levels directly affect tuition and fee revenues and auxiliary (housing, food service, and bookstore) sales, services and fee revenues.
- The State of Texas contributes a significant portion of the College revenues through state appropriations. Thus, the economic health and budget priorities of the State may directly affect revenues.
- The College derives a significant amount of grant and student financial aid from the Federal and State governments. Again, changes in their budget priorities may affect revenues.
- Increases or decreases in property tax valuations and property tax rates will affect tax revenues.
- Investment income is affected by changes in interest rates, the stock market, etc.

Expenses:

- Enrollment levels may directly affect expenses by increasing or decreasing the resources required to support the students.
- The implementation of new programs or additional services within the existing functional expense categories directly affects the level of services required and resources needed.
- Economic factors, such as changes in prices caused by inflation or changes in energy prices, will impact operating costs.

The following table reflects the condensed Statement of Revenues, Expenses and Change in Net Assets. Please refer to the College's Statement of Revenues, Expenses and Change in Net Assets (page 15) for more complete detail.

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

	2008	2007	Increase (Decrease)	Percent Change
Operating Revenue				
Tuition and Fees - net	\$ 3,691,258	\$ 3,512,598	\$ 178,660	5.1%
Grants and Contracts	7,128,655	6,510,435	618,220	9.5%
Sales and Services of Educational Activities	355,068	372,131	(17,063)	-4.6%
Auxiliary - net	2,317,308	2,275,456	41,852	1.8%
Other	208,907	161,225	47,682	29.6%
Total Operating Revenue	<u>13,701,196</u>	<u>12,831,845</u>	<u>869,351</u>	<u>6.8%</u>
Less Operating Expenses				
Instruction	12,916,237	12,403,080	513,157	4.1%
Public Service	428,483	424,524	3,959	0.9%
Academic Support	2,934,377	2,738,826	195,551	7.1%
Student Services	2,803,896	2,773,260	30,636	1.1%
Institutional Support	2,600,707	2,439,834	160,873	6.6%
Plant Operations	2,932,207	3,173,074	(240,867)	-7.6%
Scholarships	2,919,103	2,450,879	468,224	19.1%
Auxiliary	3,288,044	3,251,188	36,856	1.1%
Depreciation	1,123,795	1,014,312	109,483	10.8%
Total Operating Expenses	<u>31,946,849</u>	<u>30,668,977</u>	<u>1,277,872</u>	<u>4.2%</u>
Net Operating Income (Loss)	(18,245,653)	(17,837,132)	(408,521)	2.3%
State Appropriations	14,101,765	13,454,179	647,586	4.8%
Property Tax (net)	5,982,144	5,379,727	602,417	11.2%
Gifts	87,022	286,970	(199,948)	-69.7%
Investment Income	573,831	657,700	(83,869)	-12.8%
Loss on Disposal of Assets	(12,466)	(5,885)	(6,581)	111.8%
Interest Expense	(182,699)	(201,400)	18,701	-9.3%
Total Non-Operating Revenue	<u>20,549,597</u>	<u>19,571,291</u>	<u>978,306</u>	<u>5.0%</u>
Increase in Net Assets	2,303,944	1,734,159		
Net Assets-Beginning of Year	<u>37,439,474</u>	<u>35,705,315</u>		
Net Assets-End of Year	<u>\$ 39,743,418</u>	<u>\$ 37,439,474</u>		

Note: In the above table, the terminology “scholarships” used under operating expenses are monies paid directly to students and were not included as a “discount” against tuition, fees, room, board and book revenues. (See paragraph on tuition discounting above.) The vast majority of these monies are Federal Financial Aid that flow from the U.S. Department of Education through the College to the students for their own use after educational costs have been paid.

Total operating revenue was \$13,701,196, an increase of 6.8% over the prior year. The primary contributors to the increase were an enrollment increase of 3.7% over the previous academic year and an increase in State and Federal grant funding by \$220 thousand and \$388 thousand respectively. The largest State grant contributions were from the Texas Grant (\$183k), Texas Educational Opportunity Grant (\$121k) and, new this year, the Professional Nursing Shortage Reduction Grant (\$83k). The largest Federal grants contributions were from the Pell Grant (\$4,776k) and Carl Perkins Grant (\$610k) programs.

Operating expenses totaled \$31,946,849, an increase of \$1,277,872, or 4.2% over the previous year. The primary components of this increase were Salaries and Employee Benefits, and Scholarship expenses. Salaries and benefits increased due to additional full-time personnel and a small salary increase for full-time employees. Scholarship expenses increased due to an increase in the number of students receiving financial aid. An

increase in expenditures for goods and services in the Educational Activities departments of the college was more than offset by a decrease in non-salary expenditures in Operations and Maintenance of Plant, which was primarily due to the absence of classroom furniture purchases made in the previous year.

Non-operating revenue, the majority of which is state appropriations and property tax revenue, increased 5% from the previous year to \$20,549,597. State appropriations were up approximately 4.8%. Property tax revenue increased by 11.2% due to a tax rate increase coupled with an increase in property values. These increases were offset somewhat by lower Gift and Investment Income. The College had received a special donation from the Ginger Murchison Foundation through the TVCC Foundation in 2007. There was no similar donation in 2008, hence income from Gifts declined by approximately 70% over the prior year. Investment income was down 12.8% due to lower interest rates although the affect of the lower rates was slightly offset by an increase in the amount invested.

After deducting operating expenses from operating revenue, the College had a *net operating loss* of \$18,245,653. However, when combined with non-operating revenue of \$20,549,597, the College had an increase in net assets of \$2,303,944 as stated above.

The above table addresses revenues and expenses by Operating and Non-operating categories. The tables below show them by source and classification respectively.

Revenues by Source (Condensed)				
	2008	2007	Increase (Decrease)	Percent Change
Revenues				
State Appropriations	\$ 14,101,765	\$ 13,454,179	\$ 647,586	4.8%
Grants/Contracts	7,128,655	6,510,435	618,220	9.5%
Property Taxes - net	5,982,144	5,379,727	602,417	11.2%
Tuition and Fees - net	3,691,258	3,512,598	178,660	5.1%
Auxiliary	2,317,308	2,275,456	41,852	1.8%
Investment Income	573,831	657,700	(83,869)	-12.8%
Other	563,975	533,356	30,619	5.7%
Gifts	87,022	286,970	(199,948)	-69.7%
Total Revenues	<u>\$ 34,445,958</u>	<u>\$ 32,610,421</u>	<u>\$ 1,187,951</u>	<u>3.6%</u>

Expenses by Classification (Condensed)				
	2008	2007	Increase (Decrease)	Percent Change
Expenses				
Salaries	\$ 15,453,346	\$ 14,702,926	\$ 750,420	5.1%
Benefits	4,788,601	4,798,089	(9,488)	-0.2%
Educational Activities, Other	3,203,126	2,958,560	244,566	8.3%
Auxiliary, Other	2,793,059	2,815,569	(22,510)	-0.8%
Scholarships and Fellowships	2,919,103	2,450,879	468,224	19.1%
Operations and Maint. of Plant, Other	1,665,819	1,928,641	(262,822)	-13.6%
Depreciation	1,123,795	1,014,312	109,483	10.8%
Interest Expense	182,699	201,400	(18,701)	-9.3%
Loss on Disposal of Assets	12,466	5,885	6,581	111.8%
Total Expenses	<u>\$ 32,142,014</u>	<u>\$ 30,876,261</u>	<u>\$ 1,265,753</u>	<u>4.1%</u>

Statement of Cash Flows

Another way to assess the financial health of an institution is to look at the Statement of Cash Flows. Its primary purpose is to provide relevant information about actual cash receipts and cash payments during the period. It also helps users assess the institution's ability to generate future net cash flows, its ability to meet its obligations as they come due and whether or not there is a need for external financing.

Cash provided (used) by *operating activities* represents the difference in the incoming and outgoing cash for educational and administrative activities (primarily receipts for tuition and fees, auxiliary services and grants and payments for salaries, goods and services and scholarships).

Cash provided by *non-capital financing activities* represent state appropriations, collections for local ad valorem taxes and agency transactions.

Cash provided (used) in *capital and related financing activities* represent bond proceeds received and payments for acquisitions and construction of capitalized assets.

Cash provided (used) by *investing activities* may include proceeds from sales of investment instruments, receipts of interest and dividends, and purchases to acquire investment instruments.

The following table reflects the condensed Statement of Cash Flows. Please refer to the College's Statement of Cash Flows (pages 17 and 18) for complete details.

Statement of Cash Flows (Condensed)				
	2008	2007	Cash Increase (Decrease)	Percent Change
Net Cash provided (used) by:				
Operating activities	\$(17,419,681)	\$(17,039,779)	\$ (379,902)	2.2%
Non-capital financing activities	19,969,293	19,691,957	277,336	1.4%
Capital and related financing activities	(1,451,765)	(3,332,021)	1,880,256	-56.4%
Investing activities	579,346	653,304	(73,958)	-11.3%
Net increase (decrease) in cash	1,677,193	(26,539)	1,703,732	
Cash, Beginning of Year	11,212,479	11,239,018		
Cash, End of Year	\$ 12,889,672	\$ 11,212,479		

For fiscal year 2008, there was more cash provided (inflow) than used (outflow), resulting in positive cash flow of \$1,677,193 as compared to fiscal year 2007 negative cash flow of \$26,539. This is primarily attributable to the absence in 2008 of cash outflows used in construction of campus facilities in 2007. This increased cash flow from Capital activities was offset somewhat by decreased cash flow from Investing activities caused by lower interest rates compared to the previous year.

Capital Asset and Debt Administration

Capital Assets

At August 31, 2008, the College had \$30,179,400 invested in capital assets, net of accumulated depreciation of \$12,274,336. Details of these assets are shown below. Refer to Note 6 in the Notes to the Financial Statements (page 23) for further details on the College's capital assets.

Capital Assets				
	8/31/2008	8/31/2007	Increase (Decrease)	Percent Change
Land	\$ 1,138,226	\$ 1,138,226	\$ -	0.0%
Library Books	2,552,407	2,543,774	8,633	0.3%
Construction in Progress	32,431	138,596	(106,165)	-76.6%
Buildings	33,838,523	33,595,408	243,115	0.7%
Facilities and Other Improvements	2,257,488	2,213,068	44,420	2.0%
Furniture, Machinery, Vehicles and Other Equipment	1,299,824	1,262,338	37,486	3.0%
Telecommunications and and Peripheral Equipment	1,334,837	1,017,088	317,749	31.2%
Subtotal	<u>42,453,736</u>	<u>41,908,498</u>	<u>545,238</u>	<u>1.3%</u>
			-	
Accumulated Depreciation	(12,274,336)	(11,366,904)	(907,432)	8.0%
Net Capital Assets	<u><u>\$ 30,179,400</u></u>	<u><u>\$ 30,541,594</u></u>	<u><u>\$ (362,194)</u></u>	<u><u>-1.2%</u></u>

Capital asset activity in 2008 was significantly lower than in recent years, which saw the completion of the Baugh Technology Center, the McDonald Plaza and an athletic field house on the Athens campus, the Learning Resource Center on the Terrell campus, and a significant upgrade to the computing network infrastructure.

Additional information technology enhancements were completed in 2008, including installation of a wireless network across the Athens campus classroom, administration, and student residence buildings. The College remains committed to maintaining adequate physical resources to support its mission and in late 2008 embarked upon a review of its facilities master plan.

Debt

The college issued a \$5.5 million general revenue bond in 2005 to aid in the construction of the facilities discussed above. Outstanding debt on that bond at fiscal year-end is \$4,060,000 with \$515,000 (plus interest) due in fiscal year 2009.

The College has no other debt.

Refer to Note 7 in the Notes to the Financial Statements (page 25) for additional information regarding bond debt.

FUTURE FINANCIAL AFFECTS

Trinity Valley Community College strives to provide quality educational programs at an affordable cost. The College maintains one of the lowest tuition rates as well as one of the lowest property tax rates among all Texas community colleges. Through fiscally responsible leadership by the Board of Trustees and the College's administration, the College has generated continued growth in net assets. The financial statements attest to its sound financial base and financial stability.

The Trinity Valley Community College mission statement reads:

Trinity Valley Community College is a learning-centered college that provides quality academic, workforce, and community service programs to meet the educational needs of our students and the citizens of our service area.

The Trinity Valley Community College's service area consists of 28 independent school districts covering Henderson, Anderson, Kaufman and Rains counties and part of Van Zandt County. The area has experienced population growth in past years with an emphasis among minority groups. The number of students in the service area identified as economically disadvantaged has risen over the years as well. Along with its open-door admissions policy, meeting the needs of this growing and changing population continues to be a challenge. The College must prepare students for transfer to a university, provide opportunities for students to obtain workforce skills, participate in non-credit courses and earn certificates and associates degrees. The College strives to provide programs which will enhance learning for all students.

Trinity Valley is committed to its mission. However, the ability to fulfill its mission is directly influenced by enrollment, state appropriations, and federal funding. Additionally, escalation of salaries, benefits, utilities and unfunded state and federal mandates require continual fiscal oversight. The College will scrutinize potential avenues for additional revenue and will endeavor to keep operating costs at a minimum while striving to keep the price of education affordable for all students.

The College's Foundation plays a key role in helping the college fulfill its mission. The balance of the Foundation's fund at fiscal year-end August 31, 2008 is \$2,047,499, an increase of \$223,278 over the previous year.

The Foundation's overall goal is to strengthen scholarship endowment funds in hopes of providing some type of scholarship for every deserving student who desires a college education at Trinity Valley Community College.

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EXHIBITS AND NOTES

TRINITY VALLEY COMMUNITY COLLEGE
STATEMENT OF NET ASSETS
AUGUST 31, 2008 AND AUGUST 31, 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 3 740 387	\$ 3 386 451
Short-Term Investments	8 110 000	6 610 000
Accounts Receivable (Net)	2 329 251	2 280 240
Deferred Charges	5 974	14 936
Inventories	836 070	565 703
Prepaid Expenses	50 164	50 000
Total Current Assets	<u>15 071 846</u>	<u>12 907 330</u>
Noncurrent Assets		
Restricted Cash and Cash Equivalents	128 494	171 224
Restricted Short-Term Investments	910 791	1 044 804
Capital Assets, (Net) (See Note)	30 179 400	30 541 594
Total Noncurrent Assets	<u>31 218 685</u>	<u>31 757 622</u>
Total Assets	<u>46 290 531</u>	<u>44 664 952</u>
LIABILITIES		
Current Liabilities		
Accounts Payable	619 940	539 991
Accrued Compensable Absences - Current Portion	201 408	202 699
Funds Held for Others	531 341	670 699
Deferred Revenues	1 000 386	1 085 875
Deposits	134 038	171 214
Bonds Payable - Current Portion	515 000	495 000
Total Current Liabilities	<u>3 002 113</u>	<u>3 165 478</u>
Noncurrent Liabilities		
Bonds Payable	3 545 000	4 060 000
Total Noncurrent Liabilities	<u>3 545 000</u>	<u>4 060 000</u>
Total Liabilities	<u>6 547 113</u>	<u>7 225 478</u>
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	26 119 400	25 986 595
Restricted for		
Non-expendable		
Student Aid	680 936	865 428
Expendable		
Student Aid	237 730	218 937
Unexpended Bond Funds (Net of Bonded Debt)		
Unrestricted	<u>12 705 352</u>	<u>10 368 514</u>
Total Net Assets (Schedule D)	<u>\$ 39 743 418</u>	<u>\$ 37 439 474</u>

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

TRINITY VALLEY COMMUNITY COLLEGE
 AFFILIATED ORGANIZATION
 TRINITY VALLEY COMMUNITY COLLEGE FOUNDATION
 STATEMENT OF NET ASSETS
 AUGUST 31, 2008 AND AUGUST 31, 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash and Cash Equivalents	\$ 338 357	\$ 279 269
Investments	1 706 521	1 542 331
Accrued Receivables		
Capital Assets (Net)	<u>2 621</u>	<u>2 621</u>
Total Assets	<u><u>2 047 499</u></u>	<u><u>1 824 221</u></u>
LIABILITIES		
None	<u>0</u>	<u>0</u>
NET ASSETS		
Invested in Capital Assets	2 621	2 621
Restricted for:		
Nonexpendable		
Student Aid	1 824 994	1 581 692
Expendable		
Student Aid	192 362	193 912
Capital Projects	12 807	9 770
Unrestricted	<u>14 715</u>	<u>36 226</u>
Total Net Assets	<u><u>\$ 2 047 499</u></u>	<u><u>\$ 1 824 221</u></u>

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

TRINITY VALLEY COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED AUGUST 31, 2008 AND AUGUST 31, 2007

	<u>2008</u>	<u>2007</u>
Operating Revenues		
Tuition and Fees (Net of Discounts of \$2,325,857 And \$2,444,697 respectively)	\$ 3 691 258	\$ 3 512 598
Federal Grants and Contracts	6 506 195	6 107 478
State Grants and Contracts	611 680	391 757
Local Grants and Contracts	780	1 200
Non-government Grants and Contracts	10 000	10 000
Sales and Services of Educational Activities	355 068	372 131
Auxiliary Enterprises (Net of Discounts of \$1,350,364 And \$1,414,893 respectively)	2 317 308	2 275 456
General Operating Revenue	<u>208 907</u>	<u>161 225</u>
Total Operating Revenues (Schedule A)	<u>13 701 196</u>	<u>12 831 845</u>
Operating Expenses		
Instruction	12 916 237	12 403 080
Public Service	428 483	424 524
Academic Support	2 934 377	2 738 826
Student Services	2 803 896	2 773 260
Institutional Support	2 600 707	2 439 834
Operation and Maintenance of Plant	2 932 207	3 173 074
Scholarships and Fellowships	2 919 103	2 450 879
Auxiliary Enterprises	3 288 044	3 251 188
Depreciation	<u>1 123 795</u>	<u>1 014 312</u>
Total Operating Expenses (Schedule B)	<u>31 946 849</u>	<u>30 668 977</u>
Operating Income (Loss)	<u>(18 245 653)</u>	<u>(17 837 132)</u>
Non-Operating Revenues (Expenses)		
State Appropriations	14 101 765	13 454 179
Maintenance Ad Valorem Taxes	6 154 131	5 518 084
Payments for Collection of Taxes	(171 987)	(138 357)
Gifts	87 022	286 970
Investment Income	573 831	657 700
Interest on Capital Related Debt	(182 699)	(201 400)
Loss on Disposal of Fixed Assets	<u>(12 466)</u>	<u>(5 885)</u>
Net Non-Operating Revenues (Schedule C)	<u>20 549 597</u>	<u>19 571 291</u>
Increase (Decrease) in Net Assets	<u>2 303 944</u>	<u>1 734 159</u>
Net Assets		
Net Assets - Beginning of Year	37 439 474	35 705 315
Net Assets - End of Year	<u>\$ 39 743 418</u>	<u>\$ 37 439 474</u>

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

TRINITY VALLEY COMMUNITY COLLEGE
 AFFILIATED ORGANIZATIONS
 TRINITY VALLEY COMMUNITY COLLEGE FOUNDATION
 STATEMENT OF ACTIVITIES
 FOR THE YEARS ENDED AUGUST 31, 2008 AND AUGUST 31, 2007

	<u>2008</u>	<u>2007</u>
REVENUES		
Investment Income	\$ 77 170	\$ 75 222
Fund Raising Events (Net of Expense)	2 755	21 657
Gifts	251 391	428 850
Realized Gain on Sale of Securities	25 169	9 098
Unrealized Gain (Loss) on Sale of Securities	<u>(82 459)</u>	<u>36 577</u>
Total Revenues	<u>274 026</u>	<u>571 404</u>
 EXPENSES		
Scholarships	26 834	17 277
Contributions to TVCC	11 667	
Administrative Expense	3 058	380
Depreciation	9 189	0
Capital Contributions	<u>0</u>	<u>200 000</u>
Total Expenses	<u>50 748</u>	<u>217 657</u>
Change in Net Assets	223 278	353 747
Net Assets at Beginning of Year	<u>1 824 221</u>	<u>1 470 474</u>
Net Assets at End of Year	<u><u>\$ 2 047 499</u></u>	<u><u>\$ 1 824 221</u></u>

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

TRINITY VALLEY COMMUNITY COLLEGE
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED AUGUST 31, 2008 AND AUGUST 31, 2007

	<u>2008</u>	<u>2007</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Students and Other Customers	\$ 9 410 446	\$ 9 617 825
Receipts of Grants and Contracts	7 388 922	6 405 244
Payments to Suppliers for Goods or Services	(7 843 651)	(7 745 270)
Payments to or on Behalf of Employees	(20 168 607)	(19 453 683)
Payments to Scholarships and Fellowships	(6 284 880)	(5 846 711)
Loans Issued to Students	(149 890)	(171 624)
Collection of Loans to Students	158 344	145 182
Other Receipts	<u>69 635</u>	<u>9 258</u>
Net Cash Provided (Used) by Operating Activities	<u>(17 419 681)</u>	<u>(17 039 779)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Receipts from State Appropriations	14 101 765	13 454 179
Receipts from Ad Valorem Taxes	6 091 852	5 496 126
Payment for Collections of Taxes	(171 987)	(138 357)
Receipts from Student Organizations and Other Agency Transactions	5 775 874	2 572 130
Payments to Student Organizations and Other Agency Transactions	(5 915 232)	(1 969 891)
Other Receipts	<u>87 021</u>	<u>277 770</u>
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>19 969 293</u>	<u>19 691 957</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Sale of Capital Assets	11 791	6 702
Purchases of Capital Assets	(785 857)	(2 657 323)
Payments on Capital Debt - Principal	(495 000)	(480 000)
Payments on Capital Debt - Interest	(182 699)	(201 400)
Net Cash Provided (Used) by Capital Financing Activities	<u>(1 451 765)</u>	<u>(3 332 021)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	<u>579 346</u>	<u>653 304</u>
Net Cash Provided (Used) by Investing Activities	<u>579 346</u>	<u>653 304</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1 677 193	(26 539)
CASH AND CASH EQUIVALENTS - September 1	<u>11 212 479</u>	<u>11 239 018</u>
CASH AND CASH EQUIVALENTS - August 31	<u>\$ 12 889 672</u>	<u>\$ 11 212 479</u>

TRINITY VALLEY COMMUNITY COLLEGE
STATEMENT OF CASH FLOWS (Continued)
FOR THE YEARS ENDED AUGUST 31, 2008 AND AUGUST 31, 2007

	<u>2008</u>	<u>2007</u>
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (18 245 653)	\$ (17 837 132)
Adjustments to Reconcile Net Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	1 123 795	1 014 312
Bad Debt Expense		26 349
Changes in Assets and Liabilities		
Receivables, Net	7 753	(161 339)
Deferred Expenses	8 962	27 432
Inventories	(270 367)	(61 777)
Prepaid Expenses	(164)	4 000
Accounts Payable	79 949	(52 127)
Deposits	(37 176)	13 196
Compensated Absences	(1 291)	14 058
Deferred Revenue	(85 489)	(26 751)
Net Cash Provided (Used) by Operating Activities	<u>\$ (17 419 681)</u>	<u>\$ (17 039 779)</u>

The Accompanying notes are an integral part to the financial statements.

TRINITY VALLEY COMMUNITY COLLEGE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2008

1. REPORTING ENTITY

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Report Guidelines

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

B. Tuition Discounting

Texas Public Education Grants

Certain tuition amounts are required to be set aside for use as scholarships by qualifying students. This set aside, called the Texas Public Education Grant (TPEG), is shown with tuition and fee revenue amounts as a separate set aside amount (Texas Education Code §56.0333). When the award is used by the student for the tuition and fees, the amount is recorded as tuition discount. If the amount is dispersed directly to the student, the amount is recorded as a scholarship expense.

Title IV, Higher Education Act Program Funds

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

Other tuition discounts

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Accounting

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

D. Budgetary Data

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

E. Cash and cash equivalents

The College's cash and cash equivalents are considered to be cash on hand, demand deposits and short term investments (including certificates of deposit) with original maturities of one year or less from the date of acquisition.

F. Investments

In accordance with GASB Statement No 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments are reported at fair value. Fair values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase. The governing board has designated public funds investment pools comprised of \$ -0- to be short-term investments. Long-term investments have an original maturity of greater than one year at the time of purchase.

G. Inventories

Inventories consist of consumable office supplies, physical plant supplies, food service supplies, and bookstore stock. Inventories are valued at cost and are charged to expense as consumed.

H. Capital assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. For equipment, the College's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life in excess of one year. Renovations to buildings, infrastructure and land improvements that significantly increase the value or extend the useful life of the structure as well as the cost of new buildings are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are charged to operating expense in the year in which the expense is incurred.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Deferred revenues

Tuition, fees, and other revenues received and related to the period after August 31, 2008 have been deferred.

J. Estimates

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

K. Operating and Non-Operating Revenue and Expense Policy

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

3. AUTHORIZED INVESTMENTS

Trinity Valley Community College is authorized to invest in obligations and instruments as defined in the Public Funds Investment Act (Sec. 2256.001 Texas Government Code). Such investments include (1) obligation 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.

4. DEPOSITS AND INVESTMENTS

Cash and Deposits included on Exhibit 1, Statement of Net Assets, consist of the following items reported below.

Cash and Deposits

	<u>2008</u>	<u>2007</u>
Bank Deposits:	\$ 1 759 793	\$ 3 552 458
Demand Deposits	<u>1 759 793</u>	<u>3 552 458</u>
Cash and Cash Equivalents:	<u>5 316</u>	<u>5 217</u>
Petty Cash on Hand	<u>5 316</u>	<u>5 217</u>
Total Cash and Deposits	<u>\$ 1 765 109</u>	<u>\$ 3 557 675</u>

Reconciliation of Deposits and Investments to Exhibit 1

<u>Type of Security</u>	<u>Market Value August 31, 2008</u>	<u>Market Value August 31, 2007</u>
U. S. Government	\$ 0	\$ 0
U. S. Instrumentality	0	0
Real Estate Investments	<u>0</u>	<u>0</u>
Totals	<u>\$ 0</u>	<u>\$ 0</u>
Total Cash and Deposits	1 765 109	3 557 675
Total Investments	<u>11 124 563</u>	<u>7 654 803</u>
Total Deposit and Investments	<u>12 889 672</u>	<u>11 212 478</u>
Cash and Temporary Investments (Exhibit 1)	1 765 109	3 557 675
Investments (Exhibit 1)	<u>11 124 563</u>	<u>7 654 803</u>
Total Deposits and Investments	<u>\$ 12 889 672</u>	<u>\$ 11 212 478</u>
<u>Investment Type</u>		<u>Weighted Average Maturity (Years)</u>
Certificate of Deposit	\$ 9 020 791	.3693
Money Market Accounts	<u>2 103 772</u>	.0833
Total Fair Value	<u>\$ 11 124 563</u>	

The College has no investments exposed to credit or custodial risk. All deposits are either insured by federal deposit insurance or covered by collateral pledged in Trinity Valley Community College's name and held in the safekeeping departments of unrelated banks which act as the pledging bank's agents.

5. DERIVATIVES

The College had no derivatives at August 31, 2008.

6. CAPITAL ASSETS

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

	<u>Balance September 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance August 31, 2008</u>
<u>Not Depreciated:</u>				
Land	\$ 1 138 226	\$	\$	\$ 1 138 226
Construction in Progress	<u>138 596</u>	<u>32 431</u>	<u>138 596</u>	<u>32 431</u>
Subtotal	<u>1 276 822</u>	<u>32 431</u>	<u>138 596</u>	<u>1 170 657</u>
<u>Other Capital Assets:</u>				
Building	33 595 408	243 115		33 838 523
Facilities & Improvements	2 213 068	44 420		2 257 488
Library Books	2 543 774	126 531	117 898	2 552 407
Furniture, Machinery, Vehicles, and Other Equipment	1 262 338	140 185	102 699	1 299 824
Telecommunications and Peripheral Equipment	<u>1 017 088</u>	<u>337 771</u>	<u>20 022</u>	<u>1 334 837</u>
Subtotal	<u>40 631 676</u>	<u>892 022</u>	<u>240 619</u>	<u>41 283 079</u>
<u>Accumulated Depreciation:</u>				
Buildings	7 666 329	672 219		8 338 548
Facilities & Improvements	634 947	93 354		728 301
Library Books	1 738 684	101 604	95 761	1 744 527
Furniture, Machinery, Vehicles, and Other Equipment	750 135	130 593	101 097	779 631
Telecommunications and Peripheral Equipment	<u>576 809</u>	<u>126 024</u>	<u>19 504</u>	<u>683 329</u>
Subtotal	<u>11 366 904</u>	<u>1 123 794</u>	<u>216 362</u>	<u>12 274 336</u>
Net Other Capital Assets	<u>29 264 772</u>	<u>(231 772)</u>	<u>24 257</u>	<u>29 008 743</u>
Net Capital Assets	<u>\$ 30 541 594</u>	<u>\$ (199 341)</u>	<u>\$ 162 853</u>	<u>\$ 30 179 400</u>

6. CAPITAL ASSETS (continued)

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

	<u>Balance September 1, 2006</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance August 31, 2007</u>
<u>Not Depreciated:</u>				
Land	\$ 1 139 726	\$	\$ 1 500	\$ 1 138 226
Construction in Progress	<u>5 915 513</u>	<u>2 004 465</u>	<u>7 781 382</u>	<u>138 596</u>
Subtotal	<u>7 055 239</u>	<u>2 004 465</u>	<u>7 782 882</u>	<u>1 276 822</u>
<u>Buildings & Other Capital Assets:</u>				
Building	25 741 673			
Facilities & Improvements	2 146 765	7 853 735		33 595 408
Library Books	2 465 491	66 303		2 213 068
Furniture, Machinery, Vehicles, and Other Equipment	1 173 079	104 376	26 093	2 543 774
Telecommunications and Peripheral Equipment	<u>787 411</u>	<u>168 558</u>	<u>79 299</u>	<u>1 262 338</u>
Subtotal	<u>32 314 419</u>	<u>250 468</u>	<u>20 791</u>	<u>1 017 088</u>
Subtotal	<u>32 314 419</u>	<u>8 443 440</u>	<u>126 183</u>	<u>40 631 676</u>
<u>Accumulated Depreciation:</u>				
Buildings	7 103 005	563 324		7 666 329
Facilities & Improvements	543 977	90 970		634 947
Library Books	1 663 612	99 935	24 863	1 738 684
Furniture, Machinery, Vehicles, and Other Equipment	686 880	132 697	69 442	750 135
Telecommunications and Peripheral Equipment	<u>470 214</u>	<u>127 386</u>	<u>20 791</u>	<u>576 809</u>
Subtotal	<u>10 467 688</u>	<u>1 014 312</u>	<u>115 096</u>	<u>11 366 904</u>
Net Building & Other Capital Assets	<u>21 846 731</u>	<u>7 429 128</u>	<u>11 087</u>	<u>29 264 772</u>
Net Capital Assets	<u>\$ 28 901 970</u>	<u>\$ 9 433 593</u>	<u>\$ 7 793 969</u>	<u>\$ 30 541 594</u>

7. LONG - TERM LIABILITIES

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

	Balance September 1 2007	Additions	Reductions	Balance August 31 2008	Current Portion
Bonds:					
Revenue Bonds	\$ 4 555 000	\$	\$ 495 000	\$ 4 060 000	\$ 515 000
	<u>\$ 4 555 000</u>	<u>\$ 0</u>	<u>\$ 495 000</u>	<u>\$ 4 060 000</u>	<u>\$ 515 000</u>

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

	Balance September 1 2006	Additions	Reductions	Balance August 31 2007	Current Portion
Bonds:					
Revenue Bonds	\$ 5 035 000	\$	\$ 480 000	\$ 4 555 000	\$ 495 000
	<u>\$ 5 035 000</u>	<u>\$ 0</u>	<u>\$ 480 000</u>	<u>\$ 4 555 000</u>	<u>\$ 495 000</u>

8. DEBT AND LEASE OBLIGATIONS

Obligations under capital leases at August 31, 2008, were as follows:

For the Year Ended August 31, 2008	Total
2009	\$ 41 860
2010	41 860
2011	41 860
2012	<u>34 302</u>
Total Minimum Lease Payments	<u>159 884</u>

9. BONDS PAYABLE

General information related to bonds payable is summarized as follows:

Bond issue Name, Series - Series 2005
 Purpose of the bond issue - To construct a classroom building
 Issue date - June 27, 2005
 Original amount of issue - \$5,500,000
 Source of revenue for debt service - Pledged tuition fee, building use fee, student services fee, laboratory fee, other fees and Auxiliary Enterprise Fund System revenue including all interest income on such funds.

Bonds payable are due in annual installments varying from \$670,000 to \$681,200 with an interest rate to maturity of 4.0 percent with the final installment due in 2015.

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

For the Year Ended August 31,	Revenue Bonds		Total
	Principal	Interest	
2009	\$ 515 000	\$ 162 400	\$ 677 400
2010	535 000	141 800	676 800
2011	555 000	120 400	675 400
2012	580 000	98 469	678 469
2013	595 000	75 000	670 000
2014-2015	<u>1 280 000</u>	<u>77 400</u>	<u>1 357 400</u>
Total	<u>\$ 4 060 000</u>	<u>\$ 675 469</u>	<u>\$ 4 735 469</u>

10. ADVANCE REFUNDING BONDS

The College had no advance refunding bonds for the year ending August 31, 2008.

11. DEFEASED BONDS OUTSTANDING

The College had no defeased bonds outstanding for the year ending August 31, 2008.

12. SHORT - TERM DEBT

The College had no short - term debt for the year ending August 31, 2008.

13. 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 Trinity Valley Community 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, under the TRS Publications heading.

Funding Policy. Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. State law provides for a member contribution rate of 6.4% for fiscal years 2008 and 2007 and a state contribution rate of 6.58% for fiscal year 2008 and 6.0% for fiscal year 2007. In certain instances the reporting district is required to make all or a portion of the state's 6.58% contribution for fiscal year 2008 and 6.00% for fiscal year 2007.

Optional Retirement Plan

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

Funding Policy. Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The percentages of participant salaries currently contributed by the state and each participant are 6.58% and 6.65%, respectively. The College contributes 1.92% for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program.

The retirement expense to the State for the College was \$790,055 and \$697,095 for the fiscal years ended August 31, 2008 and 2007, respectively. This amount represents the portion of expended appropriations made by the State Legislature on behalf of the College.

The total payroll for all College employees was \$15,498,332 and \$14,933,033 for fiscal years 2008 and 2007, respectively. The total payroll of employees covered by the Teacher Retirement System was \$8,422,139 and \$7,739,301, and the total payroll of employees covered by the Optional Retirement Program was \$5,635,980 and \$5,726,383 for fiscal years 2008 and 2007, respectively.

14. DEFERRED COMPENSATION PROGRAM

College employees may elect to defer a portion of their earnings for income tax and investment purposes pursuant to authority granted in Government Code 609.001. The College acts as a withholding agent for the employee contracts with their individual plan. The College has no liability to the employee other than withholding from their salary check and remitting to their designated plan. For the year ended August 31, 2008 the College withheld and remitted \$174,991 for 32 employees. For the year ended August 31, 2007, the College withheld and remitted \$183,160 for 35 employees.

15. COMPENSABLE ABSENCES

Full-time employees earn annual vacation leave of one day per month of employment during their first ten years of employment. After ten years of employment annual leave is earned at the rate of one and one-half days per month. This leave can accumulate up to one year. Accrued compensation balances have been recorded. The College recognized the accrued liability for the unpaid annual leave for in the amounts of \$201,408 at August 31, 2008 and \$202,699 at August 31, 2007.

Also, all full-time employees are granted medical leave at the rate of one day per month of service to up 45 days depending on length of employment. If this leave is not used for medical purposes, it lapses upon the retirement or resignation of the employee and the employee is not paid for it. Therefore, no accruals have been recorded for medical leave.

16. PENDING LAWSUITS AND CLAIMS

There were no pending lawsuits or claims during the current period according to Trinity Valley Community College personnel.

17. DISAGGREGATION OF RECEIVABLES AND PAYABLES BALANCES

Receivables

Receivables at August 31, 2008, were as follows:

	2008		2007	
	Primary Institution	Component Unit (Foundation)	Primary Institution	Component Unit (Foundation)
Student Receivables	\$ 1 133 788	\$ 0	\$ 1 120 376	\$ 0
Taxes Receivable	686 302	0	619 523	0
Federal Grant Receivables	627 772	0	664 362	0
Accounts Receivable	173 603	0	142 373	0
Interest Receivable	28 432	0	33 947	0
Subtotal	2 649 897	0	2 580 581	0
Allowance for Doubtful Accounts	(320 646)		(300 341)	
Total Receivables	<u>\$ 2 329 251</u>	<u>\$ 0</u>	<u>\$ 2 280 240</u>	<u>\$ 0</u>

Payables

Payables at August 31, 2008, were as follows:

	2008		2007	
	Primary Institution	Component Unit (Foundation)	Primary Institution	Component Unit (Foundation)
Vendors Payable	\$ 270 392	\$ 0	\$ 45 393	\$ 0
Students Payable	346 825		80 432	
Other Payables	2 723		2 048	
Total	<u>\$ 619 940</u>	<u>\$ 0</u>	<u>\$ 539 991</u>	<u>\$ 0</u>

18. FUNDS HELD IN TRUST BY OTHERS

There were no known funds held in trust by others on behalf of Trinity Valley Community College for the year ending August 31, 2008.

19. 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. 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 ending August 31, 2008 and 2007 respectively for which monies have not been received nor funds expended totaled \$420,038 and \$464,945. Of these amounts, \$416,192 and \$464,781 were from Federal Contract and Grant Awards; \$3,653 and \$164 were from State Contract and Grant Awards; \$-0- and \$-0- were from Local Contract and Grant Awards; and \$-0- and \$-0- were from Private Contract and Grant Awards for the fiscal years ended August 31, 2008 and 2007, respectively.

20. SELF-INSURED PLANS

The College did not participate in any self-insured plans as of August 31, 2008.

21. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

In addition to providing pension benefits, the State provides certain health care and life insurance benefits for retired employees. Almost all the employees may become eligible for those benefits if they reach normal retirement age while working for the State. Those and similar benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during the previous year. The State recognizes the cost of providing these benefits by expending the annual insurance premiums. The state's contribution per full-time employee was \$358.31 per month for the year ended August 31, 2008 (\$358.31 per month for year ended August 31, 2007) and totaled \$1,866,576 for the year ended August 31, 2008 (\$1,669,974 for the year ended August 31, 2007). The cost of providing those benefits for 93 retirees in the year ended August 31, 2008 was \$470,933 (retiree benefits for 81 retirees cost \$440,798 for the year ended August 31, 2007). For 264 active employees, the cost of providing benefits was \$1,395,643 for the year ended August 31, 2008 (active employee benefits for 262 employees cost \$1,229,176 for the year ended August 31, 2007).

22. PROPERTY TAX

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

At August 31:

	<u>2008</u>		<u>2007</u>	
Assessed Valuation of the College	\$ 11 494 838 431		\$ 10 965 711 167	
Less: Exemptions	1 990 837 438		2 006 696 629	
Less: Abatements	20 550 861		32 291 664	
Net Assessed Valuation of the College	<u>\$ 9 483 450 132</u>		<u>\$ 8 926 722 874</u>	

	<u>2008</u>		<u>2007</u>	
	<u>Current</u>	<u>Total</u>	<u>Current</u>	<u>Total</u>
	<u>Operations</u>		<u>Operations</u>	
Tax Rate per \$100 valuation for Authorized	\$ 0.500	\$ 0.500	\$ 0.500	\$ 0.500
Tax Rate per \$100 valuation for Assessed	\$ 0.068	\$ 0.068	\$ 0.064	\$ 0.064
Tax Rate per \$100 Valuation for Assessed Maintenance Tax	\$ 0.044	\$ 0.044	\$ 0.050	\$ 0.050

22. PROPERTY TAX (continued)

Tax levied during the year ended August 31, 2008 and 2007 is \$6,114,988 and \$5,475,461 which includes any penalty and interest assessed if applicable. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed.

<u>Taxes Collected (Includes Maintenance Tax)</u>	<u>2008</u>		<u>2007</u>	
	<u>Current Operations</u>	<u>Total</u>	<u>Current Operations</u>	<u>Total</u>
Current Taxes Collected	\$ 5 841 020	\$ 5 841 020	\$ 5 222 538	\$ 5 222 538
Delinquent Taxes Collected	176 318	176 318	206 541	206 541
Penalties and Interest Collected	<u>131 541</u>	<u>131 541</u>	<u>126 183</u>	<u>126 183</u>
Total Collections	<u>\$ 6 148 879</u>	<u>\$ 6 148 879</u>	<u>\$ 5 555 262</u>	<u>\$ 5 555 262</u>

Tax collections for the year ended August 31, 2008 and 2007 were 96% and 95%, respectively of the current tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted to either maintenance and/or operations.

23. BRANCH CAMPUS MAINTENANCE TAX

A branch campus maintenance tax which is established by election is supposed to be levied by the Palestine Independent School District. However, due to an agreement by the College and the Palestine Independent School District, this tax is completely administered by the College. It is levied each October 1, on the assessed value listed as of the prior January 1 for all real and business personal property located in the district. Collections are made by Anderson County Tax Assessor-Collector and are transferred to the College District to be used for operation of a Branch Campus at Palestine, Texas.

<u>County or Independent School District</u>	<u>Collections (including Penalties and Interest) 2008</u>	<u>Collections (including Penalties and Interest) 2007</u>
Palestine ISD	\$ 463,357 *	\$ 469 674 *

* This amount included in the amount of the preceding notes.

24. INCOME TAXES

The College is exempt from income taxes under Internal Revenue Code Section 115, Income of States, Municipalities, Etc. Unrelated business income may be subject to income taxes under Internal Revenue Code Section 511 (a)(2)(B), Imposition of Tax on Unrelated Business Income of Charitable, Etc. Organizations. The College had no unrelated business income tax liability for the year ended August 31, 2008.

25. COMPONENT UNITS

The Trinity Valley Community College Foundation is not a component unit as defined in GASB 39. However, we have reported Trinity Valley Community College Foundation as an affiliated organization.

26. RELATED PARTIES

The only noted and possible related party instance is that Brenda Boyd, sister of Texas Agriculture Commissioner, Todd Staples, is an instructor at Trinity Valley Community College.

27. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description. Trinity Valley Community 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.

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

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

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

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

The college's contributions to SRHP for the years ended August 31, 2008, 2007 and 2006 were \$470,933, \$440,798 and \$397,275 respectively, which equaled the required contributions each year.

OTHER REPORTS

SMITH, LAMBRIGHT & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

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
Trinity Valley Community College
100 Cardinal Drive
Athens, Texas 75751

Members of the Board of Trustees:

We have audited the financial statements of Trinity Valley Community College as of and for the year ended August 31, 2008, and have issued our report thereon dated November 17, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in **Government Auditing Standards**, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Trinity Valley Community College'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 College's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

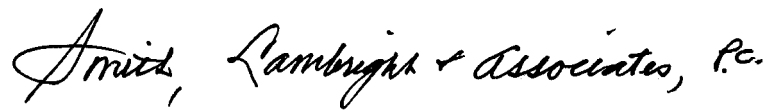
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies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

Compliance and Other Matters

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

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

Respectfully submitted,

A handwritten signature in cursive script that reads "Smith, Lambright & Associates, P.C." The signature is written in black ink and is positioned above the printed name of the firm.

SMITH, LAMBRIGHT & ASSOCIATES, P. C.

Certified Public Accountants

November 17, 2008

SMITH, LAMBRIGHT & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Marlin R. Smith, CPA
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INDEPENDENT AUDITOR'S REPORT

REPORT 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
Trinity Valley Community College
100 Cardinal Drive
Athens, Texas 75751

Members of the Board of Trustees:

Compliance

We have audited the compliance of Trinity Valley Community College with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended August 31, 2008. Trinity Valley Community College'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 Trinity Valley Community College's management. Our responsibility is to express an opinion on Trinity Valley Community College's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 Trinity Valley Community College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Trinity Valley Community College's compliance with those requirements.

In our opinion, Trinity Valley Community College complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 2008.

Internal Control Over Compliance

The management of the College is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the College's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

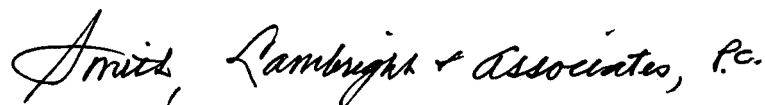
A control deficiency in the College's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the College's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the College's internal control.

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

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

This report is intended solely for the information and use of the College's Board of Trustees, audit committee, management, Coordinating Board, federal awarding agencies and pass-through entities, and is not intended to be used and should not be used by anyone other than these specified parties.

Respectfully submitted,



SMITH, LAMBRIGHT & ASSOCIATES, P. C.

Certified Public Accountants

November 17, 2008

SCHEDULES

TRINITY VALLEY COMMUNITY COLLEGE
SCHEDULE OF OPERATING REVENUES
FOR THE YEAR ENDED AUGUST 31, 2008
(with Memorandum Totals for the Year Ended August 31, 2007)

	Unrestricted	Restricted	Total Educational Activities	Auxiliary Enterprises	2008 Total	2007 Total
Tuition:						
State Funded Credit Courses:						
In-District Resident Tuition	\$ 1 812 408	\$	\$ 1 812 408	\$	\$ 1 812 408	\$ 1 784 488
Out-of-District Resident Tuition	664 936		664 936		664 936	657 344
Non-resident Tuition	170 586		170 586		170 586	132 142
TPEG - Credit (Set Aside)*	161 000		161 000		161 000	166 014
State Funded Continuing Education	115 299		115 299		115 299	102 456
TPEG -Non- Credit (Set Aside)*	4 403		4 403		4 403	5 992
Non-State Funded Educational Programs	93 187		93 187		93 187	72 170
Total Tuition	3 021 819	0	3 021 819	0	3 021 819	2 920 606
Fees:						
General Fee	1 674 025		1 674 025		1 674 025	1 635 847
Out-of-District Fee	756 786		756 786		756 786	725 411
Laboratory Fee	333 256		333 256		333 256	315 347
Distance Learning Fee	117 683		117 683		117 683	112 246
Installment Plan Fee	29 127		29 127		29 127	32 230
Non-Funded Course Fee	61 721		61 721		61 721	57 690
Other Fees	35 628		35 628		35 628	39 078
Total Fees	3 008 236	0	3 008 236	0	3 008 236	2 917 849
Scholarship Allowances and Discounts:						
Scholarship Allowances	(433 247)		(433 247)		(433 247)	(467 560)
Remissions and Exemptions - State	(88 940)		(88 940)		(88 940)	(63 978)
Remissions and Exemptions - Local	(204 135)		(204 135)		(204 135)	(190 575)
TPEG Allowances	(179 780)		(179 780)		(179 780)	(125 016)
Private and Other Local	(780)		(780)		(780)	(1 680)
Federal Grants to Students	(1 346 937)		(1 346 937)		(1 346 937)	(1 391 968)
State Grants to Students	(84 978)		(84 978)		(84 978)	(85 080)
Total Scholarship Allowances	(2 338 797)	0	(2 338 797)	0	(2 338 797)	(2 325 857)
Total Net Tuition and Fees	3 691 258	0	3 691 258	0	3 691 258	3 512 598
Additional Operating Revenues:						
Federal Grants and Contracts	52 151	6 454 044	6 506 195		6 506 195	6 107 478
State Grants and Contracts		611 680	611 680		611 680	391 787
Local Grants and Contracts	780		780		780	1 200
Non-Governmental Grants and Contracts		10 000	10 000		10 000	10 000
Sales and Services of Educational Activities	355 068		355 068		355 068	372 131
General Operating Revenues	208 907		208 907		208 907	161 225
Total Additional Operating Revenues	616 906	7 075 724	7 692 360	0	7 692 360	7 043 791
Auxiliary Enterprises:						
Residential Life			0	1 079 617	1 079 617	1 021 174
Less: Scholarship Allowances and Discounts			0	(523 812)	(523 812)	(509 481)
Bookstore			0	2 467 078	2 467 078	2 552 154
Less: Scholarship Allowances and Discounts			0	(769 699)	(769 699)	(840 883)
Athletics			0	31 607	31 607	17 594
Other Auxiliary Enterprises			0	32 517	32 517	34 898
Total Auxiliary Enterprises	0	0	0	2 317 308	2 317 308	2 275 456
Total Operating Revenues	\$ 4 308 164	\$ 7 075 724	\$ 11 383 888	\$ 2 317 308	\$ 2 317 308	\$ 12 831 845
				(Exhibit 2)	(Exhibit 2)	

* In accordance with Education Code 56.033, \$165,403 and \$172,007, for years August 31, 2008 and August 31, 2007, respectively, of tuition was set aside for Texas Public Education Grants (TPEG).

TRINITY VALLEY COMMUNITY COLLEGE
 SCHEDULE OF OPERATING EXPENSES BY OBJECT
 FOR THE YEAR ENDED AUGUST 31, 2008
 (with Memorandum Totals for the Year Ended August 31, 2007)

	Operating Expenses			August 31, 2008 Total	August 31, 2007 Total	
	Salaries and Wages	Benefits				Other Expenses
		State	Local			
Unrestricted - Educational Activities						
Instruction	\$ 8 693 776	\$	\$ 971 709	\$ 877 615	\$ 10 543 100	\$ 10 438 746
Public Service	132 393		56 118	34 002	222 513	218 756
Academic Support	1 488 670		164 655	938 714	2 592 039	2 426 324
Student Services	1 368 498		182 239	278 025	1 828 762	1 782 347
Institutional Support	1 566 613		248 445	480 550	2 295 608	2 138 426
Operation and Maintenance of Plant	878 366		339 221	1 665 819	2 883 406	3 113 326
Scholarships and Fellowships				2 883	2 883	2 970
Total Unrestricted Educational Activities	14 128 316	0	1 962 387	4 277 608	20 368 311	20 120 895
Restricted - Educational Activities						
Instruction	334 192	1 499 192	62 828	476 925	2 373 137	1 964 334
Public Service	115 421	39 193	26 311	25 045	205 970	205 767
Academic Support	23 749	311 839	6 750		342 338	312 502
Student Services	463 372	323 464	96 341	91 957	975 134	990 912
Institutional Support		304 806		293	305 099	301 409
Operation and Maintenance of Plant		48 801			48 801	59 749
Scholarship and Fellowship				2 916 220	2 916 220	2 447 909
Total Restricted Educational Activities	936 734	2 527 295	192 230	3 510 440	7 166 699	6 282 582
Total Educational Activities	15 065 050	2 527 295	2 154 617	7 788 048	27 535 010	26 403 477
Auxiliary Enterprises	388 296		106 689	2 793 059	3 288 044	3 251 188
Depreciation Expense - Building and Other Real Estate Improvements				765 574	765 574	654 294
Depreciation Expense - Equipment and Furniture and Library Books				358 221	358 221	360 018
Total Operating Expenses	\$ 15 453 346	\$ 2 527 295	\$ 2 261 306	\$ 11 704 902	\$ 31 946 849	\$ 30 668 977
				(Exhibit 2)	(Exhibit 2)	

TRINITY VALLEY COMMUNITY COLLEGE
 SCHEDULE OF NON-OPERATING REVENUES AND EXPENSES
 FOR THE YEAR ENDED AUGUST 31, 2008
 (with Memorandum Totals for the Year Ended August 31, 2007)

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Auxiliary Enterprises</u>	<u>2008 Total</u>	<u>2007 Total</u>
NON-OPERATING REVENUES:					
State Appropriations:					
Education and General State Support	\$ 11 574 177	\$	\$	\$ 11 574 177	\$ 11 086 591
State Group Insurance		1 737 240		1 737 240	1 669 974
State Retirement Matching		790 055		790 055	697 095
Other		293		293	519
	<u>11 574 177</u>	<u>2 527 588</u>	<u>0</u>	<u>14 101 765</u>	<u>13 454 179</u>
Total State Appropriations					
Maintenance Ad Valorem Taxes	6 154 131			6 154 131	5 518 084
Gifts	69 672	17 350		87 022	286 970
Investment Income	482 840	43 001	47 990	573 831	657 700
	<u>18 280 820</u>	<u>2 587 939</u>	<u>47 990</u>	<u>20 916 749</u>	<u>19 916 933</u>
Total Non-Operating Revenues					
NON-OPERATING EXPENSES:					
Payments for Collection of Taxes	171 987			171 987	138 357
Interest on Capital Related Debt	182 699			182 699	201 400
Loss on Disposal of Fixed Assets	12 466			12 466	5 885
	<u>367 152</u>	<u>0</u>	<u>0</u>	<u>367 152</u>	<u>345 642</u>
Total Non-Operating Expenses					
Net Non-Operating Revenues	<u>\$ 17 913 668</u>	<u>\$ 2 587 939</u>	<u>\$ 47 990</u>	<u>\$ 20 549 597</u>	<u>\$ 19 571 291</u>
				(Exhibit 2)	(Exhibit 2)

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

TRINITY VALLEY COMMUNITY COLLEGE
SCHEDULE OF NET ASSETS BY SOURCE AND AVAILABILITY
AUGUST 31, 2008
(with Memorandum Totals for August 31, 2007)

	Detail by Source				Available for Current Operations		
	Unrestricted	Restricted		Capital Assets Net of Depreciation & Related Debt	Total	Yes	No
		Expendable	Non-Expendable				
Current:							
Unrestricted	\$ 8 197 126	\$	\$	\$	\$ 8 197 126	\$ 8 197 126	\$
Board Designated	2 000 000				2 000 000		2 000 000
Restricted					0		
Auxiliary Enterprise	2 387 356				2 387 356	2 387 356	
Loan	120 870				120 870	120 870	
Endowment:					0		
Quasi:					0		
Unrestricted					0		
Restricted					0		
Endowment:					0		
True		237 730	680 936		918 666		918 666
Term (Per Instructions at Maturity)					0		
Life Income Contracts					0		
Annuities					0		
Plant:					0		
Unexpended					0		
Renewals					0		
Debt Service					0		
Investment in Plant				26 119 400	26 119 400		26 119 400
Total Net Assets, August 31, 2008	12 705 352	237 730	680 936	26 119 400	39 743 418	10 705 352	29 038 066
					(Exhibit 1)		
Total Net Assets, August 31, 2007	10 368 514	218 937	865 428	25 986 595	37 439 474	8 368 514	29 070 960
					(Exhibit 1)		
Net Increase (Decrease) in Net Assets	\$ 2 336 838	\$ 18 793	\$ (184 492)	\$ 132 805	\$ 2 303 944	\$ 2 336 838	\$ (32 894)
					(Exhibit 2)		

TRINITY VALLEY COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2008

Federal Grantor/Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Expenditures and Pass-Through Disbursements
U.S. DEPARTMENT OF EDUCATION			
<u>Direct Programs:</u>			
Federal Supplemental Education Opportunity Grant (SEOG)	84.007		
09/01/07 - 06/30/08		87 414	
07/01/08 - 08/31/08		<u>1 389</u>	
Subtotal SEOG			\$ 88 803
Federal Family Education Loans (Note 4)	84.032		
Federal College Work - Study Program (FCWS)	84.033		
09/01/07 - 06/30/08		78 976	
07/01/08 - 08/31/08		<u>6 088</u>	
Subtotal FCWS			85 064
Federal Perkins Loan Program (Note 4)	84.038		
Trio - Student Support Services	84.042		309 833
Federal Pell Grant Program (PELL) (See Note 7)	84.063		
09/01/07 - 06/30/08		4 415 160	
07/01/08 - 09/30/08		<u>360 758</u>	
Subtotal PELL			4 775 918
Academic Competitiveness	84.375		
09/01/07 - 06/30/08		80 500	
07/01/08 - 08/31/08		<u>3 532</u>	
Subtotal Academic Competitiveness			84 032
<u>Pass-Through Programs From:</u>			
National Literacy Act (Federal) Adult Basic Education (ABE)			
Section 231	84.002	84100017110198	214 881
Section 231 - EL Civics	84.002	84100087110231	<u>98 775</u>
Subtotal ABE			\$ 313 656

See auditor's reports and notes. The notes to this schedule are on the following pages.

TRINITY VALLEY COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2008

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number		Federal Expenditures and Pass-Through Disbursements
Texas Higher Education Coordinating Board:				
Carl Perkins Vocational Education	84.048	84251	\$ 610 075	
Leveraging Educational Assistance Partnership Program (LEAP)	84.069A	-	9 398	
Special Leveraging Educational Assistance Partnership Program (SLEAP)	84.069B	-	<u>12 465</u>	
Subtotal Texas Higher Education Coordinating Board				631 938
University of Texas at Tyler:				
East Texas Tech - Prep Consortium at UT-Tyler Program	84.243	-		<u>10 000</u>
TOTAL U. S. DEPARTMENT OF EDUCATION				\$ 6 299 244
U.S. SMALL BUSINESS ADMINISTRATION				
<u>Pass-Through Programs From:</u>				
Dallas Community College District				
Business Development Center:				
Small Business Development Center Program	59.037			
09/01/07 - 09/30/07		7-603001-0046	\$ 17 531	
10/01/07- 08/31/08		8-603001-Z0046-22	<u>56 907</u>	
Subtotal Small Business Development Center Program				<u>\$ 74 438</u>
TOTAL U.S. SMALL BUSINESS ADMINISTRATION				\$ 74 438
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES				
<u>Pass-Through Programs From:</u>				
Texas Education Agency:				
Adult Basic Education - Temporary Assistance for Needy Families (TANF)	93.558			
09/01/07 - 09/30/07		073625017110141	1 571	
10/01/07 - 08/31/08		083625017110184	<u>15 022</u>	
Subtotal TANF				16 593
Texas Workforce Commission:				
TANF	93.558	TVCC-TANF		
09/01/07 - 09/30/07		PY06-01	17 581	
10/01/07 - 08/31/08		TVCC-TANF PY07-01	<u>44 563</u>	
Subtotal TANF				62 144
Childcare	93.596	04161C85		<u>1 625</u>
TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES				<u>80 362</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE EXPENDITURES				<u><u>\$ 6 454 044</u></u>

See auditor's reports and notes. The notes to this schedule are on the following pages.

TRINITY VALLEY COMMUNITY COLLEGE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2008

Note 1: Federal Assistance Reconciliation

Federal Grants Revenues - Per Schedule A Administration	\$ 6 506 195 <u>(52 151)</u>
Total per Schedule of Expenditures of Federal Awards	<u>\$ 6 454 044</u>

Note 2: Significant Accounting Policies Used in Preparing the Schedule

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

Note 3: Expenditures from Federal Funds Not Subject to A-133 Audit (Single Audit)

None

Note 4: Student Loans Processed and Administrative Costs Recovered

The following are student loans from financial institutions processed/facilitated by Trinity Valley Community College during the period from September 1, 2007 through August 31, 2008.

<u>Federal Grantor/CFDA Number/ Program Name</u>	<u>Federal CFDA Number</u>	<u>New Loans Processed</u>	<u>Administrative Cost Recovered</u>	<u>Total Loans Processed and Administrative Cost Recovered</u>
U.S. Department of Education: Federal Family Education Loans	84.032	<u>\$ 5 054 207</u>	<u>\$</u>	<u>\$ 5 054 207</u>

Trinity Valley Community college had the following loan balances outstanding at August 31, 2008. These loan balances outstanding are not included in the federal expenditures presented in the schedule because they are prior year expenditures with minimal current year compliance requirements. Trinity Valley Community College does not currently participate in the Federal Perkins Loan Program, except for a minor amount of collections.

<u>Federal Grantor/CFDA Number/ Program Name</u>	<u>Federal CFDA Number</u>	<u>Amount Outstanding</u>
U.S. Department of Education: Federal Perkins Loan Program	84.038	<u>\$ 5 439</u>

TRINITY VALLEY COMMUNITY COLLEGE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2008

Note 5: Nonmonetary Federal Assistance Received

None

Note 6: Amounts Passed Through by the College

None

TRINITY VALLEY COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED AUGUST 31, 2008

<u>Grantor Agency / Program Title</u>	<u>Grant Contract Number</u>	<u>State Expenditures</u>
TEXAS HIGHER EDUCATION COORDINATING BOARD		
Texas Grant Allocation		\$ 183 380
Texas Educational Opportunity Grant		121 100
Professional Nursing Shortage Reduction Program		83 484
Early High School Graduation Program		43 149
Texas College Work Study		28 677
Intensive Summer Program		14 328
Certified Educational Aide Program		12 215
ADN Nursing Grant		10 245
Texas National Guard Grant		660
Vocational Nursing Grant		<u>559</u>
Total Texas Higher Education Coordinating Board		497 797
TEXAS EDUCATION AGENCY		
State Adult Education	080100017110198	42 479
Adult Basic Education - TANF	080110017110184	<u>14 866</u>
Total Texas Education Agency		57 345
Dallas County Community College District / SBA		
Small Business Development Center		
09/01/07 - 09/30/07	7-603001-Z-0076	164
10/01/07 - 08/31/08	8-603001-Z-0046	<u>56 374</u>
Total Dallas County Community College District / SBA		<u>56 538</u>
Total State Financial Assistance		<u>\$ 611 680</u>

See auditor's reports and notes. The notes to this schedule are on the following page.

TRINITY VALLEY COMMUNITY COLLEGE
 NOTES TO THE SCHEDULE OF EXPENDITURES OF STATE AWARDS
 FOR THE YEAR ENDED AUGUST 31, 2008

Note 1: State Assistance Reconciliation

State Grants Revenues - Per Schedule A	\$ 611 680	
Administration	<u>0</u>	
 Total per Schedule of Expenditures of State Awards	 <u>\$ 611 680</u>	

Note 2: Significant Accounting Policies Used in Preparing the Schedule

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

TRINITY VALLEY COMMUNITY COLLEGE
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED AUGUST 31, 2008

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unqualified
 Internal control over financial reporting:

Material weakness(es) identified? _____ Yes No

Significant deficiency (ies) identified that are not considered to be material weaknesses? _____ Yes None reported

Noncompliance material to financial statements noted? _____ Yes No

Federal Awards and State Awards

Internal control over major programs:

Material weakness(es) identified? _____ Yes No

Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes None reported

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

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? _____ Yes No

Identification of major programs:

CFDA Number(s)

84.007; 84.032; 84.033; 84.038; 84.042; 84.063; 84.375
 84.048

Name of Federal or State Program or Cluster

Student Financial Aid - Cluster
 Carl Perkins Vocational Education

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

Auditee qualified as low-risk auditee? Yes _____ No

College Contact Person: Jean McSpadden, CPA
 Vice President of Administrative Services and CFO

TRINITY VALLEY COMMUNITY COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2008

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported

SMITH, LAMBRIGHT & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Marlin R. Smith, CPA
J. W. Lambright, CPA

Cheri E. Kirkland, CPA

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505 E. Tyler
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REPORT ON COMPLIANCE WITH PROVISIONS OF THE PUBLIC FUNDS INVESTMENT ACT

The Board of Trustees
Trinity Valley Community College
100 Cardinal Drive
Athens, Texas 75751

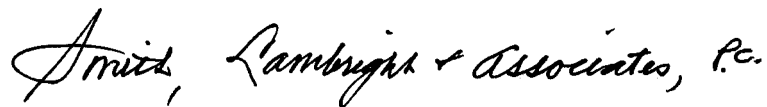
Members of the Board:

We have completed our audit of the Trinity Valley Community College for the year ended August 31, 2008. During the course of our audit, we noted that you have an investment policy which complies with the Public Funds Investment Act (Act). This compliance report is in response to the provisions of Chapter 2256.005 (m) of the Act.

We reviewed your investment policy, the monthly reports and other provisions of the policy including the types of investments you made during the year under audit. We noted no matters of noncompliance with the Act, lack of adherence to the College's investment policy, internal control weaknesses over the investment function or any other investment issues during the audit.

Please see the following schedule that is a schedule of portfolio composition as of August 31, 2008, which is part of this compliance report.

Respectfully submitted,



SMITH, LAMBRIGHT & ASSOCIATES, P. C.
Certified Public Accountants
November 17, 2008

Trinity Valley Community College
 Portfolio Composition as of August 31, 2008

Investment Type	Book Value August 31, 2008	Market Value August 31, 2008
Savings Account(s) in Financial Institutions		
Certificates of Deposit	\$ 9 020 791	\$ 9 020 791
Repurchase Agreements		
Bankers Acceptances		
Commercial Paper		
No-Load Money Market Mutual Fund		
No-Load Mutual Fund		
Investment Pool (s): (1) <i>Constant Net Asset Value</i> _____ (Name of investment pool) _____ (Name of investment pool) <i>Variable Net Asset Value</i> _____ (Name of investment pool) _____ (Name of investment pool)		
U.S. Government Securities: Long-term Short-term		
U.S. Government Securities: Long-term Short-term		

(1) An investment pool with a constant net asset value (market value/book value) means that money is deposited and withdrawn at a stable price of \$1.00 per share. In a variable net asset value pool, the share price fluctuates with the market value of the pool's portfolio.

STATISTICAL SUPPLEMENTS

Trinity Valley Community College
Statistical Supplement 1
Net Assets by Component
Fiscal Years 2002 to Current
(unaudited)
(amounts expressed in thousands)

	For the Fiscal Year Ended August 31,						
	2008	2007	2006	2005	2004	2003	2002
Invested in capital assets, net of related debt	\$ 26,119	\$ 25,987	\$ 25,699	\$ 23,844	\$ 19,829	\$ 20,132	\$ 20,336
Restricted - expendable	238	219	168	144	165	153	192
Restricted - nonexpendable	681	865	804	732	653	640	593
Restricted - unexpended bond funds (net of bonded debt)	-	-	271	3	-	-	-
Unrestricted	12,705	10,369	8,763	8,275	10,740	9,586	8,358
Total primary government net assets	\$ 39,743	\$ 37,440	\$ 35,705	\$ 32,998	\$ 31,387	\$ 30,511	\$ 29,479

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

Trinity Valley Community College
Statistical Supplement 2
Revenues by Source
Fiscal Years 2002 to Current
(unaudited)

For the Fiscal Year Ended August 31,							
(amounts expressed in thousands)							
	2008	2007	2006	2005	2004	2003	2002
Tuition and Fees (Net of Discounts)	\$ 3,691	\$ 3,513	\$ 3,496	\$ 3,322	\$ 3,290	\$ 2,546	\$ 2,244
Governmental Grants and Contracts							
Federal Grants and Contracts	6,506	6,107	6,852	6,664	6,166	5,038	3,897
State Grants and Contracts	612	392	387	294	385	400	300
Local Grants and Contracts	1	1	17	3	27	-	-
Non-Governmental Grants and Contracts	10	10	10	71	10	278	305
Sales and services of educational activities	355	372	436	385	362	158	116
Auxiliary enterprises	2,317	2,276	2,337	2,094	2,157	1,930	1,612
Other Operating Revenues	209	161	224	182	319	280	184
Total Operating Revenues	13,701	12,832	13,759	13,015	12,716	10,630	8,658
State Appropriations	14,102	13,454	13,296	12,188	12,194	12,221	12,651
Ad Valorem Taxes	6,154	5,518	5,098	4,657	4,269	3,905	3,662
Gifts	87	287	82	67	47	1	13
Investment Income	574	658	647	312	210	191	231
Other Non-operating revenues	-	-	-	-	233	29	51
Total Non-Operating Revenues	20,917	19,917	19,123	17,224	16,953	16,347	16,608
Total Revenues	\$ 34,618	\$ 32,749	\$ 32,882	\$ 30,239	\$ 29,669	\$ 26,977	\$ 25,266

For the Fiscal Year Ended August 31,							
	2008	2007	2006	2005	2004	2003	2002
Tuition and Fees (Net of Discounts)	10.66%	10.73%	10.63%	10.99%	11.09%	9.44%	8.88%
Governmental Grants and Contracts	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Federal Grants and Contracts	18.79%	18.65%	20.84%	22.04%	20.78%	18.68%	15.42%
State Grants and Contracts	1.77%	1.20%	1.18%	0.97%	1.30%	1.48%	1.19%
Local Grants and Contracts	0.00%	0.00%	0.05%	0.01%	0.09%	0.00%	0.00%
Non-Governmental Grants and Contracts	0.03%	0.03%	0.03%	0.23%	0.03%	1.03%	1.21%
Sales and services of educational activities	1.03%	1.14%	1.33%	1.27%	1.22%	0.59%	0.46%
Auxiliary enterprises	6.69%	6.95%	7.11%	6.92%	7.27%	7.15%	6.38%
Other Operating Revenues	0.60%	0.49%	0.68%	0.60%	1.08%	1.04%	0.73%
Total Operating Revenues	39.58%	39.18%	41.84%	43.04%	42.86%	39.40%	34.27%
State Appropriations	40.74%	41.08%	40.44%	40.31%	41.10%	45.30%	50.07%
Ad Valorem Taxes	17.78%	16.85%	15.50%	15.40%	14.39%	14.48%	14.49%
Gifts	0.25%	0.88%	0.25%	0.22%	0.16%	0.00%	0.05%
Investment Income	1.66%	2.01%	1.97%	1.03%	0.71%	0.71%	0.91%
Other Non-operating revenues	0.00%	0.00%	0.00%	0.00%	0.79%	0.11%	0.20%
Total Non-Operating Revenues	60.42%	60.82%	58.16%	56.96%	57.14%	60.60%	65.73%
Total Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

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

Trinity Valley Community College
Statistical Supplement 3
Program Expenses by Function
Fiscal Years 2002 to Current
(unaudited)

For the Fiscal Year Ended August 31,									
(amounts expressed in thousands)									
	2008	2007	2006	2005	2004	2003	2002		
Instruction	\$ 12,916	\$ 12,403	\$ 11,925	\$ 11,580	\$ 11,559	\$ 11,377	\$ 10,883		
Research	-	-	-	-	-	-	-		
Public Service	429	425	427	347	304	470	387		
Academic Support	2,934	2,739	2,540	2,369	1,740	1,794	1,342		
Student Services	2,804	2,773	2,700	2,502	2,393	2,278	1,881		
Institutional Support	2,601	2,440	2,234	2,208	2,463	2,229	2,735		
Operation and maintenance of plant	2,932	3,173	2,655	2,690	2,290	2,059	1,860		
Scholarships and fellowships	2,919	2,451	2,866	2,891	2,790	2,194	1,565		
Auxiliary enterprises	3,288	3,251	3,491	2,974	3,079	2,799	2,409		
Depreciation	1,124	1,014	999	872	708	651	605		
Total Operating Expenses	31,947	30,669	29,837	28,433	27,326	25,851	23,667		
Interest on capital related debt	183	201	177	-	-	-	15		
Payments for collection of taxes	172	138	153	127	-	-	-		
Loss on disposal of fixed assets	12	6	7	67	89	93	-		
Total Non-Operating Expenses	367	345	337	194	89	93	15		
Total Expenses	\$ 32,314	\$ 31,014	\$ 30,174	\$ 28,627	\$ 27,415	\$ 25,944	\$ 23,682		

For the Fiscal Year Ended August 31,									
	2008	2007	2006	2005	2004	2003	2002		
Instruction	39.97%	39.99%	39.52%	40.45%	42.16%	43.85%	45.95%		
Research	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
Public Service	1.33%	1.37%	1.42%	1.21%	1.11%	1.81%	1.63%		
Academic Support	9.08%	8.83%	8.42%	8.28%	6.35%	6.91%	5.67%		
Student Services	8.68%	8.94%	8.95%	8.74%	8.73%	8.78%	7.94%		
Institutional Support	8.05%	7.87%	7.40%	7.71%	8.98%	8.59%	11.55%		
Operation and maintenance of plant	9.07%	10.23%	8.80%	9.40%	8.35%	7.94%	7.85%		
Scholarships and fellowships	9.03%	7.90%	9.50%	10.10%	10.18%	8.46%	6.61%		
Auxiliary enterprises	10.18%	10.48%	11.57%	10.39%	11.23%	10.79%	10.17%		
Depreciation	3.48%	3.27%	3.31%	3.05%	2.58%	2.51%	2.55%		
Total Operating Expenses	98.86%	98.89%	98.88%	99.32%	99.68%	99.64%	99.94%		
Interest on capital related debt	0.57%	0.65%	0.59%	0.00%	0.00%	0.00%	0.06%		
Payments for collection of taxes	0.53%	0.44%	0.51%	0.44%	0.00%	0.00%	0.00%		
Loss on disposal of fixed assets	0.04%	0.02%	0.02%	0.23%	0.32%	0.36%	0.00%		
Total Non-Operating Expenses	1.14%	1.11%	1.12%	0.68%	0.32%	0.36%	0.06%		
Total Expenses	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%		

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

Trinity Valley Community College
Statistical Supplement 4
Tuition and Fees
Last Ten Academic Years
(unaudited)

Resident
Fees per Semester Credit Hour (SCH)

Academic Year (Fall)	In-District Tuition	Out-of-District Tuition	General Fee	Out-of-District 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
2007	\$ 20	\$ 20	\$ 15	\$ 20	\$ 420	\$ 660	0.00%	0.00%
2006	20	20	15	20	420	660	0.00%	0.00%
2005	20	20	15	20	420	660	16.67%	10.00%
2004	15	15	15	20	360	600	0.00%	0.00%
2003	15	15	15	20	360	600	20.00%	25.00%
2002	15	15	10	15	300	480	0.00%	0.00%
2001	15	15	10	15	300	480	31.58%	25.00%
2000	12	12	7	13	228	384	0.00%	0.00%
1999	12	12	7	13	228	384	0.00%	0.00%
1998	12	12	7	13	228	384	0.00%	0.00%

Non-Resident
Fees per Semester Credit Hour (SCH)

Academic Year (Fall)	Non-Resident Tuition Out of State	Non-Resident Tuition International	General Fee	Out-of-District Fee	Cost for 12 SCH Out of State	Cost for 12 SCH International	Increase from Prior Year Out of State	Increase from Prior Year International
2007	\$ 65	\$ 65	\$ 15	\$ 0	\$ 960	\$ 960	0.00%	0.00%
2006	65	65	15	0	960	960	0.00%	0.00%
2005	65	65	15	0	960	960	6.67%	6.67%
2004	60	60	15	0	900	900	0.00%	0.00%
2003	60	60	15	0	900	900	7.14%	7.14%
2002	60	60	10	0	840	840	0.00%	0.00%
2001	60	60	10	0	840	840	4.48%	4.48%
2000	60	60	7	0	804	804	0.00%	0.00%
1999	60	60	7	0	804	804	0.00%	0.00%
1998	60	60	7	0	804	804	0.00%	0.00%

Trinity Valley Community College
Statistical Supplement 5
Assessed Value and Taxable Assessed Value of Property
Last Ten Fiscal Years
(unaudited)

(Amounts expressed in thousands)				Direct Rate				
Fiscal Year	Assessed Valuation of Property	Less: Exemptions & Abatements	Taxable Assessed Value (TAV)	Ratio of Taxable Assessed Value to Assessed Value	Maintenance & Operations (a)	Debt Service (a)	Total (a)	Branch Campus Maintenance Tax Rate (a)(b)
2007-2008	11,494,838	2,011,388	9,483,450	82.50%	0.0680	0.00	0.0680	0.04400
2006-2007	10,965,711	2,038,988	8,926,723	81.41%	0.0640	0.00	0.0640	0.05000
2005-2006	10,041,633	1,917,050	8,124,583	80.91%	0.0640	0.00	0.0640	0.05000
2004-2005	9,347,838	1,771,104	7,576,734	81.05%	0.0615	0.00	0.0615	0.05000
2003-2004	9,150,024	2,070,615	7,079,409	77.37%	0.0615	0.00	0.0615	0.04850
2002-2003	8,584,960	1,992,671	6,592,289	76.79%	0.0615	0.00	0.0615	0.04410
2001-2002	7,398,997	1,385,115	6,013,882	81.28%	0.0615	0.00	0.0615	0.04550
2000-2001	6,694,828	1,345,438	5,349,390	79.90%	0.0620	0.00	0.0620	0.04300
1999-2000	5,376,837	750,375	4,626,462	86.04%	0.0640	0.00	0.0640	0.04064
1998-1999	5,673,703	1,047,690	4,626,013	81.53%	0.0615	0.00	0.0615	0.04100

Notes: (a) per \$100 taxable assessed value (TAV)
(b) Assessed property values for the branch campus maintenance tax area are included in the above valuation amounts.

Trinity Valley Community College
Statistical Supplement 6
State Appropriation per FTSE and Contact Hour
Last Ten Fiscal Years
(unaudited)

Appropriations per FTSE (a)				Appropriations per Contact Hour				
Fiscal Year	State Appropriation	FTSE (a)	State Appropriation per FTSE	Academic Contact Hours	Voc/Tech Contact Hours	Continuing Education Contact Hours	Total Contact Hours	State Appropriation per Contact Hour
2007-2008	\$ 11,574,470	3,917	\$ 2,955	1,835,040	1,177,224	217,346	3,229,610	\$ 3.58
2006-2007	11,086,591	3,947	2,809	1,836,864	1,162,224	208,534	3,207,622	3.46
2005-2006	11,086,591	4,040	2,744	1,903,776	1,179,520	178,907	3,262,203	3.40
2004-2005	10,323,261	3,992	2,586	1,925,496	1,285,508	173,200	3,384,204	3.05
2003-2004	10,332,134	3,845	2,687	1,798,608	1,324,952	198,383	3,321,943	3.11
2002-2003	9,939,566	3,653	2,721	1,682,624	1,286,224	199,121	3,167,969	3.14
2001-2002	10,515,602	3,131	3,359	1,454,512	1,130,784	198,927	2,784,223	3.78
2000-2001	9,947,049	3,217	3,092	1,426,352	1,188,288	78,740	2,693,380	3.69
1999-2000	9,667,462	2,994	3,229	1,327,488	1,140,940	43,920	2,512,348	3.85
1998-1999	9,974,041	3,000	3,325	1,179,376	1,314,846	-	2,494,222	4.00

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

Trinity Valley Community College
Statistical Supplement 7
Principal Taxpayers
Last Nine Tax Years
(unaudited)

Taxable Assessed Value (TAV) by Tax Year (amounts expressed in thousands)

Taxpayer	Business	2007	2006	2005	2004	2003	2002	2001	2000	1999
Hunt Oil Company	Energy/Utility	\$ 345,666	\$ 314,396	\$ 277,139	\$ 201,474	\$ 140,314	\$ 139,237	\$ 146,545	\$ 97,135	\$ 38,748
Wal-Mart Stores	Retail	162,835	144,550	106,385	99,869	129,985	152,131	114,375	81,112	70,449
Atmos Energy	Energy/Utility	121,613	106,087	100,551	-	-	-	-	-	-
XTO Energy	Energy/Utility	106,537	121,164	73,761	74,470	65,563	75,026	22,488	-	-
TXU Energy/Lone Star Pipeline	Energy/Utility	70,856	53,783	52,484	77,183	94,387	57,388	114,163	89,567	68,047
United Telephone Co	Energy/Utility	64,523	57,655	57,570	53,930	51,865	41,660	45,631	53,319	59,266
Autozone Inc.	Retail	52,355	31,097	-	-	-	-	-	-	-
Oncor Electric Delivery	Energy/Utility	36,725	34,003	32,605	80,301	78,062	79,095	-	-	-
Madix Inc.	Manufacturing	30,263	-	27,388	25,506	-	-	-	29,690	30,821
Trinity Valley Electric Co-op	Energy/Utility	27,783	26,771	-	-	-	-	-	-	21,365
Solar Turbines Inc.	Manufacturing	-	-	22,812	-	-	18,128	-	-	19,352
Goodyear Tire & Rubber	Manufacturing	-	70,289	54,679	65,302	61,115	59,764	67,937	41,916	-
Maxxim Medical	Manufacturing	-	-	-	-	17,576	18,335	19,227	19,897	23,804
Palestine Principal Healthcare	Medical	-	-	-	23,808	21,862	25,722	25,647	24,859	22,843
Union Pacific Railroad	Transportation	-	-	-	19,429	-	-	-	-	-
Chevron USA (EL&O)	Energy/Utility	-	-	-	-	-	-	41,397	-	-
Cross Timbers Operating	Energy/Utility	-	-	-	-	-	-	-	44,569	37,332
Total		\$ 1,019,156	\$ 959,795	\$ 805,374	\$ 721,272	\$ 660,729	\$ 666,486	\$ 597,410	\$ 482,064	\$ 392,027
Total Taxable Assessed Value		\$ 9,483,450	\$ 8,926,723	\$ 8,124,583	\$ 7,576,734	\$ 7,079,409	\$ 6,592,289	\$ 6,013,882	\$ 5,349,390	\$ 4,626,462

% of Taxable Assesd Value (TAV) by Tax Year

Taxpayer	Business	2007	2006	2005	2004	2003	2002	2001	2000	1999
Hunt Oil Company	Energy/Utility	3.64%	3.52%	3.41%	2.66%	1.98%	2.11%	2.44%	1.82%	0.84%
Wal-Mart Stores	Retail	1.72%	1.62%	1.31%	1.32%	1.84%	2.31%	1.90%	1.52%	1.52%
Atmos Energy	Energy/Utility	1.28%	1.19%	1.24%	-	-	-	-	-	-
XTO Energy	Energy/Utility	1.12%	1.36%	0.91%	0.98%	0.93%	1.14%	0.37%	-	-
TXU Energy/Lone Star Pipeline	Energy/Utility	0.75%	0.60%	0.65%	1.02%	1.33%	0.87%	1.90%	1.67%	1.47%
United Telephone Co	Energy/Utility	0.68%	0.65%	0.71%	0.71%	0.73%	0.63%	0.76%	1.00%	1.28%
Autozone Inc.	Retail	0.55%	0.35%	-	-	-	-	-	-	-
Oncor Electric Delivery	Energy/Utility	0.39%	0.38%	0.40%	1.06%	1.10%	1.20%	-	-	-
Madix Inc.	Manufacturing	0.32%	-	0.34%	0.34%	-	-	-	0.56%	0.67%
Trinity Valley Electric Co-op	Energy/Utility	0.29%	0.30%	-	-	-	-	-	-	0.46%
Solar Turbines Inc.	Manufacturing	-	-	0.28%	-	-	0.27%	-	-	0.42%
Goodyear Tire & Rubber	Manufacturing	-	0.79%	0.67%	0.86%	0.86%	0.91%	1.13%	0.78%	-
Maxxim Medical	Manufacturing	-	-	-	-	0.25%	0.28%	0.32%	0.37%	0.51%
Palestine Principal Healthcare	Medical	-	-	-	0.31%	0.31%	0.39%	0.43%	0.46%	0.49%
Union Pacific Railroad	Transportation	-	-	-	0.26%	-	-	-	-	-
Chevron USA (EL&O)	Energy/Utility	-	-	-	-	-	-	0.69%	-	-
Cross Timbers Operating	Energy/Utility	-	-	-	-	-	-	-	0.83%	0.81%
Total		10.75%	10.75%	9.91%	6.86%	7.35%	8.00%	6.81%	6.36%	6.83%

Source: Local County Appraisal Districts

Note 1: Data available for tax years 1999 and forward only.

Trinity Valley Community College
Statistical Supplement 8
Property Tax Levies and Collections
Last Six Tax Years
(unaudited)
(amounts expressed in thousands)

Fiscal Year Ended August 31	Levy	Cumulative Levy Adjustments	Adjusted Tax Levy (a)	Collections-Year of Levy (b)	Percentage	Prior Collections of Prior Levies (c)	Current Collections of Prior Levies (d)	Total Collections (b+c+d)	Cumulative Collections of Adjusted Levy
2008	\$ 6,079	\$ 36	\$ 6,115	\$ 5,841	95.52%			\$ 5,841	95.52%
2007	\$ 5,518	\$ (61)	\$ 5,457	\$ 5,223	95.71%		\$ 114	\$ 5,337	97.80%
2006	\$ 4,862	\$ 166	\$ 5,028	\$ 4,800	95.47%	\$ 130	\$ 28	\$ 4,958	98.61%
2005	\$ 4,579	\$ 4	\$ 4,583	\$ 4,363	95.20%	\$ 158	\$ 15	\$ 4,536	98.97%
2004	\$ 4,231	\$ 2	\$ 4,233	\$ 4,024	95.06%	\$ 167	\$ 8	\$ 4,199	99.20%
2003	\$ 3,882	\$ 41	\$ 3,923	\$ 3,680	93.81%	\$ 213	\$ 4	\$ 3,897	99.34%

Source: Local Tax Assessor/Collector and District records.

Note: Data unavailable for fiscal years prior to 2003.

- (a) As of August 31st of the current reporting year.
- (b) Property tax only - does not include penalties and interest.
- (c) Represents cumulative collections of prior years not collected in the current year or the year of the tax levy.
- (d) Represents current year collections of prior years levies.

Trinity Valley Community College
 Statistical Supplement 9
 Ratios of Outstanding Debt
 Last Ten Fiscal Years
 (unaudited)

For the Year Ended August 31 (amounts expressed in thousands)										
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
General Bonded Debt										
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes	-	-	-	-	-	-	-	-	-	-
Less: Funds restricted for debt service										
Net general bonded debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Debt										
Revenue bonds	\$ 4,060	\$ 4,555	\$ 5,035	\$ 5,500	\$ -	\$ -	\$ -	\$ 40	\$ 90	\$ 140
Notes	-	-	-	-	-	-	-	-	-	-
Capital lease obligations	-	-	-	-	-	-	-	-	-	-
Total Outstanding Debt	\$ 4,060	\$ 4,555	\$ 5,035	\$ 5,500	\$ -	\$ -	\$ -	\$ 40	\$ 90	\$ 140
General Bonded Debt Ratios										
Per Capita	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Per FTSE	-	-	-	-	-	-	-	-	-	-
As a percentage of TAV*	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total Outstanding Debt Ratios										
Per Capita	\$ 22.98	\$ 26.34	\$ 29.36	\$ 32.52	\$ -	\$ -	\$ -	\$ 0.26	\$ 0.61	\$ 0.97
Per FTSE	\$ 1,036.51	\$ 1,154.04	\$ 1,085.13	\$ 1,177.98	\$ -	\$ -	\$ -	\$ 10.47	\$ 25.37	\$ 39.35
As a percentage of TAV*	0.04%	0.05%	0.06%	0.07%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

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

* Taxable Assessed Valuation

Trinity Valley Community College
Statistical Supplement 10
Legal Debt Margin Information
Last Ten Fiscal Years
(unaudited)

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

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Taxable Assessed Value	\$ 9,483,450	\$ 8,926,723	\$ 8,124,583	\$ 7,575,734	\$ 7,079,409	\$ 6,592,289	\$ 6,013,882	\$ 5,349,390	\$ 4,626,462	\$ 4,626,013
General Obligation Bonds										
Statutory Tax Levy Limit for Debt Service	\$ 47,417	\$ 44,634	\$ 40,623	\$ 37,879	\$ 35,397	\$ 32,961	\$ 30,069	\$ 26,747	\$ 23,132	\$ 23,130
General Obligation Bond Debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Less: Funds restricted for repayment of General Obligation Bonds	0	0	0	0	0	0	0	0	0	0
Total Net General Obligation Debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Current Year Debt Service Requirements	0	0	0	0	0	0	0	0	0	0
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 47,417	\$ 44,634	\$ 40,623	\$ 37,879	\$ 35,397	\$ 32,961	\$ 30,069	\$ 26,747	\$ 23,132	\$ 23,130
Net Current Requirements as a % of Statutory Limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

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.

Trinity Valley Community College
Statistical Supplement 11
Pledged Revenue Coverage
Last Ten Fiscal Years
(unaudited)

Revenue Bonds

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

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Pledged Revenues										
Tuition	\$ 2,588	\$ 2,516	\$ 2,559	\$ 2,198	\$ 2,218	\$ 2,014	\$ 1,733	\$ 1,439	\$ 1,460	\$ 1,488
General Fee	1,654	1,623	1,691	1,689	1,650	1,051	901	619	590	593
Out of District Fee	749	720	753	742	705	516	435	379	351	372
Laboratory Fee	342	332	338	342	335	195	168	165	177	213
Distance Learning Fee	116	111	95	79	64	-	-	-	-	-
Installment Plan Fee	38	32	35	29	29	22	21	16	16	16
Other Miscellaneous Fees	83	78	65	57	22	13	12	11	11	11
Residential Life	1,080	1,021	1,163	1,085	993	974	922	892	871	797
Bookstore	2,467	2,552	2,505	2,355	2,407	2,046	1,519	1,607	1,440	1,415
Athletics	32	18	39	30	27	30	23	27	27	32
Interest Income	530	602	606	291	197	172	239	384	369	321
Sales of Educational Activities	355	372	436	385	362	310	117	110	106	96
Other Miscellaneous Income	253	202	284	222	236	163	188	172	293	171
Total	<u>\$ 10,287</u>	<u>\$ 10,179</u>	<u>\$ 10,569</u>	<u>\$ 9,504</u>	<u>\$ 9,245</u>	<u>\$ 7,506</u>	<u>\$ 6,278</u>	<u>\$ 5,821</u>	<u>\$ 5,711</u>	<u>\$ 5,525</u>
Debt Service Requirements										
Principal	\$ 495	\$ 480	\$ 465	\$ -	\$ -	\$ -	\$ 40	\$ 50	\$ 50	\$ 50
Interest	183	201	177	-	-	-	2	5	7	10
Total	<u>\$ 678</u>	<u>\$ 681</u>	<u>\$ 642</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42</u>	<u>\$ 55</u>	<u>\$ 57</u>	<u>\$ 60</u>
Coverage Ratio	15.17	14.95	16.46				149.48	105.84	100.19	92.08

Trinity Valley Community College
Statistical Supplement 12
Demographic and Economic Statistics - Taxing District
Last Ten Calendar Years
 (unaudited)

Calendar Year	District Population	District Personal Income (thousands of dollars)	District Personal Income Per Capita	District Unemployment Rate
2007	176,652	(a)	(a)	(a)
2006	172,907	\$4,652,960	\$26,910	5.3%
2005	171,467	4,237,505	24,713	5.5%
2004	169,118	4,081,718	24,135	6.2%
2003	164,592	3,837,048	23,312	6.8%
2002	158,996	3,727,477	23,444	6.5%
2001	155,485	3,651,657	23,486	5.0%
2000	152,442	3,516,143	23,065	4.4%
1999	148,295	3,231,076	21,788	4.2%
1998	144,139	2,956,101	20,509	4.6%

Source: Texas Workforce Commission TRACER
 (a) Data for 2007 not available until April 2009.

Trinity Valley Community College
Statistical Supplement 13
Principal Employers
Last Ten Years
(unaudited)

Employer	2007		2006		2005 (a)	
	No. of Employees	% of Total Employment (b)	No. of Employees	% of Total Employment (b)	No. of Employees	% of Total Employment (b)
Walmart Distribution Center - Palestine, Texas	1,550	2.19%	900	1.27%	900	0.77%
Madix Inc. - Terrell, Texas	1,256	1.78%	630	0.89%	800	0.69%
Terrell State Hospital - Terrell, Texas	900	1.27%	790	1.12%	791	0.68%
Texas Dept.Criminal Justice Dept. - Coffield Unit Tennessee Colony, TX	818	1.16%	838	1.18%	875	0.75%
Vistawall Architectural Products - Terrell, Texas	800	1.13%	800	1.13%	900	0.77%
Texas Dept.Criminal Justice Dept. - Michael Unit Tennessee Colony, TX	748	1.06%	815	1.15%	1,190	1.02%
East Texas Medical Center - Athens, Texas	650	0.92%	650	0.92%	625	0.54%
Texas Dept.Criminal Justice Dept. - Beto Unit Tennessee Colony, TX	647	0.91%	701	0.99%	712	0.61%
Palestine Regional Medical CTR - Palestine Texas	600	0.85%	601	0.85%	525	0.45%
Argon Medical Devices - Athens, Texas	360	0.51%	371	0.52%	322	0.28%
Total	8,329	11.78%	7,096	10.02%	7,640	6.55%

Source:

http://www.palestinetexas.net/community_profile.php

<http://www.tdcj.state.tx.us/stat/unitdirectory/all.htm>

Note:

(a) Data not available prior to 2005.

(b) Percentages are calculated by dividing the number of employees into the estimated total employment in taxing district.

Trinity Valley Community College
Statistical Supplement 14
Faculty, Staff, and Administrators Statistics
Last Ten Fiscal Years
(unaudited)

	Fiscal Year									
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Faculty										
Full-Time	134	131	123	120	123	122	118	116	119	114
Part-Time	122	114	134	103	140	140	114	115	90	83
Total	256	245	257	223	263	262	232	231	209	197
Percent										
Full-Time	52.3%	53.5%	47.9%	53.8%	46.8%	46.6%	50.9%	50.2%	56.9%	57.9%
Part-Time	47.7%	46.5%	52.1%	46.2%	53.2%	53.4%	49.1%	49.8%	43.1%	42.1%
Staff and Administrators										
Full-Time	170	164	162	156	157	153	153	147	173	172
Part-Time	27	25	42	25	25	23	23	22	30	31
Total	197	189	204	181	182	176	176	169	203	203
Percent										
Full-Time	86.3%	86.8%	79.4%	86.2%	86.3%	86.9%	86.9%	87.0%	85.2%	84.7%
Part-Time	13.7%	13.2%	20.6%	13.8%	13.7%	13.1%	13.1%	13.0%	14.8%	15.3%
FTSE per Full-Time Faculty (a)	29.2	30.1	37.7	38.9	38.5	37.0	31.4	32.9	29.8	31.2
FTSE per Full-Time Staff Member (a)	23.0	24.1	2.4	29.9	30.2	29.5	24.3	26.0	20.5	20.7
FTSE per Total Faculty (a)	15.3	16.1	18.1	20.9	18.0	17.2	16.0	16.5	17.0	18.1
FTSE per Total Staff Member (a)	19.9	20.9	22.7	25.8	26.0	25.7	21.1	22.6	17.5	17.5
Average Annual Faculty Salary	\$47,670	\$ 48,071	\$ 46,667	\$ 44,500	\$ 42,972	\$ 42,792	\$ 42,187	\$ 40,550	\$ 39,676	\$ 38,952

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

Trinity Valley Community College
 Statistical Supplement 15
 Enrollment Details
 Last Five Fiscal Years
 (unaudited)

Student Classification	Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 Hours	4,149	71.19%	3,963	70.65%	3,984	70.41%	4,066	73.04%	3,968	72.16%
31-60 Hours	1,331	22.84%	1,344	23.96%	1,385	24.48%	1,248	22.42%	1,189	21.62%
> 60 Hours	134	2.30%	128	2.28%	115	2.03%	95	1.71%	139	2.53%
Unclassified (a)	214	3.67%	174	3.10%	174	3.08%	158	2.84%	203	3.69%
Total	5,828	100.00%	5,609	100.00%	5,658	100.00%	5,567	100.00%	5,499	100.00%

(a) Unclassified students were not able to be placed in the categories based upon semester credit hours earned, and are reported separately.

Semester Hour Load	Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less Than 3	21	0.36%	9	0.16%	8	0.14%	15	0.27%	16	0.29%
3-5 semester hours	1,129	19.37%	1,187	21.16%	1,200	21.21%	1,028	18.47%	1,349	24.53%
6-8 semester hours	1,715	29.43%	1,380	24.60%	1,244	21.99%	1,463	26.28%	1,156	21.02%
9-11 semester hours	732	12.56%	705	12.57%	759	13.41%	659	11.84%	600	10.91%
12-14 semester hours	1,473	25.27%	1,570	27.99%	1,586	28.03%	1,521	27.32%	1,556	28.30%
15-17 semester hours	558	9.57%	524	9.34%	603	10.66%	641	11.51%	595	10.82%
18 & over	200	3.43%	234	4.17%	258	4.56%	240	4.31%	227	4.13%
Total	5,828	100.00%	5,609	100.00%	5,658	100.00%	5,567	100.00%	5,499	100.00%
Average Course Load	9.9		9.9		9.9		10.0		9.8	

Tuition Status	Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (in District)	3,658	62.77%	3,611	64.38%	0	0.00%	0	0.00%	0	0.00%
Texas Resident (Out of District)	2,115	36.29%	1,948	34.73%	1,959	100.00%	1,959	35.19%	1,959	35.62%
Non-Texas Resident	55	0.94%	50	0.89%	0	0.00%	0	0.00%	0	0.00%
Total	5,828	100.00%	5,609	100.00%	1,959	100.00%	5,567	100.00%	5,499	100.00%

Trinity Valley Community College
 Statistical Supplement 17
 Transfers to Senior Institutions
 2007-2008 Graduates, Completers and Non-Returners Fall Students as of Fall 2008
 (includes only public senior colleges in Texas)

Rank	Institution	Transfer Student Count Academic	Transfer Student Count Technical	Transfer Student Count Tech-Prep	Total of all Sample Transfer Students	% of all Sample Transfer Students
1	The University of Texas at Tyler	183	17	9	209	24.56%
2	Texas A&M University - Commerce	121	2	13	136	15.98%
3	Stephen F. Austin State University	80	3	7	90	10.58%
4	Texas A&M University	77		4	81	9.52%
5	University of North Texas	56	1	8	65	7.64%
6	The University of Texas at Austin	38		2	40	4.70%
7	Sam Houston State University	29	2	10	41	4.82%
8	Texas Tech University	25		1	26	3.06%
9	The University of Texas at Arlington	24	10	2	36	4.23%
10	Tarleton State University	18	1	5	24	2.82%
11	Texas A&M University - Corpus Christi	15			15	1.76%
12	Texas State University	15	1		16	1.88%
13	The University of Texas at Dallas	14			14	1.65%
14	Texas Woman's University	12	4		16	1.88%
15	Midwestern State University	8		3	11	1.29%
16	Angelo State University	5	1		6	0.71%
17	Lamar University	4			4	0.47%
18	The University of Texas at San Antonio	4		1	5	0.59%
19	West Texas A&M University	4		2	6	0.71%
20	Texas A&M University at Galveston	3			3	0.35%
21	University of Houston	3	1		4	0.47%
22	The University of Texas of the Permian Basin	2			2	0.24%
23	Texas A&M University - Kingsville	1			1	0.12%
Totals		741	43	67	851	100%

Source: Texas Higher Education Coordinating Board Automated Student and Adult Learner Follow-Up System, Students Pursuing Additional Education by Institution 2007-2008 Graduates, Completers and Non-Returners

Trinity Valley Community College
 Statistical Supplement 18
 Capital Asset Information
 Fiscal Years 2002 to Current

	Fiscal Year-ended August 31,						
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Academic Buildings	17	17	16	16	16	16	16
Square Footage (in thousands)	273	273	222	222	222	222	222
Libraries	2	2	2	2	1	1	1
Square Footage (in thousands)	78	78	78	78	44	44	44
Number of Volumes (in thousands)	62	62	61	62	59	57	55
Adminstrative and support buildings	3	3	3	3	3	3	3
Square Footage (in thousands)	75	75	75	75	75	75	75
Dormitories	5	5	5	5	5	5	4
Square Footage (in thousands)	80	80	80	80	80	80	79
Number of Beds	356	356	356	356	356	356	356
Dining Facilities	1	1	1	1	1	1	1
Square Footage (in thousands)	16	16	16	16	16	16	16
Average daily customers	402	371	364	369	364	315	333
Athletic Facilities	2	2	2	3	2	2	2
Square Footage (in thousands)	43	43	43	63	52	52	52
Gymnasiums	1	1	1	2	2	2	2
Plant Facilities	2	2	2	2	2	2	2
Square Footage (in thousands)	138	138	138	138	138	138	138
Transportation							
Cars	18	18	18	18	18	18	18
Light Trucks/Vans	20	20	20	20	20	20	20
Buses	0	0	0	0	0	1	1