

Comprehensive Annual Financial Report

Rogue Community College

Grants Pass, Oregon

For the Year Ended June 30, 2012

Report prepared by the Budget and Financial Services Department

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3345 Redwood Hwy
Grants Pass, OR 97527-9298

December 18, 2012

The Board of Education
Rogue Community College
Grants Pass, Oregon

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of Rogue Community College (the College) for the fiscal year ended June 30, 2012, together with the audit opinion therein of our auditors as required by Oregon State Statutes. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the College. We believe the financial statements and related information are stated fairly in all material aspects in reflecting the financial position and results of operations of the College. All disclosures necessary to enable the reader to gain maximum understanding of the College's financial affairs have been included.

This report consists of management's representations concerning the finances of Rogue Community College. To provide a reasonable basis for making these representations, management of the College has established a comprehensive internal control framework that is designed both to protect the College's assets from loss, theft, or misuse; and, to compile sufficient reliable information for the preparation of the College's financial statements in conformity with Generally Accepted Accounting Principles in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefit, the College's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The College's MD&A can be found immediately following the independent auditor's report in the Financial Section.

The Comprehensive Annual Financial Report is organized in five sections, as follows:

1. The Introductory Section contains the letter of transmittal with an overview of the College that includes factors affecting the financial condition and other supplementary information, a listing of principal officials, and an organizational chart.
2. The Financial Section includes the independent auditor's report, the MD&A, basic financial statements, including notes to the financial statements, required supplementary information and other supplementary information.
3. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.
4. The Audit Comments Section includes the independent auditor's comments required by the Minimum Standards for Audits of Oregon Municipal Corporations.
5. The Government Auditing Standards Section includes information related to the Single Audit Act and Government Auditing Standards, including the schedule of expenditures of federal awards, its related note disclosures and the various independent auditors' reports. The College is required to have an annual single audit in conformity with the provisions of the Federal Single Audit Act of 1984 and United States Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

The College's CAFR has been prepared in accordance with accounting principles generally accepted in the United States of America as set forth by the Governmental Accounting Standards Board, the Financial Accounting Standards Board, the American Institute of Certified Public Accountants and other recognized standard-setting bodies. You will find a summary of significant accounting policies in the notes accompanying the basic financial statements.

The annual budget serves as the foundation for the College's financial planning and control. The College is required by the State of Oregon to adopt an annual budget subject to the requirements of "Local Budget Law" as addressed in Oregon Revised Statutes 294.305 through 294.565. The budget is a plan for the financial operations to be conducted during the coming fiscal year and is adopted annually, prior to July 1.

The budget committee is comprised of fourteen (14) members: seven (7) members of the advisory committee and seven (7) elected Board of Education members, each representing one of seven zones. House Bill 2972 requires that the College Board of Education appoint an advisory committee of seven members, including three from Josephine County and three from Jackson County and one at-large member from persons nominated by the advisory committee. Members of the advisory committee are then appointed to the Rogue Community College District budget committee. Appointed members serve three-year terms.

It is the duty of the budget committee to analyze and approve the College's proposed operating budget and forward its recommendations to the Board for final consideration. As a part of the budget review and approval process, the budget committee holds public meetings at which citizens of the community are invited to give testimony on the budget before it is approved by the budget committee.

Following approval of the budget committee, the Rogue Community College Board of Education holds a public budget hearing. The purpose of this hearing is to provide the citizens of the community an opportunity to give testimony on the approved budget prior to its adoption by the College Board of Education. The budget committee acts on fiscal matters, not on educational and personnel matters.

The College maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Rogue Community College Board of Education. The activities of all funds are included in the annual appropriated budget as required by state law.

The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) for all funds is established at the function level. Transfers of appropriations between existing budget appropriations can be authorized by resolution of the Rogue Community College Board of Education.

As demonstrated by the statements and schedules included in the financial section of this report, Rogue Community College continues to meet its responsibilities for sound financial management. Budget-to-actual comparisons are provided in this report as part of the Other Supplementary Information in the Financial Section.

About the College

Rogue Community College was established in November 1970 by the vote of the electorate of Josephine County. On May 21, 1996, voters in Jackson and Josephine Counties approved the expansion of the College's boundaries to encompass both counties. The annexation was effective July 1, 1997.

The College was named for the Rogue River, which starts at Crater Lake and extends for 215 miles to the Pacific Ocean. As the river leaves the Cascade Mountains, it winds its way through the Rogue Valley that comprises Josephine and Jackson counties. The Rogue Valley is located midway between Seattle and San Francisco on the Interstate 5 corridor and extends to the Oregon-California border.

The College's full-time equivalent (FTE) number of students for 2011-12 was 5,717 and the unduplicated headcount for the same period was 16,956.

District Demographics

The Rogue Community College District covers a 4,453 square mile area encompassing Josephine and Jackson counties. Total population for the two counties in 2012 is estimated at 286,770, which is an 8.1% increase since 2003.

The College's founding campus is located on 88 wooded acres; five miles west of the city of Grants Pass. The campus was originally constructed in the late 1960s as a federal training facility known as the Fort Vannoy Jobs Corps Training Center. Remodeled in 1989, the spacious campus of wood-framed buildings creates an informal atmosphere with several more recently constructed buildings that provides additional classrooms and modern laboratory space.

Upon annexation of Jackson County by the College district, the Riverside Campus was established in downtown Medford, where it plays a key role in the educational and cultural renaissance occurring in Medford. The Riverside Campus has grown to encompass five buildings totaling more than 149,607 square feet. The College now owns all of these buildings, including joint ownership in one.

In September of 2008, the College, in conjunction with Southern Oregon University (SOU), opened the Higher Education Center located in downtown Medford. The jointly financed, designed and constructed center provides students a seamless transition from community college courses to university courses. The building is 68,700 square feet, housing classrooms, science labs, computer labs, a Prometric Testing Center and a Business Center. In addition to being an example of cooperation and collaboration between the two institutions, the RCC/SOU Higher Education Center serves as a model of environmental stewardship. The design team worked with faculty, staff, students and community members to establish the green priorities for the project, which received a Platinum Leadership in Environmental Design (LEED) certification from the U.S. Green Building Council.

RCC also leases 12,000 square feet from the Jackson County Library in its Central Library in downtown Medford.

In Fall 2005, the College opened the Table Rock Campus in White City, Oregon. The 102,000 square foot building is home to the College's technical and professional training programs. Programs include manufacturing, electronics, fire science, construction, emergency medical technology and diesel technology.

Economic Outlook

The Great Recession and lingering somewhat jobless recovery in the Rogue Valley can be clearly seen in the weak improvements in the unemployment rate and the number of jobs available. The Valley has experienced only small gains in job recovery; however the increase is not enough to drive down the unemployment rate. The Valley is still struggling to recover from the unemployment spike in 2009, when the Valley's unemployment skyrocketed to 13.9%. Since then, the unemployment rate has only decreased 1.95% coming in at 11.95% for June 2012.

There is a chorus of indicators suggesting that Oregon's economic conditions are improving; however it has not been broad-based across all the regions in the state. In general, communities that are outside of the Portland/Metropolitan area are no better off now than they were two years ago, when the nationwide recession ended. Looking forward, growth will remain disappointing from a historical perspective, with the statewide economy likely to struggle to pick up any further momentum. This is evidenced by the seasonally-adjusted unemployment rate for June 2012 only decreasing 0.9% since last year. However, the long-awaited improvement in regional housing markets is starting to show signs of improvement with increased sales. Even with this potential igniter in the economy, Oregon is not expected to recover all of the jobs it has lost until the end of 2014.

One of the College's largest non-operating revenue sources is funding from the State of Oregon. The State appropriated \$410 million for the Community College Support Fund (CCSF) for the 2011-13 biennium. However, the Legislature held back \$14.5 million, reducing the CCSF to \$395.5 million for the 2011-13 biennium; this holdback is unlikely to be released. The Community College and Workforce Development budget bill (HB 5011) includes language allowing for a large portion of the budget to be spent in the first year, essentially having colleges base the first year of the biennium on \$410 million. Therefore, the entire reduction of \$14.5 million will be realized in fiscal year 2012-13. To the College's credit, it budgeted at the reduced \$395.5 million level for the 2011-13 biennium. The loss in revenue between the 2009/11 funding level of \$432 million to the current funding level of \$395 million is \$36.5 million for the biennium. This equates to \$1.28 million or 10.26% of CCSF funding for the College between the two bienniums.

Another major source of income is property tax revenue. Property taxes are used for general operations and for debt service payments. Property tax revenue has been a stable factor in the College's revenue increasing on average 6% a year. However, due to the downturn in the housing market, property tax revenue decreased by .84% or \$108,202 in 2011-12. The College received \$12.7 million in property taxes for 2012; of the amount received, \$1.71 million or 13.46% is restricted for debt service payment.

Tuition and Fee revenue accounts for approximately 24.14% of revenue. For 2012 the College collected \$19.9 million in tuition and fees. The College experienced a 7.8% decline in FTE for 2011-12 and expects to see a similar decline in 2012-13.

The College has proactively managed its budget based on reasonable projections of future financing. This enables the College to continue to meet its student-centered mission. The College continually develops multi-year financial plans to ensure the financial viability of the College and works with the Budget Advisory Group to develop the budget.

Long-Term Financial Planning

The College has an annual strategic and operational planning cycle that involves all levels of the organization. This process provides a framework to advance the District's vision, mission and goals in order to meet the needs of our students and community.

The Board approved financial policies that are in place provide guidance for planning of resources, capital needs and adequate reserve levels for revenue shortfalls or unforeseen expenditure needs. The College's budgets are built on the basis of maintaining the financial stability of the District. The College sets goals for financial stability enabling it to manage revenue shortfalls and cash flows to ensure continued operations, and to provide for unforeseen contingencies without impairing service quality.

Accreditation

Rogue Community College is accredited by the Northwest Commission on Colleges and Universities, a regional accrediting agency within the scope of the authority approved by the United States Department of Education. Courses and programs are approved by the Oregon State Board of Education, Department of Community Colleges and Workforce Development. In addition, Nursing, Emergency Medical Technician, and Massage Therapy programs have obtained specialized accreditation approval. The College is also approved as a veterans training institution by the Veterans Administration.

The College's accreditation was reaffirmed in fall of 2011. Regional accreditation is intended to ease transfer of credits to other approved institutions, to provide students with eligibility for federal financial aid, and to qualify the institution for state and federal grants and funding. The process also fosters excellence in education and continuous assessment and improvement practices.

Internal Controls

The College's Budget and Financial Services Office is responsible for establishing and maintaining a system of internal controls designed to ensure that the assets of the College are protected from loss, theft, or misuse. They also ensure that adequate accounting data is compiled allowing for the preparation of financial statements that conform to generally accepted accounting principles. The College's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Major Initiatives

The College's major initiatives for 2011-12 included advancements in student learning, student access and success, distance learning, pathways, recruitment, and marketing. These initiatives provided stronger connections to high school students, as well as helped retrain individuals hurt by the downturn in the economy. These efforts will continue in the following year and provide resources allowing the College to work toward its goal of improving access to students.

Other Information

- Independent Audit - The provisions of Oregon Revised Statutes, Section 297.405 to 297.555 require an independent audit of the fiscal affairs of the College. The firm of Eide Bailly LLP who were selected by the Board of Education, has completed their examination of the College's basic financial statements and accordingly, has included their report in the financial section of this CAFR.
- Single Audit – The Single Audit Act and OMB Circular A-133 require state and local governments that receive directly or indirectly certain amounts in federal assistance to have an audit conducted for that year. Included in this report are a Schedule of Expenditures of Federal awards, required reports on internal controls and compliance with laws and regulations, and a schedule of findings and questioned costs.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rogue Community College for its comprehensive annual financial report for the fiscal year ended June 30, 2011. This was the ninth consecutive year that the College has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and, therefore, will be submitted to the GFOA to determine its eligibility for certificate.

Acknowledgments

We wish to express our appreciation to the entire Budget and Financial Services department, Financial Aid department and Information Technology department for their efforts and contributions to this Comprehensive Annual Financial Report. We further extend our thanks to the staff of Eide Bailly LLP for their extra efforts during this audit. We would also like to thank the members of the Board of Education, Faculty and Staff for their continued support and dedication to the financial operations of the College.

Sincerely,



Peter Angstadt, Ph.D.
President



Lisa Stanton
Interim Chief Financial Officer

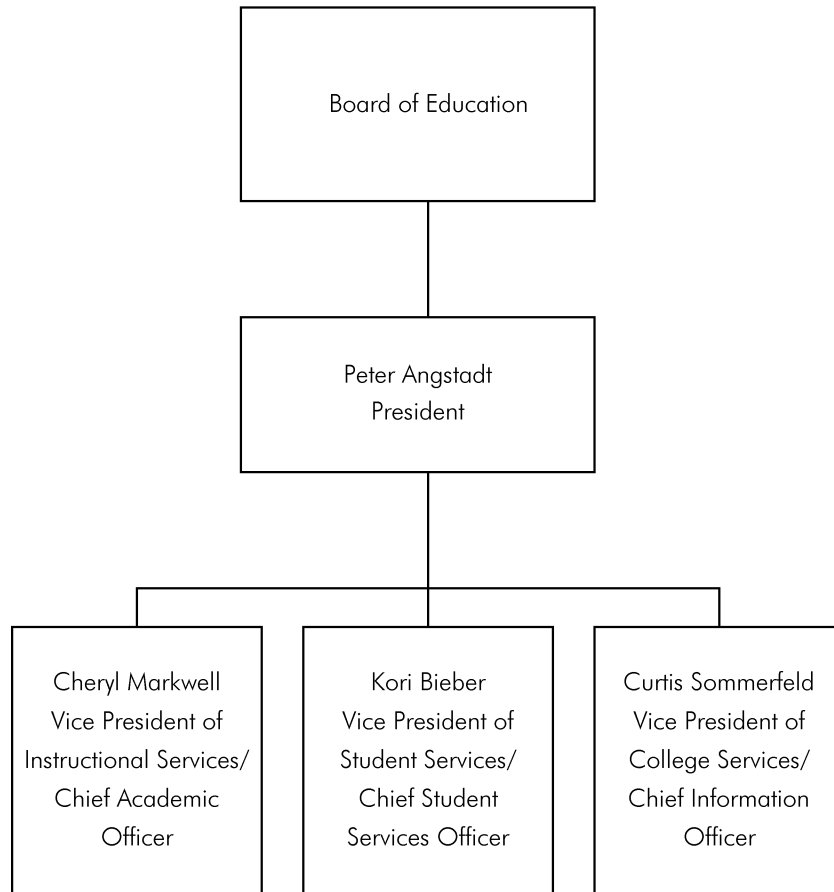
ELECTED/APPOINTED OFFICIALS

Joseph Davis, Esq. 823 Alder Creek Drive Medford, OR 97504	Chairperson
Timothy Johnson 1467 China Gulch Road Jacksonville, OR 97530	Vice-chairperson
Ms. Patricia Ashley 3182 Rogue River Drive Eagle Point, OR 97524	Member
Mr. Joseph Zagorski, Ed.D. 521 Seclusion Loop Grants Pass, OR 97526	Member
Mr. Kevin Talbert, Ph.D. 1291 N. Valley View Road Ashland, OR 97520	Member
Randy Sparacino 638 Oakley Street Central Point, OR 97502	Member
Mr. Dean Wendle P.O. Box 1988 Grants Pass, Oregon 97528	Member

ADMINISTRATION

3345 Redwood Highway
Grants Pass, Oregon 97527

Peter Angstadt	President
Lisa Stanton	Interim Budget Officer



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Rogue Community College
Oregon

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

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



Linda C. Danison

President

Jeffrey R. Egan

Executive Director



Independent Auditor's Report

To the Board of Education
Rogue Community College
Grants Pass, OR

We have audited the accompanying financial statements of the Rogue Community College (the College) as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Rogue Community College Foundation, a component unit of the College, which statements reflect total assets of \$7,104,409 as of June 30, 2012, and total revenues of \$1,068,970 for the year then ended. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and in our opinion, insofar as it relates to the amounts included for Rogue Community College Foundation is based solely on the report of the other auditors.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our 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 Rogue Community College as of June 30, 2012, and the respective changes in financial position and cash flows 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 December 04, 2012, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

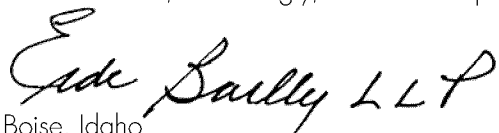
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of funding progress for retiree health plan as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards

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generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's financial statements as a whole. The introductory sections, schedules of budgetary comparison by fund, schedules of property tax transactions, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards 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 is also not a required part of the financial statements. The schedules of budgetary comparison by fund, schedules of property transactions, and the accompanying schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Boise, Idaho

December 04, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Rogue Community College's (the College) Comprehensive Annual Financial Report (CAFR) presents an analysis of the financial activities of the College for the fiscal year ended June 30, 2012. This discussion has been prepared by management along with the financial statements and related footnote disclosures and should be read in conjunction with them. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. This discussion is designed to focus on current activities, resulting changes and currently known facts.

Financial Highlights

The College's overall financial position has improved for the fiscal year ended June 30, 2012 as evidenced by:

- Student tuition and fees revenue increased 14.85% or \$2.58 million from 2011. This increase is attributable to an increase in the tuition and fee rates charged to students. The tuition rate was increased by \$10 per credit; bringing the current per credit cost to \$85. The College also restructured the College Service fee from a three tiered model to a four tiered model. Additional information regarding enrollments is located in the Statistical Section.
- The College's student financial aid grants increased \$1.6 million or 5.46% from the prior year. The increase in financial aid is in direct relation to the needs of the students the College serves. Additional information about student financial aid grants can be located in the revenue section of this analysis.
- FTE reimbursement from the State of Oregon increased 87.57% or \$3.59 million. The increase is attributable to the College receiving five of the eight quarterly payments in 2011-12, which were appropriated for the 2011-13 biennium. The State legislature approved this allocation in 2003 during a special session in an attempt to balance its biennial budget. More information about FTE reimbursement is located in the revenue section of this analysis.
- Net assets may serve over time as an indicator of the College's financial position. This report shows that assets exceeded liabilities by \$30.19 million at the close of the fiscal year.

One of the College's largest net assets (\$13.2 million) reflects the amount invested in capital assets, (e.g. land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The College uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the College's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Overview of the Financial Statements

This discussion and analysis is an introduction to the College's basic financial statements, which are comprised of entity-wide financial statements prepared in accordance with the accrual basis of accounting and notes to the basic financial statements. In addition, the report contains the Required Supplementary Information Section, the Statistical Section and an Audit Section.

The entity-wide financial statements are designed to provide readers with a broad overview of the College's finances in a manner similar to a private-sector business. These entity-wide statements consist of comparative statements including; *Statement of Net Assets*, *Statement of Revenues, Expenses and Changes in Net Assets and the Statement of Cash Flows*. The *Notes to the Basic Financial Statements* provide additional information essential to a full understanding of the data provided in the entity-wide financial statements.

*Analysis of the Statement of Net Assets
As of June 30, 2012*

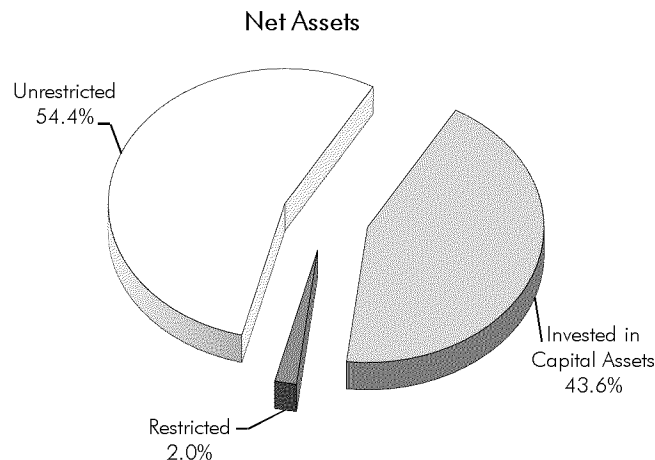
The *Statement of Net Assets* presents information on all of the College's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets are indicators of the improvement or erosion of the College's financial health when considered along with non-financial facts such as enrollment levels and the condition of the facilities. The *Statement of Net Assets* includes all assets and liabilities of the College using the accrual basis of accounting, which is similar to the accounting presentation used by most private colleges. Net assets are the difference between assets and liabilities, and are one measure of the financial condition of the College.

	2012	2011	% Change
Assets			
Current assets	\$ 20,356,854	\$ 17,559,235	15.97%
Capital assets, net of depreciation	35,825,708	35,856,553	-0.90%
Other non-current assets	18,665,285	18,474,609	1.00%
Total assets	<u>\$ 74,847,847</u>	<u>\$ 71,890,397</u>	<u>4.11%</u>
Liabilities			
Current liabilities	\$ 3,647,013	\$ 3,930,183	-7.21%
Long-term debt, non-current portion	41,012,621	41,422,423	-0.99%
Total liabilities	<u>44,659,634</u>	<u>45,352,606</u>	<u>-1.53%</u>
Net Assets			
Invested in capital assets, net of related debt	\$ 13,153,067	\$ 13,752,101	-4.36%
Restricted	607,081	747,302	-18.76%
Unrestricted	16,428,065	12,038,388	36.46%
Total net assets	<u>30,188,213</u>	<u>26,537,791</u>	<u>13.76%</u>
Total Liabilities and Net assets	<u>\$ 74,847,847</u>	<u>\$ 71,890,397</u>	<u>4.11%</u>

On June 30, 2012, the College's assets were approximately \$74.8 million. The College's current assets of \$20.4 million were sufficient to cover current liabilities of \$3.6 million. This represents a current ratio of 5.58. Currently, \$13.2 million is invested in capital assets, net of related debt and represents a decrease of \$598,746 from the prior year. The College uses capital assets to provide services to students; consequently, these assets are not available for future spending. Therefore, the resources to repay this debt will be provided by other sources. The College's receivables consist of taxes, student accounts, interest and various operating receivables. Additional information regarding capital assets can be found in Note 3.

Restricted net assets consist primarily of amounts set aside for grants and debt service. Unrestricted net assets are used for the continuing operations of the College.

The following graph shows the allocation of net assets for the College:



*Analysis of the Statement of Revenues, Expenses and Changes in Net Assets
For the Year Ended June 30, 2012*

The *Statement of Revenues, Expenses and Changes in Net Assets* presents the revenues earned and the expenses incurred during the year. All changes in net assets are reported under the accrual basis of accounting, or as soon as the underlying event giving rise to the change occurs, regardless of the timing as to when the cash is received or disbursed. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods. The utilization of long-lived assets is reflected in the financial statements as depreciation, which amortizes the cost of the capital asset over the expected useful life. Revenues and expenses are reported as either operating or non-operating, with operating revenues primarily coming from tuition. State appropriations and property taxes are classified as non-operating revenues. Because of the College's dependency on state aid and property tax revenue, this statement presents an operating loss, although overall net assets remain positive.

	2012	2011	% Change
Operating Revenues:			
Student tuition and fees	\$ 19,980,687	\$ 17,396,805	14.85%
Student financial aid grants	31,128,994	29,517,520	5.46%
Federal grants and contracts	2,306,020	2,627,174	-12.22%
State and local government grants and contracts	3,315,112	3,832,881	-13.51%
Auxiliary enterprises	3,263,140	3,446,288	-5.31%
Total operating revenues	59,993,953	56,820,668	5.58%
Non-Operating Revenues:			
State community college support	7,690,282	4,099,976	87.57%
Property taxes	12,708,580	12,816,782	-0.84%
Investment income	674,452	3,637,636	-81.46%
Amortization of premium on general obligation and refunding bonds	602,416	97,431	518.30%
Other non-operating revenues	1,112,830	982,929	13.22%
Total non-operating revenues	22,788,560	21,634,754	5.33%
Operating and Non-Operating Expenses:			
Instruction	17,602,427	17,036,563	3.32%
Instructional support services	4,763,229	4,621,373	3.07%
Student services	8,757,710	8,821,596	-0.72%
Community services	696,173	635,513	9.55%
College support services	6,578,074	5,917,232	11.17%
Plant operations and maintenance	3,864,283	4,915,125	-21.38%
Scholarships and grants	33,719,682	30,816,983	9.42%
Depreciation	1,177,785	1,137,160	3.57%
Loss on capital asset	5,323	3,688	44.33%
Interest expense	1,818,453	2,036,715	-10.72%
Amortization of deferred charges	148,952	47,295	214.94%
Total operating and non-operating expenses	79,132,091	75,989,243	4.14%
Income (loss) before contributions	3,650,422	2,466,179	48.02%
Change in net assets	3,650,422	2,466,179	48.02%
Net assets, beginning of year	26,537,791	24,071,612	10.25%
Net assets, end of year	\$ 30,188,213	\$ 26,537,791	13.76%

Revenues:

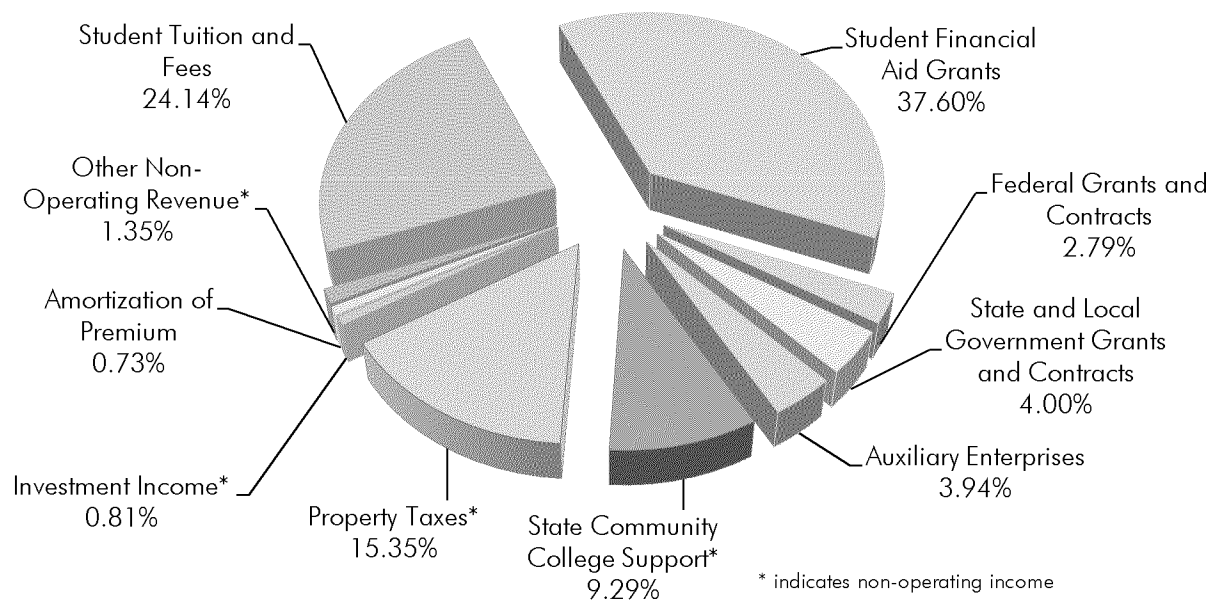
The *Statement of Revenues, Expenses and Changes in Net Assets* present the operating results of the College, as well as the non-operating revenues and expenses. Annual state reimbursements and property taxes, while budgeted for operations, are considered non-operating revenues according to accounting principles generally accepted in the United States of America (GAAP).

Operating revenues increased by \$3.2 million or 5.58% between 2011 and 2012. The most significant sources of operating revenue for the College include student tuition & fees, state and local government grants and contracts and auxiliary enterprises. Tuition and fees increased 14.85% or \$2.6 million. The increase was related to the \$10 per credit increase in tuition accounting for \$1.3 million of the overall tuition and fee increase. The College Service fee was restructured from a three tiered fee model to a four tiered fee model, also increasing revenue by \$1.3 million.

The largest operating revenue is student financial aid at \$31.1 million. Student financial aid revenue increased \$1.6 million or 5.5%, primarily due to the amount of individual aid students have qualified to receive.

The largest non-operating revenue source is property taxes, followed by state community college support. The College received \$12.7 million from property taxes representing a 0.84% decrease from the prior year. The second largest non-operating revenue is FTE Reimbursement from the State of Oregon. The State appropriated \$410 million for the Community College Support Fund (CCSF) for the 2011-13 biennium. However, the Legislature held back \$14.5 million, reducing the CCSF to \$395.5 million for the 2011-13 biennium; this holdback is unlikely to be released. The Community College and Workforce Development budget bill (HB 5011) allows community colleges to budget 63% of the 2011-13 biennial budget in the first year of the biennium.

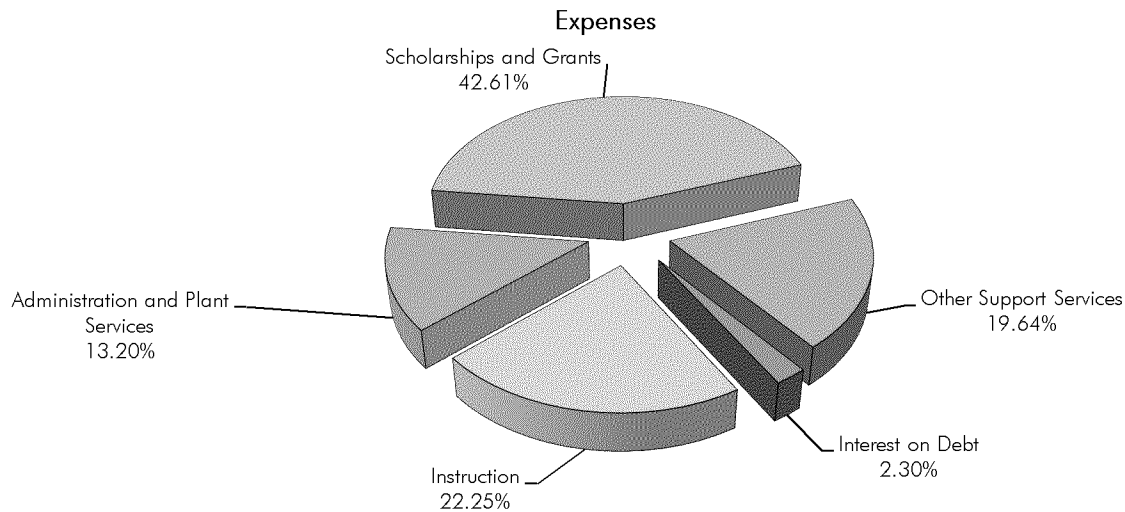
Revenues



Expenses:

Operating expenses totaling \$77.2 million include salaries and benefits, materials and supplies, utilities, operating leases, scholarships and depreciation. Scholarships and grants increased \$2.9 million due to an increase in students qualified to receive aid and their award level. Instruction expenses represent a large percentage of total expenses at \$17.6 million or 22.25% of total expenses. Support services, including auxiliary enterprises, contracted programs, and depreciation, represent \$15.5 million or 19.64% of total expenses. Administration expenses, including plant services, represent \$10.4 million or 13.20% of total expenses. Plant Operations and maintenance decreased by \$1 million as a result of the completion of building projects that were funded by Lottery Funds. Scholarship and grant expenses of \$33.7 million represent 42.61% of total expenses.

The most significant non-operating expense was interest expense of \$1.8 million or 2.3% of total expense. Interest expense decreased 10.72% from the prior year due to the refinancing of our General Obligation and Refunding Bond.



*Analysis of the Statement of Cash Flows
For the Year Ended June 30, 2012*

The primary purpose of the *Statement of Cash Flows* is to provide relevant information about cash receipts and cash payments, which are the basis to assess the financial wealth of the College. The statement presents information on cash flows from operating activities, non-capital financing activities, capital financing activities and investing activities. The statement also provides the net increase or decrease in cash between the beginning and the end of the fiscal year, highlighting the College's ability to meet financial obligations as they become due, and the need for external financing.

	2012	2011	% Change
Cash Provided By (Used In):			
Operating activities	\$ (13,444,487)	\$ (13,421,113)	0.17%
Non-capital financing activities	19,059,444	15,534,135	22.69%
Capital financing activities	(3,122,878)	(3,208,500)	-2.67%
Investing activities	167,978	138,187	21.56%
Net increase (decrease) in cash	2,660,057	(957,291)	-377.87%
Cash, beginning of year	13,480,341	14,437,632	-6.63%
Cash, end of year	\$ 16,140,398	\$ 13,480,341	19.73%

The major sources of funds included in operating activities include student tuition and fees, student financial aid, and state & local grants and contracts. Major uses were payments made to employees and suppliers, as well as for student financial aid and other scholarships.

State reimbursements and property taxes are the primary source of non-capital financing. Accounting standards require that we reflect these sources of revenue as non-operating even though the College's budget depends on these revenues to continue the current level of operations.

The primary financing activities include the partial refinance of the General Obligation and Refunding Bonds, Series 2005. Additional information on the refinance can be found in Note 5 of this report.

Interest received on investments was the primary cash flow from investing activities. .

Capital Assets and Debt Administration

Capital Assets

The College's investment in capital assets as of June 30, 2012, amounts to \$35.8 million, net of accumulated depreciation. Investment in capital assets includes land, buildings, improvements, machinery and equipment, library collections, and infrastructure. Additional information on the College's capital assets can be found in Note 3 of this report.

The College was awarded a \$1.25 million grant from the State of Oregon, funded by Lottery Bonds. The projects include renovation of classroom space, replacement of windows, purchase of a modular building for Redwood Campus and the replacement of HVAC units. The projects have begun and are expected to be completed by May 2013.

Long-Term Obligations

At the end of the current fiscal year, the College had total outstanding debt of \$42,139,760. Of this amount, \$22.2 million is General Obligation and Refunding Bonds, \$19.4 million is Limited Tax Pension Obligation Bonds, and \$265,000 is Certificates of Participation (COP); all of which are backed by the full faith and credit of the College. In addition, \$223,996 is a note with the US Department of Education backed by the property. The College's total debt decreased by \$610,555 during 2011-12.

State statutes limit the amount of general obligation debt the College may issue to 1.5% of Real Market Value of properties within the College's district. The current legal debt limit is \$451,523,286, which is significantly higher than the College's outstanding debt. The College's outstanding debt is about 4.64% of the legal debt limit. Additional information on the College's long-term debt can be found in Note 5.

Economic Factors and Next Year's Budget

The College adopted a balanced budget on June 19, 2012 for fiscal year 2012-13. The assumptions for this budget included the CCSF at \$395.5 million, a property tax revenue increase of 1.0%, a per credit tuition increase of \$2, and an enrollment decrease of 4% from 2011-12. Transfers in from the College Services fund and Technology and Equipment fund are also included.

In February 2012, the State Legislator announced that the 3.5% holdback for the community college support fund will not be released. In addition, the Legislature indicated that community colleges should expect to see less revenue in 2012-13.

Along with 3.5% being held back from community colleges, the State Legislation has also decided to holdback funds for the Oregon Student Assistance Commission (OSAC), which funds the Oregon Opportunity Grant (OOG). If these funds are also cut, there is the chance of 1,150 scholarships being reduced. For every 3.5% cut from the OSAC, 1,875 student awards will be denied.

During 2011-12 the College's enrollment experienced a 7.8% decline. Based upon fall term enrollment numbers, the College is projecting a continued decline in enrollment through 2012-13 at 5.23%. The College Service fee revenue is also declining, with a projected shortfall of \$123,000. Although fall term tuition is a good indicator of annual tuition revenue, the College will be watching enrollments closely and updating projections monthly.

The coming years will be challenging for the College due to decreasing state support, property tax revenue and declining enrollment levels. However, the College is committed to providing a quality education to our students.

Requests for Information

This financial report is designed to provide a general overview of Rogue Community College's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Rogue Community College
Budget and Financial Services
3345 Redwood Highway
Grants Pass, OR 97527

Statement of Net Assets
June 30, 2012

	College	Foundation (Component Unit)
ASSETS		
Current Assets:		
Cash	\$ 4,096,913	\$ 35,361
Investments	12,043,485	0
Receivables:		
Property taxes	1,060,577	0
Accounts, net	2,364,219	525,102
Inventory	662,354	0
Prepaid expenses	129,306	4,227
Total current assets	<u>20,356,854</u>	<u>564,690</u>
Non-current Assets:		
Endowment investments	0	6,307,553
Land investments	0	182,977
Post employment benefit	86,981	0
Pension asset	16,632,524	0
Deferred charges, net of amortization	1,945,780	0
Donated assets held for sale		43,825
Capital assets	50,691,405	24,229
Less: accumulated depreciation	<u>(14,865,697)</u>	<u>(18,865)</u>
Capital assets, net	<u>35,825,708</u>	<u>5,364</u>
Total non-current assets	<u>54,490,993</u>	<u>6,539,719</u>
TOTAL ASSETS	<u>74,847,847</u>	<u>7,104,409</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	537,951	25,410
Accrued interest payable	41,355	0
Payroll liabilities	1,278,433	7,039
Unearned revenue	173,945	0
Compensated absences	56,719	0
Scholarships payable, net	0	521,794
Current portion of long-term obligations	<u>1,558,610</u>	<u>0</u>
Total current liabilities	<u>3,647,013</u>	<u>554,243</u>
Non-current liabilities - long-term obligations		
Compensated absences	431,471	
Pension bonds payable	19,410,000	0
General obligation and refunding bonds payable (net of unamortized premium)	22,240,764	0
Certificates of participation payable	265,000	0
Note payable	223,996	0
Obligation under Standard Unitrust	0	119,460
Less: Current portion of long-term obligations	<u>(1,558,610)</u>	<u>0</u>
Total non-current liabilities - long-term obligations	<u>41,012,621</u>	<u>119,460</u>
TOTAL LIABILITIES	<u>44,659,634</u>	<u>673,703</u>

Statement of Net Assets
June 30, 2012 (continued)

	<u>College</u>	<u>Foundation (Component Unit)</u>
NET ASSETS		
Invested in capital assets	\$ 35,825,708	\$ 0
Less: related debt	<u>(22,672,641)</u>	<u>0</u>
Investment in capital assets, net	<u>13,153,067</u>	<u>0</u>
Restricted - non-expendable		
Restricted - permanent endowment	0	3,252,943
Restricted - expendable		
Restricted temporarily - endowment income and scholarships	0	1,949,524
Restricted - debt service	376,381	0
Restricted - contracts and grants	<u>230,700</u>	<u>0</u>
Total restricted net assets	<u>607,081</u>	<u>5,202,467</u>
Unrestricted	<u>16,428,065</u>	<u>1,228,239</u>
TOTAL NET ASSETS	<u>\$ 30,188,213</u>	<u>\$ 6,430,706</u>

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Statement of Revenues, Expenses, and Changes in Net Assets
For the year ended June 30, 2012

	College	Foundation (Component Unit)
OPERATING REVENUES		
Student tuition and fees	\$ 19,980,687	\$ 0
Federal student financial aid grants	31,128,994	0
Federal grants and contracts	2,306,020	0
State and local grants and contracts	3,315,112	0
Auxiliary enterprises	3,263,140	0
Public support and revenue	0	1,077,390
Total operating revenues	59,993,953	1,077,390
OPERATING EXPENSES		
Instruction	17,602,427	0
Instructional support services	4,763,229	0
Student services	8,757,710	0
Community services	696,173	0
College support services	6,578,074	0
Plant operations and maintenance	3,864,283	0
Scholarships and grants	33,719,682	0
Foundation programs	0	1,207,920
Depreciation	1,177,785	0
Total operating expenses	77,159,363	1,207,920
Operating income (loss)	(17,165,410)	(130,530)
NON-OPERATING REVENUES (EXPENSES)		
State community college support	7,690,282	0
Property taxes	12,708,580	0
Investment income	674,452	(8,420)
Interest expense	(1,818,453)	0
Amortization of deferred charges	(148,952)	0
Amortization of premium on general obligation and refunding bonds	602,416	0
Loss on disposal of capital assets	(5,323)	0
Other non-operating revenues	1,112,830	0
Total non-operating revenues (expenses)	20,815,832	(8,420)
Change in net assets	3,650,422	(138,950)
NET ASSETS		
Net assets, beginning of year	26,537,791	6,569,656
Net assets, end of year	\$ 30,188,213	\$ 6,430,706

Statement of Cash Flows
For the year ended June 30, 2012

	<u>College</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Student tuition and fees	\$ 19,828,353
Student financial aid grants	31,026,466
Federal, State and local government grants and contracts	5,664,212
Payments to suppliers for goods and services	(8,044,399)
Payments to employees	(30,250,060)
Payments for student financial aid and other scholarships	(33,719,682)
Auxiliary enterprises:	
Cash received from customers	3,263,140
Paid to suppliers for resale materials	(2,325,348)
Cash from other sources	<u>1,112,831</u>
Net cash used in operating activities	<u>(13,444,487)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Cash received from property taxes	12,703,331
Cash received from State community college support	7,690,282
Principal paid on pension bonds	(390,000)
Interest paid on pension bonds	<u>(944,169)</u>
Net cash provided by non-capital financing activities	<u>19,059,444</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES	
Purchase of capital assets	(1,152,263)
Principal paid on capital-related long-term debt	(9,617,891)
Interest paid on capital-related long-term debt	(2,227,321)
Proceeds from general obligation and refunding bonds	9,430,000
Proceeds from premium on general obligation and refunding bonds	569,752
Payment of bond issuance costs	<u>(125,155)</u>
Net cash used in capital financing activities	<u>(3,122,878)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income	<u>167,978</u>
NET INCREASE IN CASH	2,660,057
Cash and cash equivalents, beginning of year	<u>13,480,341</u>
Cash and cash equivalents, end of year	<u><u>\$ 16,140,398</u></u>

See notes to basic financial statements.

Statement of Cash Flows
For the year ended June 30, 2012 (continued)

	<u>College</u>
RECONCILIATION TO AMOUNTS SHOWN ON STATEMENT OF NET ASSETS	
Cash	\$ 4,096,914
Investments	<u>12,043,484</u>
	<u>\$ 16,140,398</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES	
Operating loss	\$ (17,165,410)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation expense	1,177,785
Amortization of pension asset	1,681,566
Other non-operating revenues	1,112,830
Changes in assets and liabilities:	
Increase in accounts receivable	(125,326)
Increase in inventory	80,050
Decrease in prepaid expenses	(190,037)
Decrease in accounts payable	(196,014)
Increase in payroll liabilities and compensated absences	312,314
Decrease in deferred revenue	(86,455)
Increase in post-employment benefit	<u>(45,790)</u>
Net cash used in operating activities	<u>\$ (13,444,487)</u>
NON-CASH CAPITAL FINANCING AND INVESTING ACTIVITIES	
Other assets - deferred charges	\$ 148,952
Amortization of deferred charges	(148,952)
Premium on general obligation and refunding bonds	(602,416)
Amortization of premium on general obligation and refunding bonds	602,416
Book value of capital assets disposed	5,323
Loss on disposal of capital assets	(5,323)
Earnings from pension asset	506,474
Pension asset	<u>(506,474)</u>
Net non-cash financing and investing activities	<u>\$ 0</u>

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Rogue Community College
Grants Pass, Oregon

Notes to Basic Financial Statements

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1. Summary of Significant Accounting Policies

The financial statements of Rogue Community College (the College) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board is the accepted standards setting body for establishing governmental accounting and reporting principles. The most significant accounting policies are described below.

Reporting Entity

Rogue Community College was established in November, 1970 in Josephine County, Oregon. On May 21, 1996, voters in Josephine and Jackson Counties approved the expansion of the College's boundaries to include both counties.

The College is an independent municipal corporation under the Oregon Revised Statutes. The College offers broad, comprehensive programs in academic and vocational-technical subjects to residents of Josephine and Jackson Counties. The College is governed by an elected seven-member Board of Education.

As required by GAAP, the College's financial statements include the College and its component unit, the Rogue Community College Foundation (the Foundation).

The Foundation is a legally separate, tax-exempt component unit of the College. The Foundation acts primarily as a fund-raising organization to supplement the resources that are available to the College in support of its programs. The Foundation Board of Directors is self-perpetuating. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources, or income thereon that the Foundation holds and invests, are restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, the College, the Foundation is considered a component unit of the College and is discretely presented in the College's financial statements.

The Foundation is a private nonprofit organization that reports under Financial Accounting Standards Board (FASB) standards, including FASB Accounting Standards Codification (ASC) 958-205, *Not-For-Profit Entities – Presentation of Financial Statements*. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences.

During the year ended June 30, 2012, the Foundation provided scholarships and awards of \$589,975 and project grants of \$41,558 for the benefit of the College community. At year end, the Foundation did not show an outstanding liability to the College. However, the College shows an outstanding receivable of \$527,404 from the Foundation. This discrepancy is due to a timing difference as the Foundation made payment in the last week of June; however the College did not receive it until after year end. Complete financial statements for the Foundation can be obtained at: 3345 Redwood Highway, Building H, Grants Pass, Oregon 97527.

Measurement Focus and Basis of Accounting

For financial statement reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized in the accounting periods in which they are earned and expenses are recognized in the periods liabilities are incurred, regardless of the timing of related cash flows. All significant intra-agency transactions have been eliminated.

1. Summary of Significant Accounting Policies (continued)

Measurement Focus and Basis of Accounting (continued)

The College's basic financial statements have applied all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures, issued on or before November 30, 1989 unless those pronouncements conflict with or contradict Governmental Accounting Standards Board (GASB) pronouncements. The College has elected not to follow subsequent private-sector guidance.

Non-exchange transactions, in which the College receives value without directly giving equal value in return, include property taxes, federal, state, and local grants, State appropriations, and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, State appropriations, and other contributions are recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, matching requirements, and expenditure requirements. Timing requirements specify the year when the resources are required to be used or the fiscal year when use is first permitted. Matching requirements stipulate the College to provide local resources to be used for a specified purpose. Expenditure requirements stipulate the College will receive resources on a reimbursement basis.

Use of Estimates

The preparation of financial statements, in accordance with GAAP, requires management to make estimates and assumptions affecting amounts reported in the financial statements and related disclosures. Actual results could differ from the estimates.

Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, cash with fiscal agent, demand deposits, the State of Oregon Treasurer's Local Government Investment Pool (LGIP) and short-term investments with original maturities of three months or less from the date of acquisition. The LGIP is stated at cost, which approximates fair value. Fair value of the investment in the LGIP is substantially the same as the College's participant balance.

Investments

Oregon Revised Statutes authorize investment in general obligations of the U.S. government and its agencies, certain bonded obligations of Oregon municipalities, repurchase agreements and bankers' acceptances. As of June 30, 2012 and for the year then ended, the College was in compliance with the aforementioned State of Oregon statutes. Investments are stated at fair value, which is based on the individual investments' quoted market prices at year-end.

Receivables

Student and agency receivables are shown net of an allowance for uncollectible accounts.

Property taxes are levied and become a lien on all taxable property as of July 1. Taxes are payable on November 15, February 15 and May 15. Discounts are allowed if the amount due is received by November 15. Taxes unpaid and outstanding on May 16 are considered delinquent. Uncollected taxes are deemed to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectible taxes has been established.

1. Summary of Significant Accounting Policies (continued)

Receivables (continued)

Allowable unreimbursed expenses from grantor agencies are reflected in the financial statements as receivables and revenues. Grant revenues are recorded at the time eligible expenses are incurred. Grant funds received prior to the occurrence of qualifying expenses are recorded as unearned revenue.

Inventory

Inventory is stated at the lower of cost or market. Cost is determined by the retail cost method for the bookstore and first-in/first-out method for all other inventory.

Capital Assets

Capital assets include land, buildings and building improvements, furniture and equipment, infrastructure (which includes utility systems), library collections, RogueNet Software and construction in progress. The College's capitalization threshold for library collections is \$0, furniture and equipment is \$5,000, and is \$50,000 for all of the other categories. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value or functionality of the assets life are not capitalized; instead they are expensed as incurred.

Buildings, furniture and equipment, infrastructure, library collections and RogueNet Software are depreciated using the straight-line method over the following useful lives:

Building and building improvements	35 - 60 years
Infrastructure	25 - 100 years
Furniture and equipment	5 - 10 years
Library collections	7-10 years
Software RogueNet	5 years

Under GASB 34, governments are encouraged, but not required to capitalize and depreciate artwork and historical treasures if it meets all of the following conditions:

1. The collection is held for public exhibition, education, or research in furtherance of public service, rather than financial gain.
2. The collection is protected, kept unencumbered, cared for and preserved.
3. The collection is subject to an organizational policy that requires the proceeds from sales of collection items to be used to acquire other items for collections.

The College meets all of the above criteria and has chosen not to capitalize and depreciate artwork and historical treasures.

Compensated Absences

Employees accumulate vacation and sick leave in accordance with their related bargaining agreement or employee handbook. Accumulated and unused vacation balances are accrued at the end of the year. Used vacation is expensed when incurred. Unused sick balances are not accrued at the end of the year; as they are forfeited when an employee separates from service. Used sick leave is expensed when incurred.

1. Summary of Significant Accounting Policies (continued)

Short-Term Obligations

Oregon Revised Statutes Section 287A.180 authorizes the College to borrow money by issuing notes with a maturity date of no more than thirteen months. In addition the principal amount of the obligations cannot exceed eighty percent (80%) of the amount of taxes and other revenues budgeted to be received in that fiscal year. As of June 30, 2012 there were no outstanding short-term obligations.

Long-Term Obligations

Premiums, discounts, and issuance costs related to bonds and Certificates of Participation (COPs), are deferred and amortized over the life of the obligation using straight-line amortization, which approximates the effective interest method. The loss on an advanced refunding is amortized over the life of the refunding obligation or the life of the refunded obligation, whichever is shorter.

Operating Revenues and Expenses

Operating revenues and expenses are distinguished from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the College's ongoing operations. The principal operating revenues of the College are charges to students for tuition and fees, grants and contracts for specific operating activities of the College, and sales of goods and services. Operating expenses include the cost of the faculty, staff, administration, support expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Federal Financial Assistance Program

The College participates in federally funded Pell Grants, Federal Work-Study, Supplemental Educational Opportunity Grant and Direct Loans. Federal programs are audited in accordance with the Single Audit Act, the U.S. Office of Management and Budget Circular A-133, Audit of States, Local Governments and Non-Profit Organizations, and the Compliance Supplement.

Net Assets

Net assets are classified according to external donor restrictions or availability of assets for satisfaction of College obligations. Expendable restricted net assets represent funds restricted for specific purposes.

Budgetary Information

In accordance with Oregon Revised Statutes, the College adopts an annual budget and makes appropriations for each fund. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. The level of budgetary control for appropriations is by function. Transfers of appropriations may be made between legally authorized appropriations when approved by Board resolution. Annual appropriations lapse on June 30.

2. Cash and Investments

The College's cash and investments are comprised of the following at June 30, 2012:

Cash on hand	\$	6,595
Cash with fiscal agent		130,237
Deposits with Financial Institutions		3,960,081
Investments		12,043,485
Total	\$	<u>16,140,398</u>

Deposits with Financial Institutions

Deposits with financial institutions include bank demand deposits. The total bank balance, as shown on the banks' records, was \$4,363,048 at June 30, 2012. Of these deposits, the total covered by federal depository insurance was \$250,000 at June 30, 2012.

Effective July 1, 2008 the Oregon State Treasurer became responsible for monitoring public funds held by bank depositories in excess of FDIC insured amounts, and for assuring that public funds on deposit are collateralized to the extent required by Oregon Revised Statutes (ORS) Chapter 295. ORS Chapter 295 requires depository banks to place and maintain on deposit with a third-party custodian bank, securities having a value of 10%, 25% or 110% of public funds depending primarily on the capitalization level of the depository bank.

Custodial credit risk for deposits is the risk, that in the event of a bank failure, the College's deposits may be lost. The College does not have a custodial credit risk policy. Of the College's bank balance, \$4,113,048 was exposed to custodial credit risk as of June 30, 2012.

Investments

State statutes authorize the College to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon Municipalities, bank repurchase agreements, bankers' acceptances, commercial paper and the Oregon Local Government Investment Pool, among others. The College does not have an investment policy that would broaden its investment choices beyond the state statute.

At June 30, 2012, the College's investments consisted of:

Oregon Local Government Investment Pool	\$	12,043,401
Other		84
Total Investments	\$	<u>12,043,485</u>

The Oregon Local Government Investment Pool (LGIP) is an external investment pool which is part of the Oregon Short-Term Fund. Investment policies of this fund are governed by the Oregon Revised Statutes and the Oregon Investment Council (Council).

LGIP is an open-ended, no-load diversified portfolio pool. The fair value of the College's position in the pool is substantially the same as the value of the College's participant balance. The College's investment in the Oregon Local Government Investment Pool is nearly 100% of total investments. The College does not have a formal policy regarding concentration of credit risk.

2. Cash and Investments (continued)

Investments (continued)

The State Treasurer is the investment officer for the Council. Investments are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board. The Oregon Short-Term Fund does not receive credit quality ratings from nationally recognized statistical rating organizations. The College does not have a formal policy regarding credit risk.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Oregon Short-Term Fund manages this risk by limiting the maturity of the investments held by the fund. Weighted average maturities of investments in the Oregon Short-Term Fund at June 30, 2012 were: 63% mature within 93 days, 17% mature from 94 days to one year, and 20% mature from one to three years. The College does not have a formal policy regarding interest rate risk.

Foundation Cash and Investments

Rogue Community College Foundation's cash of \$35,361 at June 30, 2012 is on deposit at a single financial institution. The Foundation's investments totaling \$6,307,553 at June 30, 2012 are stated at fair value and consist of the following:

Equity Funds	\$ 3,940,112
Fixed income funds	1,301,599
Mutual funds	303,764
Other assets	762,078
Total Investments	<u>\$ 6,307,553</u>

Rogue Community College Foundation frequently maintains cash balances greater than \$250,000 in a single financial institution. The Federal Deposit Insurance Corporation insures account balances at each institution for amounts up to \$250,000.

Rogue Community College Foundation maintains accounts with a stock brokerage firm. The accounts contain cash and securities. The Securities Investor Protection Corporation insures account balances for amounts up to \$500,000 (with a limit of \$100,000 for cash).

Notes to Basic Financial Statements
Year Ended June 30, 2012

3. Capital Assets

The following table presents the changes in the various capital assets categories:

	Balance July 1, 2011	Increases	Decreases	Balance June 30, 2012
Capitol assets not being depreciated:				
Land	\$ 3,827,853	\$ -	\$ -	\$ 3,827,853
Construction in progress	1,722,567	916,138	2,632,499	6,206
Total capital assets not being depreciated	<u>\$ 5,550,420</u>	<u>\$ 916,138</u>	<u>\$ 2,632,499</u>	<u>\$ 3,834,059</u>
Capital assets being depreciated:				
Buildings	37,855,019	2,511,200	-	40,366,219
Infrastructure	1,797,825	-	-	1,797,825
Furniture and equipment	2,964,863	333,366	24,706	3,273,523
Library collections	556,364	30,060	-	586,424
Software RogueNet	833,355	-	-	833,355
Total capital assets being depreciated	<u>44,007,426</u>	<u>2,874,626</u>	<u>24,706</u>	<u>46,857,346</u>
Less accumulated depreciation for:				
Buildings	10,143,174	902,325	-	11,045,499
Infrastructure	336,207	37,933	-	374,140
Furniture and equipment	1,992,260	197,583	13,381	2,176,462
Library collections	396,297	39,944	-	436,241
Software RogueNet	833,355	-	-	833,355
Total accumulated depreciation	<u>13,701,293</u>	<u>1,177,785</u>	<u>13,381</u>	<u>14,865,697</u>
Total capital assets being depreciated, net	<u>30,306,133</u>	<u>1,696,841</u>	<u>11,325</u>	<u>31,991,649</u>
Total capital assets, net	<u>\$ 35,856,553</u>	<u>\$ 2,612,979</u>	<u>\$ 2,643,824</u>	<u>\$ 35,825,708</u>

4. Accounts Receivable

The College's student and agency receivables are shown net of an allowance for uncollectible accounts. As of June 30, 2012, the allowance for uncollectible accounts totaled \$1,497,187.

In 1999, the Foundation was bequeathed funds for the Helen M. Whitaker Education Fund. For the year ended June 30, 2012, they held a student loan receivable of \$216,899. The foundation also receives pledges from donors in the fiscal year 2011-12 and the remaining receivable at June 30, 2012 consisted of \$252,561.

5. Long-Term Obligations

The following is a summary of long-term obligations transactions during the year:

	July 1, 2011	Additions	Deletions	June 30, 2012	Due Within One Year	Interest Matured and Paid
Pension bonds payable	\$ 19,800,000	\$ -	\$ 390,000	\$ 19,410,000	\$ 460,000	\$ 944,168
General obligation and Refunding bonds payable	21,000,000	9,430,000	9,480,000	20,950,000	955,000	855,986
Premium on general obligation and refunding bonds	1,323,428	569,752	602,416	1,290,764	-	-
Certificates of participation payable (COPs)	390,000	-	125,000	265,000	130,000	14,706
Note payable	236,887	-	12,891	223,996	13,610	12,854
Compensated Absences	557,760	488,190	557,760	488,190	56,719	-
Total	<u>\$ 43,308,075</u>	<u>\$ 10,487,942</u>	<u>\$ 11,168,067</u>	<u>\$ 42,627,950</u>	<u>\$ 1,615,329</u>	<u>\$ 1,827,714</u>

Notes to Basic Financial Statements
Year Ended June 30, 2012

5. Long-Term Obligations (continued)

Bonds, COPs & Notes Payable

Wells Fargo Bank, Limited Tax Pension Obligation Bonds, Series 2005, original principal of \$21,035,000 is payable in semi-annual interest and annual principal payments, interest at 4.643% to 4.831%, due June 30, 2028. \$ 19,410,000

US Bank, General Obligation and Refunding Bonds, Series 2005, original principal of \$24,000,000 is payable in semi-annual interest and annual principal payments, interest at 3.25% to 5.0%, due June 15, 2025. 11,675,000

US Bank, General Obligation and Refunding Bonds, Series 2012, original principal of \$9,430,000 is payable in semi-annual interest and annual principal payments, interest at 5.0%, due June 15, 2025. 9,275,000

Wells Fargo Bank, Full Faith and Credit Obligations, Series 1998, original principal of \$4,015,000 is payable in semi-annual interest payments and annual principal payments, interest at 4.45% to 4.5%, due September 1, 2013. 265,000

United States Department of Education, original principal of \$376,176 is payable in semi-annual installments of \$12,873, including interest at 5.5%, due May 1, 2024, lien against real property. 223,996

Total Bonds, COPs & Notes Payable \$ 40,848,996

Fiscal Year	PENSION BONDS PAYABLE		GENERAL OBLIGATION AND REFUNDING BONDS		COP PAYABLE		NOTE PAYABLE		TOTAL	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2012-13	\$ 460,000	\$ 926,060	\$ 955,000	\$ 847,825	\$130,000	\$ 9,000	\$ 13,610	\$12,135	\$ 1,558,610	\$ 1,795,020
2013-14	540,000	904,702	1,035,000	815,525	135,000	3,038	14,369	11,376	1,724,369	1,734,641
2014-15	620,000	879,630	1,125,000	777,275	-	-	15,170	10,575	1,760,170	1,667,480
2015-16	710,000	850,843	1,230,000	722,625	-	-	16,016	9,729	1,956,016	1,583,197
2016-17	805,000	817,878	1,340,000	662,725	-	-	16,909	8,837	2,161,909	1,489,440
2017-22	5,710,000	3,426,787	8,600,000	2,308,600	-	-	99,784	28,944	14,409,784	5,764,331
2022-27	9,385,000	1,729,015	6,665,000	503,650	-	-	48,138	3,354	16,098,138	2,236,019
2027-32	1,180,000	57,006	-	-	-	-	-	-	1,180,000	57,006
TOTAL:	<u>\$19,410,000</u>	<u>\$9,591,921</u>	<u>\$20,950,000</u>	<u>\$6,638,225</u>	<u>\$265,000</u>	<u>\$12,038</u>	<u>\$223,996</u>	<u>\$84,950</u>	<u>\$40,848,996</u>	<u>\$16,327,134</u>

In June 2005, the College issued \$21,035,000 of Limited Tax Pension Obligation Bonds. The net proceeds from these bonds were transferred to PERS, to hold in trust. Each month a percent of the asset is used to offset the College's annual required contribution.

In February 2005 the College issued \$24,000,000 of General Obligation and Refunding bonds to provide funds (a) which were used and are continuing to be used for the acquisition and construction of major capital facilities, and (b) which were used to advance refund \$8,560,000 of Certificates of Participation (Series 1998 at 58% and Series 2000 and 2003 at 100%). A portion of the proceeds from the General Obligation and Refunding Bonds were deposited in an irrevocable trust to provide for all future debt service payments on the refunded Certificates of Participation. As a result, the refunded Certificates of Participation are considered defeased and the liability for those COPs has been removed from the College's basic financial statements. As of June 30, 2012, only \$1,845,000 of the Series 2003 defeased Certificates of Participation remains outstanding.

5. Long-Term Obligations (continued)

In April 2012 the College issued \$9,430,000 of General Obligation and Refunding bonds to provide funds which were used to partially defease the existing General Obligation and Refunding Bond, Series 2005. As a result, the refunded Bonds are considered defeased and the liability for those Bonds has been removed from the College's basic financial statements. The re-acquisition price exceeded the net carrying amount of the old debt by \$905,000. This defeasance resulted in an economic gain to the taxpayers of Jackson County of just over \$703,972 or 7.04% and \$8,525,000 of the defeased bonds are outstanding.

6. Operating Leases

The College leases building and office facilities and other equipment under non-cancelable operating leases. Payments under these leases totaled \$260,794 in 2011-12. The current and future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2013	\$ 215,863
2014	132,955
2015	110,429
2016	800
Total	<u>\$ 460,047</u>

7. Risk Management

The College is exposed to various risks of loss related to general liability, property loss and workers' compensation. During the year 2011-12, the College purchased property and liability coverage through United Schools Insurance Program of Oregon (USIPO). The USIPO pool had a self-insured retention (SIR) of \$50,000 and purchased excess insurance from St. Paul Fire and Marine Insurance Company. This pool ceased to operate as of September 30, 2011. As a result, in October 2011, the College moved its coverage to PACE and remains in the program currently. PACE is also an insurance pool. PACE has a self-insured retention (SIR) of \$50,000 and purchased excess insurance from St. Paul Fire and Marine Insurance Company. The pool member limits for liability coverage have been increased to \$10,000,000 per occurrence, \$20,000,000 aggregate. Currently, there is no pool aggregate cited on the PACE policy. Hart Insurance represents the College as its agent of record.

The College purchased workers' compensation insurance through SAIF Corporation for 2011-12. The coverage limits for workers' compensation under coverage A are statutorily limited and under coverage B is \$2,000,000 per occurrence.

The College is assessed an annual premium for general liability insurance, property loss and workers' compensation insurance coverage. The property and auto policy premiums are based upon annually updated property and auto schedules. The workers' compensation policy is a guaranteed cost plan, which means the College pays the premium based on an estimated payroll at the beginning of the fiscal year. The College accrues additional, or return, premiums based on the actual payroll which is audited at the end of the fiscal year.

8. Pension Plans

The College contributes to the Oregon Public Employees Retirement Fund (OPERF), a cost-sharing multiple-employer defined benefit pension plan administered by the Oregon Public Employees Retirement System (PERS). PERS provides

8. Pension Plans (continued)

retirement and disability benefits, post-employment health care benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries.

PERS is administered under Oregon Revised Statutes (ORS) Chapter 238 and Chapter 238A. ORS 238.630 establishes the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report, which can be obtained by writing to PERS, PO Box 23700, Tigard, Oregon 97281-3700 or by calling (503) 598-7377.

Members of PERS are required to contribute 6% of their salary covered under the plan. The College is required to contribute at an actuarially determined rate. The current rate at June 30, 2012 for member employees of the State and Local Government Rate Pool is 14.42% of salary covered under the plan. The contribution requirements for plan members are established by ORS Chapter 238 and may be amended by an act of the Oregon Legislature.

PERS reformed legislation in 2003, creating a new retirement plan for employees hired after the effective date of the legislation. These employees became members of the Oregon Public Service Retirement Plan (OPSRP). Members of OPSRP are required to contribute 6% of their salary covered under the plan. The College is required to contribute at an actuarially determined rate. The current rate at June 30, 2012 for member employees of the Oregon Public Service Retirement Plan is 12.67% of salary covered under the plan. The contribution requirements for plan members are established by ORS Chapter 238A and may be amended by an act of the Oregon Legislature.

The College's contributions to PERS, including contributions from the pension asset, for the three years ending June 30, 2012, 2011 and 2010, totaled \$3,036,246, \$2,739,814, and \$2,167,318, respectively, equal to the required contributions.

The pension asset is the result of the transfer of the College's pension bond proceeds to PERS to cover the College's share of the cost sharing plans unfunded actuarial liability. This pension asset is being used to pay a portion of the College's annual required contribution, and in turn reduces the College's contribution rate. During the 2011-12 fiscal year, changes in the pension asset were as follows:

Asset balance – July 1, 2011	\$17,807,616
Investment income	506,474
Contributions to cost sharing pool	(1,681,566)
Asset Balance – June 30, 2012	<u>\$16,632,524</u>

9. Post-Employment Health Care CostsPlan Description

The College administers a single-employer defined benefit health care plan. The plan provides post-employment health care benefits for eligible retirees and their spouse (until age 65). Benefit provisions are established through College policy. The criteria to determine eligibility include employee age and years of service. The College's post-employment health care plan does not issue a publicly available financial report. The College implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* for the year ending June 30, 2009.

9. Post-Employment Health Care Costs (continued)Funding Policy

Contribution requirements are established through College policy. In general, the College pays the premiums for eligible retirees and their eligible spouse up to the employer-paid maximum at the time of retirement with the retirees paying the remainder. Funding is on a pay-as-you-go basis. During 2011-12, the College contributed \$286,183.

Annual OPEB Cost and Net OPEB Obligation

The College's annual other post-employment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC 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 over a 30 year period. The following table shows the components of the College's annual OPEB cost for the year, amounts actually contributed to the plan, and changes in the College's net OPEB obligation:

Annual Required Contribution	\$ 246,897
Interest on net OPEB obligation	(3,550)
Adjustment to annual required contribution	3,190
Annual OPEB cost	246,537
Contributions made	286,183
Increase (decrease) in net OPEB obligation	(39,646)
Net OPEB obligation – beginning of year	(47,335)
Net OPEB obligation – end of year	<u><u>\$ (86,981)</u></u>

The College's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligations for 2011-12, 2010-11 and 2009-10 were as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/2012	\$ 246,537	116.10%	\$ (86,981)
6/30/2011	\$ 240,572	107.40%	\$ (47,335)
6/30/2010	\$ 244,896	105.90%	\$ (29,508)

As of January 1, 2012, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$2,470,280 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$2,470,280. The anticipated covered payroll (annual payroll of active employees covered by the plan) was \$17,305,153, and the ratio of the UAAL to the anticipated covered payroll was 14.3%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of future occurrence of events. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as actual results are compared with past expectations and new forecasts are made about the future.

9. Post-Employment Health Care Costs (continued)

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the College and the plan members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial Valuation Date	1/1/2011
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent of Pay
Amortization Period	30 Years (closed)
Investment Rate of Return	7.50%
Projected Salary Increases	2.75%
Initial Healthcare Inflation Rates	7.00%
Ultimate Healthcare Inflation Rates	4.50%

10. Contingencies

The College receives grants from third parties, including the Federal Government. These funds are subject to audit and adjustment by these agencies, which may occur after the College's annual audit. Any disallowed costs, including amounts already collected, may constitute a liability of the College. This potential liability is deemed to be immaterial.

As of June 30, 2012, the college has the following outstanding commitments that are not recorded as a liability;

A contract with Williams Scotsman, signed in April 2012, for the purchase and delivery of a modular building. Delivery is expected in August 2012. The contract is for \$100,610.

A contract with Shane Thurston Construction, signed in May 2012 for the remodel of a Redwood Campus building. The project is scheduled to take place between July and September 2012. The contract is for \$48,975.

Rogue Community College
Grants Pass, Oregon

Required Supplementary Information

(Funding Progress for Retiree Health Plan)

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Schedule of Funding Progress for Retiree Health Plan
For the year ended June 30, 2012

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarial Valuation Date	01/01/2011	01/01/2011	01/01/2009
Actuarial value of assets (a)	\$ 0	\$ 0	\$ 0
Actuarial accrued liability (b)	<u>2,470,280</u>	<u>2,457,155</u>	<u>2,218,612</u>
Unfunded actuarial accrued liability (b-a)	<u>\$ 2,470,280</u>	<u>\$ 2,457,155</u>	<u>\$ 2,218,612</u>
Funded ratio (a/b)	0%	0%	0%
Covered payroll (c)	<u>\$ 17,305,153</u>	<u>\$ 16,841,998</u>	<u>\$ 14,143,259</u>
Unfunded actuarial accrued liability as a percentage of covered payroll ((b-a)/c)	<u>14%</u>	<u>15%</u>	<u>16%</u>

Note: For the postemployment health care benefits plan, the January 1, 2009 actuarial valuation is the first year this information was available. The College receives an actuarial valuation every two years.

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Rogue Community College
Grants Pass, Oregon

Other Supplementary Information

(Individual Fund Financial Schedules)

Other Supplementary Information
Description of Budgeted College Funds

Other supplementary information consists of schedules required by the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Oregon Secretary of State. Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual are presented on a Non-GAAP budgetary basis for each College fund required to be budgeted in accordance with Oregon Local Budget Law. The Non-GAAP budgetary basis reflects a modified accrual basis of accounting where revenues are reported when earned; expenditures are reported when liability is incurred; and taxes are accounted for on a cash basis.

The level of control established by the College's appropriation resolution is by function (i.e., Instruction, Instructional Support Services, Student Services, Community Services, College Support Services, Plant Operations and Maintenance, Financial Aid, Plant Additions and Contingencies and Reserves) for all funds.

Budgeted College funds are as follows:

General Fund – Covers general operation for the College and accounts for all financial resources and expenditures of the College, except for those required to be accounted for in another fund. The principal sources of revenue include property taxes, tuition and state community college support.

Capital Improvement Funds - Accounts for the receipt and disbursement of resources for building and land, buying or maintaining College facilities, and equipment. The principal revenues include transfers from the College Services Fund, bond levy proceeds, certificates of participation and investment earnings.

Debt Service Fund - Accounts for the accumulation of resources for and payment of principal and interest on the College's long-term debt obligations. The principal revenues are transfers from the General Fund, College Services Fund and the PERS Fund and property taxes approved for bond levies.

College Services Fund – Accounts for non-technology fees charged to students. These fees include materials fees, the college services fee, testing fees, collection fees and the installment fee. The principal revenue is generated by fees remitted by students. The principal expenditures include facility remodel, lease or purchase, student transportation costs, and instructional supplies and equipment.

Contract and Grant Fund - Accounts for grants and contracts for Small Business Development Center, U. S. Department of Education (which includes TRIO), U.S. Department of Labor Construction Expansion, Rogue Community College Foundation Department Projects and other contracts and grants. Revenues are primarily provided by federal, state and local sources.

Financial Aid Fund - Accounts for the provision of grants, stipends, loans and other aid to enrolled students, including; Pell Grants, Supplemental Educational Opportunity Grants, Oregon State Scholarship Commission Grants, Federal Work-Study, Federal Direct Student Loans, and awards from the Rogue Community College Foundation. Revenues are primarily provided by federal government grants and student loans.

Higher Education Center Fund – Accounts for the day-to-day expenditures such as security, utilities, custodial services, copiers, maintenance services and technology support necessary to run the Higher Education Center building. Rogue Community College and Southern Oregon University share these costs.

Intra-College Fund - Accounts for activities performed by the College for the benefit of the College. Activities include Associated Students of Rogue Community College, Professional Growth, Staff Development and other departmental charges. The principal revenue for this fund is transfers in from other funds.

Rogue Community College

Other Supplementary Information

Description of Budgeted College Funds (continued)

PERS Fund – Accounts for the potential PERS unfunded actuarial liability reserve being held by the College. The principal revenue is the PERS expense charged in other funds. Funds are transferred from this fund to the Debt Service Fund to pay the Series 2005 Limited Tax Pension Obligation Bonds.

Self-Support Fund - Accounts for the self-support instructional activities of the College. The principal revenue is tuition and fees.

Stability Reserve Fund – This fund accounts for the funds set aside by the RCC Board of Education during times of excess to be used in times of unexpected shortfall or budget deficit. The principal revenue is transfers from the General Fund.

Technology and Equipment Fund - This fund is designated for the replacement of the College's equipment and for distance delivery. The principal revenue is the \$4 per credit and the \$4 per non-credit class technology fee, the distance education fee, host provider service fees and transfer in from the College Services Fund. The principal expenditure is upgrades/replacements for equipment and distance delivery services.

Unemployment Reserve Fund - Accounts for the payments to the Oregon Employment Division for unemployment benefits paid to terminated employees. Principal revenues are the unemployment expense charged to other funds and investment earnings.

Auxiliary Services Fund - Accounts for the operation of the College's bookstore. Principal revenue is book sales.

Other Auxiliary Services Fund - Accounts for the operation of College owned ATM machines, Art, Auto Artist, Diesel Technology, Disability Services, Early Childhood Education Facility, Facility Rental, Friends of the Library, Gallery Projects, HPER, Illinois Valley Business Entrepreneurial Center, Massage, Math, Music Ensembles, Pay Phones, RogueNet intergovernmental agreements, Science, Testing Center, Theater, and Welding. Principal revenue is user fees.

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Rogue Community College

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

(Non-GAAP Budgetary Basis) - Budget and Actual

For the year ended June 30, 2012

	Budgeted Amounts		Actual	Variance - Positive (Negative)
	Original	Final		
Revenues:				
State sources	\$ 5,822,388	\$ 5,822,388	\$ 5,967,852	\$ 145,464
Local sources	11,186,259	11,186,259	11,034,756	(151,503)
Tuition and fees	15,401,650	15,401,650	14,865,140	(536,510)
Other revenue sources	<u>248,938</u>	<u>323,938</u>	<u>311,596</u>	<u>(12,342)</u>
Total revenues	<u>32,659,235</u>	<u>32,734,235</u>	<u>32,179,344</u>	<u>(554,891)</u>
Expenditures:				
Instruction	15,376,644	15,449,149	15,078,022	371,127
Instructional support services	3,134,081	3,254,868	3,200,457	54,411
Student services	5,507,108	5,493,029	4,748,722	744,307
Community services	163,678	170,219	170,161	58
College support services	6,337,169	6,018,828	5,422,522	596,306
Plant operations and maintenance	2,742,964	2,786,255	2,658,212	128,043
Reserves	<u>1,700,000</u>	<u>1,694,294</u>	<u>0</u>	<u>1,694,294</u>
Total expenditures	<u>34,961,644</u>	<u>34,866,642</u>	<u>31,278,096</u>	<u>3,588,546</u>
Revenues over (under) expenditures	<u>(2,302,409)</u>	<u>(2,132,407)</u>	<u>901,248</u>	<u>3,033,655</u>
Other financing sources (uses):				
Transfers in	966,424	891,424	33,152	(858,272)
Transfers out	<u>(1,166,925)</u>	<u>(1,261,927)</u>	<u>(1,159,745)</u>	<u>102,182</u>
Total other financing sources (uses)	<u>(200,501)</u>	<u>(370,503)</u>	<u>(1,126,593)</u>	<u>(756,090)</u>
Revenues and other sources over (under) expenditures and other uses	<u>(2,502,910)</u>	<u>(2,502,910)</u>	<u>(225,345)</u>	<u>2,277,565</u>
Fund balance, beginning of year	<u>2,502,910</u>	<u>2,502,910</u>	<u>3,391,531</u>	<u>888,621</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,166,186</u>	<u>\$ 3,166,186</u>

Rogue Community College

Capital Improvement Fund - COPs & Bonds
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance -
	Original	Final	Actual	Positive (Negative)
Revenues:				
Other revenue sources	\$ 303,000	\$ 147,136	\$ 1,671	\$ (145,465)
Expenditures:				
Plant additions	993,000	993,000	796,237	196,763
College support services	0	0	125,155	(125,155)
Total expenditures	993,000	993,000	921,392	71,608
Revenues over (under) expenditures	(690,000)	(845,864)	(919,721)	73,857
Other financing sources (uses):				
Bond proceeds	0	0	9,999,752	(9,999,752)
Transfers out	0	0	(9,868,776)	9,868,776
Total other financing sources (uses)	0	0	130,976	(130,976)
Revenues and other sources over (under) expenditures and other uses	(690,000)	(845,864)	(788,745)	(57,119)
Fund balance, beginning of year	690,000	845,864	845,864	0
Fund balance, end of year	\$ 0	\$ 0	\$ 57,119	\$ (57,119)

Rogue Community College

Capital Improvement Fund - Maintenance
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 505,000	\$ 430,000	\$ 5,020	\$ (424,980)
Expenditures:				
Plant operations and maintenance	662,600	671,651	378,575	293,076
Plant additions	500,000	494,262	(550)	494,812
Reserves	506,775	503,462	0	503,462
Total expenditures	1,669,375	1,669,375	378,025	1,291,350
Revenues over (under) expenditures	(1,164,375)	(1,239,375)	(373,005)	866,370
Other financing sources (uses):				
Transfers in	479,000	554,000	554,000	0
Revenues and other sources over (under) expenditures and other uses	(685,375)	(685,375)	180,995	866,370
Fund balance, beginning of year	685,375	685,375	732,401	47,026
Fund balance, end of year	\$ 0	\$ 0	\$ 913,396	\$ 913,396

Rogue Community College

Capital Improvement Fund - State Funds
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance -
	Original	Final	Actual	Positive (Negative)
Revenues:				
State sources	\$ 1,250,000	\$ 1,250,000	\$ 393,665	\$ (856,335)
Expenditures:				
Plant operations and maintenance	1,250,000	612,429	225,040	387,389
Plant Additions	0	637,571	168,625	468,946
Total expenditures	1,250,000	1,250,000	393,665	856,335
Revenues over (under) expenditures	0	0	0	0
Fund balance, beginning of year	0	0	0	0
Fund balance, end of year	\$ 0	\$ 0	\$ 0	\$ 0

Rogue Community College

Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 1,712,896	\$ 1,712,896	\$ 1,710,886	\$ (2,010)
Other revenue sources	117,603	157,603	19,948	(137,655)
Total revenues	<u>1,830,499</u>	<u>1,870,499</u>	<u>1,730,834</u>	<u>(139,665)</u>
Expenditures:				
Debt service	3,422,395	3,382,395	13,179,382	(9,796,987)
Reserves	360,307	400,307	0	400,307
Total expenditures	<u>3,782,702</u>	<u>3,782,702</u>	<u>13,179,382</u>	<u>(9,396,680)</u>
Revenues over (under) expenditures	(1,952,203)	(1,912,203)	(11,448,548)	(9,536,345)
Other financing sources (uses):				
Transfers in	<u>1,599,620</u>	<u>1,559,620</u>	<u>11,368,377</u>	<u>9,808,757</u>
Revenues and other sources over (under) expenditures and other uses	(352,583)	(352,583)	(80,171)	272,412
Fund balance, beginning of year	<u>352,583</u>	<u>352,583</u>	<u>354,680</u>	<u>2,097</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 274,509</u>	<u>\$ 274,509</u>
Summary of expenditures by appropriation:				
College support services	\$ 1,459,914	\$ 1,559,620	\$ 1,499,619	\$ 60,001
Plant additions	1,962,481	1,822,775	11,679,763	(9,856,988)
Contingency	<u>360,307</u>	<u>400,307</u>	<u>0</u>	<u>400,307</u>
Total expenditures	<u>\$ 3,782,702</u>	<u>\$ 3,782,702</u>	<u>\$ 13,179,382</u>	<u>\$ (9,396,680)</u>

Rogue Community College

College Services Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

(Non-GAAP Budgetary Basis) - Budget and Actual

For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Tuition and fees	\$ 2,023,218	\$ 2,023,218	\$ 2,404,439	\$ 381,221
Other revenue sources	0	0	12,325	12,325
Total revenues	2,023,218	2,023,218	2,416,764	393,546
Expenditures:				
College support services	267,000	267,000	336,581	(69,581)
Plant operations and maintenance	195,613	195,613	135,358	60,255
Reserves	1,590,635	1,590,635	0	1,590,635
Total expenditures	2,053,248	2,053,248	471,939	1,581,309
Revenues over (under) expenditures	(30,030)	(30,030)	1,944,825	1,974,855
Other financing sources (uses):				
Transfers out	(1,215,876)	(1,215,876)	(659,433)	556,443
Total other financing sources (uses)	(1,215,876)	(1,215,876)	(659,433)	556,443
Revenues and other sources over (under) expenditures and other uses	(1,245,906)	(1,245,906)	1,285,392	2,531,298
Fund balance, beginning of year	1,245,906	1,245,906	1,290,763	44,857
Fund balance, end of year	\$ 0	\$ 0	\$ 2,576,155	\$ 2,576,155

Rogue Community College

Contract and Grant Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts		Actual	Variance - Positive (Negative)
	Original	Final		
Revenues:				
Federal sources	\$ 2,610,599	\$ 3,066,062	\$ 2,306,020	\$ (760,042)
State sources	1,125,592	1,273,234	158,549	(1,114,685)
Local sources	92,500	119,395	49,895	(69,500)
Tuition and fees	139,000	139,000	97,837	(41,163)
Other revenue sources	1,360,540	643,437	152,128	(491,309)
Total revenues	<u>5,328,231</u>	<u>5,241,128</u>	<u>2,764,429</u>	<u>(2,476,699)</u>
Expenditures:				
Instruction	2,174,169	2,134,136	1,424,947	709,189
Instructional support services	1,168,914	1,145,896	460,108	685,788
Student services	1,564,657	1,564,308	805,615	758,693
Community services	50,000	50,000	675	49,325
College support services	328,520	254,750	128,394	126,356
Plant operations and maintenance	50,000	50,000	0	50,000
Plant additions	10,000	10,000	0	10,000
Reserves	184,379	321,549	0	321,549
Total expenditures	<u>5,530,639</u>	<u>5,530,639</u>	<u>2,819,739</u>	<u>2,710,900</u>
Revenues over (under) expenditures	<u>(202,408)</u>	<u>(289,511)</u>	<u>(55,310)</u>	<u>234,201</u>
Other Financing sources (uses):				
Transfers in	<u>3,500</u>	<u>3,500</u>	<u>0</u>	<u>(3,500)</u>
Revenues and other sources over (under) expenditures and other uses	<u>(198,908)</u>	<u>(286,011)</u>	<u>(55,310)</u>	<u>230,701</u>
Fund balance, beginning of year	<u>198,908</u>	<u>286,011</u>	<u>286,010</u>	<u>(1)</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 230,700</u>	<u>\$ 230,700</u>

Rogue Community College

Financial Aid Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 33,305,000	\$ 33,305,000	\$ 31,128,994	\$ (2,176,006)
State sources	1,100,000	2,600,000	2,127,577	(472,423)
Local sources	700,000	700,000	454,561	(245,439)
Other revenue sources	5,000,000	3,500,000	40,890	(3,459,110)
Total revenues	<u>40,105,000</u>	<u>40,105,000</u>	<u>33,752,022</u>	<u>(6,352,978)</u>
Expenditures:				
Student financial aid	40,070,000	40,070,000	33,718,870	6,351,130
Reserves	0	0	0	0
Total expenditures	<u>40,070,000</u>	<u>40,070,000</u>	<u>33,718,870</u>	<u>6,351,130</u>
Revenues over (under) expenditures	35,000	35,000	33,152	(1,848)
Other financing sources (uses):				
Transfers out	<u>(35,000)</u>	<u>(35,000)</u>	<u>(33,152)</u>	<u>1,848</u>
Revenues and other sources over (under) expenditures and other uses	0	0	0	0
Fund balance, beginning of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, end of year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

Rogue Community College

Higher Education Center Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 614,739	\$ 614,739	\$ 243,421	\$ (371,318)
Expenditures:				
Instructional support	20,065	22,065	21,091	974
College support services	142,725	149,302	122,736	26,566
Plant operations and maintenance	469,441	466,346	385,830	80,516
Reserves	327,149	321,667	0	321,667
Total expenditures	959,380	959,380	529,657	429,723
Revenues over (under) expenditures	(344,641)	(344,641)	(286,236)	58,405
Other financing sources (uses):				
Transfers in	344,641	344,641	286,236	(58,405)
Revenues and other sources over (under) expenditures and other uses	0	0	0	0
Fund balance, beginning of year	0	0	0	0
Fund balance, end of year	\$ 0	\$ 0	\$ 0	\$ 0

Rogue Community College

Intra-College Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

(Non-GAAP Budgetary Basis) - Budget and Actual

For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Tuition and fees	\$ 155,455	\$ 113,335	\$ 113,335	\$ 0
Other revenue sources	414,800	359,130	19,558	(339,572)
Total revenues	570,255	472,465	132,893	(339,572)
Expenditures:				
Instructional support	157,260	157,260	82,326	74,934
Student services	266,261	268,861	119,119	149,742
College support services	320,089	339,166	124,924	214,242
Reserves	193,408	167,408	0	167,408
Total expenditures	937,018	932,695	326,369	606,326
Revenues over (under) expenditures	(366,763)	(460,230)	(193,476)	266,754
Other financing sources (uses):				
Transfers in	98,108	130,510	107,352	(23,158)
Transfers out	(8,100)	(12,423)	(6,923)	5,500
Total other financing sources (uses)	90,008	118,087	100,429	(17,658)
Revenues and other sources over (under) expenditures and other uses	(276,755)	(342,143)	(93,047)	249,096
Fund balance, beginning of year	276,755	342,143	340,489	(1,654)
Fund balance, end of year	\$ 0	\$ 0	\$ 247,442	\$ 247,442

Rogue Community College

PERS Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

(Non-GAAP Budgetary Basis) - Budget and Actual

For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 1,445,069	\$ 1,445,069	\$ 1,515,894	\$ 70,825
Expenditures:				
College support services	20,921	20,921	2,115	18,806
Reserves	3,269,364	3,269,364	0	3,269,364
Total expenditures	3,290,285	3,290,285	2,115	3,288,170
Revenues over (under) expenditures	(1,845,216)	(1,845,216)	1,513,779	3,358,995
Other financing sources (uses):				
Transfers out	(1,334,168)	(1,334,168)	(1,334,167)	1
Total other financing sources (uses)	(1,334,168)	(1,334,168)	(1,334,167)	1
Revenues and other sources over (under) expenditures and other uses	(3,179,384)	(3,179,384)	179,612	3,358,996
Fund balance, beginning of year	3,179,384	3,179,384	3,656,652	477,268
Fund balance, end of year	\$ 0	\$ 0	\$ 3,836,264	\$ 3,836,264

Rogue Community College

Self-Support Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

(Non-GAAP Budgetary Basis) - Budget and Actual

For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
State sources	\$ 105,000	\$ 105,000	\$ 88,200	\$ (16,800)
Tuition and fees	1,290,026	1,290,756	1,316,517	25,761
Other revenue sources	1,409,529	1,308,799	13,916	(1,294,883)
Total revenues	<u>2,804,555</u>	<u>2,704,555</u>	<u>1,418,633</u>	<u>(1,285,922)</u>
Expenditures:				
Instruction	1,774,647	1,774,647	914,111	860,536
Instructional support services	823,442	823,442	624,927	198,515
Student services	32,000	32,000	17,123	14,877
College support services	36,473	36,473	0	36,473
Reserves	141,493	141,493	0	141,493
Total expenditures	<u>2,808,055</u>	<u>2,808,055</u>	<u>1,556,161</u>	<u>1,251,894</u>
Revenues over (under) expenditures	<u>(3,500)</u>	<u>(103,500)</u>	<u>(137,528)</u>	<u>(34,028)</u>
Other financing sources (uses):				
Transfers in	<u>3,500</u>	<u>103,500</u>	<u>125,880</u>	<u>22,380</u>
Revenues and other sources over (under) expenditures and other uses	<u>0</u>	<u>0</u>	<u>(11,648)</u>	<u>(11,648)</u>
Fund balance, beginning of year	<u>0</u>	<u>0</u>	<u>246,984</u>	<u>246,984</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 235,336</u>	<u>\$ 235,336</u>

Rogue Community College

Stability Reserve Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Reserves	1,081,052	1,081,052	0	1,081,052
Total expenditures	1,081,052	1,081,052	0	1,081,052
Revenues over (under) expenditures	(1,081,052)	(1,081,052)	0	1,081,052
Other financing sources (uses):				
Transfers in	540,526	540,526	540,526	0
Transfers out	0	0	0	0
Total other financing sources (uses)	540,526	540,526	540,526	0
Revenues and other sources over (under) expenditures and other uses	(540,526)	(540,526)	540,526	1,081,052
Fund balance, beginning of year	540,526	540,526	540,526	0
Fund balance, end of year	\$ 0	\$ 0	\$ 1,081,052	\$ 1,081,052

Rogue Community College

Technology and Equipment Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
State sources	\$ 200	\$ 200	\$ 354	\$ 154
Tuition and fees	1,129,115	1,129,115	1,183,420	54,305
Other revenue sources	500,000	476,881	0	(476,881)
Total revenues	<u>1,629,315</u>	<u>1,606,196</u>	<u>1,183,774</u>	<u>(422,422)</u>
Expenditures:				
Instruction	78,604	357,441	328,781	28,660
Instructional support services	1,162,104	1,060,978	439,690	621,288
Student Services	15,000	18,380	3,370	15,010
College support services	940,238	994,189	397,067	597,122
Plant operations and maintenance	35,783	21,155	9,942	11,213
Reserves	<u>575,280</u>	<u>354,866</u>	<u>0</u>	<u>354,866</u>
Total expenditures	<u>2,807,009</u>	<u>2,807,009</u>	<u>1,178,850</u>	<u>1,628,159</u>
Revenues over (under) expenditures	(1,177,694)	(1,200,813)	4,924	1,205,737
Other financing sources (uses):				
Transfers in	32,500	39,423	44,423	5,000
Transfers Out	<u>(300,000)</u>	<u>(300,000)</u>	<u>0</u>	<u>300,000</u>
Total other financing sources (uses)	<u>(267,500)</u>	<u>(260,577)</u>	<u>44,423</u>	<u>305,000</u>
Revenues and other sources over (under) expenditures and other uses	(1,445,194)	(1,461,390)	49,347	1,510,737
Fund balance, beginning of year	<u>1,445,194</u>	<u>1,461,390</u>	<u>1,461,390</u>	<u>0</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,510,737</u>	<u>\$ 1,510,737</u>

Rogue Community College

Unemployment Reserve Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 216,017	\$ 246,323	\$ 118,115	\$ (128,208)
Expenditures:				
College support services	216,017	281,382	136,232	145,150
Reserves	500,000	434,635	0	434,635
Total expenditures	716,017	716,017	136,232	579,785
Revenues over (under) expenditures	(500,000)	(469,694)	(18,117)	451,577
Fund balance, beginning of year	500,000	469,694	472,769	3,075
Fund balance, end of year	\$ 0	\$ 0	\$ 454,652	\$ 454,652

Rogue Community College

Auxiliary Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Sales	\$ 3,537,800	\$ 3,537,800	\$ 3,316,258	\$ (221,542)
Other income	11,250	11,250	9,963	(1,287)
Total revenues	<u>3,549,050</u>	<u>3,549,050</u>	<u>3,326,221</u>	<u>(222,829)</u>
Expenditures:				
Personnel services	311,459	311,459	319,360	(7,901)
Other payroll expense	157,098	157,098	160,807	(3,709)
Materials and services	146,336	220,604	184,662	35,942
Materials for resale	3,051,925	3,051,925	2,432,042	619,883
Capital equipment	105,000	31,390	0	31,390
Reserves	532,837	532,179	0	532,179
Total expenditures	<u>4,304,655</u>	<u>4,304,655</u>	<u>3,096,871</u>	<u>1,207,784</u>
Revenues over (under) expenditures	<u>(755,605)</u>	<u>(755,605)</u>	<u>229,350</u>	<u>984,955</u>
Other financing sources (uses):				
Transfers out	<u>(85,000)</u>	<u>(85,000)</u>	<u>(75,000)</u>	<u>10,000</u>
Revenues and other sources over (under) expenditures and other uses	<u>(840,605)</u>	<u>(840,605)</u>	<u>154,350</u>	<u>994,955</u>
Fund balance, beginning of year	<u>840,605</u>	<u>840,605</u>	<u>1,527,444</u>	<u>686,839</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,681,794</u>	<u>\$ 1,681,794</u>
Summary of expenditures by appropriation:				
Student Services	\$ 3,771,818	\$ 3,772,476	\$ 3,096,871	\$ 675,605
Contingencies	<u>532,837</u>	<u>532,179</u>	<u>0</u>	<u>532,179</u>
Total Expenditures	4,304,655	4,304,655	3,096,871	1,207,784
Transfers out	<u>85,000</u>	<u>85,000</u>	<u>75,000</u>	<u>10,000</u>
	<u>\$ 4,389,655</u>	<u>\$ 4,389,655</u>	<u>\$ 3,171,871</u>	<u>\$ 1,217,784</u>

Rogue Community College

Other Auxiliary Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2012

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other income	\$ 700,550	\$ 706,130	\$ 569,690	\$ (136,440)
Expenditures:				
Personnel services	239,814	298,920	315,719	(16,799)
Other payroll expense	128,358	156,230	145,150	11,080
Materials and services	420,830	418,989	144,594	274,395
Materials for resale	10,000	10,257	10,080	177
Capital equipment	2,500	3,901	0	3,901
Reserves	509,042	422,247	0	422,247
Total expenditures	1,310,544	1,310,544	615,543	695,001
Revenues over (under) expenditures	(609,994)	(604,414)	(45,853)	558,561
Other financing sources (uses):				
Transfers in	77,250	77,250	77,250	0
Revenues and other sources over (under) expenditures and other uses	(532,744)	(527,164)	31,397	558,561
Fund balance, beginning of year	532,744	527,164	527,162	(2)
Fund balance, end of year	\$ 0	\$ 0	\$ 558,559	\$ 558,559
Summary of expenditures by appropriation:				
Student services	\$ 57,100	\$ 57,100	\$ 17,522	\$ 39,578
Community services	625,955	712,933	524,208	188,725
College support services	54,332	54,332	32,339	21,993
Plant operations and maintenance	64,115	63,932	41,474	22,458
Contingencies	509,042	422,247	0	422,247
Total expenditures	\$ 1,310,544	\$ 1,310,544	\$ 615,543	\$ 695,001

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Rogue Community College
Grants Pass, Oregon

Other Supplementary Information
(Schedule of Property Tax Transactions)

Schedule of Property Tax Transactions - General Fund
For the year ended June 30, 2012

Fiscal Year Ended	Uncollected Balances July 1, 2011	Current Year's Levy	Adjustments and Discounts	Collections	Uncollected Balances June 30, 2012
2012	\$	\$ 11,355,208	\$ (336,588)	\$ 10,559,245	\$ 459,375
2011	487,364		(9,445)	240,279	237,640
2010	229,022		(597)	83,322	145,103
2009	119,396		4,137	76,884	46,649
2008	42,710		181	28,027	14,864
2007	10,370		(537)	2,415	7,418
2006	6,200		(620)	1,177	4,403
Prior Years	8,867		(1,900)	1,096	5,871
Total	<u>\$ 903,929</u>	<u>\$ 11,355,208</u>	<u>\$ (345,369)</u>	<u>\$ 10,992,445</u>	<u>\$ 921,323</u>

Schedule of Property Tax Transactions - Debt Service Fund
For the year ended June 30, 2012

<u>Fiscal Year Ended</u>	<u>Uncollected Balances July 1, 2011</u>	<u>Current Year's Levy</u>	<u>Adjustments and Discounts</u>	<u>Collections</u>	<u>Uncollected Balances June 30, 2012</u>
2012	\$	\$ 1,753,567	\$ (53,529)	\$ 1,631,852	\$ 68,186
2011	82,983		(1,186)	45,147	36,650
2010	36,411		(59)	15,510	20,842
2009	20,106		330	12,560	7,876
2008	8,372		(180)	5,110	3,082
2007	2,097		(86)	467	1,544
2006	1,433		(119)	240	1,074
Total	<u>\$ 151,402</u>	<u>\$ 1,753,567</u>	<u>\$ (54,829)</u>	<u>\$ 1,710,886</u>	<u>\$ 139,254</u>

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FINANCIAL TRENDS:	71
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These schedules contain trend information to help the reader understand how the government's financial performance and well being have changed over time.

REVENUE CAPACITY:.....	76
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These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

DEBT CAPACITY:.....	88
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These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

DEMOGRAPHIC AND ECONOMIC INFORMATION:	93
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

OPERATING INFORMATION:	94
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These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

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

Net Assets by Component
Last Ten Fiscal Years - (unaudited)

	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>
Invested in capital assets, net of related debt	\$ 13,153,355	\$ 13,752,101	\$ 13,176,167	\$ 13,285,344
Restricted - expendable	607,081	747,302	746,133	628,693
Unrestricted	<u>16,427,777</u>	<u>12,038,388</u>	<u>10,149,312</u>	<u>2,718,379</u>
Total net assets	<u>\$ 30,188,213</u>	<u>\$ 26,537,791</u>	<u>\$ 24,071,612</u>	<u>\$ 16,632,416</u>

Source: Rogue Community College Budget and Financial Services.

<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>	<u>2003-04</u>	<u>2002-03</u>
\$ 13,337,179	\$ 9,269,103	\$ 8,246,031	\$ 6,089,802	\$ 5,672,900	\$ 6,488,461
2,563,399	4,299,121	2,427,171	1,140,596	374,327	8,281
6,576,208	3,214,987	4,539,508	2,463,479	4,008,081	480,900
<u>\$ 22,476,786</u>	<u>\$ 16,783,211</u>	<u>\$ 15,212,710</u>	<u>\$ 9,693,877</u>	<u>\$ 10,055,308</u>	<u>\$ 6,977,642</u>

Changes in Net Assets Last Ten Fiscal Years - (unaudited)

	2011-12	2010-11	2009-10	2008-09
Operating Revenues				
Student tuition and fees	\$ 19,980,687	\$ 17,396,805	\$ 15,611,574	\$ 11,848,151
Federal student financial aid grants	31,128,994	29,517,520	12,812,538	6,581,276
Federal grants and contracts	2,306,020	2,627,174	2,586,851	2,560,624
State and local grants and contracts	3,315,112	3,832,881	6,977,045	5,461,820
Auxiliary enterprises	3,263,140	3,446,288	3,227,307	2,726,353
Other operating revenues	0	0	0	0
Total operating revenues	\$ 59,993,953	\$ 56,820,668	\$ 41,215,315	\$ 29,178,224
Expenses:				
Instruction	\$ 17,602,427	\$ 17,036,563	\$ 14,699,340	\$ 14,152,736
Community services	696,173	635,513	521,995	619,193
Instructional support services	4,763,229	4,621,373	4,646,151	4,908,709
Student services	8,757,710	8,821,596	8,100,885	7,292,340
College support services	6,578,074	5,917,232	5,866,887	5,648,526
Plant operations and maintenance	3,864,283	4,915,125	4,825,340	4,820,046
Scholarships and grants	33,719,682	30,816,983	16,945,400	9,265,555
Depreciation	1,177,785	1,137,160	1,152,375	1,087,950
Total Expenses	\$ 77,159,363	\$ 73,901,545	\$ 56,758,373	\$ 47,795,055
Operating Income(loss)	\$ (17,165,410)	\$ (17,080,877)	\$ (15,543,058)	\$ (18,616,831)
Non-operating Revenues and Expenses:				
State community college support	\$ 7,690,282	\$ 4,099,976	\$ 8,803,430	\$ 6,229,361
Property taxes	12,708,580	12,816,782	12,500,363	11,816,153
Investment income	674,452	3,637,636	2,788,708	350,437
Other non-operating revenue	1,715,246	1,080,360	1,050,136	961,662
Gain (Loss) on disposal of capital assets	(5,323)	(3,688)	0	0
Gain (Loss) on pension asset	0	0	0	(5,003,419)
Interest expense	(1,818,453)	(2,036,715)	(2,113,088)	(2,166,204)
Amortization of deferred charges	(148,952)	(47,295)	(47,295)	(47,293)
Total non-operating revenue and expenses	\$ 20,815,832	\$ 19,547,056	\$ 22,982,254	\$ 12,140,697
Income (loss) before contributions	3,650,422	2,466,179	7,439,196	(6,476,134)
Capital contribution - donated assets	0	0	0	0
Change in net assets	\$ 3,650,422	\$ 2,466,179	\$ 7,439,196	\$ (6,476,134)

Source: Rogue Community College Budget and Financial Services

2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
\$ 10,010,734	\$ 9,810,790	\$ 9,783,177	\$ 9,846,121	\$ 9,898,750	\$ 8,393,173
4,748,199	4,662,528	4,920,645	5,638,000	6,137,770	6,045,880
2,197,465	2,142,110	2,105,626	2,635,301	1,957,758	1,793,059
6,666,795	2,691,544	2,523,472	2,720,192	1,725,630	1,075,370
2,148,596	2,142,221	2,275,656	2,302,389	2,292,442	2,346,452
0	58,296	83,745	55,825	69,107	106,038
\$ 25,771,789	\$ 21,507,489	\$ 21,692,321	\$ 23,197,828	\$ 22,081,457	\$ 19,759,972
\$ 13,191,336	\$ 12,204,951	\$ 12,633,646	\$ 11,300,840	\$ 11,168,605	\$ 9,818,628
420,116	409,272	445,083	435,517	490,353	490,899
4,689,741	3,418,615	3,568,539	3,126,831	4,558,976	5,253,235
4,191,697	4,562,729	4,564,064	4,178,159	4,622,926	3,798,292
7,453,270	10,590,384	11,002,128	10,630,067	7,390,772	8,870,484
3,113,041	1,868,474	2,620,063	1,673,169	1,438,608	1,285,587
6,612,883	6,421,174	6,646,918	6,830,239	7,278,436	6,553,282
883,083	909,319	833,359	833,881	786,340	795,128
\$ 40,555,167	\$ 40,384,918	\$ 42,313,800	\$ 39,008,703	\$ 37,735,016	\$ 36,865,535
\$ (14,783,378)	\$ (18,877,429)	\$ (20,621,479)	\$ (15,810,875)	\$ (15,653,559)	\$ (17,105,563)
\$ 10,700,936	\$ 5,919,914	\$ 11,282,157	\$ 7,078,497	\$ 11,803,307	\$ 6,798,771
11,287,714	10,689,177	10,093,371	8,033,238	7,640,754	7,340,571
72,451	4,123,253	4,628,356	334,262	184,097	130,996
686,860	838,942	647,498	400,324	217,089	817,326
2,382	184,580	(340,649)	(150)	(48,043)	0
0	0	0	0	0	0
(2,236,097)	(2,280,643)	(2,273,793)	(702,002)	(503,926)	(344,841)
(47,293)	(47,293)	(47,296)	(23,725)	(11,097)	(8,004)
\$ 20,466,953	\$ 19,427,930	\$ 23,989,644	\$ 15,120,444	\$ 19,282,181	\$ 14,734,819
5,683,575	550,501	3,368,165	(690,431)	3,628,622	(2,370,744)
10,000	1,020,000	2,150,668	329,000	0	0
\$ 5,693,575	\$ 1,570,501	\$ 5,518,833	\$ (361,431)	\$ 3,628,622	\$ (2,370,744)

Assessed and Estimated Actual Value of Taxable Property
Josephine and Jackson Counties - Last Ten Fiscal Years - (unaudited)

Fiscal Year	Total Direct Tax Rate (2)	Assessed Value (1) (3)					Real Market Value	Assessed Value as a Percent of Actual Value
		Real Property	Manufactured Structures	Personal Property	Utilities	Total		
Jackson County:								
2011-12	0.6193	\$ 15,253,569	\$ 170,153	\$ 439,403	\$ 586,330	\$ 16,449,455	\$ 22,526,553	73.0%
2010-11	0.6319	15,059,656	161,634	459,830	569,936	16,251,056	24,611,610	66.0%
2009-10	0.6278	14,732,599	180,529	463,067	534,132	15,910,327	28,365,972	56.1%
2008-09	0.6256	14,204,195	200,989	500,594	500,517	15,406,295	31,152,479	49.5%
2007-08	0.6323	13,546,749	199,723	484,839	469,797	14,701,108	31,687,849	46.4%
2006-07	0.6365	12,699,118	223,533	452,600	464,471	13,839,722	28,839,149	48.0%
2005-06	0.6378	11,931,306	225,477	429,785	439,977	13,026,545	23,570,941	55.3%
2004-05	0.5128	11,203,265	223,305	421,004	475,066	12,322,639	20,018,504	61.6%
2003-04	0.5128	10,451,731	359,477	416,572	449,676	11,677,455	17,047,380	68.5%
2002-03	0.5128	9,881,625	351,225	418,087	473,255	11,124,192	15,891,703	65.8%
Josephine County:								
2011-12	0.5128	\$ 5,811,113	\$ 88,261	\$ 114,715	\$ 168,844	\$ 6,182,933	\$ 7,574,999	81.6%
2010-11	0.5128	5,682,170	117,201	122,550	165,070	6,086,991	8,446,480	72.1%
2009-10	0.5128	5,509,036	128,920	116,701	153,834	5,908,491	9,182,834	64.3%
2008-09	0.5128	5,267,002	137,774	119,351	131,097	5,655,224	10,271,803	55.1%
2007-08	0.5128	5,015,175	139,087	110,375	119,151	5,383,788	10,626,563	50.7%
2006-07	0.5128	4,717,457	135,530	103,837	120,485	5,077,309	9,900,996	51.3%
2005-06	0.5128	4,415,331	133,238	94,689	119,516	4,762,774	8,017,638	59.4%
2004-05	0.5128	4,129,479	130,267	92,167	129,163	4,481,076	6,502,754	68.9%
2003-04	0.5128	3,890,565	122,539	87,825	133,120	4,234,049	5,478,749	77.3%
2002-03	0.5128	3,677,567	119,946	80,765	142,176	4,020,454	4,803,017	82.6%

(1) Beginning in 1997-98 the assessed value of property in Oregon is determined by statute under Measure 50.

(2) Tax rates are per \$1,000 of assessed valuation.

(3) Assessed \$ values are presented to the nearest \$1,000.

Source: County Assessor's Office

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Property Tax Rates - All Direct and Overlapping Governments
Last Ten Fiscal Years (Dollars per \$1,000) - (unaudited)

	2011-12	2010-11	2009-10	2008-09
Jackson County:				
Jackson County	2.2056	2.3276	2.3674	2.3433
Jackson ESD	0.0352	0.3524	0.3524	0.3524
Rogue Community College	0.6193	0.6319	0.6278	0.6256
Rogue Valley Transit District	0.1772	0.1772	0.1772	0.1772
Vector Control	0.0429	0.0429	0.0429	0.0429
White City Enhanced LED	2.0211	2.0211	2.0211	2.0211
White City Lighting District	0.4700	0.4700	0.4700	0.4700
White City Soil and Water Conservation	0.0500	0.0500	0.0500	0.0500
Cities and Towns:				
Ashland	4.5147	4.4115	4.3964	4.2886
Butte Falls	7.2494	7.2494	7.2494	7.2494
Central Point	4.4700	4.4700	4.4700	4.4700
Eagle Point	2.7123	2.7168	2.7172	2.7328
Gold Hill	2.4169	2.3744	2.4179	2.4637
Jacksonville	2.4447	2.4653	2.5487	2.5745
Medford	5.3753	5.3814	5.3695	5.3709
Phoenix	3.6463	3.6463	3.6463	3.6463
Rogue River	3.6422	3.6425	3.6302	3.6477
Shady Cove	0.9044	0.9145	0.9202	0.9283
Talent	3.4346	3.4056	3.4205	3.4185
Fire Districts:				
Applegate #9	1.6787	1.6787	1.6787	1.6787
Central Point #3	3.1194	3.1194	3.1194	3.1194
Colestine RFPD	1.9455	1.9455	1.9455	1.9455
Evans Valley #6	1.2905	1.2905	1.2905	1.2905
Lake Creek RFPD	1.4740	1.4740	1.4740	1.4740
Medford #2	2.4938	2.4938	2.4938	2.4938
Prospect	0.9902	0.9902	0.9902	0.9902
Rogue River #1	2.1849	2.2261	2.2159	2.2116
Shady Cove/Trail #4	2.0181	2.0181	2.0181	2.0181
Talent #5	3.1976	3.1976	3.1976	3.1976
School Districts:				
Applegate #40	4.2460	4.2919	4.2764	4.2875
Ashland #5	6.1272	6.1608	6.1627	6.0470
Butte Falls #91	4.5749	4.5749	4.5749	4.5749
Central Point #6	5.6745	5.5963	5.5661	5.7278
Eagle Point #9	6.2443	6.3475	6.3233	6.5937
Medford #549C	6.4663	6.4746	6.4882	6.5550
Phoenix #4	5.0777	5.1057	5.1358	5.0918
Pinehurst #94	4.8235	4.8235	4.8235	4.8235
Prospect #59	4.3628	4.3628	4.3628	4.3628
Rogue River #35	5.0023	5.0290	5.0304	4.9901
Special Levies:				
Jackson Cty Urban Renewal	0.0000	0.0000	0.0000	0.0000

2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
2.2534	2.2426	2.2692	2.4725	2.5049	2.3789
0.3524	0.3524	0.3524	0.3524	0.3524	0.3524
0.6323	0.6365	0.6378	0.5128	0.5128	0.5128
0.1772	0.1772	0.1772	0.1772	0.1772	0.1772
0.0429	0.0429	0.0429	0.0429	0.0429	0.0429
2.0211	2.0211	2.0211	2.0211	2.0211	2.0211
0.4700	0.4700	0.4700	0.0000	0.0000	0.0000
0.0500	0.0000	0.0000	0.0000	0.0000	0.0000
4.1425	4.1826	3.8691	3.8768	3.9599	3.9799
7.2494	7.2494	7.2494	7.2494	7.2494	7.2494
4.4470	4.4699	4.4699	4.4699	4.4699	4.4699
2.7509	2.7854	2.8283	2.8949	3.1920	3.3187
2.4174	2.4745	2.4879	2.4983	2.5133	2.6270
2.6478	2.6852	2.7591	2.8297	2.9245	2.9804
5.3751	5.3713	5.2953	5.2953	5.3883	5.3927
3.6463	3.6463	3.6463	3.6463	3.6463	4.2275
3.5900	3.6302	3.6658	3.6906	3.7372	3.7588
0.9488	0.9493	0.9290	1.0558	1.0794	1.0847
3.4654	3.2316	3.2316	3.2316	3.2316	3.2316
1.6787	1.6787	1.6787	1.6787	1.6787	1.6787
3.1194	3.1194	3.1194	3.1194	3.1194	2.9900
1.9455	1.9455	1.9455	1.9455	1.9455	1.9455
1.2905	1.2905	1.2905	1.2905	1.2905	1.2905
1.4740	1.4740	1.4740	1.4740	1.4740	1.4740
2.4920	2.4680	2.4884	2.2967	2.1810	2.4630
0.9902	0.9902	0.9902	0.9902	0.9902	0.9902
2.2018	2.2478	2.2509	2.2609	2.2700	2.2747
2.0181	2.0181	2.0181	2.0181	2.0181	2.0181
3.1976	3.1976	3.1976	3.1976	3.1976	3.1976
4.3035	4.3373	4.3634	4.4285	4.4927	4.4584
5.9395	5.4059	5.3125	5.4425	5.4899	5.5266
4.5749	4.5749	4.5749	4.5749	4.5749	4.5749
5.7252	5.7592	5.7436	5.8144	6.0497	5.9145
6.6287	6.5861	6.6800	7.1679	7.1936	7.0862
6.2424	5.0551	5.0043	5.0060	4.9855	5.0784
5.0617	5.6875	5.9467	6.1590	6.2346	6.3245
4.8235	4.8235	4.8235	4.8235	4.8235	4.8235
4.3628	4.3628	4.3628	4.3628	4.3628	4.3628
5.0307	5.0383	5.0723	5.0926	5.1048	5.0549
0.2726	0.2456	0.2469	0.2509	0.2551	0.2880

Property Tax Rates - All Direct and Overlapping Governments
Last Ten Fiscal Years (Dollars per \$1,000) - (unaudited) (continued)

	2011-12	2010-11	2009-10	2008-09
Medford Urban Renewal	0.3806	0.3828	0.3855	0.4131
Talent Urban Renewal	1.2298	1.2231	1.2189	1.2392
Local Option Levies:				
Applegate Fire District #9	0.8500	0.8500	0.8500	0.8500
Ashland School Dist #5	1.2900	1.2900	1.2900	1.2900
City of Ashland	0.1921	0.1921	0.1900	0.1300
City of Gold Hill	0.0000	0.0000	0.0000	0.0000
City of Jacksonville	0.0000	0.0000	0.0000	0.0000
City of Phoenix	0.0000	0.0000	0.0000	0.0000
City of Shady Cove	0.0000	0.0000	0.0000	0.0000
Evans Valley Fire District #6	0.3600	0.0000	0.3600	0.3600
Rogue River Fire District #1	0.5000	0.5000	0.5000	0.5000
Josephine County:				
4-H Extension	0.0459	0.0459	0.0459	0.0459
Southern Oregon ESD	0.3524	0.3524	0.3524	0.3524
Josephine County	0.7532	0.7583	0.7728	0.7873
Rogue Community College	0.5128	0.5128	0.5128	0.5128
Cities:				
Grants Pass	4.5388	4.5401	4.5325	4.6338
Cave Junction	1.8959	1.8959	1.8959	1.8959
Fire Districts:				
Applegate RFPD #9	1.6787	1.6787	1.6787	1.6787
Illinois Valley RFPD #1	2.1685	2.2220	2.2319	2.2615
Williams RFPD	1.0552	1.0552	1.0552	1.0552
Wolf Creek RFPD	2.1865	2.1865	2.1865	2.1865
School Districts:				
Grants Pass #7	5.9661	5.9206	6.4285	6.2061
Three Rivers	4.2460	4.2919	4.2764	4.2875
Local Option Levy:				
Applegate RFPD #9	0.8500	0.8500	0.8500	0.8500
City of Grants Pass	1.7900	1.7900	1.7900	1.4900
Josephine County	0.0000	0.0000	0.0000	0.0000
Williams RFPD	0.5300	0.5300	0.5300	0.5300
Wolf Creek RFPD	0.6900	0.6900	0.6900	0.7900
Kerby Water District	3.1356	3.4055	3.3493	1.9045

Note: Ballot Measure 50, approved by the voters in May 1997, recalculated taxing districts' levies into "permanent" tax rates and imposed reductions in assessed value. Districts may levy local option levies or bond repayment levies in addition to their permanent rates if approved by the voters. In addition to the College's permanent rate of 0.5128, voters in Jackson County approved a bond levy in 2004/05 which amounted to a bonded debt service rate of 0.1250 in 2005/06.

Source: County Tax Assessor's Office

2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
0.3938	0.4129	0.4439	0.4835	0.4575	0.4876
1.2556	1.1241	1.0770	0.8767	0.7164	0.6736
0.8500	0.8500	0.8500	0.8500	1.0000	1.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.5800	1.3800	1.3800	1.3800	1.3800	1.3800
0.0000	0.9642	1.0156	1.0414	1.0906	1.1127
0.0000	1.0600	1.0600	0.0000	0.0000	0.0000
2.8500	2.8500	2.8500	2.8500	1.7200	1.7200
0.0000	0.0000	0.0000	0.0000	0.4131	0.4384
0.3600	0.3600	0.3600	0.0000	0.0000	0.0000
0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
0.0459	0.0459	0.0459	0.0459	0.0459	0.0459
0.3524	0.3524	0.3524	0.3524	0.3524	0.3524
0.8039	0.8104	0.8281	0.8478	0.8799	0.7954
0.5128	0.5128	0.5128	0.5128	0.5128	0.5128
4.6432	4.1335	4.1335	4.1335	4.1335	4.1335
1.8959	1.8959	1.8959	2.0374	2.0426	2.0487
1.6787	1.6787	1.6787	1.6787	1.6787	1.6787
2.3074	2.3462	2.3759	2.4093	2.4353	1.8701
1.0552	1.0552	1.0552	1.0552	1.0552	1.0552
2.1865	2.1865	2.1865	2.1865	2.1865	2.1865
6.4129	6.4794	6.6664	6.7555	6.4262	7.0575
4.3035	4.3373	4.3634	4.4285	4.4927	4.4584
0.8500	0.8500	0.8500	0.8500	0.0000	1.0000
1.4900	1.4900	1.4900	0.8900	0.8900	0.8500
0.0000	0.0000	0.0000	0.0000	0.0000	0.1300
0.5300	0.0000	0.0000	0.0000	0.0000	0.0000
0.7900	0.7900	0.7900	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Principal Taxpayers of Jackson County
Current Year and Nine Years Ago

Taxpayer	June 30, 2012			June 30, 2003		
	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value
Jackson County:						
Pacificorp (PP&L)	\$ 228,837,000	1	1.39%	\$ 170,984,200	1	1.54%
Rogue Valley Manor	81,441,780	2	0.5%	48,664,470	5	0.44%
Harry & David Operations Inc	77,920,357	3	0.47%			
Carestream Health	71,299,770	4	0.43%			
Avista Corp. DBA Avista Utilities	70,662,800	5	0.43%	40,469,700	8	
Rogue Valley Mall LLC	54,455,890	6	0.33%			
Charter Communications	54,173,200	7	0.33%			
Qwest Corp	52,557,300	8	0.32%	95,274,030	3	
Biomass One Ltd Partnership	42,418,500	9	0.26%			
Kogap Enterprises Inc	34,452,158	10	0.21%			
Eastman Kodak Company				120,927,160	2	1.09%
Bear Creek Operations, Inc.				56,555,330	4	0.51%
Rogue Valley Partners, LP				41,439,550	6	
Certainteed Corporation				40,672,060	7	
Boise Cascade Corp				39,352,220	9	0.35%
BOC Group, Inc				30,103,100	10	0.27%
Total - principal tax payers	768,218,755		4.66%	684,441,820		6.16%
Other	\$ 15,681,236,522		95.34%	\$ 10,430,874,198		94.14%
Total - all taxpayers	<u>\$ 16,449,455,277</u>		<u>100%</u>	<u>\$ 11,115,316,018</u>		<u>100%</u>

Source: Jackson County Assessor's Office

Principal Taxpayers of Josephine County
Current Year and Nine Years Ago

Taxpayer	June 30, 2012			June 30, 2003		
	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value
Josephine County:						
Pacificorp (PP&L)	\$ 77,837,780	1	1.26%	\$ 57,519,610	1	1.47%
Qwest Corporation	20,175,960	2	0.33%	38,062,651	2	
Nunn, Ronald C & Marcia K	19,906,330	3	0.32%	13,576,050	3	0.35%
Masterbrand Cabinets, Inc.	17,265,420	4	0.28%			
Auerbach Grants Pass LLC & Freeman Grants Pass LLC	16,649,130	5	0.27%			
Charter Communications	15,547,400	6	0.25%			
Grants Pass FMS LLC	13,745,910	7	0.22%			
Avista Corp	13,674,200	8	0.22%	7,787,000	7	0.2%
Lynn-Ann Development LLC	13,392,412	9	0.22%			
Johnson Trust	11,787,900	10	0.19%	8,888,170	6	0.23%
Grant Kent Partners LLP				11,281,710	4	0.29%
Zak Realty				10,581,537	5	0.27%
Jensen, Robert A & Shirley Y				7,415,458	8	0.19%
Wal-Mart Stores, Inc				7,120,444	9	
Hillebrand Children Riverwood Apts.				6,326,184	10	0.16%
Total - principal taxpayers	219,982,442		3.57%	168,558,814		4.3%
Other	\$ 5,962,950,823		96.42%	\$ 3,755,745,812		95.7%
Total - all taxpayers	\$ 6,182,933,265		100%	\$ 3,924,304,626		100%

Source: Josephine County Assessor's Office

Property Tax Levies and Collections - General Fund
Last Ten Fiscal Years - (unaudited)

	2011-12	2010-11	2009-10	2008-09
General Fund				
Levy extended by assessor	\$ 11,355,208	\$ 11,267,815	\$ 11,034,251	\$ 10,419,011
Reduction of taxes receivable:				
Current year	10,559,245	10,468,814	10,194,500	9,675,014
Percentage of levy	93.00%	92.91%	92.39%	92.86%
Tax roll adjustments and discounts	(336,588)	(311,637)	11,040	(292,053)
Beginning taxes receivable:				
Prior year	903,928	826,255	729,457	574,037
Reduction of taxes receivable:				
Prior year	433,201	386,759	440,494	297,111
Tax roll adjustments and discounts	(8,779)	(22,932)	22,813	581
Interest	91,119	72,938	66,005	52,366
Total taxes receivable end of year	921,323	903,928	826,255	729,457
Land sales severance tax and other revenues	0.00	0.00	4,166	345
Total received by College	<u>\$ 11,083,565</u>	<u>\$ 10,928,512</u>	<u>\$ 10,705,164</u>	<u>\$ 10,024,836</u>
Tax levy rate (per \$1,000 assessed value)	\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128
 Total tax collections in subsequent years	 \$ N/A	 \$ 561,361	 \$ 694,648	 \$ 697,348
Total collections to date	\$ 10,559,245	\$ 11,030,175	\$ 10,889,148	\$ 10,372,362
Percentage of levy collected	93.00%	97.89%	98.68%	99.55%

Source: Rogue Community College Budget and Financial Services

<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>	<u>2003-04</u>	<u>2002-03</u>
\$ 9,879,788	\$ 9,358,508	\$ 8,770,235	\$ 8,277,703	\$ 7,850,939	\$ 7,473,551
9,210,075	8,734,514	8,290,870	7,727,728	7,362,446	6,955,038
93.22%	93.33%	94.53%	93.36%	93.78%	93.06%
300,622	(224,913)	187,032	(263,684)	(209,635)	(190,121)
493,004	414,255	506,751	502,616	565,308	535,039
285,952	212,408	301,404	288,375	333,915	323,472
(2,106)	(25,970)	(26,878)	6,219	(7,635)	25,349
54,088	55,264	69,497	17,923	20,018	20,935
574,037	493,004	414,255	506,751	502,616	565,308
2,706	5,222	3,486	13,000	7,086	31,792
<u>\$ 9,552,821</u>	<u>\$ 9,007,408</u>	<u>\$ 8,665,257</u>	<u>\$ 8,047,026</u>	<u>\$ 7,723,465</u>	<u>\$ 7,331,237</u>
\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128
\$ 654,849	\$ 616,576	\$ 474,962	\$ 544,104	\$ 488,493	\$ 518,513
\$ 9,864,924	\$ 9,351,090	\$ 8,765,832	\$ 8,271,832	\$ 7,850,939	\$ 7,473,551
99.85%	99.92%	99.95%	99.93%	100.00%	100.00%

Property Tax Levies and Collections - Debt Service Fund
Last Seven Fiscal Years - (unaudited)

	2011-12	2010-11	2009-10	2008-09
Debt Service Fund				
Levy extended by assessor	\$ 1,753,567	\$ 1,938,022	\$ 1,833,643	\$ 1,742,972
Reduction of taxes receivable:				
Current year	1,631,852	1,800,335	1,690,821	1,613,969
Percentage of levy	93.06%	92.90%	92.21%	92.60%
Tax roll adjustments and discounts	(53,529)	(58,716)	(66,436)	(53,153)
Beginning taxes receivable:				
Prior year	143,509	130,706	122,544	99,485
Reduction of taxes receivable:				
Prior year	79,034	62,508	65,423	51,235
Tax roll adjustments and discounts	(1,299)	(3,661)	(2,856)	(1,556)
Interest	15,608	11,688	11,316	8,073
Total taxes receivable end of year	139,254	143,509	130,706	122,544
Land sales severance tax and other revenues	0	0	0	0
Total received by College	\$ 1,726,494	\$ 1,874,531	\$ 1,767,560	\$ 1,673,277
Tax levy rate (per \$1,000 assessed value)	\$.1065	\$ 0.1191	\$ 0.1150	\$ 0.1128
 Total collections in subsequent years	 \$ N/A	 \$ 85,065	 \$ 121,980	 \$ 121,127
Total collections to date	\$ 1,631,852	\$ 1,716,917	\$ 1,812,801	\$ 1,735,096
Percentage of levy collected	93.06%	97.91%	98.86%	99.55%

Note: Bond began in 2005-06, no prior history available.

Source: Rogue Community College Budget and Financial Services

2007-08	2006-07	2005-06
\$ 1,764,076	\$ 1,722,600	\$ 1,634,536
1,639,308	1,601,632	1,545,507
92.93%	92.98%	94.55%
(57,194)	(61,885)	(44,428)
77,066	44,601	0
46,221	25,374	0
1,066	(1,244)	0
7,006	5,880	2,698
99,485	77,066	44,601
0	0	0
\$ 1,692,535	\$ 1,632,886	\$ 1,548,205
\$ 0.1195	\$ 0.1237	\$ 0.1251
\$ 121,686	\$ 119,424	\$ 87,955
\$ 1,760,994	\$ 1,721,056	\$ 1,633,462
99.83%	99.91%	99.93%

Ratios of Outstanding Debt Last Ten Fiscal Years - (unaudited)

	2011-12	2010-11	2009-10	2008-09
General obligation and refunding bonds	\$ 20,950,000	\$ 21,000,000	\$ 21,735,000	\$ 22,420,000
General bonded debt	20,950,000	21,000,000	21,735,000	22,420,000
Limited tax pension obligation bonds	\$ 19,410,000	\$ 19,800,000	\$ 20,125,000	\$ 20,385,000
Certificates of participation	265,000	390,000	510,000	620,000
Note payable	223,996	236,887	249,098	260,664
Capital leases	0	0	0	0
Other debt to be repaid by general government resources	19,898,996	20,426,887	20,884,098	21,265,664
Total outstanding debt	\$ 40,848,996	\$ 41,426,887	\$ 42,619,098	\$ 43,685,664
General Bonded Debt Ratios				
Per capita	\$ 73.05	\$ 72.08	\$ 74.77	\$ 77.69
Per FTE	\$ 3,664	\$ 3,386	\$ 3,712	\$ 4,506
As a percentage of taxable assessed value	.09%	0.10%	0.10%	.11%
Total Outstanding Debt Ratios				
Per capita	\$ 142.45	\$ 142.19	\$ 146.81	\$ 151.38
Per FTE	\$ 7,145	\$ 6,680	\$ 7,287	\$ 8,781
As a percentage of taxable assessed value	.18%	.19%	.20%	.21%

Note: Detail regarding the College's outstanding debt can be found in the notes to the financial statements.

Source: County Tax Assessor's Office and Rogue Community College Budget and Financial Services Office.

2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
<u>\$ 23,025,000</u>	<u>\$ 23,540,000</u>	<u>\$ 24,000,000</u>	<u>\$ 24,000,000</u>	<u>\$ 0</u>	<u>\$ 0</u>
0	23,540,000	24,000,000	24,000,000	0	0
\$ 20,590,000	\$ 20,740,000	\$ 20,950,000	\$ 21,035,000	\$ 0	\$ 0
730,000	835,000	935,000	1,030,000	10,040,000	10,570,000
271,619	281,996	291,824	301,133	309,951	318,303
0	0	0	0	1,100	5,110
<u>21,591,619</u>	<u>21,856,996</u>	<u>22,176,824</u>	<u>22,366,133</u>	<u>10,351,051</u>	<u>10,893,413</u>
<u>\$ 44,616,619</u>	<u>\$ 45,396,996</u>	<u>\$ 46,176,824</u>	<u>\$ 70,366,133</u>	<u>\$ 10,351,051</u>	<u>\$ 10,893,413</u>

\$ 80.87	\$ 84.15	\$ 87.54	\$ 88.95	\$ 0	\$ 0
\$ 5,383	\$ 5,328	\$ 5,994	\$ 6,062	\$ 0	\$ 0
.11%	.12%	.13%	.14%	0%	0%

\$ 156.71	\$ 162.28	\$ 168.43	\$ 171.85	\$ 38.7	\$ 41.07
\$ 10,431	\$ 10,276	\$ 11,532	\$ 11,712	\$ 2,517	\$ 2,452
.22%	.24%	.26%	.28%	.07%	.07%

Direct and Overlapping Governmental Activities Debt
As of June 30, 2012 - (unaudited)

	Gross Property-tax Backed Debt	Net Property-tax Backed Debt	Percent Overlap
Direct Debt			
Rogue Community College	\$ 40,360,000	\$ 20,950,000	
Total Direct Debt	<u>\$ 40,360,000</u>	<u>\$ 20,950,000</u>	
Overlapping Debt			
Jackson County	20,625,000	20,625,000	100.0%
Cities:			
Ashland	31,949,519	4,590,000	100.0%
Butte Falls	59,533	59,533	100.0%
Central Point	3,128,266	885,000	100.0%
Eagle Point	759,502	759,502	100.0%
Gold Hill	314,070	314,070	100.0%
Jacksonville	2,595,000	0	100.0%
Medford	73,818,000	3,110,000	100.0%
Rogue River	122,000	122,000	100.0%
Shady Cove	543,495	543,495	100.0%
Talent	820,000	820,000	100.0%
Fire Districts and other:			
Rogue River #1	385,000	385,000	100.0%
Jackson County RFPD 5	1,985,000	1,985,000	100.0%
Jackson County Housing Authority	3,737,583	0	100.0%
School Districts:			
Ashland #5	33,275,000	33,275,000	100.0%
Central Point #6	19,420,000	19,420,000	100.0%
Eagle Point #9	23,115,000	23,115,000	100.0%
Medford #549C	218,270,000	218,270,000	100.0%
Phoenix #4	25,390,000	25,390,000	100.0%
Rogue River #35	2,415,000	2,415,000	100.0%

Direct and Overlapping Governmental Activities Debt
As of June 30, 2012 - (unaudited)

	Gross Property-tax Backed Debt	Net Property-tax Backed Debt	Percent Overlap
Overlapping Debt (continued)			
Josephine County	15,770,898	13,830,000	100.0%
Cities:			
Grants Pass	12,560,000	6,615,000	100.0%
Fire Districts and other:			
Illinois Valley RFPD #1	1,620,000	1,620,000	100.0%
Williams RFPD	0	0	100.0%
School Districts:			
Grants Pass #7	3,830,000	3,830,000	100.0%
Three Rivers	42,300,000	42,300,000	100.0%
Total Overlapping Debt	\$ 559,757,866	\$ 445,228,600	
Total Direct and Overlapping Debt	\$ 600,117,866	\$ 466,178,600	

Source: Oregon State Treasury

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the counties that the College does business in. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the College. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the College's boundaries and dividing it by the County's total taxable assessed value.

Computations of Legal Debt Margin Last Ten Fiscal Years - (unaudited)

Fiscal Year	True Cash Value of Taxable Property	Legal Debt Limitation (1)	Bonded Indebtedness	Bonded Debt Margin	Bonded Indebtedness As a Percentage of Legal Debt Limit
2011-12					
Jackson County	\$ 22,526,552,961	\$ 337,898,294	\$ 20,950,000	\$ 316,948,294	6.20%
Josephine County	7,574,999,491	113,624,992	0	113,624,992	0
2010-11					
Jackson County	24,611,610,456	369,174,156	21,000,000	348,174,156	5.69%
Josephine County	8,446,479,564	126,697,193	0	126,697,193	0
2009-10					
Jackson County	28,365,971,987	425,489,579	21,735,000	403,754,579	5.11%
Josephine County	9,182,833,828	137,742,507	0	137,742,507	0
2008-09					
Jackson County	31,152,790,422	467,291,856	22,420,000	444,871,856	4.80%
Josephine County	10,271,803,111	154,077,047	0	154,077,047	0
2007-08					
Jackson County	31,687,848,811	475,317,732	23,025,000	452,292,732	4.84%
Josephine County	10,626,563,720	159,398,456	0	159,398,456	0
2006-07					
Jackson County	28,839,149,411	432,587,241	23,540,000	409,047,241	5.44%
Josephine County	9,900,996,388	148,514,945	0	148,514,945	0
2005-06					
Jackson County	23,570,940,813	353,564,112	24,000,000	329,564,112	6.79%
Josephine County	8,017,637,670	120,264,565	0	120,264,565	0
2004-05					
Jackson County	20,018,503,911	300,277,559	24,000,000	276,277,559	7.99%
Josephine County	6,502,753,771	97,541,307	0	97,541,307	0
2003-04					
Jackson County	17,054,270,266	255,814,054	0	255,814,054	0
Josephine County	5,478,748,706	82,181,231	0	82,181,231	0
2002-03					
Jackson County	16,894,805,231	253,422,078	0	253,422,078	0
Josephine County	4,449,477,643	66,742,165	0	66,742,165	0

(1) The legal debt limitation is calculated at 1.5% of true cash value of the property in the College according to ORS 341.613(2).

Note: Bonded indebtedness may be incurred for a specific service area only and not for the general benefit of the College.

Source: Rogue Community College Budget and Financial Services.

Demographic and Economic Statistics by County
Last Ten Fiscal Years - (unaudited)

Year Ended	Estimated Population	Total Personal Income	Per Capita Income	Median Age (1)	Percent of Population With A Bachelors Degree or Higher (1)	Unemployment Rate
2011-12						
Jackson	203,950	\$ N/A	\$ 24,410	42.1	18.4	10.8
Josephine	82,820	N/A	21,539	47.3	17.1	11.7
2010-11						
Jackson	207,745	6,951,654	24,182	42.1	21.5	11.4
Josephine	83,600	2,450,499	21,256	47.3	12.2	12.5
2009-10						
Jackson	207,010	6,907,021	23,933	42.0	21.5	12.7
Josephine	83,665	2,429,273	19,644	47.2	16.0	14.3
2008-09						
Jackson	205,305	6,911,440	24,001	40.7	24.5	13.1
Josephine	83,290	2,377,327	20,257	44.6	13.4	14.7
2007-08						
Jackson	202,310	6,669,870	23,460	40.6	22.8	7.4
Josephine	82,390	2,247,384	22,389	44.6	17.3	8.4
2006-07						
Jackson	198,615	6,255,659	22,546	40.4	25.1	5.5
Josephine	81,125	2,119,741	20,495	43.8	15.6	6.9
2005-06						
Jackson	194,515	5,901,191	22,412	39.7	23.7	5.7
Josephine	79,645	2,032,614	20,003	43.4	16.1	6.6
2004-05						
Jackson	191,200	5,599,137	28,531			6.2
Josephine	78,600	1,929,716	23,367			7.3
2003-04						
Jackson	189,100	5,214,284	27,089			7.2
Josephine	78,350	1,784,905	22,273			8.2
2002-03						
Jackson	187,600	4,939,787	26,398			8.0
Josephine	77,650	1,743,838	22,425			9.5

(1) Information only available in these years

Source: Rogue Community College Budget and Financial Services.

Full-Time Equivalent (FTE) Employees
Last Ten Fiscal Years - (unaudited)

Fiscal Year	Management	Classified	Part-Time Classified	Faculty	Part-Time Faculty	Students	Total
2011-12	54	159	14	109	166	130	632
2010-11	50	161	14	117	167	120	629
2009-10	45	158	15	106	161	120	605
2008-09	43	148	12	91	141	123	558
2007-08	41	147	9	84	130	142	553
2006-07	44	151	12	88	130	141	566
2005-06	47	165	13	95	140	166	626
2004-05	48	161	17	92	120	176	614
2003-04	49	149	20	91	93	164	566
2002-03	49	150	21	95	87	163	565

Source: Rogue Community College Budget and Financial Services

Tuition Rates and Enrollment Statistics
Last Ten Fiscal Years - (unaudited)

Fiscal Year	Tuition Rate Per Credit Hour		Total FTE	Total Reimbursable FTE	Unduplicated Headcount
	In-District	Out-Of-State			
2011-12	\$ 85	\$ 104 *	5,717.34	5,653.78	16,956
2010-11	75	91	6,201.91	6,097.74	18,647
2009-10	73	89	5,855.87	5,762.64	19,596
2008-09	68	83	4,975.21	5,012.23	19,061
2007-08	66	80	4,277.13	4,297.69	17,782
2006-07	64	77	4,417.78	4,144.85	19,737
2005-06	59	71	4,115.82	4,105.18	16,560
2004-05	59	71	4,088.41	4,053.10	14,591
2003-04	59	71	4,211.74	4,212.09	14,247
2002-03	49	59	4,513.24	4,537.70	14,942

* Residents of Washington, Idaho, California, and Nevada pay an in-state tuition rate of \$85.
International students tuition is \$284.

Note: Headcounts are much higher in 2006-07 than in all other years due to a large number of 2+2 students from prior years registered into Fall Term 06-07. Also, for the years 2007, 2008 and 2009, the State froze FTE so the Total FTE will be less than the Total Reimbursable FTE rates.

Source: Rogue Community College Budget and Financial Services.

Operating Indicators by Function
Last Ten Fiscal Years - (unaudited)

	2011-12	2010-11	2009-10	2008-09
Lower Division Transfer Courses	3,094.96	3,154.68	2,895.78	2,301.77
Professional Technical Preparatory	1,009.56	1,050.32	1,022.92	919.29
Professional Technical Supplemental	76.47	124.42	158.69	122.74
Professional Technical Apprentice	33.75	36.4	40.93	59.51
English as a Second Language	115.35	167.74	171.5	169.88
Adult Basic Education	249.72	313.41	284.21	293.93
General Equivalency Diploma	104.4	130.86	116.86	85.47
Post Secondary Remedial	900.49	1,058.62	953.85	828.56
Self Improvement	69.08	101.23	141.1	118.5
Total Reimbursable FTE *	5,653.78	6,137.68	5,785.84	4,899.65
Non-reimbursable	63.56	64.23	70.03	75.56
Total FTE	5,717.34	6,201.91	5,855.87	4,975.21
State Appropriation	\$ 5,967,177.2	\$ 5,821,722.0	\$ 7,175,209	\$ 7,857,286
State Appropriation per Reimbursable FTE	\$ 1,055.4315	\$ 948.5216	\$ 1,240.1326	\$ 1,603.6423

* Prior to 11-week Hold Harmless calculation done at the State level.

Source: Rogue Community College Budget and Financial Services

2007-08	2006-07	2005-06	2004-05	2003-04	2002-03
1,958.1	1,922.45	1,882.18	1,839.96	1,861.89	1,872.87
782.2	757.88	677.4	717.56	734.98	778.61
92.64	105.43	115.36	106.47	93.71	85.37
71.06	68.58	68.89	57.82	53.31	54.64
183.14	175.71	163.44	168.11	157.63	149.81
246.53	210.83	177.36	162.48	174.8	201.69
99.71	75.89	76.5	68.2	85.09	85.75
585.78	563.2	657.36	632.67	710	936.98
184.53	170.49	185.8	205.63	240.24	277.26
4,203.69	4,050.46	4,004.29	3,958.9	4,111.65	4,442.98
73.44	367.32	111.53	129.51	100.09	70.26
4,277.13	4,417.78	4,115.82	4,088.41	4,211.74	4,513.24
\$ 9,227,167	\$ 7,393,684	\$ 9,513,750	\$ 8,847,878	\$ 9,537,052	\$ 9,065,029
\$ 2,195.016	\$ 1,825.3937	\$ 2,375.8894	\$ 2,234.9334	\$ 2,316.5194	\$ 2,040.3038

Capital Assets Activity
Last Ten Fiscal Years - (unaudited)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
2011-12				
Land	\$ 3,827,853	\$ 0	\$ 0	\$ 3,827,853
Buildings	37,855,019	2,511,200	0	40,366,219
Equipment	2,964,863	333,366	24,706	3,273,523
Construction in progress	1,722,567	916,138	2,632,499	6,206
Infrastructure	1,797,825	0	0	1,797,825
Library Collections	556,364	30,060	0	586,424
Software	833,355	0	0	833,355
Total capital and other assets	49,557,846	3,790,764	2,657,205	50,691,405
Less accumulated depreciation	13,701,293	1,177,785	13,381	14,865,697
Total	<u>\$ 35,856,553</u>	<u>\$ 2,612,979</u>	<u>\$ 2,643,824</u>	<u>\$ 35,825,708</u>
2010-11				
Land	\$ 3,827,853	\$ 0	\$ 0	\$ 3,827,853
Buildings	37,503,316	351,703	0	37,855,019
Equipment	2,760,326	244,339	39,802	2,964,863
Construction in progress	1,088,929	985,340	351,702	1,722,567
Infrastructure	1,797,825	0	0	1,797,825
Library Collections	525,080	31,284	0	556,364
Software	833,355	0	0	833,355
Total capital and other assets	48,336,684	1,612,666	391,504	49,557,846
Less accumulated depreciation	12,600,247	1,137,160	36,114	13,701,293
Total	<u>\$ 35,736,437</u>	<u>\$ 475,506</u>	<u>\$ 355,390</u>	<u>\$ 35,856,553</u>
2009-10				
Land	\$ 3,448,912	\$ 378,941	\$ 0	\$ 3,827,853
Buildings	37,503,316	0	0	37,503,316
Equipment	2,500,125	275,197	14,996	2,760,326
Construction in progress	0	1,088,929	0	1,088,929
Infrastructure	1,797,825	0	0	1,797,825
Library Collections	496,491	28,589	0	525,080
Software	833,355	0	0	833,355
Total capital and other assets	46,580,024	1,771,656	14,996	48,336,684
Less accumulated depreciation	11,462,867	1,152,376	14,996	12,600,247
Total	<u>\$ 35,117,157</u>	<u>\$ 619,280</u>	<u>\$ 0</u>	<u>\$ 35,736,437</u>

Capital Assets Activity

Last Ten Fiscal Years - (unaudited) (continued)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
2008-09				
Land	\$ 2,908,177	\$ 540,735	\$ 0	\$ 3,448,912
Buildings	28,138,753	9,955,992	591,429	37,503,316
Equipment	2,103,437	396,688	0	2,500,125
Construction in progress	9,135,091	850,467	9,985,558	0
Infrastructure	1,797,825	0	0	1,797,825
Library Collections	444,977	51,514	0	496,491
Software	833,355	0	0	833,355
Total capital and other assets	45,361,615	11,795,396	10,576,987	46,580,024
Less accumulated depreciation	10,425,612	1,087,950	50,694	11,462,868
Total	<u>\$ 34,936,003</u>	<u>\$ 10,707,446</u>	<u>\$ 10,526,293</u>	<u>\$ 35,117,156</u>
2007-08				
Land	\$ 2,908,177	\$ 0	\$ 0	\$ 2,908,177
Buildings	28,052,018	86,735	0	28,138,753
Equipment	1,994,432	131,292	22,287	2,103,437
Construction in progress	2,266,834	6,868,257	0	9,135,091
Infrastructure	1,797,825	0	0	1,797,825
Library Collections	386,865	58,112	0	444,977
Software	833,355	0	0	833,355
Total capital and other assets	38,239,506	7,144,396	22,287	45,361,615
Less accumulated depreciation	9,560,523	883,083	17,994	10,425,612
Total	<u>\$ 28,678,983</u>	<u>\$ 6,261,313</u>	<u>\$ 4,293</u>	<u>\$ 34,936,003</u>
2006-07				
Land	\$ 2,908,177	\$ 0	\$ 0	\$ 2,908,177
Buildings	26,889,816	1,389,969	227,767	28,052,018
Equipment	1,818,907	182,415	6,890	1,994,432
Construction in progress	470,320	2,426,117	629,603	2,266,834
Infrastructure	1,538,191	259,634	0	1,797,825
Library collections	369,051	17,814	0	386,865
Software	833,355	0	0	833,355
Total capital and other assets	34,827,817	4,275,949	864,260	38,239,506
Less accumulated depreciation	8,795,441	909,319	144,237	9,560,523
Total	<u>\$ 26,032,376</u>	<u>\$ 3,366,630</u>	<u>\$ 720,023</u>	<u>\$ 28,678,983</u>

Capital Assets Activity
Last Ten Fiscal Years - (unaudited) (continued)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
2005-06				
Land	\$ 1,928,642	\$ 994,535	\$ 15,000	\$ 2,908,177
Buildings	15,550,054	11,339,762	0	26,889,816
Equipment	1,452,779	366,128	0	1,818,907
Construction in progress	5,162,799	1,627,232	6,319,711	470,320
Leasehold improvements	2,000,597	0	2,000,597	0
Infrastructure	1,336,918	201,273	0	1,538,191
Library collections	351,665	17,386	0	369,051
Software	833,355	0	0	833,355
Total capital and other assets	28,616,809	14,546,316	8,335,308	34,827,817
Less accumulated depreciation	9,615,964	833,359	1,653,882	8,795,441
Total	<u>\$ 19,000,845</u>	<u>\$ 13,712,957</u>	<u>\$ 6,681,426</u>	<u>\$ 26,032,376</u>
2004-05				
Land	\$ 1,928,642	\$ 0	\$ 0	\$ 1,928,642
Buildings	15,550,054	0	0	15,550,054
Equipment	942,037	521,942	11,200	1,452,779
Construction in progress	0	5,162,799	0	5,162,799
Leasehold improvements	2,000,597	0	0	2,000,597
Infrastructure	1,336,918	0	0	1,336,918
Library collections	334,232	17,433	0	351,665
Software	833,355	0	0	833,355
Total capital and other assets	22,925,835	5,702,174	11,200	28,616,809
Less accumulated depreciation	8,793,133	833,881	11,050	9,615,964
Total	<u>\$ 14,132,702</u>	<u>\$ 4,868,293</u>	<u>\$ 150</u>	<u>\$ 19,000,845</u>
2003-04				
Land	\$ 1,312,322	\$ 616,320	\$ 0	\$ 1,928,642
Buildings	12,569,706	2,980,348	0	15,550,054
Equipment	1,139,911	127,274	325,148	942,037
Construction in progress	967,363	0	967,363	0
Leasehold improvements	2,000,597	0	0	2,000,597
Infrastructure	518,674	818,244	0	1,336,918
Library collections	290,888	43,344	0	334,232
Software	833,355	0	0	833,355
Total capital and other assets	19,632,816	4,585,530	1,292,511	22,925,835
Less accumulated depreciation	8,283,898	786,340	277,105	8,793,133
Total	<u>\$ 11,348,918</u>	<u>\$ 3,799,190</u>	<u>\$ 1,015,406</u>	<u>\$ 14,132,702</u>

Capital Assets Activity

Last Ten Fiscal Years - (unaudited) (continued)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
2002-03				
Land	\$ 1,312,322	\$ 0	\$ 0	\$ 1,312,322
Buildings	12,569,706	0	0	12,569,706
Equipment	1,388,768	52,563	301,420	1,139,911
Construction in progress	816,350	151,013	0	967,363
Leasehold improvements	2,000,597	0	0	2,000,597
Infrastructure	518,674	0	0	518,674
Library collections	244,715	46,173	0	290,888
Software	833,355	0	0	833,355
Total capital and other assets	19,684,487	249,749	301,420	19,632,816
Less accumulated depreciation	7,795,929	789,389	301,420	8,283,898
Total	<u>\$ 11,888,558</u>	<u>\$ (539,640)</u>	<u>\$ 0</u>	<u>\$ 11,348,918</u>

Note:

During the conversion in 2003 to GASB 34 the College restated its capital assets and established appropriate costs in accordance with generally accepted accounting principles.

An adjustment was made to reflect the application of accounting principles related to the reporting of capital assets. The effect of the adjustment on capital assets is as follows:

	As Previously Reported June 30, 2002	Prior Period Adjustment	As Restated July 1, 2002
Land	\$ 1,312,322	\$ -	\$ 1,312,322
Buildings	13,747,931	(1,178,225)	12,569,706
Equipment	1,388,768	-	1,388,768
Construction in progress	816,350	-	816,350
Leasehold improvements	2,000,597	-	2,000,597
Infrastructure		518,674	518,674
Library collections		244,715	244,715
Software		833,355	833,355
Total capital assets	19,265,968	418,519	19,684,487
Less: accumulated depreciation	-	7,795,929	7,795,929
Total capital assets, net	<u>\$ 19,265,968</u>	<u>\$ (7,377,410)</u>	<u>\$ 11,888,558</u>

Source: Rogue Community College Budget and Financial Services

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Audit Comments - Disclosures and Comments Required by State Regulations

Oregon Administrative Rules 162-010-0050 through 162-010-0320 of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments and disclosures required in audit reports. The required financial statements and schedules are set forth in preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth following.



Independent Auditor's Comments
Required by Oregon State Regulations

We have audited the basic financial statements of Rogue Community College (the College) as of and for the year ended June 30, 2012, and have issued our report thereon dated December 04, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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 grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements 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.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- Deposit of public funds with financial institutions (ORS Chapter 295).
- Indebtedness limitations, restrictions and repayment.
- Budgets legally required (ORS Chapter 294).
- Insurance and fidelity bonds in force or required by law.
- Programs funded from outside sources.
- Authorized investment of surplus funds (ORS Chapter 294).
- Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).

In connection with our testing nothing came to our attention that caused us to believe the College was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

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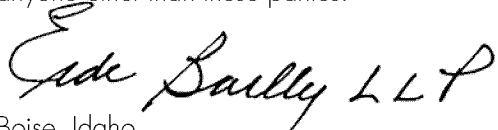
OAR 162-10-0230 Internal Control

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. See finding 2012-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

This report is intended solely for the information and use of the Board of Education and management of Rogue Community College and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

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Boise, Idaho
December 04, 2012

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Rogue Community College
Grants Pass, Oregon

Government Audit Standards and A-133 Reports

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Rogue Community College
Grants Pass, Oregon

Government Audit Standards 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*

To the Board of Education
Rogue Community College
Grants Pass, Oregon

We have audited the financial statements of Rogue Community College (the College), as of and for the year ended June 30, 2012, which collectively comprise the College's basic financial statements and have issued our report thereon dated December 04, 2012. 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

Management of the College is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the College's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions 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 *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. See finding 2012-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

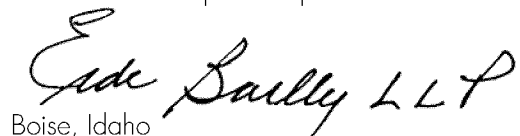
As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect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

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

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

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Boise, Idaho

December 04, 2012

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Rogue Community College
Grants Pass, Oregon

A-133 (Single Audit) Report



Independent Auditor's Report on Compliance with Requirements that could have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with *OMB Circular A-133*

To the Board of Education
Rogue Community College
Grants Pass, Oregon

Compliance

We have audited Rogue Community College's (the College) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2012. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the College's management. Our responsibility is to express an opinion on the College's compliance based on our audit.

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

In our opinion, the Rogue Community College, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control over Compliance

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 the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

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

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

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


Boise, Idaho

December 04, 2012

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor's report issued Unqualified

Internal control over financial reporting

Material weaknesses identified? No

Significant deficiency identified not considered to be material weaknesses? Yes

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs

Material weaknesses identified? No

Significant deficiency identified not considered to be material weaknesses? None reported

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

Any audit findings disclosed what are required to be reported in accordance with Circular A-133, Section 510(a)? No

Identification of major programs:

Name of Federal Program	CFDA Number
U. S. Department of Education Direct Programs	
Pell Grant Program	84.063
Federal Work-Study Program	84.033
Direct Loan Program	84.268
Supplemental Educational Opportunity Grants Program	84.007

Dollar threshold used to distinguish between Type A and Type B programs \$1,005,603

Auditee qualified as low-risk auditee? Yes

Section II – Financial Statement Findings

2012-01 – Accounts Receivable Reconciliation

Condition – During the audit, there was difficulty in reconciling the student accounts receivable, agency accounts receivable and the clearing accounts receivable due to a programming error noted in prior years as it relates to the applies function.

Cause – In prior year's there was a programming error when it came to applies on various payments between the student accounts receivable, the agency accounts receivable, and the clearing receivable account.

Effect – Management was not able to produce an accurate aging of the student accounts receivable, agency accounts receivable, and clearing receivable. Management was able to identify the plugs that had been used in prior years between the three receivable accounts to reconcile the three receivable accounts in total; however they were unable to identify where they should have been posted to the various detail receivables (i.e. individual student accounts, individual agency receivables, etc.).

Recommendation – Management should reconcile the subsidiary ledgers for the student accounts receivable, agency accounts receivable, and the clearing accounts receivable and correct the "applies" error that had taken place in the individual subsidiary accounts. This will enable management to remove the "plugs" between the three separate accounts to reconcile to the general ledger as well as provide for more meaningful, accurate financial reporting.

Management's Response – The programming error includes two flaws in the original design of the RogueNet Accounts Receivable Module (installed in 1997). The flaws in the original design did not misstate the student's or agency accounts; therefore student and agency balances were correct.

The flaws included:

1. The system did not track the uninvoiced agency vouchers that were applied to the students account.
2. When payment was made on a transaction, it always credited the student accounts receivable account; when it should have, at the time, credited the agency accounts receivable account.

Prior to 2000 a rewrite of the system took place, correcting the original design flaws. Therefore after this time frame the system was working appropriately.

The transactions that took place prior to the rewrite were fixed. Unfortunately, the information that ties a payment transaction to a charge transaction was not updated. This causes the underlying data to misrepresent the student's actual balance. Instead of fixing all of the underlying transactions, summary adjustments were made in the accounts receivable system.

Corrective Action Plan (CAP)

Actions Planned in Response to Finding – The College has identified approximately 5,500 student accounts that appear to have been affected by the design flaws. The College will check each of these student's accounts individually. When a "bad" transaction is found, it will be removed and replaced by a new transaction that contains all of the relevant information and it will be applied to the correct AR account. Our final step will be to review all student accounts; verifying the account balance is correct.

Explanation of Disagreement – None

Official Responsible for Ensuring Corrective Action – Lisa Stanton, Interim Chief Financial Officer

Planned Completion for Corrective Action – August 2013

Plan to Monitor Completion of Corrective Action - The College will have at least a bi-weekly meeting/check-in session with individuals relevant to the project to ensure progress and to discuss the issues that have been identified.

Business Office staff will also conduct a monthly review/reconciliation to determine sufficient progress to meet the planned completion timeline.

Section III – Federal Award Findings and Questioned Costs

None

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures
U.S. Department of Education			
Direct Grants:			
Financial Aid Cluster:			
Pell Grant Program	84.063 (*)		\$ 14,669,758
Federal Work-Study Program	84.033 (*)		149,106
Direct Loan Program	84.268 (*)		16,223,783
Supplemental Educational Opportunity Grants Program	84.007 (*)		127,237
TRIO Cluster:			
TRIO - Student Support Services	84.042A		238,000
TRIO - Educational Opportunity Center	84.066A		234,087
TRIO - Talent Search	84.044A		226,072
Passed through Oregon Department of Education:			
Perkins Vocational Education	84.048A	22144/1916	415,813
Perkins Non-Traditional	84.048	22272	9,050
Passed through Oregon Department of Community Colleges and Workforce Development:			
Adult Basic Education Program	84.002	EE9111218	334,708
Adult Basic Skills Learning Standards	84.002	IGRA0487	10,730
OPABS - Oregon Pathways for Adult Basic Skills	84.048	IGRA0502	16,649
OCCURS - Oregon Community College Unified Reporting System	84.048	IGA0447	63,202
First Term to First Year Persistence	84.048	IGA0427	9,342
Nursing - Clinical Education Redesign & Evaluation Project	84.048	IGRA0473	20,000
Passed through Southern Oregon Education Service District:			
Perkins Vocational Education	84.048		58,577
Total U.S. Department of Education			\$ 32,806,114

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2012

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Agriculture			
Direct Grant:			
RBEF - Next Level Economic Gardening	10.769		25,000
RBEF - Josephine County Business Impact Services	10.769		31,560
Total U.S. Department of Agriculture			\$ 56,560
U.S. Small Business Administration			
Passed through Oregon Small Business Development Center Network:			
Small Business Assistance	59.037	136/153	71,617
Small Business Jobs Act	59.037	SBJ11-153/1	57,200
Total U.S. Small Business Administration			\$ 128,817
National Science Foundation			
Direct Grant:			
Contextualizing CTE in Math: A Community College and High School Project	47.076	DUE-100282	\$ 68,481
U.S. Department of Labor			
Direct Grant:			
Construction Technology - Community Based Job Training	17.269	CB-17296-08	337,161
Passed through Clackamas Community College:			
CASE - The Oregon Credentials, Acceleration and Support for Employment	17.282	TC-22511-11	21,791
Passed through Portland Community College:			
Healthcare Oregon Pathways Employment (HOPE)	17.269	13-423031-0	51,346
Total U.S. Department of Labor			\$ 410,298

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2012

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Housing and Urban Development			
Passed through the City of Grants Pass:			
Community Development Block Grant - Josephine County Microenterprise Assistance Program	14.225	MO9023	\$ 47,847
National Endowment for the Humanities			
Passed through Oregon Humanities			
Public Program Grant - I'm Just Like You Only Different	45.164	314	\$ 1,990
			<u>\$ 33,520,107</u>

(*) Denotes a major program cluster.

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of the College under programs of the federal government for the year ended June 30, 2012. The information in this Schedule is presented in accordance with the requirements of *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operation of the College, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of the College.

2. Summary of Significant Accounting Policies

- a) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in *OMB Circular A-122, Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- b) Pass-through entity identifying numbers are presented where available.

3. Career and Technical Education Grant

The Career and Technical Education Grant received by the College was passed through to the College by various agencies. The total expended by the College under CFDA 84.048 for the year ended June 30, 2012, was \$592,633.