

Comprehensive Annual Financial Report

Rogue Community College

Grants Pass, Oregon

For the Year Ended June 30, 2013

Report prepared by the Budget and Financial Services Department

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3345 Redwood Hwy
Grants Pass, OR 97527-9298

January 21, 2014

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, 2013, 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 chapter 294 and 310. 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 2012-13 was 5,459 and the unduplicated headcount for the same period was 16,643.

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 2013 is estimated at 285,919, which is an 6.9% increase since 2004.

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

During the Great Recession the Rogue Valley has suffered worse than the rest of the state as a whole in terms of personal income losses. Currently, Medford is leading the state in job creation rates in the private sector. Even with this momentum, there is still a lot of ground to cover before reaching prerecession levels of employment. As of June 2013 the unemployment rate is 10% for Jackson County and 11.4% for Josephine County. This is a 1.1% and .5% decrease from the prior year.

Much like the nation, Oregon's economy continues to improve; however the rate of improvement remains subpar when compared with historical periods of expansion. Unlike the U.S., Oregon's private sector employment growth has accelerated in recent months to 2.5 percent. This increase is largely due to improving economies in regions of the state outside of the Portland metropolitan area. The recent acceleration in employment is expected to hold steady over the next two years stabilizing Oregon's economy. In addition, many forecasters are focusing less on the probability of a recession and are more concerned with the quality of the recovery and the types of jobs being added. Even with the economy stabilizing, Oregon is not expected to recover all of the jobs it has lost until the end of 2015.

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 was not 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 was 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 increased by .56% or \$71,303 in 2012-13. The College received \$12.8 million in property taxes for 2013; of the amount received, \$1.75 million or 13.68% is restricted for debt service payment.

Tuition and Fee revenue accounts for approximately 24.63% of revenue. For 2013 the College collected \$18.9 million in tuition and fees. The College experienced a 5.15% decline in FTE for 2012-13 and expects to see a similar decline in 2013-14.

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 Team 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.

Independent Audits

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 has completed their examination of the College's basic financial statements and, accordingly, has included their Independent Auditor's Report in the Financial Section of this CAFR.

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

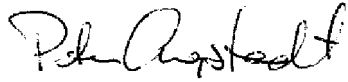
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rogue Community College for its comprehensive annual financial report for the fiscal year ended June 30, 2012. This was the tenth consecutive 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,

A handwritten signature in black ink, appearing to read "Peter Angstadt".

Peter Angstadt, Ph.D.
President

A handwritten signature in black ink, appearing to read "Lisa Stanton".

Lisa Stanton
Chief Financial Officer

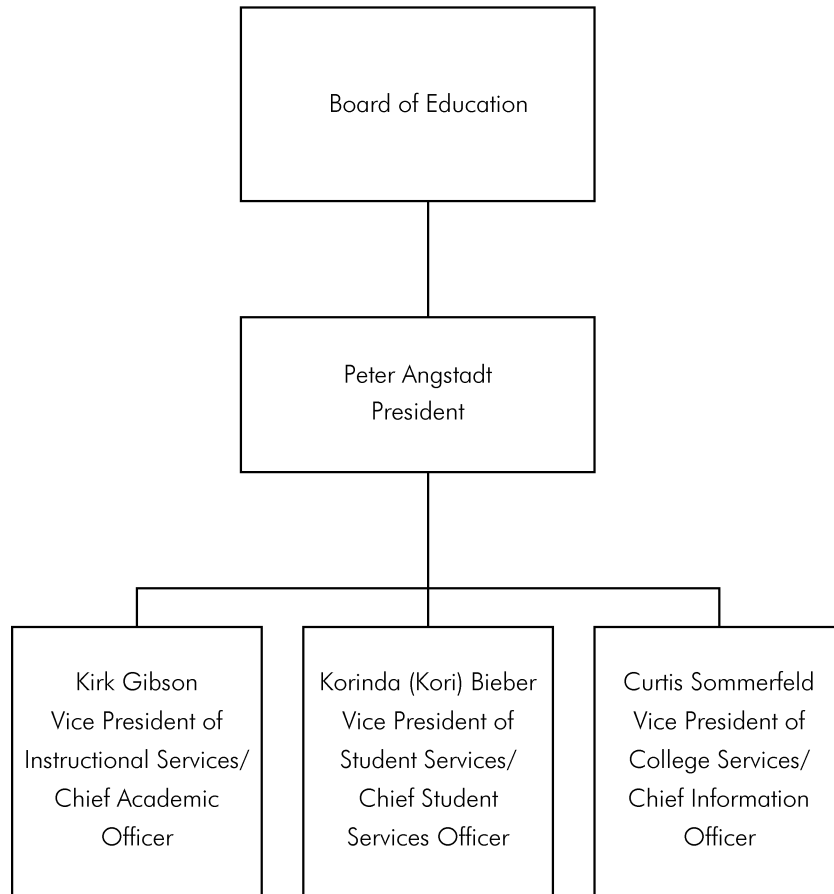
ELECTED/APPOINTED OFFICIALS

Timothy Johnson 1467 China Gulch Road Jacksonville, OR 97530	Chairperson
Randy Sparacino 638 Oakley Street Central Point, OR 97502	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
Joseph Davis, Esq. 823 Alder Creek Drive Medford, OR 97504	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	Chief Financial Officer





Government Finance Officers Association

**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, 2012

A handwritten signature in black ink, reading "Jeffrey R. Emer". The signature is written in a cursive, flowing style.

Executive Director/CEO



Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of Rogue Community College (the College) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions 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 \$7,692,117 as of June 30, 2013, and total revenues of \$1,481,933 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 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 Audit 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the College and component unit, as of June 30, 2013, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of funding progress on pages 11 through 17 and 43 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's financial statements. The introductory section, individual fund financial schedules, schedules of property tax transactions, and statistical section are presented for purposes of additional analysis and are not a required part of the 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 Organization*, and is also not a required part of the financial statements.

The individual fund financial schedules, the schedules of property tax transactions and the 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial schedules, the schedules of property tax transactions and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report December 31, 2013 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

The signature is written in a cursive, handwritten style. It appears to read "Eric Bailly LLP".

Boise, Idaho
December 31, 2013

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, 2013. 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 remained the same for the fiscal year ended June 30, 2013 as evidenced by:

- Student tuition and fees revenue decreasing only 5.15% or \$1 million from 2012. This decrease is attributable to a 4.5% decrease in student FTE, which is less than the College projected. The tuition rate was increased by \$2 per credit; bringing the current per credit cost to \$87. Additional information regarding enrollments is located in the Statistical Section.
- The College's student financial aid grants also decreased \$1.86 million or 5.93% from the prior year. The decrease 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 decreased 49.26% or \$3.79 million. This decrease is attributable to a decrease in State funding and the College receiving three of the eight quarterly payments in 2012-13, which were appropriated for the 2012-13 biennium. More information about FTE reimbursement is located in the revenue section of this analysis.
- The College's net position may serve, over time, as an indicator of the College's financial health. This report shows that assets exceeded liabilities by \$31.15 million at the close of the fiscal year.

One of the College's largest assets (\$13.6 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 Position*, *Statement of Revenues, Expenses and Changes in Net Position* 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 Position
As of June 30, 2013*

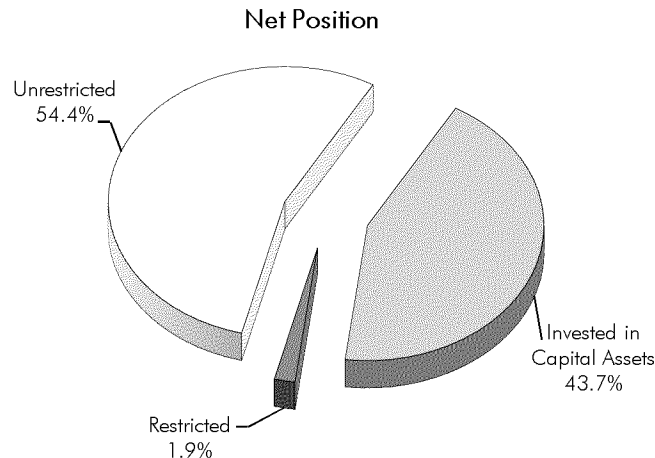
The *Statement of Net Position* presents information on all of the College's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position are indicators of the improvement or erosion of the College's financial health when considered along with non-financial facts such as enrollment levels and the condition of the facilities. The *Statement of Net Position* 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 position is the difference between assets and liabilities, and is one measure of the financial condition of the College.

	2013	2012	% Change
Assets			
Current assets	\$ 19,914,939	\$ 20,356,854	-2.17%
Capital assets, net of depreciation	35,135,602	35,825,708	-1.93%
Other non-current assets	19,154,841	18,665,285	2.62%
Total assets	<u>\$ 74,205,382</u>	<u>\$ 74,847,847</u>	<u>-0.86%</u>
Liabilities			
Current liabilities	\$ 3,847,703	\$ 3,647,013	5.50%
Long-term debt, non-current portion	39,210,979	41,012,621	-4.39%
Total liabilities	<u>43,058,682</u>	<u>44,659,634</u>	<u>-3.58%</u>
Net Position			
Net investment in capital assets	\$ 13,608,528	\$ 13,153,067	3.46%
Restricted	592,876	607,081	-2.34%
Unrestricted	16,945,296	16,428,065	3.15%
Total net position	<u>31,146,700</u>	<u>30,188,213</u>	<u>3.18%</u>
Total Liabilities and Net position	<u>\$ 74,205,382</u>	<u>\$ 74,847,847</u>	<u>-0.86%</u>

On June 30, 2013, the College's assets were approximately \$74.2 million. The College's current assets of \$19.9 million were sufficient to cover current liabilities of \$3.8 million. This represents a current ratio of 5.18. Currently, \$13.6 million is net investment in capital assets, and represents an increase of \$455,461 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 position consists primarily of amounts set aside for grants and debt service. Unrestricted net position is used for the continuing operations of the College.

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



*Analysis of the Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2013*

The *Statement of Revenues, Expenses and Changes in Net Position* presents the revenues earned and the expenses incurred during the year. All changes in net position 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 investments 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 position remain positive.

	2013	2012	% Change
Operating Revenues:			
Student tuition and fees	\$ 18,951,762	\$ 19,980,687	-5.15%
Student financial aid grants	29,282,493	31,128,994	-5.93%
Federal grants and contracts	2,070,948	2,306,020	-10.19%
State and local government grants and contracts	3,382,815	3,315,112	-2.04%
Auxiliary enterprises	3,012,341	3,263,140	-7.69%
Total operating revenues	56,700,359	59,993,953	-5.49%
Non-Operating Revenues:			
State community college support	3,902,363	7,690,282	-49.26%
Property taxes	12,779,883	12,708,580	0.56%
Investment income	2,327,212	674,452	245.05%
Amortization of premium on general obligation and refunding bonds	99,289	602,416	-83.52%
Other non-operating revenues	1,137,998	1,112,830	2.26%
Total non-operating revenues	20,246,745	22,788,560	-11.15%
Operating and Non-Operating Expenses:			
Instruction	16,959,707	17,602,427	-3.65%
Instructional support services	4,770,501	4,763,229	0.15%
Student services	8,457,690	8,757,710	-3.43%
Community services	637,728	696,173	-8.40%
College support services	6,522,004	6,578,074	-0.85%
Plant operations and maintenance	3,485,631	3,864,283	-9.80%
Scholarships and grants	31,995,666	33,719,682	-5.11%
Depreciation	1,232,604	1,177,785	4.65%
Loss on capital asset	1,040	5,323	-80.46%
Interest expense	1,791,596	1,818,453	-1.48%
Amortization of deferred charges	151,950	148,952	2.01%
Total operating and non-operating expenses	76,006,117	79,132,091	-3.95%
Income (loss) before contributions	940,987	3,650,422	-74.22%
Capital contributions – donated assets	17,500	0	100.00%
Change in net position	958,487	3,650,422	-73.74%
Net position, beginning of year	30,188,213	26,537,791	13.76%
Net position, end of year	\$ 31,146,700	\$ 30,188,213	3.18%

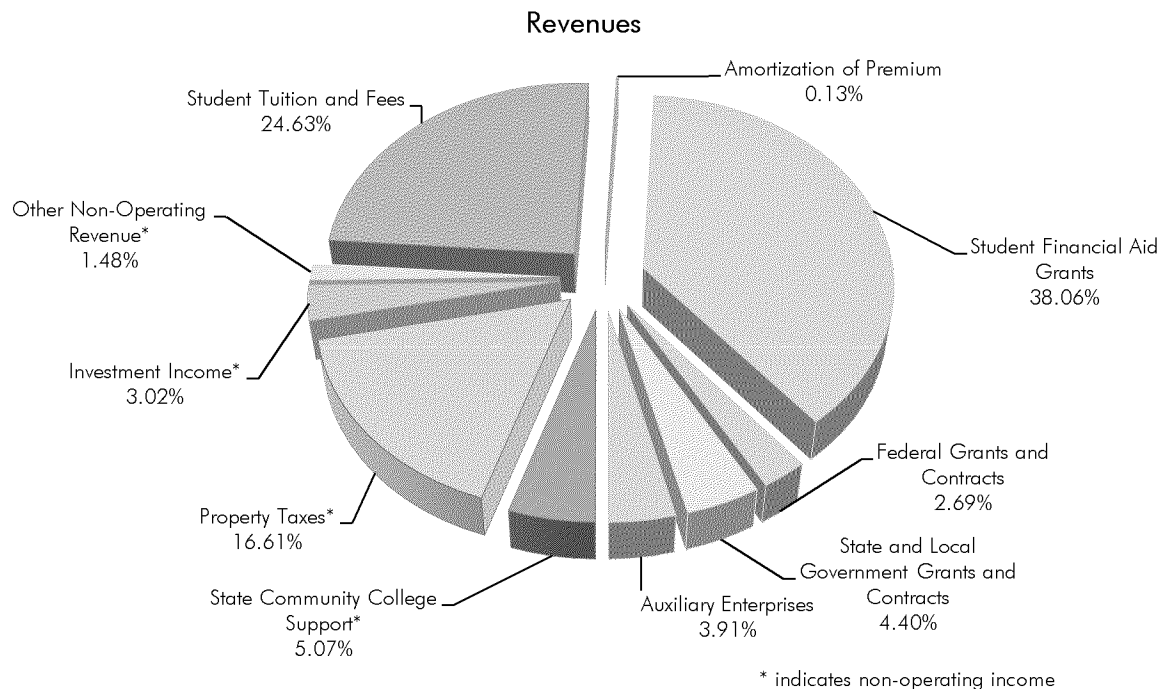
Revenues:

The *Statement of Revenues, Expenses and Changes in Net Position* 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 decreased by \$3.3 million or 5.49% between 2012 and 2013. 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 decreased 5.15% or \$1 million. The decrease was related to the 4.5% decrease in FTE.

The largest operating revenue is student financial aid at \$29.3 million. Student financial aid revenue decreased \$1.8 million or 5.93%, primarily due to the amount of individual aid students have qualified to receive.

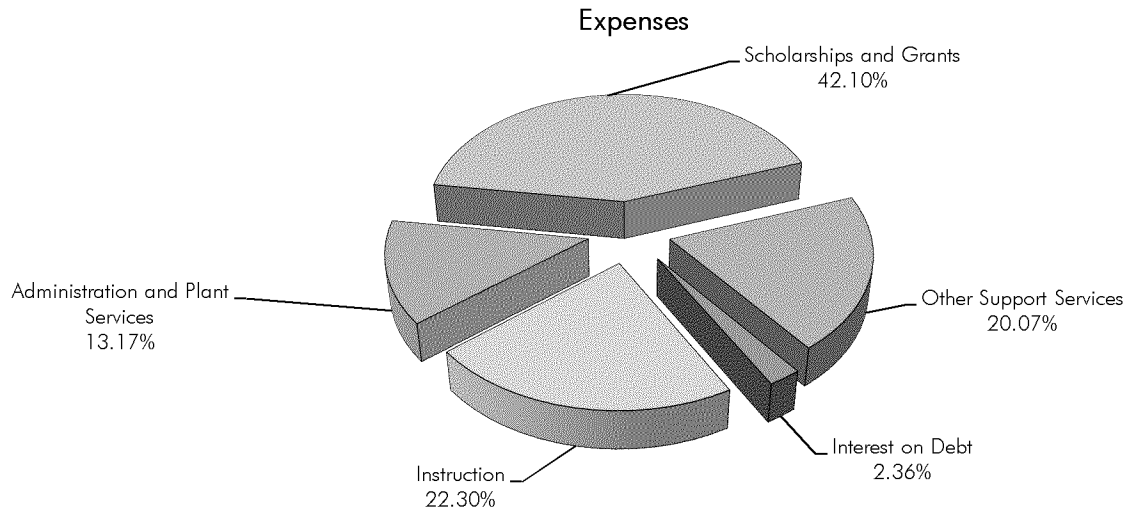
The largest non-operating revenue source is property taxes, followed by state community college support. The College received \$12.8 million from property taxes representing a 0.56% increase from the prior year. The second largest non-operating revenue is FTE Reimbursement from the State of Oregon. The 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 was not released in 2012-13.



Expenses:

Operating expenses totaling \$74 million include salaries and benefits, materials and supplies, utilities, operating leases, scholarships and depreciation. Scholarships and grants decreased \$1.7 million due to a decrease in students qualified to receive aid and their award level. Instruction expenses represent a large percentage of total expenses at \$16.9 million or 22.3% of total expenses. Support services, including auxiliary enterprises, contracted programs, and depreciation, represent \$15.2 million or 20.07% of total expenses. Administration expenses, including plant services, represent \$10 million or 13.17% of total expenses. Plant operations and maintenance decreased by \$378,652 as a result of the completion of building projects that were funded by Lottery Funds. Scholarship and grant expenses of \$32 million represent 42.10% of total expenses.

The most significant non-operating expense was interest expense of \$1.8 million or 2.36% of total expense.



*Analysis of the Statement of Cash Flows
For the Year Ended June 30, 2013*

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.

	2013	2012	% Change
Cash Provided By (Used In):			
Operating activities	\$ (13,302,168)	\$ (13,444,487)	-1.06%
Non-capital financing activities	15,309,616	19,059,444	-19.67%
Capital financing activities	(2,493,605)	(3,122,878)	-20.15%
Investing activities	179,843	167,978	7.06%
Net increase (decrease) in cash	(306,314)	2,660,057	-111.52%
Cash, beginning of year	16,140,398	13,480,341	19.73%
Cash, end of year	\$ 15,834,084	\$ 16,140,398	-1.90%

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 addition of a modular building on the Redwood campus, deferred maintenance projects, and payment of capital-related debt.

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, 2013, amounts to \$35.1 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, purchase of a modular building for Redwood Campus and the replacement of HVAC units. At the end of 2013, the college has approximately \$77,000 remaining of these funds for the replacement of HVAC units.

Long-Term Obligations

At the end of the current fiscal year, the College had total outstanding debt of \$40,481,860. Of this amount, \$21.1 million is General Obligation and Refunding Bonds, \$18.9 million is Limited Tax Pension Obligation Bonds, and \$135,000 is Certificates of Participation (COP); all of which are backed by the full faith and credit of the College. In addition, \$210,385 is a note with the US Department of Education backed by the property. The College's total debt decreased by \$1.66 million during 2012-13.

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. As of June 30, 2013, the College's general obligation debt is 0.12% of Real Market Value. Based upon this, the College's legal debt limit is \$423,593,899, which is significantly higher than the College's outstanding general obligation debt of \$10.8 million. 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 18, 2013 for fiscal year 2013-14. The proposed General Fund budget for fiscal year 2013-14 is \$36.8 million. This budget is based upon the Governor's proposed Community College Support Fund (CCSF) appropriation of \$428.4 million. A reserve of 2% of the CCSF appropriation has been set aside to help mitigate the impacts of potential State reductions due to downturns in the economy. Property taxes are projected to increase 1%, or \$110,800 over 2012-13 actuals. In addition, this budget includes a Board approved \$4 per credit increase in tuition, while at the same time assumes an enrollment decline of 5% from 2012-13 enrollment. The General Fund budget also includes a transfer in from the College Services Fund of \$998,011. The beginning fund balance for 2013-14 is expected to be approximately \$3 million.

In late June, the Legislature passed the CCSF appropriation at \$450 million for the 2013-15 biennium. This budget represents an increase of over \$50 million from the 2011-13 CCSF biennial budget. In relation to Rogue, the increase represents an additional \$1.2 million for the 2013-15 biennium.

In early October, the Legislature passed what is referred to as the Grand Bargain, allocating an additional \$15 million for community colleges. However, the Legislature included a budget note requesting the funds be used to limit the increase in tuition during the 2014-15 fiscal year.

Since 2011-12, the College has been experiencing a decrease in enrollment, anticipating this trend to continue through 2016. Surprisingly, the College experienced an enrollment increase for fall term 2013-14 of approximately 2%. Historically, fall term enrollment levels have been a good indicator of enrollment trends for the year; therefore the College is projecting an increase of tuition of \$800,000 for 2013-14. Nevertheless, the College will continue to watch enrollment levels closely, updating projections as necessary.

Although the College is anticipating additional funding for the 2013-14, the volatile nature of the economy due to the Federal Government shut down could have a devastating effect. The State of Oregon is dependent on

funding from the Federal Government for many of its state programs. If this funding dries up, the State may find it necessary to reduce the CCSF. Because of this, the College is taking a conservative approach, using this additional funding to balance the 2014-15 budget. Regardless, the College will continue to make sound budget decisions that support our strategic goals and Achievement Compact, while maximizing our utilization of available resources.

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 Position
June 30, 2013

	College	Foundation (Component Unit)
ASSETS		
Current Assets:		
Cash	\$ 3,359,153	\$ 94,887
Cash Equivalents	12,474,931	0
Receivables:		
Property taxes	1,047,147	0
Accounts, net	2,202,819	584,026
Inventory	768,263	0
Prepaid expenses	62,626	2,535
Total current assets	<u>19,914,939</u>	<u>681,448</u>
Non-current Assets:		
Endowment investments	0	6,777,261
Land investments	0	182,977
Post employment benefit	125,187	0
Pension asset	17,235,824	0
Deferred charges, net of amortization	1,793,830	0
Donated assets held for sale		42,390
Capital assets	51,214,107	32,614
Less: accumulated depreciation	<u>(16,078,505)</u>	<u>(24,573)</u>
Capital assets, net	<u>35,135,602</u>	<u>8,041</u>
Total non-current assets	<u>54,290,443</u>	<u>7,010,669</u>
TOTAL ASSETS	<u>74,205,382</u>	<u>7,692,117</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	520,983	43,327
Accrued interest payable	37,934	0
Payroll liabilities	1,286,261	7,016
Unearned revenue	214,162	0
Compensated absences	63,994	0
Scholarships payable, net	0	738,693
Current portion of long-term obligations	<u>1,724,369</u>	<u>0</u>
Total current liabilities	<u>3,847,703</u>	<u>789,036</u>
Non-current liabilities - long-term obligations		
Compensated absences	453,488	
Pension bonds payable	18,950,000	0
General obligation and refunding bonds payable (net of unamortized premium)	21,186,475	0
Certificates of participation payable	135,000	0
Note payable	210,385	0
Obligation under Standard Unitrust	0	122,871
Less: Current portion of long-term obligations	<u>(1,724,369)</u>	<u>0</u>
Total non-current liabilities - long-term obligations	<u>39,210,979</u>	<u>122,871</u>
TOTAL LIABILITIES	<u>43,058,682</u>	<u>911,907</u>

Statement of Net Position
June 30, 2013 (continued)

	<u>College</u>	<u>Foundation (Component Unit)</u>
NET POSITION		
Investment in capital assets	\$ 35,135,602	\$ 0
Less: related debt	<u>(21,527,074)</u>	<u>0</u>
Net investment in capital assets	<u>13,608,528</u>	<u>0</u>
Restricted - non-expendable		
Restricted - permanent endowment	0	3,294,428
Restricted - expendable		
Restricted temporarily - endowment income and scholarships	0	2,232,944
Restricted - debt service	342,597	0
Restricted - contracts and grants	<u>250,279</u>	<u>0</u>
Total restricted net position	<u>592,876</u>	<u>5,527,372</u>
Unrestricted	<u>16,945,296</u>	<u>1,252,838</u>
TOTAL NET POSITION	<u>\$ 31,146,700</u>	<u>\$ 6,780,210</u>

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Statement of Revenues, Expenses, and Changes in Net Position
For the year ended June 30, 2013

	College	Foundation (Component Unit)
OPERATING REVENUES		
Student tuition and fees	\$ 18,951,762	\$ 0
Federal student financial aid grants	29,282,493	0
Federal grants and contracts	2,070,948	0
State and local grants and contracts	3,382,815	0
Auxiliary enterprises	3,012,341	0
Public support and revenue	0	740,901
Total operating revenues	56,700,359	740,901
OPERATING EXPENSES		
Instruction	16,959,707	0
Instructional support services	4,770,501	0
Student services	8,457,690	0
Community services	637,728	0
College support services	6,522,004	0
Plant operations and maintenance	3,485,631	0
Scholarships and grants	31,995,666	0
Foundation programs	0	1,132,429
Depreciation	1,232,604	0
Total operating expenses	74,061,531	1,132,429
Operating income (loss)	(17,361,172)	(391,528)
NON-OPERATING REVENUES (EXPENSES)		
State community college support	3,902,363	0
Property taxes	12,779,883	0
Investment income	2,327,212	741,032
Interest expense	(1,791,596)	0
Amortization of deferred charges	(151,950)	0
Amortization of premium on general obligation and refunding bonds	99,289	0
Loss on disposal of capital assets	(1,040)	0
Other non-operating revenues	1,137,998	0
Total non-operating revenues (expenses)	18,302,159	741,032
Income (loss) before contributions	940,987	349,504
Capital Contribution - donated assets	17,500	0
Change in net position	958,487	349,504
NET POSITION		
Net position, beginning of year	30,188,213	6,430,706
Net position, end of year	\$ 31,146,700	\$ 6,780,210

Statement of Cash Flows
For the year ended June 30, 2013

	<u>College</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Student tuition and fees	\$ 20,228,833
Student financial aid grants	29,290,216
Federal, State and local government grants and contracts	4,491,162
Payments to suppliers for goods and services	(6,444,492)
Payments to employees	(30,574,696)
Payments for student financial aid and other scholarships	(31,995,666)
Auxiliary enterprises:	
Cash received from customers	2,891,765
Paid to suppliers for resale materials	(2,327,288)
Cash from other sources	<u>1,137,998</u>
Net cash used in operating activities	<u>(13,302,168)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Cash received from property taxes	12,793,313
Cash received from State community college support	3,902,363
Principal paid on pension bonds	(460,000)
Interest paid on pension bonds	<u>(926,060)</u>
Net cash provided by non-capital financing activities	<u>15,309,616</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES	
Purchase of capital assets	(526,038)
Principal paid on capital-related long-term debt	(1,098,610)
Interest paid on capital-related long-term debt	<u>(868,957)</u>
Net cash used in capital financing activities	<u>(2,493,605)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income	<u>179,843</u>
NET DECREASE IN CASH	(306,314)
Cash and cash equivalents, beginning of year	<u>16,140,398</u>
Cash and cash equivalents, end of year	<u><u>\$ 15,834,084</u></u>

Statement of Cash Flows
For the year ended June 30, 2013 (continued)

	<u>College</u>
RECONCILIATION TO AMOUNTS SHOWN ON STATEMENT OF NET POSITION	
Cash	\$ 3,359,153
Investments	<u>12,474,931</u>
	<u>\$ 15,834,084</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES	
Operating loss	\$ (17,361,172)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation expense	1,232,604
Amortization of pension asset	1,544,069
Other non-operating revenues	1,137,998
Changes in assets and liabilities:	
Decrease in accounts receivable	161,400
Decrease in inventory	(105,909)
Increase in prepaid expenses	66,680
Decrease in accounts payable	(16,968)
Increase in payroll liabilities and compensated absences	37,119
Increase in deferred revenue	40,217
Increase in post-employment benefit	<u>(38,206)</u>
Net cash used in operating activities	<u>\$ (13,302,168)</u>
NON-CASH CAPITAL FINANCING AND INVESTING ACTIVITIES	
Other assets - deferred charges	\$ 151,950
Amortization of deferred charges	(151,950)
Premium on general obligation and refunding bonds	(99,289)
Amortization of premium on general obligation and refunding bonds	99,289
Book value of capital assets disposed	1,040
Loss on disposal of capital assets	(1,040)
Earnings from pension asset	2,147,369
Pension asset	<u>(2,147,369)</u>
Net non-cash financing and investing activities	<u>\$ 0</u>

See notes to basic financial statements.

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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, 2013, the Foundation provided scholarships and awards of \$615,808 and project grants of \$38,471 for the benefit of the College community. 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)

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, 2013 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.

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.

1. Summary of Significant Accounting Policies (continued)

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.

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, 2013 there were no outstanding short-term obligations.

1. Summary of Significant Accounting Policies (continued)

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 Position

Net position is classified according to external donor restrictions or availability of assets for satisfaction of College obligations. Expendable restricted net position represents 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.

Recently Issued Accounting Pronouncements

In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and 34*. GASBS No. 61 provides amendments to the criteria for including component units, which allow users to better assess the accountability of elected officials by ensuring that the financial reporting entity includes only organizations for which the elected officials are financially accountable or that are determined by the government to be misleading to exclude. The implementation of this standard had no impact on the College's financial statement presentation.

Effective July 1, 2012, the College adopted Statement No. 62 of GASB, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB & AICPA Pronouncements* (Statement No. 62). Statement No. 62 incorporates into the GASB's authoritative literature certain accounting and reporting literature

1. Summary of Significant Accounting Policies (continued)Recently Issued Accounting Pronouncements (continued)

issued by the Financial Accounting Standards Board (FASB) and American Institute of Certified Public Accountants (AICPA) on or before November 30, 1989, which is not in conflict with or contradicted by GASB pronouncements. This literature includes FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the AICPA Committee. Upon implementation of Statement No. 62, the Project follows guidance issued by GASB, unless a particular topic is not addressed by GASB. In that case, the Project would follow other accounting literature from the FASB that is considered a lower tier of GAAP than standards promulgated by the GASB. The more significant of the College's accounting policies are described below.

In June 2011, the GASB issued Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. The statement of net assets is renamed the statement of net position and includes the following elements: assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. For the year ending June 30, 2013, the College does not have deferred inflows or outflows of resources.

2. Cash and Investments

The College's cash and investments are comprised of the following at June 30, 2013:

Cash on hand	\$ 5,238
Cash with fiscal agent	121,402
Deposits with Financial Institutions	3,232,513
Investments	12,474,931
Total	<u>\$ 15,834,084</u>

Deposits with Financial Institutions

Deposits with financial institutions consist of bank demand deposits. The College's demand deposits at June 30, 2013 included:

Insured (FDIC)	\$ 250,000
Collateralized by depository qualified by the Oregon State Treasurer	<u>3,106,115</u>
Total	<u>\$ 3,356,115</u>

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. Although the College is in compliance with ORS 295, the College does not have a custodial credit risk policy and its demand deposits are still subject to custodial credit risk. Custodial credit risk is the risk, that in the event of a bank failure, the College's deposits may not be returned to it.

2. Cash and Investments (continued)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, 2013, the College's investments consisted of:

Oregon Local Government Investment Pool	\$ 12,474,867
Other	64
Total Investments	<u>\$ 12,474,931</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.

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, 2013 were: 71% mature within 93 days, 9% 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 \$94,887 at June 30, 2013 is on deposit at a single financial institution. The Foundation's investments totaling \$6,777,261 at June 30, 2013 are stated at fair value and consist of the following:

Equity Funds	\$ 4,456,485
Fixed income funds	1,295,868
Mutual funds	326,507
Other assets	698,401
Total Investments	<u>\$ 6,777,261</u>

2. Cash and Investments (continued)Foundation Cash and Investments (continued)

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).

3. Capital Assets

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

	Balance July 1, 2012	Increases	Decreases	Balance June 30, 2013
Capital assets not being depreciated:				
Land	\$ 3,827,853	\$ -	\$ -	\$ 3,827,853
Construction in progress	6,206	323,011	279,318	49,899
Total capital assets not being depreciated	<u>\$ 3,834,059</u>	<u>\$ 323,011</u>	<u>\$ 279,318</u>	<u>\$ 3,877,752</u>
Capital assets being depreciated:				
Buildings	40,366,219	279,318	-	40,645,537
Infrastructure	1,797,825	-	-	1,797,825
Furniture and equipment	3,273,523	180,435	20,836	3,433,122
Library collections	586,424	40,092	-	626,516
Software RogueNet	833,355	-	-	833,355
Total capital assets being depreciated	<u>46,857,346</u>	<u>499,845</u>	<u>20,836</u>	<u>47,336,355</u>
Less accumulated depreciation for:				
Buildings	11,045,499	930,853	-	11,976,352
Infrastructure	374,140	37,933	-	412,073
Furniture and equipment	2,176,462	219,302	19,796	2,375,968
Library collections	436,241	44,516	-	480,757
Software RogueNet	833,355	-	-	833,355
Total accumulated depreciation	<u>14,865,697</u>	<u>1,232,604</u>	<u>19,796</u>	<u>16,078,505</u>
Total capital assets being depreciated, net	<u>31,991,649</u>	<u>(732,759)</u>	<u>1,040</u>	<u>31,257,850</u>
Total capital assets, net	<u>\$ 35,825,708</u>	<u>\$ (409,748)</u>	<u>\$ 280,358</u>	<u>\$ 35,135,602</u>

4. Accounts Receivable

The College's student and agency receivables are shown net of an allowance for uncollectible accounts. As of June 30, 2013, the allowance for uncollectible accounts totaled \$1,184,589.

In 1999, the Foundation was bequeathed funds for the Helen M. Whitaker Education Fund. For the year ended June 30, 2013, they held a student loan receivable of \$226,328. The Foundation also receives pledges from donors in the fiscal year 2012-13 and the remaining receivable at June 30, 2013 consisted of \$306,079.

Notes to Basic Financial Statements
Year ended June 30, 2013

5. Long-Term Obligations

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

	July 1, 2012	Additions	Deletions	June 30, 2013	Due Within One Year	Interest Matured and Paid
Pension bonds payable	\$ 19,410,000	\$ -	\$ 460,000	\$ 18,950,000	\$ 540,000	\$ 926,060
General obligation and Refunding bonds payable	20,950,000	-	955,000	19,995,000	1,035,000	847,825
Premium on general obligation and refunding bonds	1,290,764	-	99,290	1,191,474	-	-
Certificates of participation payable (COPs)	265,000	-	130,000	135,000	135,000	9,000
Note payable	223,996	-	13,610	210,386	14,369	12,135
Compensated Absences	488,190	517,482	488,190	517,482	63,994	-
Total	<u>\$ 42,627,950</u>	<u>\$ 517,482</u>	<u>\$ 2,146,090</u>	<u>\$ 40,999,342</u>	<u>\$ 1,788,363</u>	<u>\$ 1,795,020</u>

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. \$ 18,950,000

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. 10,795,000

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. 9,200,000

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. 135,000

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. 210,385

Total Bonds, COPs & Notes Payable \$ 39,290,385

Notes to Basic Financial Statements
Year ended June 30, 2013

5. Long-Term Obligations (continued)

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
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
2017-18	905,000	780,502	1,455,000	597,425			17,852	7,894	\$ 2,377,852	\$ 1,385,821
2018-23	6,345,000	3,156,680	9,225,000	1,957,525	-	-	105,348	23,380	\$15,675,348	\$ 5,137,585
2023-28	9,025,000	1,275,626	4,585,000	257,300	-	-	24,721	1,024	\$13,634,721	\$ 1,533,950
TOTAL:	<u>\$18,950,000</u>	<u>\$8,665,861</u>	<u>\$19,995,000</u>	<u>\$5,790,400</u>	<u>\$135,000</u>	<u>\$ 3,038</u>	<u>\$210,385</u>	<u>\$72,815</u>	<u>\$39,290,385</u>	<u>\$14,532,114</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, 2013, all defeased Certificates of Participation are paid in full.

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. This refunding reduces the College's total debt service payments over 14 years by \$815,938.75. 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. As of June 30, 2013, \$8,525,000 of the defeased bonds is outstanding.

6. Operating Leases

The College leases building and office facilities and other equipment under non-cancelable operating leases. Payments under these leases totaled \$239,918 in 2012-13. The current and future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2014	\$ 132,955
2015	110,429
2016	800
Total	<u>\$ 244,184</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 2012-13, the College purchased property and liability coverage through PACE. PACE is 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 2012-13. 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 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, 2013 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.

8. Pension Plans (continued)

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, 2013 for member employees of the Oregon Public Service Retirement Plan is 12.76% 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, 2013, 2012 and 2011, totaled \$3,051,956, \$3,036,246, and \$2,739,814, 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 2012-13 fiscal year, changes in the pension asset were as follows:

Asset balance – July 1, 2012	\$16,632,524
Investment income	2,147,369
Contributions to cost sharing pool	<u>(1,544,069)</u>
Asset Balance – June 30, 2013	<u><u>\$17,235,824</u></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.

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 2012-13, the College contributed \$280,546.

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

9. Post-Employment Health Care Costs (continued)Annual OPEB Cost and Net OPEB Obligation (continued)

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	\$ 242,234
Interest on net OPEB obligation	(3,479)
Adjustment to annual required contribution	3,585
Annual OPEB cost	242,340
Contributions made	280,546
Increase (decrease) in net OPEB obligation	(38,206)
Net OPEB asset – beginning of year	(86,981)
Net OPEB asset – end of year	\$ (125,187)

The College's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligations for 2012-13, 2011-12 and 2010-11 were as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/2013	\$ 242,340	115.77%	\$ (125,187)
6/30/2012	\$ 246,537	116.10%	\$ (86,981)
6/30/2011	\$ 240,572	107.40%	\$ (47,335)

As of January 1, 2013, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$2,783,096 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$2,783,096. The anticipated covered payroll (annual payroll of active employees covered by the plan) was \$16,828,677, and the ratio of the UAAL to the anticipated covered payroll was 16.54%.

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.

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-

9. Post-Employment Health Care Costs (continued)

Actuarial Methods and Assumptions (continued)

term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial Valuation Date	1/1/2013
Actuarial Cost Method	Entry Age Normal Cost
Amortization Method	Level Percent of Pay
Amortization Period	25 Years (closed)
Investment Rate of Return	4.00%
Projected Salary Increases	3.75%
Initial Healthcare Inflation Rates	6.90%
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, 2013, the College has the following outstanding commitments that are not recorded as a liability:

A contract with Vitus Construction, signed in June 2013, for the remodel of the Student Services Restroom. The contract is for \$40,700 and not to exceed \$49,999.

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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, 2013

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarial Valuation Date	01/01/2013	01/01/2011	01/01/2011	01/01/2009
Actuarial value of assets (a)	\$ 0	\$ 0	\$ 0	\$ 0
Actuarial accrued liability (b)	<u>2,783,096</u>	<u>2,470,280</u>	<u>2,457,155</u>	<u>2,218,612</u>
Unfunded actuarial accrued liability (b-a)	<u>\$ 2,783,096</u>	<u>\$ 2,470,280</u>	<u>\$ 2,457,155</u>	<u>\$ 2,218,612</u>
Funded ratio (a/b)	0%	0%	0%	0%
Covered payroll (c)	<u>\$ 16,828,677</u>	<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>17%</u>	<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 operations of 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 tuition, property taxes, and state community college support.

Capital Improvement Funds - Account for the receipt and disbursement of resources for buildings 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 lease, transportation costs, and transfers out to other funds.

Contract and Grant Fund - Accounts for grants and contracts for the Small Business Development Center, U. S. Department of Education (which includes TRIO), Perkins Basic, TAACCCT, 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 student aid in the form of federal grants (Federal Pell Grant, Federal Supplemental Education Opportunity Grant, Iraq and Afghanistan Service Grant), the Oregon Opportunity Grant (OOG), institutional scholarships (RCC Foundation), state scholarships administered by the Oregon Student Access Commission, third-party scholarships, federal work-study student employment, federal direct loans to students (subsidized and unsubsidized) and private 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 the college services fee remitted by students and transfers in from other funds.

Rogue Community College

Other Supplementary Information

Description of Budgeted College Funds (continued)

PERS Fund – Accounts for the reserve held by the College for anticipated, future rate increases and the unfunded actuarial liability. 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 and Series 2012 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 to be used to stabilize the College's funding. 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 transfers in from the General Fund and College Services Fund. The principal expenditure are upgrades/replacements for equipment and distance delivery services.

Unemployment 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 from this fund 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 Facility, Massage, Math, Music Ensembles, Pay Phones, RogueNet intergovernmental agreements, Science, Testing Center, Theater, and Welding.

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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, 2013

	Budgeted Amounts		Actual	Variance - Positive (Negative)
	Original	Final		
Revenues:				
State sources	\$ 5,100,329	\$ 5,100,329	\$ 5,279,894	\$ 179,565
Local sources	11,160,164	11,160,164	11,103,188	(56,976)
Tuition and fees	14,679,684	14,679,684	14,154,030	(525,654)
Other revenue sources	250,000	250,000	318,748	68,748
Total revenues	<u>31,190,177</u>	<u>31,190,177</u>	<u>30,855,860</u>	<u>(334,317)</u>
Expenditures:				
Instruction	15,239,434	15,030,812	15,030,794	18
Instructional support services	3,195,371	3,107,670	3,107,172	498
Student services	4,890,382	4,866,850	4,624,362	242,488
Community services	181,201	183,344	182,139	1,205
College support services	6,443,484	6,671,085	5,747,161	923,924
Plant operations and maintenance	2,849,745	2,826,197	2,553,273	272,924
Reserves	2,100,000	2,036,956	0	2,036,956
Total expenditures	<u>34,899,617</u>	<u>34,722,914</u>	<u>31,244,901</u>	<u>3,478,013</u>
Revenues over (under) expenditures	<u>(3,709,440)</u>	<u>(3,532,737)</u>	<u>(389,041)</u>	<u>3,143,696</u>
Other financing sources (uses):				
Transfers in	1,736,424	1,736,424	1,626,424	(110,000)
Transfers out	(1,253,555)	(1,430,258)	(1,307,291)	122,967
Total other financing sources (uses)	<u>482,869</u>	<u>306,166</u>	<u>319,133</u>	<u>12,967</u>
Revenues and other sources over (under) expenditures and other uses	<u>(3,226,571)</u>	<u>(3,226,571)</u>	<u>(69,908)</u>	<u>3,156,663</u>
Fund balance, beginning of year	<u>3,226,571</u>	<u>3,226,571</u>	<u>3,166,186</u>	<u>(60,385)</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,096,278</u>	<u>\$ 3,096,278</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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 301,000	\$ 301,000	\$ 256	\$ (300,744)
Expenditures:				
Plant additions	601,000	601,000	52,589	548,411
College support services	0	0	0	0
Total expenditures	601,000	601,000	52,589	548,411
Revenues over (under) expenditures	(300,000)	(300,000)	(52,333)	247,667
Fund balance, beginning of year	300,000	300,000	57,119	(242,881)
Fund balance, end of year	\$ 0	\$ 0	\$ 4,786	\$ 4,786

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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 505,000	\$ 126,346	\$ 8,209	\$ (118,137)
Expenditures:				
Plant operations and maintenance	1,113,703	893,703	326,108	567,595
Plant additions	250,000	473,800	84,126	389,674
Reserves	619,613	615,813	0	615,813
Total expenditures	1,983,316	1,983,316	410,234	1,573,082
Revenues over (under) expenditures	(1,478,316)	(1,856,970)	(402,025)	1,454,945
Other financing sources (uses):				
Transfers in	605,000	1,018,868	1,110,868	92,000
Revenues and other sources over (under) expenditures and other uses	(873,316)	(838,102)	708,843	1,546,945
Fund balance, beginning of year	873,316	838,102	913,396	75,294
Fund balance, end of year	\$ 0	\$ 0	\$ 1,622,239	\$ 1,622,239

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, 2013

	Budgeted Amounts			Variance -
	Original	Final	Actual	Positive (Negative)
Revenues:				
State sources	\$ 747,997	\$ 747,997	\$ 284,537	\$ (463,460)
Expenditures:				
Plant operations and maintenance	372,846	204,948	59,637	145,311
Plant Additions	375,151	543,049	224,900	318,149
Total expenditures	747,997	747,997	284,537	463,460
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, 2013

	Budgeted Amounts		Actual	Variance - Positive (Negative)
	Original	Final		
Revenues:				
Local sources	\$ 1,700,476	\$ 1,700,476	\$ 1,750,168	\$ 49,692
Other revenue sources	115,915	129,783	19,478	(110,305)
Total revenues	<u>1,816,391</u>	<u>1,830,259</u>	<u>1,769,646</u>	<u>(60,613)</u>
Expenditures:				
Debt service	3,453,631	3,453,631	3,353,627	100,004
Reserves	288,450	288,450	0	288,450
Total expenditures	<u>3,742,081</u>	<u>3,742,081</u>	<u>3,353,627</u>	<u>388,454</u>
Revenues over (under) expenditures	(1,925,690)	(1,911,822)	(1,583,981)	327,841
Other financing sources (uses):				
Transfers in	<u>1,650,806</u>	<u>1,636,938</u>	<u>1,550,787</u>	<u>(86,151)</u>
Revenues and other sources over (under) expenditures and other uses	(274,884)	(274,884)	(33,194)	241,690
Fund balance, beginning of year	<u>274,884</u>	<u>274,884</u>	<u>274,509</u>	<u>(375)</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 241,315</u>	<u>\$ 241,315</u>
Summary of expenditures by appropriation:				
College support services	\$ 1,650,806	\$ 1,650,806	\$ 1,550,802	\$ 100,004
Plant additions	1,802,825	1,802,825	1,802,825	0
Contingency	<u>288,450</u>	<u>288,450</u>	<u>0</u>	<u>288,450</u>
Total expenditures	<u>\$ 3,742,081</u>	<u>\$ 3,742,081</u>	<u>\$ 3,353,627</u>	<u>\$ 388,454</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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Tuition and fees	\$ 2,091,382	\$ 2,091,382	\$ 2,214,369	\$ 122,987
Expenditures:				
College support services	308,000	308,000	61,880	246,120
Plant operations and maintenance	145,777	145,777	131,524	14,253
Reserves	2,326,277	2,326,277	0	2,326,277
Total expenditures	2,780,054	2,780,054	193,404	2,586,650
Revenues over (under) expenditures	(688,672)	(688,672)	2,020,965	2,709,637
Other financing sources (uses):				
Transfers out	(1,686,170)	(1,686,170)	(1,580,131)	106,039
Total other financing sources (uses)	(1,686,170)	(1,686,170)	(1,580,131)	106,039
Revenues and other sources over (under) expenditures and other uses	(2,374,842)	(2,374,842)	440,834	2,815,676
Fund balance, beginning of year	2,374,842	2,374,842	2,576,155	201,313
Fund balance, end of year	\$ 0	\$ 0	\$ 3,016,989	\$ 3,016,989

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, 2013

	Budgeted Amounts		Actual	Variance - Positive (Negative)
	Original	Final		
Revenues:				
Federal sources	\$ 1,882,132	\$ 3,300,672	\$ 2,070,948	\$ (1,229,724)
State sources	1,167,440	242,381	204,604	(37,777)
Local sources	43,000	30,880	58,880	28,000
Tuition and fees	110,000	110,000	96,221	(13,779)
Other revenue sources	1,325,000	781,198	229,370	(551,828)
Total revenues	<u>4,527,572</u>	<u>4,465,131</u>	<u>2,660,023</u>	<u>(1,805,108)</u>
Expenditures:				
Instruction	1,344,154	1,988,790	1,027,570	961,220
Instructional support services	1,248,989	1,387,704	692,062	695,642
Student services	1,502,725	910,831	791,617	119,214
Community services	50,000	50,000	1,340	48,660
College support services	328,956	146,312	127,855	18,457
Plant operations and maintenance	50,000	50,000	0	50,000
Plant additions	10,000	10,000	0	10,000
Reserves	156,815	148,002	0	148,002
Total expenditures	<u>4,691,639</u>	<u>4,691,639</u>	<u>2,640,444</u>	<u>2,051,195</u>
Revenues over (under) expenditures	<u>(164,067)</u>	<u>(226,508)</u>	<u>19,579</u>	<u>246,087</u>
Fund balance, beginning of year	<u>164,067</u>	<u>226,508</u>	<u>230,700</u>	<u>4,192</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 250,279</u>	<u>\$ 250,279</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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 38,270,000	\$ 38,270,000	\$ 29,282,493	\$ (8,987,507)
State sources	2,600,000	2,600,000	2,242,202	(357,798)
Local sources	700,000	700,000	461,780	(238,220)
Other revenue sources	2,035,000	2,035,000	40,327	(1,994,673)
Total revenues	<u>43,605,000</u>	<u>43,605,000</u>	<u>32,026,802</u>	<u>(11,578,198)</u>
Expenditures:				
Student financial aid	<u>43,570,000</u>	<u>43,570,000</u>	<u>31,995,781</u>	<u>11,574,219</u>
Total expenditures	<u>43,570,000</u>	<u>43,570,000</u>	<u>31,995,781</u>	<u>11,574,219</u>
Revenues over (under) expenditures	35,000	35,000	31,021	(3,979)
Other financing sources (uses):				
Transfers out	<u>(35,000)</u>	<u>(35,000)</u>	<u>(31,021)</u>	<u>3,979</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>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 426,323	\$ 426,323	\$ 203,990	\$ (222,333)
Expenditures:				
Instructional support	20,118	21,618	19,594	2,024
College support services	167,705	173,138	143,628	29,510
Plant operations and maintenance	491,459	484,526	327,258	157,268
Plant additions	1,000	1,000	0	1,000
Reserves	125,146	125,146	0	125,146
Total expenditures	805,428	805,428	490,480	314,948
Revenues over (under) expenditures	(379,105)	(379,105)	(286,490)	92,615
Other financing sources (uses):				
Transfers in	379,105	379,105	286,891	(92,214)
Revenues and other sources over (under) expenditures and other uses	0	0	401	401
Fund balance, beginning of year	0	0	0	0
Fund balance, end of year	\$ 0	\$ 0	\$ 401	\$ 401

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, 2013

	Budgeted Amounts			Variance -
	Original	Final	Actual	Positive (Negative)
Revenues:				
Tuition and fees	\$ 176,357	\$ 154,496	\$ 121,678	\$ (32,818)
Other revenue sources	146,704	142,252	19,935	(122,317)
Total revenues	<u>323,061</u>	<u>296,748</u>	<u>141,613</u>	<u>(155,135)</u>
Expenditures:				
Instructional support	92,372	92,372	42,943	49,429
Student services	223,017	223,737	139,393	84,344
College support services	219,459	219,459	125,947	93,512
Reserves	100,000	100,000	0	100,000
Total expenditures	<u>634,848</u>	<u>635,568</u>	<u>308,283</u>	<u>327,285</u>
Revenues over (under) expenditures	<u>(311,787)</u>	<u>(338,820)</u>	<u>(166,670)</u>	<u>172,150</u>
Other financing sources (uses):				
Transfers in	134,032	133,312	96,235	(37,077)
Transfers out	(5,500)	(4,780)	0	4,780
Total other financing sources (uses)	<u>128,532</u>	<u>128,532</u>	<u>96,235</u>	<u>(32,297)</u>
Revenues and other sources over (under) expenditures and other uses	<u>(183,255)</u>	<u>(210,288)</u>	<u>(70,435)</u>	<u>139,853</u>
Fund balance, beginning of year	<u>183,255</u>	<u>210,288</u>	<u>247,442</u>	<u>37,154</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 177,007</u>	<u>\$ 177,007</u>

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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 1,473,421	\$ 1,473,421	\$ 1,517,716	\$ 44,295
Expenditures:				
College support services	76,463	76,463	11,741	64,722
Reserves	3,776,852	3,776,852	0	3,776,852
Total expenditures	3,853,315	3,853,315	11,741	3,841,574
Revenues over (under) expenditures	(2,379,894)	(2,379,894)	1,505,975	3,885,869
Other financing sources (uses):				
Transfers out	(1,386,060)	(1,386,060)	(1,386,060)	0
Total other financing sources (uses)	(1,386,060)	(1,386,060)	(1,386,060)	0
Revenues and other sources over (under) expenditures and other uses	(3,765,954)	(3,765,954)	119,915	3,885,869
Fund balance, beginning of year	3,765,954	3,765,954	3,836,264	70,310
Fund balance, end of year	\$ 0	\$ 0	\$ 3,956,179	\$ 3,956,179

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, 2013

	Budgeted Amounts			Variance -
	Original	Final	Actual	Positive (Negative)
Revenues:				
State sources	\$ 84,000	\$ 84,000	\$ 70,770	\$ (13,230)
Tuition and fees	1,436,140	1,436,140	1,246,178	(189,962)
Other revenue sources	1,231,062	1,054,359	13,080	(1,041,279)
Total revenues	<u>2,751,202</u>	<u>2,574,499</u>	<u>1,330,028</u>	<u>(1,244,471)</u>
Expenditures:				
Instruction	1,682,692	1,682,692	849,299	833,393
Instructional support services	773,513	816,740	628,389	188,351
Student services	63,795	20,568	11,375	9,193
Reserves	280,000	280,000	0	280,000
Total expenditures	<u>2,800,000</u>	<u>2,800,000</u>	<u>1,489,063</u>	<u>1,310,937</u>
Revenues over (under) expenditures	(48,798)	(225,501)	(159,035)	66,466
Other financing sources (uses):				
Transfers in	3,500	180,203	165,880	(14,323)
Revenues and other sources over (under) expenditures and other uses	(45,298)	(45,298)	6,845	52,143
Fund balance, beginning of year	45,298	45,298	235,336	190,038
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 242,181</u>	<u>\$ 242,181</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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Reserves	1,621,052	1,621,052	0	1,621,052
Total expenditures	1,621,052	1,621,052	0	1,621,052
Revenues over (under) expenditures	(1,621,052)	(1,621,052)	0	1,621,052
Other financing sources (uses):				
Transfers in	540,000	540,000	540,000	0
Total other financing sources (uses)	540,000	540,000	540,000	0
Revenues and other sources over (under) expenditures and other uses	(1,081,052)	(1,081,052)	540,000	1,621,052
Fund balance, beginning of year	1,081,052	1,081,052	1,081,052	0
Fund balance, end of year	\$ 0	\$ 0	\$ 1,621,052	\$ 1,621,052

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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
State sources	\$ 200	\$ 200	\$ 0	\$ (200)
Tuition and fees	1,144,116	1,144,116	1,119,286	(24,830)
Other revenue sources	150,000	128,458	0	(128,458)
Total revenues	<u>1,294,316</u>	<u>1,272,774</u>	<u>1,119,286</u>	<u>(153,488)</u>
Expenditures:				
Instruction	70,350	250,952	216,722	34,230
Instructional support services	950,512	781,157	379,254	401,903
Student Services	119,500	20,240	240	20,000
College support services	506,889	559,106	429,951	129,155
Plant operations and maintenance	29,200	21,213	0	21,213
Reserves	<u>328,031</u>	<u>371,814</u>	<u>0</u>	<u>371,814</u>
Total expenditures	<u>2,004,482</u>	<u>2,004,482</u>	<u>1,026,167</u>	<u>978,315</u>
Revenues over (under) expenditures	(710,166)	(731,708)	93,119	824,827
Other financing sources (uses):				
Transfers in	47,850	47,850	47,850	0
Transfers Out	<u>(725,000)</u>	<u>(725,000)</u>	<u>(725,000)</u>	<u>0</u>
Total other financing sources (uses)	<u>(677,150)</u>	<u>(677,150)</u>	<u>(677,150)</u>	<u>0</u>
Revenues and other sources over (under) expenditures and other uses	(1,387,316)	(1,408,858)	(584,031)	824,827
Fund balance, beginning of year	<u>1,387,316</u>	<u>1,408,858</u>	<u>1,510,737</u>	<u>101,879</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 926,706</u>	<u>\$ 926,706</u>

Rogue Community College

Unemployment Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Non-GAAP Budgetary Basis) - Budget and Actual
For the year ended June 30, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other revenue sources	\$ 116,752	\$ 116,752	\$ 153,479	\$ 36,727
Expenditures:				
College support services	216,752	216,752	84,092	132,660
Reserves	400,000	400,000	0	400,000
Total expenditures	616,752	616,752	84,092	532,660
Revenues over (under) expenditures	(500,000)	(500,000)	69,387	569,387
Fund balance, beginning of year	500,000	500,000	454,652	(45,348)
Fund balance, end of year	\$ 0	\$ 0	\$ 524,039	\$ 524,039

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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Sales	\$ 3,577,011	\$ 3,577,011	\$ 3,076,024	\$ (500,987)
Other income	13,250	13,250	14,668	1,418
Total revenues	<u>3,590,261</u>	<u>3,590,261</u>	<u>3,090,692</u>	<u>(499,569)</u>
Expenditures:				
Personnel services	349,634	349,634	338,479	11,155
Other payroll expense	172,410	172,410	158,752	13,658
Materials and services	257,455	261,250	113,394	147,856
Materials for resale	3,102,592	3,002,592	2,308,718	693,874
Capital equipment	30,000	26,205	0	26,205
Reserves	423,276	123,276	0	123,276
Total expenditures	<u>4,335,367</u>	<u>3,935,367</u>	<u>2,919,343</u>	<u>1,016,024</u>
Revenues over (under) expenditures	<u>(745,106)</u>	<u>(345,106)</u>	<u>171,349</u>	<u>516,455</u>
Other financing sources (uses):				
Transfers out	<u>(85,000)</u>	<u>(485,000)</u>	<u>(475,000)</u>	<u>10,000</u>
Revenues and other sources over (under) expenditures and other uses	<u>(830,106)</u>	<u>(830,106)</u>	<u>(303,651)</u>	<u>526,455</u>
Fund balance, beginning of year	<u>830,106</u>	<u>830,106</u>	<u>1,681,794</u>	<u>851,688</u>
Fund balance, end of year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,378,143</u>	<u>\$ 1,378,143</u>
Summary of expenditures by appropriation:				
Student Services	\$ 3,812,091	\$ 3,712,091	\$ 2,919,343	\$ 792,748
Plant operations and maintenance	25,000	25,000	0	25,000
Plant additions	75,000	75,000	0	75,000
Contingencies	<u>423,276</u>	<u>123,276</u>	<u>0</u>	<u>123,276</u>
Total Expenditures	<u>4,335,367</u>	<u>3,935,367</u>	<u>2,919,343</u>	<u>1,016,024</u>
Transfers out	<u>85,000</u>	<u>485,000</u>	<u>475,000</u>	<u>10,000</u>
	<u>\$ 4,420,367</u>	<u>\$ 4,420,367</u>	<u>\$ 3,394,343</u>	<u>\$ 1,026,024</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, 2013

	Budgeted Amounts			Variance - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Other income	\$ 646,820	\$ 632,548	\$ 549,037	\$ (83,511)
Expenditures:				
Personnel services	267,909	267,909	274,455	(6,546)
Other payroll expense	139,799	139,799	134,332	5,467
Materials and services	387,242	388,117	121,289	266,828
Materials for resale	10,000	10,000	8,249	1,751
Capital equipment	2,500	4,356	0	4,356
Reserves	443,434	440,703	0	440,703
Total expenditures	1,250,884	1,250,884	538,325	712,559
Revenues over (under) expenditures	(604,064)	(618,336)	10,712	629,048
Other financing sources (uses):				
Transfers in	79,568	79,568	79,568	0
Revenues and other sources over (under) expenditures and other uses	(524,496)	(538,768)	90,280	629,048
Fund balance, beginning of year	524,496	538,768	558,559	19,791
Fund balance, end of year	\$ 0	\$ 0	\$ 648,839	\$ 648,839
Summary of expenditures by appropriation:				
Student services	\$ 53,230	\$ 53,230	\$ 16,278	\$ 36,952
Community services	628,912	628,912	455,531	173,381
College support services	66,139	66,139	5,948	60,191
Plant operations and maintenance	59,169	61,900	60,568	1,332
Contingencies	443,434	440,703	0	440,703
Total expenditures	\$ 1,250,884	\$ 1,250,884	\$ 538,325	\$ 712,559

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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, 2013

Fiscal Year Ended	Uncollected Balances July 1, 2012	Current Year's Levy	Adjustments and Discounts	Collections	Uncollected Balances June 30, 2013
2013	\$	\$ 11,308,025	\$ (339,368)	\$ 10,538,023	\$ 430,634
2012	459,375		65,265	288,450	236,190
2011	237,640		(6,140)	98,070	133,430
2010	145,103		(717)	82,929	61,457
2009	46,649		(500)	29,607	16,542
2008	14,864		(1,325)	3,346	10,193
2007	7,418		(890)	1,533	4,995
Prior Years	10,274		7,330	1,187	16,417
Total	<u>\$ 921,323</u>	<u>\$ 11,308,025</u>	<u>\$ (276,345)</u>	<u>\$ 11,043,145</u>	<u>\$ 909,858</u>

Schedule of Property Tax Transactions - Debt Service Fund
For the year ended June 30, 2013

Fiscal Year Ended	Uncollected Balances July 1, 2012	Current Year's Levy	Adjustments and Discounts	Collections	Uncollected Balances June 30, 2013
2013	\$	\$ 1,807,962	\$ (56,672)	\$ 1,685,217	\$ 66,073
2012	68,186		(260)	32,899	35,027
2011	36,650		(1,414)	15,024	20,212
2010	20,842		(365)	11,914	8,563
2009	7,876		(365)	4,428	3,083
2008	3,082		(337)	470	2,275
2007	1,544		(221)	143	1,180
Prior Years	1,074	0	(125)	73	876
Total	<u>\$ 139,254</u>	<u>\$ 1,807,962</u>	<u>\$ (59,759)</u>	<u>\$ 1,750,168</u>	<u>\$ 137,289</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:	95
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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 Position by Component
Last Ten Fiscal Years - (unaudited)

	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>
Net investment in capital assets	\$ 13,608,528	\$ 13,153,067	\$ 13,752,101	\$ 13,176,167
Restricted - expendable	592,876	607,081	747,302	746,133
Unrestricted	<u>16,945,296</u>	<u>16,428,065</u>	<u>12,038,388</u>	<u>10,149,312</u>
Total net position	<u>\$ 31,146,700</u>	<u>\$ 30,188,213</u>	<u>\$ 26,537,791</u>	<u>\$ 24,071,612</u>

Source: Rogue Community College Budget and Financial Services.

<u>2008-09</u>	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>	<u>2003-04</u>
\$ 13,285,344	\$ 13,337,179	\$ 9,269,103	\$ 8,246,031	\$ 6,089,802	\$ 5,672,900
628,693	2,563,399	4,299,121	2,427,171	1,140,596	374,327
<u>2,718,379</u>	<u>6,576,208</u>	<u>3,214,987</u>	<u>4,539,508</u>	<u>2,463,479</u>	<u>4,008,081</u>
<u>\$ 16,632,416</u>	<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>

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

	2012-13	2011-12	2010-11	2009-10
Operating Revenues				
Student tuition and fees	\$ 18,951,762	\$ 19,980,687	\$ 17,396,805	\$ 15,611,574
Federal student financial aid grants	29,282,493	31,128,994	29,517,520	12,812,538
Federal grants and contracts	2,070,948	2,306,020	2,627,174	2,586,851
State and local grants and contracts	3,382,815	3,315,112	3,832,881	6,977,045
Auxiliary enterprises	3,012,341	3,263,140	3,446,288	3,227,307
Other operating revenues	0	0	0	0
Total operating revenues	\$ 56,700,359	\$ 59,993,953	\$ 56,820,668	\$ 41,215,315
Expenses:				
Instruction	\$ 16,959,707	\$ 17,602,427	\$ 17,036,563	\$ 14,699,340
Community services	4,770,501	696,173	635,513	521,995
Instructional support services	8,457,690	4,763,229	4,621,373	4,646,151
Student services	637,728	8,757,710	8,821,596	8,100,885
College support services	6,522,004	6,578,074	5,917,232	5,866,887
Plant operations and maintenance	3,485,631	3,864,283	4,915,125	4,825,340
Scholarships and grants	31,995,666	33,719,682	30,816,983	16,945,400
Depreciation	1,232,604	1,177,785	1,137,160	1,152,375
Total Expenses	\$ 74,061,531	\$ 77,159,363	\$ 73,901,545	\$ 56,758,373
Operating Income(loss)	\$ (17,361,172)	\$ (17,165,410)	\$ (17,080,877)	\$ (15,543,058)
Non-operating Revenues and Expenses:				
State community college support	\$ 3,902,363	\$ 7,690,282	\$ 4,099,976	\$ 8,803,430
Property taxes	12,779,883	12,708,580	12,816,782	12,500,363
Investment income	2,327,212	674,452	3,637,636	2,788,708
Other non-operating revenue	1,237,287	1,715,246	1,080,360	1,050,136
Gain (Loss) on disposal of capital assets	(1,040)	(5,323)	(3,688)	0
Gain (Loss) on pension asset	0	0	0	0
Interest expense	(1,791,596)	(1,818,453)	(2,036,715)	(2,113,088)
Amortization of deferred charges	(151,950)	(148,952)	(47,295)	(47,295)
Total non-operating revenue and expenses	\$ 18,302,159	\$ 20,815,832	\$ 19,547,056	\$ 22,982,254
Income (loss) before contributions	940,987	3,650,422	2,466,179	7,439,196
Capital contribution - donated assets	17,500	0	0	0
Change in net position	\$ 958,487	\$ 3,650,422	\$ 2,466,179	\$ 7,439,196

Source: Rogue Community College Budget and Financial Services

2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
\$ 11,848,151	\$ 10,010,734	\$ 9,810,790	\$ 9,783,177	\$ 9,846,121	\$ 9,898,750
6,581,276	4,748,199	4,662,528	4,920,645	5,638,000	6,137,770
2,560,624	2,197,465	2,142,110	2,105,626	2,635,301	1,957,758
5,461,820	6,666,795	2,691,544	2,523,472	2,720,192	1,725,630
2,726,353	2,148,596	2,142,221	2,275,656	2,302,389	2,292,442
0	0	58,296	83,745	55,825	69,107
\$ 29,178,224	\$ 25,771,789	\$ 21,507,489	\$ 21,692,321	\$ 23,197,828	\$ 22,081,457
\$ 14,152,736	\$ 13,191,336	\$ 12,204,951	\$ 12,633,646	\$ 11,300,840	\$ 11,168,605
619,193	420,116	409,272	445,083	435,517	490,353
4,908,709	4,689,741	3,418,615	3,568,539	3,126,831	4,558,976
7,292,340	4,191,697	4,562,729	4,564,064	4,178,159	4,622,926
5,648,526	7,453,270	10,590,384	11,002,128	10,630,067	7,390,772
4,820,046	3,113,041	1,868,474	2,620,063	1,673,169	1,438,608
9,265,555	6,612,883	6,421,174	6,646,918	6,830,239	7,278,436
1,087,950	883,083	909,319	833,359	833,881	786,340
\$ 47,795,055	\$ 40,555,167	\$ 40,384,918	\$ 42,313,800	\$ 39,008,703	\$ 37,735,016
\$ (18,616,831)	\$ (14,783,378)	\$ (18,877,429)	\$ (20,621,479)	\$ (15,810,875)	\$ (15,653,559)
\$ 6,229,361	\$ 10,700,936	\$ 5,919,914	\$ 11,282,157	\$ 7,078,497	\$ 11,803,307
11,816,153	11,287,714	10,689,177	10,093,371	8,033,238	7,640,754
350,437	72,451	4,123,253	4,628,356	334,262	184,097
961,662	686,860	838,942	647,498	400,324	217,089
0	2,382	184,580	(340,649)	(150)	(48,043)
(5,003,419)	0	0	0	0	0
(2,166,204)	(2,236,097)	(2,280,643)	(2,273,793)	(702,002)	(503,926)
(47,293)	(47,293)	(47,293)	(47,296)	(23,725)	(11,097)
\$ 12,140,697	\$ 20,466,953	\$ 19,427,930	\$ 23,989,644	\$ 15,120,444	\$ 19,282,181
(6,476,134)	5,683,575	550,501	3,368,165	(690,431)	3,628,622
0	10,000	1,020,000	2,150,668	329,000	0
\$ (6,476,134)	\$ 5,693,575	\$ 1,570,501	\$ 5,518,833	\$ (361,431)	\$ 3,628,622

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	Other	Total		
Jackson County:									
2012-13	0.6231	\$ 15,018,426	\$ 148,002	\$ 423,276	\$ 575,197	\$ 208,255	\$ 16,373,156	\$20,963,860	78.1%
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%
Josephine County:									
2012-13	0.5128	\$ 5,934,113	\$ 55,862	\$ 112,494	\$ 164,801	\$	\$ 6,267,270	\$ 7,275,734	86.1%
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%

(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)

	2012-13	2011-12	2010-11	2009-10
Jackson County:				
Jackson County	2.2040	2.2056	2.3276	2.3674
Jackson ESD	0.3524	0.0352	0.3524	0.3524
Rogue Community College	0.6231	0.6193	0.6319	0.6278
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	4.4331	4.5147	4.4115	4.3964
Butte Falls	7.2494	7.2494	7.2494	7.2494
Central Point	4.4700	4.4700	4.4700	4.4700
Eagle Point	2.7076	2.7123	2.7168	2.7172
Gold Hill	2.4378	2.4169	2.3744	2.4179
Jacksonville	2.4673	2.4447	2.4653	2.5487
Medford	5.3760	5.3753	5.3814	5.3695
Phoenix	3.6463	3.6463	3.6463	3.6463
Rogue River	3.5216	3.6422	3.6425	3.6302
Shady Cove	0.9224	0.9044	0.9145	0.9202
Talent	3.4270	3.4346	3.4056	3.4205
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	2.1887	2.1849	2.2261	2.2159
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	4.2861	4.2460	4.2919	4.2764
Ashland #5	6.1370	6.1272	6.1608	6.1627
Butte Falls #91	4.5749	4.5749	4.5749	4.5749
Central Point #6	5.6479	5.6745	5.5963	5.5661
Eagle Point #9	6.2575	6.2443	6.3475	6.3233
Medford #549C	6.3127	6.4663	6.4746	6.4882
Phoenix #4	5.0473	5.0777	5.1057	5.1358
Pinehurst #94	4.8235	4.8235	4.8235	4.8235
Prospect #59	4.3628	4.3628	4.3628	4.3628
Rogue River #35	4.6933	5.0023	5.0290	5.0304
Special Levies:				
Jackson Cty Urban Renewal	0.0000	0.0000	0.0000	0.0000

2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
2.3433	2.2534	2.2426	2.2692	2.4725	2.5049
0.3524	0.3524	0.3524	0.3524	0.3524	0.3524
0.6256	0.6323	0.6365	0.6378	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	0.4700	0.0000	0.0000
0.0500	0.0500	0.0000	0.0000	0.0000	0.0000
4.2886	4.1425	4.1826	3.8691	3.8768	3.9599
7.2494	7.2494	7.2494	7.2494	7.2494	7.2494
4.4700	4.4470	4.4699	4.4699	4.4699	4.4699
2.7328	2.7509	2.7854	2.8283	2.8949	3.1920
2.4637	2.4174	2.4745	2.4879	2.4983	2.5133
2.5745	2.6478	2.6852	2.7591	2.8297	2.9245
5.3709	5.3751	5.3713	5.2953	5.2953	5.3883
3.6463	3.6463	3.6463	3.6463	3.6463	3.6463
3.6477	3.5900	3.6302	3.6658	3.6906	3.7372
0.9283	0.9488	0.9493	0.9290	1.0558	1.0794
3.4185	3.4654	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	3.1194
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
2.4938	2.4920	2.4680	2.4884	2.2967	2.1810
0.9902	0.9902	0.9902	0.9902	0.9902	0.9902
2.2116	2.2018	2.2478	2.2509	2.2609	2.2700
2.0181	2.0181	2.0181	2.0181	2.0181	2.0181
3.1976	3.1976	3.1976	3.1976	3.1976	3.1976
4.2875	4.3035	4.3373	4.3634	4.4285	4.4927
6.0470	5.9395	5.4059	5.3125	5.4425	5.4899
4.5749	4.5749	4.5749	4.5749	4.5749	4.5749
5.7278	5.7252	5.7592	5.7436	5.8144	6.0497
6.5937	6.6287	6.5861	6.6800	7.1679	7.1936
6.5550	6.2424	5.0551	5.0043	5.0060	4.9855
5.0918	5.0617	5.6875	5.9467	6.1590	6.2346
4.8235	4.8235	4.8235	4.8235	4.8235	4.8235
4.3628	4.3628	4.3628	4.3628	4.3628	4.3628
4.9901	5.0307	5.0383	5.0723	5.0926	5.1048
0.0000	0.2726	0.2456	0.2469	0.2509	0.2551

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

	2012-13	2011-12	2010-11	2009-10
Medford Urban Renewal	0.4070	0.3806	0.3828	0.3855
Talent Urban Renewal	1.2504	1.2298	1.2231	1.2189
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	0.1921	0.1900
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	0.3600	0.0000	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	0.7542	0.7532	0.7583	0.7728
Rogue Community College	0.5128	0.5128	0.5128	0.5128
Cities:				
Grants Pass	4.5350	4.5388	4.5401	4.5325
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	2.1772	2.1685	2.2220	2.2319
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	5.8968	5.9661	5.9206	6.4285
Three Rivers	4.2861	4.2460	4.2919	4.2764
Local Option Levy:				
Applegate RFPD #9	0.8500	0.8500	0.8500	0.8500
City of Grants Pass	1.7900	1.7900	1.7900	1.7900
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	0.6900
Kerby Water District	2.9764	3.1356	3.4055	3.3493
Illinois Valley RFPD #1	0.2500	0.0000	0.0000	0.0000

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

2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
0.4131	0.3938	0.4129	0.4439	0.4835	0.4575
1.2392	1.2556	1.1241	1.0770	0.8767	0.7164
0.8500	0.8500	0.8500	0.8500	0.8500	1.0000
1.2900	0.0000	0.0000	0.0000	0.0000	0.0000
0.1300	1.5800	1.3800	1.3800	1.3800	1.3800
0.0000	0.0000	0.9642	1.0156	1.0414	1.0906
0.0000	0.0000	1.0600	1.0600	0.0000	0.0000
0.0000	2.8500	2.8500	2.8500	2.8500	1.7200
0.0000	0.0000	0.0000	0.0000	0.0000	0.4131
0.3600	0.3600	0.3600	0.3600	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
0.7873	0.8039	0.8104	0.8281	0.8478	0.8799
0.5128	0.5128	0.5128	0.5128	0.5128	0.5128
4.6338	4.6432	4.1335	4.1335	4.1335	4.1335
1.8959	1.8959	1.8959	1.8959	2.0374	2.0426
1.6787	1.6787	1.6787	1.6787	1.6787	1.6787
2.2615	2.3074	2.3462	2.3759	2.4093	2.4353
1.0552	1.0552	1.0552	1.0552	1.0552	1.0552
2.1865	2.1865	2.1865	2.1865	2.1865	2.1865
6.2061	6.4129	6.4794	6.6664	6.7555	6.4262
4.2875	4.3035	4.3373	4.3634	4.4285	4.4927
0.8500	0.8500	0.8500	0.8500	0.8500	0.0000
1.4900	1.4900	1.4900	1.4900	0.8900	0.8900
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.5300	0.5300	0.0000	0.0000	0.0000	0.0000
0.7900	0.7900	0.7900	0.7900	0.0000	0.0000
1.9045	0.0000	0.0000	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, 2013			June 30, 2004		
	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)	\$ 241,966,000	1	1.48%	\$ 174,322,000	1	1.49%
Rogue Valley Manor	83,993,890	2	0.51%	50,261,104	5	0.43%
Avista Corp. DBA Avista Utilities	78,990,000	3	0.48%	46,658,100	6	0.4%
Harry & David Operations Inc	75,772,906	4	0.46%	69,055,572	4	0.59%
Carestream Health	67,695,350	5	0.41%			
Charter Communications	63,031,400	6	0.38%			
Centurylink	58,266,400	7	0.36%	88,967,573	3	0.76%
Rogue Valley Mall LLC	54,265,920	8	0.33%	42,682,730	7	0.37%
Boise Cascade Corp	39,319,442	9	0.24%	36,460,989	9	0.31%
Kogap Enterprises Inc	34,777,314	10	0.21%			
Biomass One Ltd Partnership						
Eastman Kodak Company				123,554,400	2	1.06%
Rogue Valley Partners, LP						
Bear Creek Operations, Inc.						
Certainteed Corporation				38,978,230	8	0.33%
BOC Group, Inc				28,294,220	10	0.24%
Total - principal tax payers	798,078,622		4.86%	699,234,918		5.99%
Other	\$ 15,575,077,235		(4.86)%	\$ 10,978,220,543		93.94%
Total - all taxpayers	\$ 16,373,155,857		100.00%	\$ 11,677,455,461		100.00%

Source: Jackson County Assessor's Office

Principal Taxpayers of Josephine County
Current Year and Nine Years Ago

Taxpayer	June 30, 2013			June 30, 2004		
	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)	\$ 81,256,330	1	1.3%	\$ 56,948,700	1	1.35%
Masterbrand Cabinets, Inc.	19,265,420	2	0.31%			
Nunn, Ronald C & Marcia K	18,026,510	3	0.29%	15,261,230	3	0.36%
Charter Communications	17,935,000	4	0.29%			
Auerbach Grants Pass LLC & Freeman Grants Pass LLC	17,357,120	5	0.28%	10,578,340	5	0.25%
Avista Corp	15,513,000	6	0.25%	8,964,000	6	0.21%
Grants Pass FMS LLC	13,781,210	7	0.22%			
Johnson Trust	13,096,050	8	0.21%			
Lynn-Ann Development LLC	11,432,607	9	0.18%			
Home Depot USA Inc.	11,114,070	10	0.18%			
Qwest Corporation				35,509,343	2	0.84%
Grant Kent Partners LLP				11,857,360	4	0.28%
Jensen, Robert A & Shirley Y				7,611,908	9	0.18%
Albertson's Inc.				8,285,211	7	0.2%
Wal-Mart Stores, Inc				8,030,033	8	0.19%
Hillebrand Children Riverwood Apts.				7,508,090	10	0.18%
Total - principal taxpayers	218,777,317		3.52%	170,554,215		4.04%
Other	\$ 6,048,492,115		96.49%	\$ 4,063,446,521		95.96%
Total - all taxpayers	\$ 6,267,269,432		100.00%	\$ 4,234,000,736		100.00%

Source: Josephine County Assessor's Office

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

	2012-13	2011-12	2010-11	2009-10
General Fund				
Levy extended by assessor	\$ 11,308,025	\$ 11,355,208	\$ 11,267,815	\$ 11,034,251
Reduction of taxes receivable:				
Current year	10,538,024	10,559,245	10,468,814	10,194,500
Percentage of levy	93.19%	93.00%	92.91%	92.39%
Tax roll adjustments and discounts	(339,368)	(336,588)	(311,637)	11,040
Beginning taxes receivable:				
Prior year	921,323	903,928	826,255	729,457
Reduction of taxes receivable:				
Prior year	505,122	433,201	386,759	440,494
Tax roll adjustments and discounts	63,024	(8,779)	(22,932)	22,813
Interest	97,330	91,119	72,938	66,005
Total taxes receivable end of year	909,858	921,323	903,928	826,255
Land sales severance tax and other revenues	0.00	0.00	0.00	4,166
Total received by College	<u>\$ 11,140,475</u>	<u>\$ 11,083,565</u>	<u>\$ 10,928,512</u>	<u>\$ 10,705,164</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	 \$ 559,773	 \$ 665,571	 \$ 778,294
Total collections to date	\$ 10,538,024	\$ 11,119,018	\$ 11,134,385	\$ 10,972,794
Percentage of levy collected	93.19%	97.92%	98.82%	99.44%

Source: Rogue Community College Budget and Financial Services

<u>2008-09</u>	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>	<u>2003-04</u>
\$ 10,419,011	\$ 9,879,788	\$ 9,358,508	\$ 8,770,235	\$ 8,277,703	\$ 7,850,939
9,675,014	9,210,075	8,734,514	8,290,870	7,727,728	7,362,446
92.86%	93.22%	93.33%	94.53%	93.36%	93.78%
(292,053)	300,622	(224,913)	187,032	(263,684)	(209,635)
574,037	493,004	414,255	506,751	502,616	565,308
297,111	285,952	212,408	301,404	288,375	333,915
581	(2,106)	(25,970)	(26,878)	6,219	(7,635)
52,366	54,088	55,264	69,497	17,923	20,018
729,457	574,037	493,004	414,255	506,751	502,616
345	2,706	5,222	3,486	13,000	7,086
<u>\$ 10,024,836</u>	<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>
\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128	\$ 0.5128
\$ 727,456	\$ 659,520	\$ 618,999	\$ 462,947	\$ 549,975	\$ 488,493
\$ 10,402,470	\$ 9,869,595	\$ 9,353,513	\$ 8,753,817	\$ 8,277,703	\$ 7,850,939
99.84%	99.90%	99.95%	99.81%	100.00%	100.00%

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

	2012-13	2011-12	2010-11	2009-10
Debt Service Fund				
Levy extended by assessor	\$ 1,807,962	\$ 1,753,567	\$ 1,938,022	\$ 1,833,643
Reduction of taxes receivable:				
Current year	1,685,217	1,631,852	1,800,335	1,690,821
Percentage of levy	93.21%	93.06%	92.90%	92.21%
Tax roll adjustments and discounts	(56,672)	(53,529)	(58,716)	(66,436)
Beginning taxes receivable:				
Prior year	139,254	143,509	130,706	122,544
Reduction of taxes receivable:				
Prior year	64,951	79,034	62,508	65,423
Tax roll adjustments and discounts	(3,087)	(1,299)	(3,661)	(2,856)
Interest	137,289	15,608	11,688	11,316
Total taxes receivable end of year	137,289	139,254	143,509	130,706
Land sales severance tax and other revenues	0	0	0	0
Total received by College	\$ 1,765,143	\$ 1,726,494	\$ 1,874,531	\$ 1,767,560
Tax levy rate (per \$1,000 assessed value)	\$.1103	\$.1065	\$ 0.1191	\$ 0.1150
 Total collections in subsequent years	 \$ N/A	 \$ 86,687	 \$ 117,476	 \$ 134,260
Total collections to date	\$ 1,685,217	\$ 1,718,539	\$ 1,917,811	\$ 1,825,081
Percentage of levy collected	93.21%	98.00%	98.96%	99.53%

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

Source: Rogue Community College Budget and Financial Services

2008-09	2007-08	2006-07	2005-06
\$ 1,742,972	\$ 1,764,076	\$ 1,722,600	\$ 1,634,536
1,613,969	1,639,308	1,601,632	1,545,507
92.60%	92.93%	92.98%	94.55%
(53,153)	(57,194)	(61,885)	(44,428)
99,485	77,066	44,601	0
51,235	46,221	25,374	0
(1,556)	1,066	(1,244)	0
8,073	7,006	5,880	2,698
122,544	99,485	77,066	44,601
0	0	0	0
\$ 1,673,277	\$ 1,692,535	\$ 1,632,886	\$ 1,548,205
\$ 0.1128	\$ 0.1195	\$ 0.1237	\$ 0.1251
\$ 125,920	\$ 122,493	\$ 118,912	\$ 89,029
\$ 1,739,889	\$ 1,761,801	\$ 1,720,544	\$ 1,634,536
99.82%	99.87%	99.88%	100.00%

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

	2012-13	2011-12	2010-11	2009-10
General obligation and refunding bonds	\$ 19,995,000	\$ 20,950,000	\$ 21,000,000	\$ 21,735,000
General bonded debt	19,995,000	20,950,000	21,000,000	21,735,000
Limited tax pension obligation bonds	\$ 18,950,000	\$ 19,410,000	\$ 19,800,000	\$ 20,125,000
Certificates of participation	135,000	265,000	390,000	510,000
Note payable	210,385	223,996	236,887	249,098
Capital leases	0	0	0	0
Other debt to be repaid by general government resources	19,295,385	19,898,996	20,426,887	20,884,098
Total outstanding debt	\$ 39,290,385	\$ 40,848,996	\$ 41,426,887	\$ 42,619,098
General Bonded Debt Ratios				
Per capita	\$ 69.57	\$ 73.05	\$ 72.08	\$ 74.77
Per FTE	\$ 3.662	\$ 3,664	\$ 3,386	\$ 3,712
As a percentage of taxable assessed value	0.09%	.09%	0.10%	0.10%
Total Outstanding Debt Ratios				
Per capita	\$ 136.71	\$ 142.45	\$ 142.19	\$ 146.81
Per FTE	\$ 7.197	\$ 7,145	\$ 6,680	\$ 7,287
As a percentage of taxable assessed value	0.18%	.18%	.19%	.20%

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.

2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
\$ 22,420,000	\$ 23,025,000	\$ 23,540,000	\$ 24,000,000	\$ 24,000,000	\$ 0
22,420,000	23,025,000	23,540,000	24,000,000	24,000,000	0
\$ 20,385,000	\$ 20,590,000	\$ 20,740,000	\$ 20,950,000	\$ 21,035,000	\$ 0
620,000	730,000	835,000	935,000	1,030,000	10,040,000
260,664	271,619	281,996	291,824	301,133	309,951
0	0	0	0	0	1,100
21,265,664	21,591,619	21,856,996	22,176,824	22,366,133	10,351,051
\$ 43,685,664	\$ 44,616,619	\$ 45,396,996	\$ 46,176,824	\$ 70,366,133	\$ 10,351,051
\$ 77.69	\$ 80.87	\$ 84.15	\$ 87.54	\$ 88.95	\$ 0
\$ 4,506	\$ 5,383	\$ 5,328	\$ 5,994	\$ 6,062	\$ 0
.11%	.11%	.12%	.13%	.14%	0%
\$ 151.38	\$ 156.71	\$ 162.28	\$ 168.43	\$ 171.85	\$ 38.7
\$ 8,781	\$ 10,431	\$ 10,276	\$ 11,532	\$ 11,712	\$ 2,517
.21%	.22%	.24%	.26%	.28%	.07%

Direct and Overlapping Governmental Activities Debt
As of June 30, 2013 - (unaudited)

	Gross Property-tax Backed Debt	Net Property-tax Backed Debt	Percent Overlap
Direct Debt			
Rogue Community College	\$ 38,945,000	\$ 19,995,000	
Total Direct Debt	<u>\$ 38,945,000</u>	<u>\$ 19,995,000</u>	
Overlapping Debt			
Jackson County	26,375,000	26,375,000	100.0%
Cities:			
Ashland	37,023,233	4,285,000	100.0%
Butte Falls	59,533	59,533	100.0%
Central Point	2,842,550	770,000	100.0%
Eagle Point	702,450	702,450	100.0%
Gold Hill	288,947	288,947	100.0%
Jacksonville	2,480,000	0.00	100.0%
Medford	70,041,000	2,820,000	100.0%
Rogue River	70,000	70,000	100.0%
Shady Cove	964,617	487,851	100.0%
Talent	4,410,000	765,000	100.0%
Fire Districts and other:			
Rogue River #1	245,000	245,000	100.0%
Jackson County RFPD 5	1,860,000	1,860,000	100.0%
Jackson County Housing Authority	3,638,527	0.00	100.0%
School Districts:			
Ashland #5	29,610,000	29,610,000	100.0%
Central Point #6	18,535,000	18,535,000	100.0%
Eagle Point #9	21,385,000	21,385,000	100.0%
Medford #549C	212,650,000	212,650,000	100.0%
Phoenix #4	24,681,000	24,681,000	100.0%
Rogue River #35	1,990,000	1,990,000	100.0%

Direct and Overlapping Governmental Activities Debt
As of June 30, 2013 - (unaudited)

	Gross Property-tax Backed Debt	Net Property-tax Backed Debt	Percent Overlap
Overlapping Debt (continued)			
Josephine County	14,538,145	12,935,000	100.0%
Cities:			
Grants Pass	15,715,000	5,875,000	100.0%
Fire Districts and other:			
Illinois Valley RFPD #1	1,884,000	1,520,000	100.0%
Williams RFPD	205,000	205,000	100.0%
School Districts:			
Grants Pass #7	0.00	0.00	100.0%
Three Rivers	40,590,000	40,590,000	100.0%
Total Overlapping Debt	\$ 552,779,001	\$ 428,699,781	
Total Direct and Overlapping Debt	\$ 591,724,001	\$ 448,694,781	

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
2012-13					
Jackson County	\$ 20,963,859,574	\$ 314,457,893	\$ 19,995,000	\$ 294,462,893	6.36%
Josephine County	7,275,733,739	109,136,006	0	109,136,006	0
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

(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
2012-13						
Jackson	203,206	\$ N/A	\$ 24,263	42.0	14.9	9.5
Josephine	82,713	N/A	21,535	47.0	10.6	11.2
2011-12						
Jackson	203,950	7,087,194	24,410	42.1	18.4	10.8
Josephine	82,820	2,498,196	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

(1) Information only available in these years

Source: Rogue Community College Budget and Financial Services.

Principal Employers by Industry
Current Year and Nine Years Ago - (unaudited)

Industry	June 30, 2013			June 30, 2004		
	Rank	Total Employees	Percentage of Total Regional Employment	Rank	Total Employees	Percentage of Total Regional Employment
Rogue Valley:						
Nonfarm employment	1	100,950	26.9%	1	104,550	27.4%
Private Non-Classified	2	84,840	22.6%	2	88,060	23.1%
Natural Resources & Mining	12	550	0.1%	13	390	0.1%
Construction	10	3,820	1.0%	9	6,210	1.6%
Manufacturing	7	9,910	2.6%	7	12,480	3.3%
Trade, Transportation, & Utilities	4	44,690	11.9%	3	46,680	12.2%
Information	11	1,770	0.5%	12	2,190	0.6%
Financial Activities	9	4,750	1.3%	10	5,530	1.5%
Professional & Business Services	8	8,400	2.2%	8	9,010	2.4%
Education & Health Services	3	49,600	13.2%	5	40,510	10.6%
Leisure & Hospitality	6	21,070	5.6%	6	19,960	5.2%
Other Services	10	3,570	1.0%	11	3,780	1.0%
Government	5	41,280	11.0%	4	41,910	11.0%
Total		<u>375,200</u>	<u>100.0%</u>		<u>381,260</u>	<u>100.0%</u>

Source: Oregon Employment Department

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

Fiscal Year	Management	Classified	Part-Time Classified	Faculty	Part-Time Faculty	Students	Total
2012-13	52	152	13	102	162	114	595
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

Source: Rogue Community College Budget and Financial Services

Note: This report is reflective of the FTE generated based on actual hours worked, not existing positions. Position vacancies will cause fluctuations above and beyond the addition and/or elimination of actual positions.

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			
2012-13	\$ 87	\$ 107 *	5,459.40	5,363.14	16,643
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

* Residents of Washington, Idaho, California, and Nevada pay an in-state tuition rate of \$87.
International students tuition is \$291.

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.

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

	2012-13	2011-12	2010-11	2009-10
Lower Division Transfer Courses	2965.64	3,094.96	3,154.68	2,895.78
Professional Technical Preparatory	942.69	1,009.56	1,050.32	1,022.92
Stand Alone CTE Prp	20.59	0.00	0.00	0.00
Professional Technical Supplemental	58.58	76.47	124.42	158.69
Professional Technical Apprentice	33.20	33.75	36.40	40.93
English as a Second Language	103.95	115.35	167.74	171.50
Adult Basic Education	272.90	249.72	313.41	284.21
General Equivalency Diploma	104.19	104.40	130.86	116.86
Post Secondary Remedial	143.09	900.49	1,058.62	953.85
Post Secondary Remedial Math	471.75	0.00	0.00	0.00
Post Secondary Remedial Electives	218.13	0.00	0.00	0.00
Self Improvement	56.93	69.08	101.23	141.10
Total Reimbursable FTE *	5391.64	5,653.78	6,137.68	5,785.84
Non-reimbursable	67.76	63.56	64.23	70.03
Total FTE	5,459.40	5,717.34	6,201.91	5,855.87
State Appropriation	\$ 5,278,969.0	\$ 5,967,177.2	\$ 5,821,722.0	\$ 7,175,209
State Appropriation per Reimbursable FTE	\$ 979.1027	\$ 1,055.4315	\$ 948.5216	\$ 1,240.1326

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

Source: Rogue Community College Budget and Financial Services

2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
2,301.77	1,958.10	1,922.45	1,882.18	1,839.96	1,861.89
919.29	782.20	757.88	677.40	717.56	734.98
0.00	0.00	0.00	0.00	0.00	0.00
122.74	92.64	105.43	115.36	106.47	93.71
59.51	71.06	68.58	68.89	57.82	53.31
169.88	183.14	175.71	163.44	168.11	157.63
293.93	246.53	210.83	177.36	162.48	174.80
85.47	99.71	75.89	76.50	68.20	85.09
828.56	585.78	563.20	657.36	632.67	710.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
118.50	184.53	170.49	185.80	205.63	240.24
4,899.65	4,203.69	4,050.46	4,004.29	3,958.90	4,442.98
75.56	73.44	367.32	111.53	129.51	100.09
4,975.21	4,277.13	4,417.78	4,115.82	4,088.81	4,211.74
\$ 7,857,286	\$ 9,227,167	\$ 7,393,684	\$ 9,513,750	\$ 8,847,878	\$ 9,537,052
\$ 1,603.5423	\$ 2,195.0160	\$ 1,825.3937	\$ 2,375.8894	\$ 2,234.9334	\$ 2,316.5194

Capital Assets Activity
Last Ten Fiscal Years - (unaudited)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
2012-13				
Land	\$ 3,827,853	\$ 0	\$ 0	\$ 3,827,853
Buildings	40,366,219	279,318	0	40,645,537
Equipment	3,273,523	180,435	20,836	3,433,122
Construction in progress	6,206	323,011	279,318	49,899
Infrastructure	1,797,825	0	0	1,797,825
Library Collections	586,424	40,092	0	626,516
Software	833,355	0	0	833,355
Total capital and other assets	50,691,405	822,856	300,154	51,214,107
Less accumulated depreciation	14,865,697	1,232,604	19,796	16,078,505
Total	<u>\$ 35,825,708</u>	<u>\$ (409,748)</u>	<u>\$ 280,358</u>	<u>\$ 35,135,602</u>
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>

Capital Assets Activity

Last Ten Fiscal Years - (unaudited) (continued)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
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>
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>

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

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
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>
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>

Capital Assets Activity

Last Ten Fiscal Years - (unaudited) (continued)

Fiscal Year	Beginning Balance	Additions	Deletions	Ending Balance
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>\$ 3,779,190</u>	<u>\$ 1,015,406</u>	<u>\$ 14,132,702</u>

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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, 2013, and have issued our report thereon dated December 31, 2013. 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.

OAR 162-10-0230 Internal Control

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

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. 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.

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 material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not yet been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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Boise, Idaho
December 31, 2013

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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



Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

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

We have audited, 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, the financial statements of Rogue Community College (the College) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated December 31, 2013. The financial statements of the Rogue Community College Foundation were not audited in accordance with *Government Auditing Standards* and accordingly this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Rogue Community College Foundation.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

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. 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.

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 material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not yet been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Boise, Idaho
December 31, 2013

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Rogue Community College
Grants Pass, Oregon

A-133 (Single Audit) Report



Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by OMB Circular A-133

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

Report on Compliance for Each Major Federal Program

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, 2013. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on the compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. 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 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal Program

In our opinion, the College complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect of each of its major Federal programs for the year ended June 30, 2013.

Report on Internal Control over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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.

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 compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


Boise, Idaho

December 31, 2013

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified?	No
Significant deficiency identified not considered to be material weaknesses?	None reported
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	Unmodified
Any audit findings disclosed what are required to be reported in accordance with Circular A-133, Section 510(a)?	No

Identification of major programs:

<u>Name of Federal Program</u>	<u>CFDA Number</u>
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
TRIO - Student Support Services	84.042A
TRIO - Educational Opportunity Center	84.066A
TRIO - Talent Search	84.044A

(continued)

Identification of major programs (continued):

Name of Federal Program	CFDA Number
U. S. Department of Education Programs Passed Through Oregon Department of Education	
Perkins Vocational Education	84.048
Perkins Non-Traditional	84.048
Perkins Peer Review	84.048
U. S. Department of Education Programs Passed Through Oregon Department of Community Colleges and Workforce Development	
Adult Basic Education Program	84.002A
Oregon Pathways for Adult Basic Skills and Learning Standards	84.002
U. S. Department of Education Programs Passed Through Oregon Education Service District	
Perkins Vocational Education	84.048
U.S. Department of Labor Direct Program	
TAACCCT PATH - Trade Adjustment Assistance Community College and Career Training Pathways to Allied Health Professions	17.282
U.S. Department of Labor Program Passed Through Clackamas Community College	
CASE - The Oregon Credentials, Acceleration and Support for Employment	17.282
Dollar threshold used to distinguish between Type A and Type B programs	\$300,000
Auditee qualified as low-risk auditee?	Yes
Section II – Financial Statement Findings	None
Section III – Federal Award Findings and Questioned Costs	None

Schedule of Expenditures of Federal Awards
 Year ended June 30, 2013

<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 Education			
Direct Grants:			
Financial Aid Cluster:			
Pell Grant Program	84.063 (*)		\$ 13,647,326
Federal Work-Study Program	84.033 (*)		150,867
Direct Loan Program	84.268 (*)		15,381,906
Supplemental Educational Opportunity Grants Program	84.007 (*)		142,721
TRIO Cluster:			
TRIO - Student Support Services	84.042A		239,818
TRIO - Educational Opportunity Center	84.066A		232,066
TRIO - Talent Search	84.044A		228,505
Passed through Oregon Department of Education:			
Perkins Vocational Education	84.048	24851/2214	349,572
Perkins Non-Traditional	84.048	24931	9,900
Perkins Peer Review	84.048	24924	546
Passed through Oregon Department of Community Colleges and Workforce Development:			
Adult Basic Education Program	84.002A	EE9111318	328,080
OPABS (Oregon Pathways for Adult Basic Skills) and Learning Standards	84.002	IGRA0585	10,935
OCCURS - Oregon Community College Unified Reporting System	84.048	IGA0447	21,313
OCCURS - Oregon Community College Unified Reporting System	84.384	IGA 0447	103,971
Passed through Southern Oregon Education Service District:			
Perkins Vocational Education	84.048	N/A	30,247
Total U.S. Department of Education			\$ 30,877,773

Schedule of Expenditures of Federal Awards
Year ended June 30, 2013

<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:			
RBEG - Josephine County Business Impact Services	10.769		34,465
Total U.S. Department of Agriculture			\$ 34,465
U.S. Small Business Administration			
Passed through Oregon Small Business Development Center Network:			
Small Business Assistance	59.037	153	13,362
Small Business Jobs Act	59.017	SBJ12-153	52,622
Total U.S. Small Business Administration			\$ 65,984
U.S. Department of Labor			
Direct Grant:			
TAACCCT PATH - Trade Adjustment Assistance Community College and Career Training Pathways to Allied Health Professions	17.282	TC-23783-12	212,557
Passed through Clackamas Community College:			
CASE - The Oregon Credentials, Acceleration and Support for Employment	17.282	TC-22511-11	148,950
Passed through Portland Community College:			
Healthcare Oregon Pathways Employment (HOPE)	17.269	13-423031-0	129,683
Total U.S. Department of Labor			\$ 491,190
			<u>\$ 31,469,412</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, 2013. 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 position, 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, 2013, was \$411,578.