



TIDEWATER COMMUNITY COLLEGE

REVIEW REPORT FOR THE YEAR ENDED JUNE 30, 2015

Auditor of Public Accounts
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P.O. Box 1295
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February 18, 2016

Dr. Edna V. Baehre-Kolovani,
President, Tidewater Community College

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

We have reviewed the accompanying Statement of Net Position of **Tidewater Community College** as of June 30, 2015, and the related Statement of Revenues, Expenses, and Changes in Net Position for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of College management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the Statement of Net Position and Statement of Revenues, Expenses, and Changes in Net Position, in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not perform review procedures on the activity of the Tidewater Community College Educational Foundation or the Tidewater Community College Real Estate Foundation, both discretely-presented component units of Tidewater Community College, which are presented in the accompanying financial statements. These statements were audited by other accountants whose report has been furnished to us, and our conclusion, insofar as it relates to the amounts included for the Foundations is based solely on the report of other accountants.

Statements on Standards for Accounting and Review Services require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the accompanying financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Tidewater Community College is one of 23 community colleges that comprise the Virginia Community College System, which is a component unit of the Commonwealth of Virginia. Federal funds received by the Commonwealth of Virginia are audited at a statewide level by the Auditor of Public Accounts under the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133. As a major program, the Auditor of Public Accounts audits Federal Student Financial Aid at Virginia's state-supported colleges and universities generally on a triennial cyclic basis. The Auditor of Public Accounts audited Tidewater Community College's Federal Student Aid programs in fiscal years 2010 and 2013 and did not report any material compliance issues. Management's Discussion and Analysis and the System's basic financial statements, which include Tidewater Community College, are prepared centrally and are included in the Virginia Community College System Financial Report for the year ended June 30, 2015. Copies of our audits of the financial statements of the Virginia Community College System along with copies of our statewide Single Audits may be found on our website at www.apa.virginia.gov.

This letter is intended solely for the information and use of the accreditation review board and is not intended to be and should not be used by anyone other than this specified party. However, this letter is a matter of public record and its distribution is not limited.

AUDITOR OF PUBLIC ACCOUNTS

EMS/clj

Virginia Community College System
Tidewater Community College
Statement of Net Position
As of June 30, 2015

		Component Units	
	Community College	Community College Educational Foundation	Community College Real Estate Foundation
Assets			
Current Assets			
Cash and cash equivalents	\$ 34,693,260	\$ 256,516	\$ 2,412,582
Short term investments	17	-	204,024
Accounts receivable, net	2,908,202	3,000	51,075
Pledges receivable	-	142,312	-
Due from Commonwealth	1,417,206	-	-
Interest receivable	297,184	-	-
Prepaid expenses	1,859,470	12,661	-
Inventories	306,872	-	-
Total Current Assets	41,482,211	414,489	2,667,681
Noncurrent Assets			
Restricted cash and cash equivalents	110,461	-	-
Cash equivalents with trustees	18,141,058	-	-
Endowment cash and cash equivalents	-	394,748	-
Endowment investments	-	2,475,098	-
Other long-term investments	24,719,151	4,896,673	-
Pledges receivable	-	298,464	-
Due from Commonwealth	1,972,652	-	-
Non-depreciable capital assets, net	39,188,857	-	479,691
Depreciable capital assets, net	298,673,730	-	2,824,768
Total Noncurrent Assets	382,805,909	8,064,983	3,304,459
Total Assets	424,288,120	8,479,472	5,972,140
Deferred Outflows of Resources	6,396,304	-	-
Total Assets and Deferred Outflows of Resources	430,684,424	8,479,472	5,972,140
Liabilities			
Current Liabilities			
Accounts and retainage payable	5,575,163	84,982	142,308
Accrued payroll expense	6,891,690	-	-
Unearned revenue	7,638,051	-	125,013
Long-term liabilities-current portion	8,489,923	1,992	-
Securities lending obligation	473	-	-
Due to Commonwealth	20,000	-	-
Deposits	741,470	-	-
Total Current Liabilities	29,356,770	86,974	267,321
Noncurrent Liabilities			
Unearned revenue	-	-	-
Long-term liabilities	87,102,694	6,155	-
Pension obligations	68,039,000	-	-
Total Noncurrent Liabilities	155,141,694	6,155	-
Total Liabilities	184,498,464	93,129	267,321
Deferred Inflows of Resources	12,144,000	-	-
Total Liabilities and Deferred Inflows of Resources	196,642,464	93,129	267,321
Net Position			
Net investment in capital assets	262,667,378	-	3,304,459
Restricted for:			
Nonexpendable	-	2,886,234	-
Expendable	-	3,469,197	-
Unrestricted	(28,625,418)	2,030,912	2,400,360
Total Net Position	\$ 234,041,960	\$ 8,386,343	\$ 5,704,819

See Independent Accountant's Review Report

Virginia Community College System
Tidewater Community College
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2015

		Component Units	
		Community College Educational Foundation	Community College Real Estate Foundation
Revenues			
Operating Revenue			
Tuition and fees (net of scholarship allowance of \$35,578,030)	\$ 40,899,509	\$ -	\$ -
Federal grants and contracts	5,042,710	-	-
State and local grants	228,828	-	-
Nongovernmental grants	198,720	-	-
Sales/services of education department	156,471	-	-
Auxiliary enterprises (net of scholarship allowance of \$125,434)	13,878,093	-	-
Gifts and contributions	-	959,999	-
Other operating revenues	2,588,939	107,752	269,879
Total Operating Revenue	62,993,270	1,067,751	269,879
Expenses			
Operating Expenses			
Instruction	73,253,463	81,178	-
Public service	186,109	-	-
Academic support	12,220,364	77,449	-
Student services	15,612,848	557,517	-
Institutional support	29,891,153	629,082	192,217
Operation and maintenance	17,768,666	18,973	285,134
Scholarships and fellowships	24,819,308	139,402	-
Auxiliary enterprises	7,447,493	-	-
Fundraising	-	54,087	-
Other expenses	-	479	-
Total Operating Expenses	181,199,404	1,558,167	477,351
Operating Income (Loss)	(118,206,134)	(490,416)	(207,472)
Nonoperating Revenues(Expenses)			
State appropriations	60,398,383	-	-
Local appropriations	83,600	-	-
Grants and gifts	52,216,975	-	-
Investment income	493,018	333,590	32,266
Interest on capital asset related debt	(2,848,246)	-	-
Other nonoperating revenue (expense)	178,938	-	-
Net Nonoperating Revenue	110,522,668	333,590	32,266
Income before other revenues, expenses gains (losses)	(7,683,466)	(156,826)	(175,206)
Capital appropriations-state	15,452,150	-	-
Capital gifts, grants and contracts	686,664	-	-
Additions to permanent and term endowments	-	39,659	-
Increase (Decrease) in Net Position	8,455,348	(117,167)	(175,206)
Net Position			
Net Position beginning of year, as restated	225,586,612	8,503,510	5,880,025
Net Position end of year	\$ 234,041,960	\$ 8,386,343	\$ 5,704,819

See Independent Accountant's Review Report