

JOHN TYLER COMMUNITY COLLEGE

**REPORT ON AUDIT
FOR THE YEAR ENDED
JUNE 30, 2011**





Commonwealth of Virginia

Auditor of Public Accounts

Walter J. Kucharski
Auditor of Public Accounts

P.O. Box 1295
Richmond, Virginia 23218

December 15, 2011

Dr. Marshall W. Smith, President
John Tyler Community College
13101 Jefferson Davis Highway
Chester, VA 23831-5316

Dear Dr. Smith:

We have reviewed the accompanying Statement of Net Assets of **John Tyler Community College** as of June 30, 2011, and the related Statement of Revenues, Expenses, and Changes in Net Assets for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of the individual community college.

A review consists principally of inquiries of college personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

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 generally accepted accounting principles.

John Tyler 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 Statewide 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 John Tyler Community College's Federal Student Aid programs in fiscal years 2006 and 2009 and did not report any material compliance issues. Copies of our audits of the system wide 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.

Sincerely,

Walter J. Kucharski
Auditor of Public Accounts

Enclosure

**Virginia Community College System
John Tyler Community College
Statement of Net Assets
As of June 30, 2011**

	Community College	Component Unit John Tyler Community College Foundation
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 6,829,011	\$ 672,304
Short term investments	850,996	-
Accounts receivable	728,990	-
Due from Commonwealth	98,872	-
Due from system office	8,951	-
Prepaid expenses	254,886	-
Inventories	28,747	-
Total Current Assets	8,800,453	672,304
Noncurrent Assets		
Restricted cash and cash equivalents	(219,499)	-
Endowment cash and cash equivalents	-	101,167
Appropriation available	69,077	-
Endowment investments	-	1,987,230
Other long-term investments	-	2,937,861
Investments in real estate	-	25,800
Due from Commonwealth	254,848	-
Non-depreciable capital assets, net	9,219,667	-
Depreciable capital assets, net	46,733,954	-
Total Noncurrent Assets	56,058,047	5,052,058
Total Assets	64,858,500	5,724,362
Liabilities		
Current Liabilities		
Accounts and retainage payable	212,631	-
Accrued payroll expense	1,590,667	-
Deferred revenue	2,162,031	-
Long-term liabilities-current portion	653,880	-
Securities lending obligation	526,118	-
Due to Commonwealth	8,000	-
Deposits	14,681	-
Total Current Liabilities	5,168,008	-
Noncurrent Liabilities		
Long-term liabilities	845,981	-
Total Noncurrent Liabilities	845,981	-
Total Liabilities	6,013,989	-
Net Assets		
Invested in capital assets, net of related debt	55,588,621	-
Restricted for:		
Nonexpendable	-	2,088,397
Expendable	313,155	2,837,905
Unrestricted	2,942,735	798,060
Total Net Assets	\$ 58,844,511	\$ 5,724,362

See Auditor of Public Accounts' Review Report

**Virginia Community College System
John Tyler Community College
Statement of Revenues, Expenses and Changes in Net Assets
For the Year Ended June 30, 2011**

		Component Unit
	Community	John Tyler
	College	Community
		College
		Foundation
Revenues		
Operating Revenue		
Tuition and fees (net of scholarship allowance of \$7,181,355)	\$ 13,716,083	\$ -
Federal grants and contracts	747,511	-
State and local grants	216,616	-
Auxiliary enterprises (net of scholarship allowance of \$31,412)	459,817	-
Gifts and contributions	-	492,003
Endowment income	-	117,676
Other operating revenues	684,349	398,054
Total Operating Revenue	15,824,376	1,007,733
Expenses		
Operating Expenses		
Instruction	18,677,137	-
Academic support	2,734,116	774,972
Student services	3,596,668	-
Institutional support	8,210,372	122,645
Operation and maintenance	5,475,581	366,863
Scholarships and fellowships	7,349,984	142,346
Auxiliary enterprises	92,572	-
Fundraising	-	2,729
Other expenses	-	31,191
Total Operating Expenses	46,136,430	1,440,746
Operating Income (Loss)	(30,312,054)	(433,013)
Nonoperating Revenues(Expenses)		
State appropriations	17,279,770	-
Local appropriations	55,349	-
Grants and gifts	12,649,165	-
Investment income	95,238	264,555
Interest on capital asset related debt	(19,160)	-
Other nonoperating revenue (expense)	76,631	-
Net Nonoperating Revenue	30,136,993	264,555
Income before other revenues, expenses		
gains (losses)	(175,061)	(168,458)
Capital appropriations-state	530,690	-
Capital gifts, grants and contracts	4,053	-
Additions to permanent and term endowments	-	62,731
Increase (Decrease) in Net Assets	359,682	(105,727)
Net Assets		
Net Assets beginning of year	58,484,829	5,830,089
Net Assets end of year	\$ 58,844,511	\$ 5,724,362

See Auditor of Public Accounts' Review Report