TIDEWATER COMMUNITY COLLEGE

REPORT ON REVIEW

FOR THE YEAR ENDED

JUNE 30, 2005

APA
Auditor of Public Accounts
COMMONWEALTH OF VIRGINIA

Commonwealth of Virginia

Auditor of Public Accounts
P.O. Box 1295
Walter J. Kucharski, Auditor **Richmond, Virginia 23218**

February 7, 2006

Dr. Deborah M. DiCroce, President
Tidewater Community College
121 College Place
Norfolk, VA 23510

Dear Dr. DiCroce:

We have reviewed the accompanying Statement of Net Assets of Tidewater Community College as of June 30, 2005, 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.

This letter is for the expressed use of the accreditation review board and is not intended to be used for any other purpose.

Sincerely,

Walter J. Kucharski
Auditor of Public Accounts

Enclosure

TIDEWATER COMMUNITY COLLEGE
STATEMENT OF NET ASSETS
As of June 30, 2005

	Community College	Component Unit: Tidewater Community College Educational Foundation
ASSETS		
Current assets:		
Cash and cash equivalents	$ 7,939,899	$ 178,741
Short term investments	-	449,703
Accounts receivable	1,477,034	-
Pledges receivable	-	320,009
Due from Commonwealth	3,790	-
Prepaid expenses	43,615	6,561
Inventories	235,805	-
Total current assets	9,700,143	955,014
Noncurrent assets:		
Restricted cash and cash equivalents	4,727,094	-
Endowment cash and cash equivalents	-	8,024
Endowment investments	-	796,003
Other long-term investments	-	645,726
Accounts receivable, net	-	
Pledges receivable	-	552,019
Nondepreciable capital assets, net	4,690,990	50,000
Depreciable capital assets, net	60,994,882	577,834
Total noncurrent assets	70,412,966	2,629,606
Total assets	80,113,109	3,584,620
LIABILITIES		
Current liabilities:		
Accounts and retainage payable	1,265,740	1,382
Accrued payroll expense	3,318,012	2,404
Deferred revenue	2,315,754	-
Long-term liabilities - current portion	3,846,732	34,644
Due to Commonwealth	20,000	-
Deposits	128,251	-
Total current liabilities	10,894,489	38,430
Noncurrent liabilities:		
Long-term liabilities	21,046,218	289,159
Total liabilities	31,940,707	327,589
NET ASSETS		
Invested in capital assets, net of related debt	44,874,375	627,834
Restricted for:		
Nonexpendable	-	804,027
Expendable	4,632,515	1,253,236
Unrestricted	(1,334,488)	571,934
Total net assets	$ 48,172,402	$ 3,257,031

See Auditor of Public Accounts' Review Report

TIDEWATER COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
For the Year Ended June 30, 2005

	Community College	Component Unit: Tidewater Community College Educational Foundation
Operating revenue:		
Tuition and fees (net of scholarship allowance of $7,263,843)	$ 28,399,771	$ -
Federal grants and contracts	19,621,947	-
State and local grants	162,940	-
Nongovernmental grants	93,467	300,000
Sales/services of education department	82,955	-
Auxiliary enterprises (net of scholarship allowance of $52,233)	1,884,463	-
Gifts and contributions	-	846,012
Endowment income	-	33,280
Other operating revenues	1,113,301	274,714
Total operating revenue	51,358,844	1,454,006
Operating expenses:		
Instruction	42,742,183	-
Public service	266,248	-
Academic support	6,191,889	225,227
Student services	8,237,758	-
Institutional support	15,660,105	197,057
Operation and maintenance	6,979,144	116,127
Scholarships and fellowships	11,771,306	70,421
Auxiliary enterprises	1,369,117	-
Fundraising	-	59,657
Other expenses	-	26,108
Total operating expenses	93,217,750	694,597
Operating income/(loss)	(41,858,906)	759,409
Nonoperating revenues/(expenses):		
State appropriations	37,944,962	-
Local appropriations	217,000	-
Grants and gifts	476,116	-
Investment income	39,507	59,431
Interest on capital asset related debt	(985,332)	-
Other nonoperating expense	(16,642)	-
Net nonoperating revenue	37,675,611	59,431
Income/(loss) before other revenues, expenses, gains, or losses	(4,183,295)	818,840
Capital appropriations-state	4,821,918	-
Capital gifts, grants, and contracts	143,996	26,500
Additions to permanent and term endowments	-	25,795
Increase in net assets	782,619	871,135
Net assets - beginning of year	47,389,783	2,385,896
Net assets - end of year	$ 48,172,402	$ 3,257,031

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