



TEXAS SOUTHMOST COLLEGE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED AUGUST 31, 1995

TEXAS SOUTHMOST COLLEGE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
AUGUST 31, 1995

TEXAS SOUTHMOST COLLEGE  
**ORGANIZATIONAL DATA**  
For the Fiscal Year 1994 - 1995

Board of Trustees

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Officers

Mary Rose Cardenas	Chairperson
Praxedis Orive, Jr.	Vice-Chairperson
Chester Gonzalez	Secretary

Members

		Term Expires
Mary Rose Cardenas	Brownsville, Texas	May, 1996
Praxedis Orive, Jr.	Brownsville, Texas	May, 1998
Anthony Carnesi, Jr.	Brownsville, Texas	May, 2000
Dr. Joseph Zavaletta	Brownsville, Texas	May, 1998
Chester Gonzalez	Brownsville, Texas	May, 1998
Dolly Zimmerman	Brownsville, Texas	May, 1996
David Oliveira	Brownsville, Texas	May, 2000

Principal Administrative Officers

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Michael Putegnat	Executive Director/Secretary
Hector H. Garcia	Controller

TEXAS SOUTHMOST COLLEGE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
AUGUST 31, 1995

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**FINANCIAL SECTION**



# LONG, CHILTON, PAYTE & HARDIN, LLP

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CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS



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(210) 546-1655  
FAX (210) 546-0377

## REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Trustees  
Texas Southmost College

We have audited the accompanying general-purpose financial statements of Texas Southmost College, as of and for the year ended August 31, 1995, as listed in the table of contents. These general-purpose financial statements are the responsibility of Texas Southmost College management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of Texas Southmost College, as of August 31, 1995, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated October 31, 1995 on our consideration of Texas Southmost College's internal control structure and a report dated October 31, 1995 on its compliance with laws and regulations.

*Long, Chilton, Payte & Hardin CPA*

LONG, CHILTON, PAYTE & HARDIN, LLP  
Certified Public Accountants

Brownsville, Texas  
October 31, 1995

TEXAS SOUTHMOST COLLEGE

EXHIBIT A

BALANCE SHEET

August 31, 1995

With Memorandum Totals At August 31, 1994

CURRENT FUNDS

	Unrestricted	Auxiliary Enterprises	Restricted	Total	Loan Funds
<b>ASSETS</b>					
Cash and Cash Equivalents (Sch. A-1)	\$6,122,598	\$ 385,621	\$ 30,840	\$6,539,059	\$ 37,878
Short-Term Investments (Sch. A-1)					
Balance in State Appropriations					
Accounts Receivable (net of allowance for doubtful accounts of \$-0- at August 31, 1995)	306,798	95,145		401,943	76,601
Taxes Receivable (net of allowance for doubtful accounts of \$267,414 and \$17,779 at August 31, 1995 and 1994) (Sch. C-4)	407,734			407,734	
Due From Other Funds	341,018		148,956	489,974	13,305
Investments (Sch. A-2)					
Accrued Interest Receivable					
Prepaid Expenses	76,250			76,250	
Deferred Charges					
Federal Receivables			400,282	400,282	
Deposits					
Notes Receivable (net of allowance for doubtful accounts of \$75,241)					12,804
Bond Proceeds Receivable					
Consumable Inventories	5,869			5,869	
Inventories, for resale					
Land					
Buildings					
Improvements Other Than Buildings					
Equipment					
Library Books					
Museums and Art Collections					
Construction in Progress					
Assets Held in Trust					
Amounts to be Provided					
<b>Total Assets</b>	<b><u>\$ 7,260,267</u></b>	<b><u>\$ 480,766</u></b>	<b><u>\$ 580,078</u></b>	<b><u>\$ 8,321,111</u></b>	<b><u>\$ 140,588</u></b>

Endowment and Similar Funds	Annuity and Life Income Funds	PLANT FUNDS				Agency Funds	TOTALS MEMORANDUM ONLY	
		Unexpended	Renewals and Replac- ements	Retirement of Indebt- edness	Investment in Plant		Current Year	Prior Year
\$ 2,503	\$	\$1,062,934	\$ 261,308	\$ 302,673	\$	\$ 6,824	\$ 8,213,179	\$ 5,181,855
							0	1,500,000
							0	0
				16,469			495,013	495,765
				236,427			644,161	576,192
		1,834,819		87,012			2,425,110	81,778
43,396							43,396	24,775
194		6,902					7,096	12,062
							76,250	148,060
							0	859,476
							400,282	424,222
		50,000					50,000	50,000
							12,804	7,534
							5,869	1,485
					2,343,065		2,343,065	1,540,606
					22,319,214		22,319,214	21,863,492
					5,806,635		5,806,635	5,773,801
					8,326,340		8,326,340	8,462,854
					7,870,228		7,870,228	6,787,053
							0	0
					54,784		54,784	116,650
					351,064		351,064	351,064
					550,476		550,476	481,186
<u>\$ 46,093</u>	<u>\$ 0</u>	<u>\$ 2,954,655</u>	<u>\$ 261,308</u>	<u>\$ 642,581</u>	<u>\$47,621,806</u>	<u>\$ 6,824</u>	<u>\$59,994,966</u>	<u>\$54,739,910</u>

TEXAS SOUTHWEST COLLEGE

Exhibit A

BALANCE SHEET

August 31, 1995

With Memorandum Totals At August 31, 1994

	CURRENT FUNDS				
	Unrestricted	Auxiliary Enterprises	Restricted	Total	Loan Funds
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 147,470	\$	\$	\$ 147,470	\$
Accrued Liabilities					
Deposits Payable					
Due To Other Funds	2,063,013		353,960	2,416,973	
Due To Other Agencies		214	215,312	215,526	
Deferred Revenues	1,589,273			1,589,273	
Accrued Compensable Absences Payable	32,238			32,238	
Annuities Payable					
Bonds Payable (net of Unamortized Premium/ Discount of \$0 as of 8/31/95) (Sch. D-1)					
Notes and Loans Payable					
Lease-Purchase Agreements Payable					
Funds Held in Custody for Others					
<b>Total Liabilities</b>	<u>3,831,994</u>	<u>214</u>	<u>569,272</u>	<u>4,401,480</u>	<u>0</u>
<b>Fund Balance:</b>					
<b>Unrestricted</b>					
Reserved	\$	\$	\$	\$	\$
Encumbrances					
Accounts Receivable	306,798	95,145		401,943	
Consumable Inventory	5,869			5,869	
Prepaid Expenses					
Unreserved					
Designated					
Future Operating Budget(s)					
Capital Projects					
College Loan Funds					
Undesignated	3,115,606	385,407		3,501,013	90,123
Restricted					
Encumbrances					
Other			10,806	10,806	
U.S. Government Grants Refundable					
Institutional Matching Funds					50,465
Net Investment in Plant					
<b>Total Fund Balances (Exh. B)</b>	<u>3,428,273</u>	<u>480,552</u>	<u>10,806</u>	<u>3,919,631</u>	<u>140,588</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 7,260,267</u>	<u>\$ 480,766</u>	<u>\$ 580,078</u>	<u>\$ 8,321,111</u>	<u>\$ 140,588</u>

The accompanying notes are an integral part of these financial statements.

Endowment and Similar Funds	Annuity and Life Income Funds	PLANT FUNDS				Agency Funds	TOTALS MEMORANDUM ONLY	
		Unexpended	Renewals and Replaces- ments	Retirement of Indebt- edness	Investment in Plant		Current Year	Prior Year
\$ 13	\$	\$ 373	\$ 78,683	\$	\$ 550,476	\$	\$ 226,539	\$ 721,224
							550,476	481,186
			7,774	363			0	100
				236,427			2,425,110	81,778
							215,526	0
							1,825,700	2,063,419
							32,238	14,398
							0	0
					10,604,999		10,604,999	11,374,999
							0	0
							0	20,576
						6,824	6,824	6,731
<u>13</u>	<u>0</u>	<u>373</u>	<u>86,457</u>	<u>236,790</u>	<u>11,155,475</u>	<u>6,824</u>	<u>15,887,412</u>	<u>14,764,411</u>
\$	\$	\$	\$	\$	\$	\$	\$	\$
							401,943	413,659
							5,869	148,060
		2,954,282	174,851				3,129,133	1,679,149
							90,123	84,388
							3,501,013	3,586,134
46,080				405,791			462,677	527,004
							50,465	37,160
<u>46,080</u>	<u>0</u>	<u>2,954,282</u>	<u>174,851</u>	<u>405,791</u>	<u>36,466,331</u>	<u>0</u>	<u>36,466,331</u>	<u>33,499,945</u>
<u>46,093</u>	<u>0</u>	<u>2,954,655</u>	<u>261,308</u>	<u>642,581</u>	<u>47,621,806</u>	<u>6,824</u>	<u>59,994,966</u>	<u>54,739,910</u>

TEXAS SOUTHMOST COLLEGE

Exhibit B

STATEMENT OF CHANGES IN FUND BALANCES  
For the Year Ended August 31, 1995  
With Memorandum Totals For the Year Ended August 31, 1994

	CURRENT FUNDS				
	Unrestricted	Auxiliary Enterprises	Restricted	Total	Loan Funds
<b>REVENUES AND OTHER ADDITIONS</b>					
Unrestricted Current Funds Revenue (Exh. C)	\$21,432,300	\$ 2,329,280	\$	\$23,761,580	\$
State Appropriations - Restricted			23,299	23,299	
Federal Grants and Contracts			1,441,917	1,441,917	
State Grants and Contracts			206,827	206,827	
Local Gifts, Grants and Contracts			68,933	68,933	
Private Gifts, Grants and Contracts				0	
Investment Income/Endowment Income				0	459
Realized Gains on Investments				0	
Interest on Loan Receivable				0	
U.S. Government Advances				0	
Net Change in Bonds Payable				0	
Net Change in Notes Payable				0	
Expended for Plant Facilities (Includes \$30,653 Charged to Current Funds Expenditures)				0	
Other Additions			5,540	5,540	15,590
<b>Total Revenues and Other Additions</b>	<b>\$21,432,300</b>	<b>\$ 2,329,280</b>	<b>\$ 1,746,516</b>	<b>\$25,508,096</b>	<b>\$ 16,049</b>
<b>EXPENDITURES AND OTHER DEDUCTIONS</b>					
Expenditures (Exh. C)	20,993,427	794,603	7,617,659	29,405,689	
Expended for Plant Facilities				0	
Lapsed Appropriations				0	
Indirect Costs Recovered				0	
Refunded to Grantors				0	
Loan Cancellations and Write Offs				0	10,314
Administrative and Collection Costs				0	
Retirement of Indebtedness - Bonds				0	
Interest on Indebtedness				0	
Net Realized Losses on Investments				0	
Disposal of Plant Facilities				0	
Other Deductions				0	
<b>Total Expenditures and Other Deductions</b>	<b>\$20,993,427</b>	<b>\$ 794,603</b>	<b>\$ 7,617,659</b>	<b>\$29,405,689</b>	<b>\$ 10,314</b>
<b>TRANSFERS-ADDITIONS/(DEDUCTIONS)</b>					
Mandatory Transfers					
Retirement of Indebtedness				0	
Building Use Fees				0	
Tuition				0	
TPEG	(136,823)		123,518	(13,305)	13,305
SEOG Matching			(45,799)	(45,799)	
CWS Matching				0	
Other	288,136		5,798,964	6,087,100	
Non-Mandatory Transfers	(986,171)	(1,396,828)		(2,382,999)	
<b>Total Transfers - Additions (Deductions)</b>	<b>(834,858)</b>	<b>(1,396,828)</b>	<b>5,876,683</b>	<b>3,644,997</b>	<b>13,305</b>
<b>NET INCREASE/(DECREASE) FOR THE FISCAL YEAR</b>	<b>(395,985)</b>	<b>137,849</b>	<b>5,540</b>	<b>(252,596)</b>	<b>19,040</b>
<b>FUND BALANCES, September 1, 1994:</b>	<b>\$ 3,805,929</b>	<b>\$ 341,924</b>	<b>\$ 7,262</b>	<b>\$ 4,155,115</b>	<b>\$ 121,548</b>
Restatements (Prior Period Adjustments)	18,329	779	(1,996)	17,112	
<b>FUND BALANCES September 1, 1994 - Restated</b>	<b>3,824,258</b>	<b>342,703</b>	<b>5,266</b>	<b>4,172,227</b>	<b>121,548</b>
<b>FUND BALANCES, August 31, 1995 (Exh. A)</b>	<b>\$ 3,428,273</b>	<b>\$ 480,552</b>	<b>\$ 10,806</b>	<b>\$ 3,919,631</b>	<b>\$ 140,588</b>

The accompanying notes are an integral part of these financial statements.

