



**BLINN COLLEGE**

**ANNUAL  
FINANCIAL REPORT**

**For the Fiscal Year Ended**

**August 31, 2010**

# BLINN COLLEGE

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# BLINN COLLEGE

Organizational Data  
Year Ended August 31, 2010

## Board of Trustees

### Officers

Atwood C. Kenjura, President  
Leon B. Toubin, Vice President  
Steve M. Westbrook, Secretary

	<u>Members</u>	<u>Term Expires</u> <u>May 31,</u>
Atwood C. Kenjura	Brenham, Texas	2012
L.J. Lacina, Jr.	Brenham, Texas	2012
Steve M. Westbrook	Brenham, Texas	2012
Norwood Lange	Brenham, Texas	2014
Leon B. Tobin	Brenham, Texas	2014
Henry J. Boehm, Jr. M.D.	Brenham, Texas	2016
Douglas R. Borchardt	Brenham, Texas	2016

### Key Administrators

Daniel J. Holt, Ph.D., President/CEO  
Cathy Boeker, M.B.A., Executive Admin. of External Affairs  
Van D. Miller, Ed.D., VP Administrative Services/CFO  
Debra R. LaCour, Ph.D., VP Academic Affairs  
Robert Brick, Ph.D., VP Applied Sciences/Workforce Education  
John Harris, Ed.D., VP Student Services  
Ted Raspiller, Ph.D., Provost Brazos County Campuses



**LOTT, VERNON & COMPANY, P.C.**

**CERTIFIED PUBLIC ACCOUNTANTS**

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Member of  
American Institute & Texas Society of  
Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL  
STATEMENTS AND SUPPLEMENTAL INFORMATION**

Board of Trustees  
Blinn College  
Brenham, Texas

We have audited the accompanying financial statements of Blinn College, as of and for the year ended August 31, 2010, as listed in the table of contents. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Blinn College as of August 31, 2010, and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2010, 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, and 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 12 be presented to supplement the

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL  
STATEMENTS AND SUPPLEMENTAL INFORMATION (CONTINUED)**

financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the 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 inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the 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.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying statistical supplements, as described in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards are 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 Organizations*, and the State of Texas Single Audit Circular, and are also not a required part of the financial statements. The schedule of expenditures of federal awards and the schedule of expenditures of state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The statistical supplements (marked "unaudited") have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on it.



Temple, Texas  
November 12, 2010

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The following discussion and analysis of Blinn College's (the College) annual financial statements provide an overview of the College's financial performance for the fiscal years ended August 31, 2010 and 2009. Management's discussion and analysis is based on management's knowledge of current activities, resultant changes and known facts; therefore, it should be read in conjunction with the accompanying basic financial statements and associated notes. The basic financial statements, notes and this discussion are the responsibility of management.

### **Financial Highlights and Significant Activities for 2010**

- Net assets increased by \$5.5 million
- Tuition and fee revenue (net of discounts) increased by \$.9 million

The College's overall net assets increased approximately \$5.5 million, or 7%, which reflects the College's continued commitment to invest in capital improvements. Although the College's Board of Trustees did not raise tuition and fees in 2010, an increase in student enrollment led to an increase in total tuition and fee revenue (before allowances and discounts) of approximately \$3.6 million, or 10%.

Total operating revenues increased approximately \$1.9 million, or 5%. This increase is primarily attributable to the increase in tuition and fees discussed above, an increase in State grants and contracts and increased commissions on bookstore sales. Operating expenses increased by \$9.2 million, or 13%, as a result of increases in salary and benefit costs, scholarships and fellowships awarded and other operating expense increases.

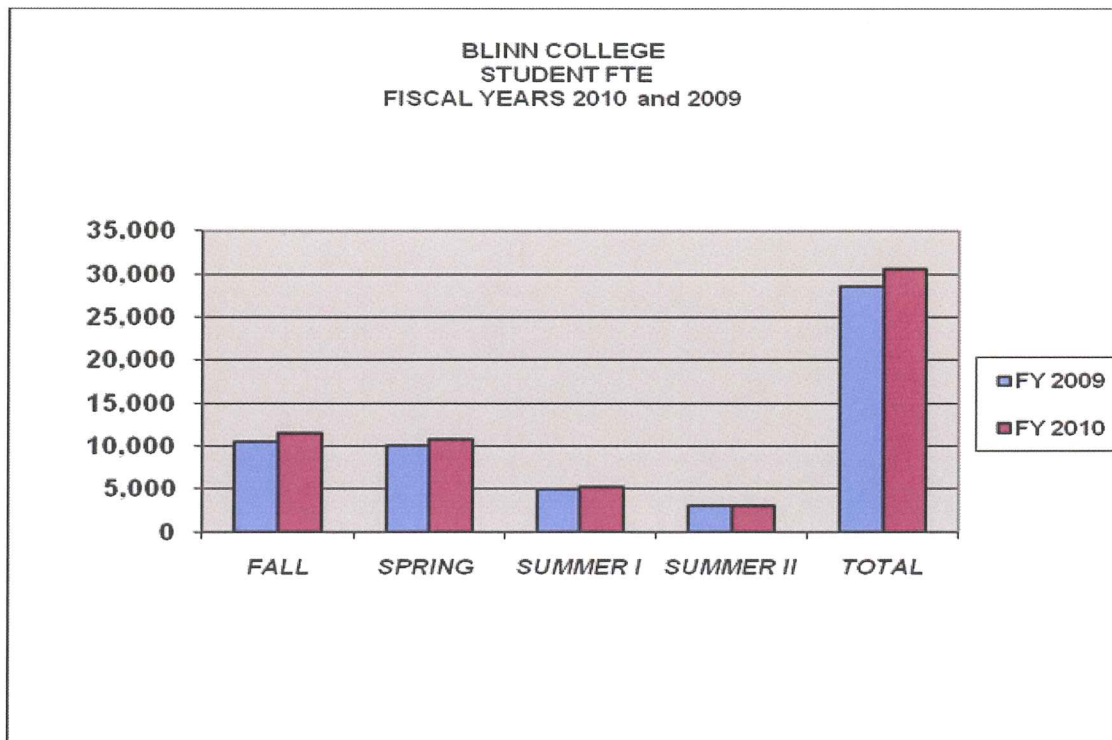
### **Financial Highlights and Significant Activities for 2009**

- Net assets increased by \$5 million
- Tuition and fee revenue (net of discounts) increased by \$1.8 million

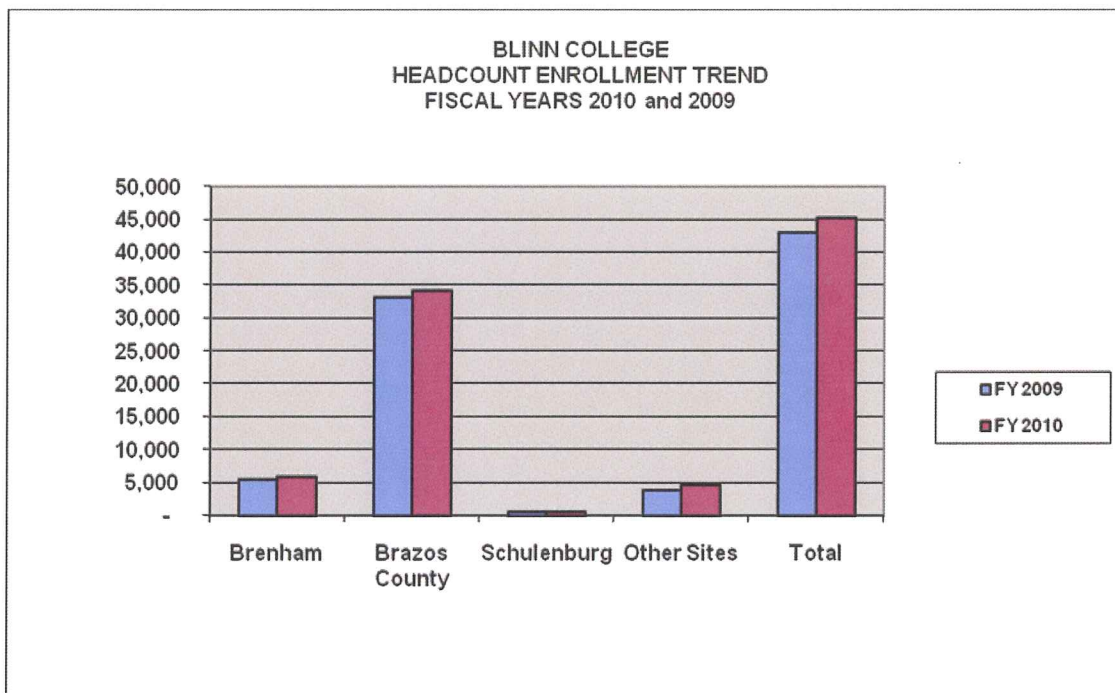
The College's overall net assets increased approximately \$5 million, or 7%, which reflects the College's continued commitment to invest in capital improvements. Although the College's Board of Trustees did not raise tuition and fees in 2009, an increase in student enrollment led to an increase in total tuition and fee revenue of approximately \$1.8 million, or 6%.

Total operating revenues increased approximately \$844,000, or 3%. This increase is primarily attributable to the increase in tuition and fees discussed above, offset by a decrease in State grants and contracts of \$804,000. Operating expenses increased by \$3.3 million, or 5%, as a result of increases in salary and benefit costs and other operating expense increases.

Below is a breakdown of the College's full time equivalency (FTE) enrollment by term for fiscal years 2010 and 2009:



Below is a two-year comparison for student enrollment by campus:





## **Overview of the basic Financial Statements**

The College qualifies as a special purpose government entity, which is engaged in business-type activities. The basic financial statements are prepared on that basis and their form mirrors the statements utilized by organizations in the private sector of the economy. The basic financial statements include a statement of net assets, statement of revenues, expenses and changes in net assets, statement of cash flows and notes to the basic financial statements.

The statement of net assets' focus is to report the total net resources available to finance future services. The statement presents all assets and liabilities of the College, and the change in net assets as of the end of the fiscal year. The statement is prepared under the accrual basis of accounting, in which revenues and assets are recognized when earned, and expenses and liabilities are recognized when incurred regardless of when cash is received or paid. The difference between total assets and total liabilities is net assets, which is one indicator of the financial condition of the College when considered with other factors such as changes in enrollment, contact hours, student retention and other non-financial information. The statement of net assets is useful in determining the assets available to continue operations, as well as how much the College owes vendors, bondholders and other entities at the end of the year.

The statement of revenues, expenses and changes in net assets denotes the results of business activities as revenues earned and expenses incurred over the course of the fiscal year. The statement also provides information regarding how the net assets of the College changed during the year. The statement is divided into the operating results of the College as well as the non-operating revenues and expenses. Operating revenues are primarily those that result from instruction, the operation of the College's auxiliary services (student housing, cafeteria, athletics, etc.) and Federal and State grants. State appropriations, property tax receipts, Federal revenues (Title IV funds), and interest income, while budgeted for operations, are considered to be non-operating revenues. Depreciation is shown as an operating expense in accordance with generally accepted accounting principles.

The statement of cash flows presents the information related to cash inflows and cash outflows summarized by operating, financing and investing activities. This statement presents cash receipt and cash disbursement information without consideration of the earning event. This information is crucial to determining the College's fiscal viability and its ability to meet financial obligations as they mature and helps users assess the College's ability to generate net cash flows, its ability to meet its obligations as they come due, and its need for external financing.

The notes to the basic financial statements provide required disclosures and other information that are essential to a full understanding of material data provided in the statements. The notes also present information about the College's accounting policies, significant account balances and activities, and contingencies.

## Statement of Net Assets

The following is prepared from the College's Statements of Net Assets and provides a summary of its assets, liabilities and net assets for the years ended August 31:

	2010	2009	Increase (Decrease) 2010-2009	2008	Increase (Decrease) 2009-2008
<b>Assets:</b>					
Current assets	\$ 35,525,000	\$ 33,833,000	\$ 1,692,000	\$ 32,948,000	\$ 885,000
Capital assets, net of depreciation	85,832,000	82,100,000	3,732,000	79,273,000	2,827,000
Noncurrent assets	33,111,000	15,292,000	17,819,000	14,074,000	1,218,000
<b>Total Assets</b>	<b>154,468,000</b>	<b>131,225,000</b>	<b>23,243,000</b>	<b>126,295,000</b>	<b>4,930,000</b>
<b>Liabilities:</b>					
Current liabilities	29,166,000	28,555,000	611,000	25,512,000	3,043,000
Noncurrent liabilities	43,901,000	26,759,000	17,142,000	29,906,000	(3,147,000)
<b>Total liabilities</b>	<b>73,067,000</b>	<b>55,314,000</b>	<b>17,753,000</b>	<b>55,418,000</b>	<b>(104,000)</b>
<b>Net Assets:</b>					
Investments in capital assets net of related debt	56,686,000	51,934,000	4,752,000	46,439,000	5,495,000
Restricted	15,288,000	15,499,000	(211,000)	15,560,000	(61,000)
Unrestricted	9,427,000	8,478,000	949,000	8,878,000	(400,000)
<b>Total net assets</b>	<b>\$ 81,401,000</b>	<b>\$ 75,911,000</b>	<b>\$ 5,490,000</b>	<b>\$ 70,877,000</b>	<b>\$ 5,034,000</b>

At August 31, 2010, current assets included \$23.2 million of cash and cash equivalents and \$12.1 million in student receivables related primarily to the fall 2010 semester. The net increase in current assets in 2010 and 2009 is due primarily to increased enrollment for both years.

During fiscal year 2010, the College had capital asset additions of approximately \$6.1 million, including \$1.4 million for Banner student services software, \$1.1 million for classroom expansion and office remodeling on the Bryan Campus, \$1 million for a new dormitory on the Brenham Campus, \$1 million for other Brenham Campus capital projects and \$500,000 for the Brenham Technical Education Center Building, offsetting this was the annual depreciation charge on completed projects. During fiscal year 2009, the College had capital asset additions of approximately \$5 million, including \$1.2 million for the Brenham Technical Education Center Building, \$1.2 million for parking lot paving improvements on the Bryan Campus, \$1.1 million for Banner student services software and \$801,000 for classroom expansion and office remodeling on the Bryan Campus; offsetting this was the annual depreciation charge on completed projects.

The College's noncurrent assets include funds restricted for endowments, construction, debt service and other investments. Noncurrent assets increased \$17.8 million in 2010 due primarily to the investment of the unexpended proceeds from the Series 2010 Bonds (discussed below) in US Federal Agency notes, which bear a higher interest return.

Current liabilities increased \$611,000 and \$3 million in fiscal year 2010 and 2009, respectively, due to an increase in deferred tuition and fees of \$1.4 million and \$1.2 million, respectively and a \$1.3 million increase in accounts payable in fiscal year 2009. The fiscal 2009 accounts payable increase is primarily attributable to the increased capital asset addition activity discussed above. The increase in deferred tuition and fees is due to increased enrollment in each year.

Noncurrent liabilities consist of future bond payments. During fiscal 2010, the College issued Combined Fee Revenue Bonds, Series 2010. The proceeds from the issue (\$20,155,000) will be used for various capital projects on the Brenham and Bryan Campuses. During fiscal 2009, the College issued Combined Fee Revenue Refunding Bonds, Series 2009, which were used to refund a portion of existing bond issues and to pay the costs of the bonds issuance.

At August 31, 2010 and 2009, total net assets were \$81 million and \$76 million, respectively. Net assets have increased over the two-year period. The College has an unrestricted net asset balance of approximately \$9.4 million at August 31, 2010, which is maintained as a contingency reserve. Restricted net assets include endowment funds of approximately \$10 million and required debt service reserves of \$4.7 million. The investment in capital assets, net of related debt increased \$4.8 million in 2010, reflecting the capital addition activity discussed above. The College's financial position remains strong with adequate liquid assets and a reasonable level of unrestricted net assets.

**Statement of Revenues, Expenses and Changes in Net Assets:**

The following summary is prepared from the College's Statements of Revenues, Expenses and Changes in Net Assets for the fiscal years ended August 31:

	<u>2010</u>	<u>2009</u>	<u>Increase (Decrease) 2010-2009</u>	<u>2008</u>	<u>Increase (Decrease) 2009-2008</u>
Operating revenues:					
Student tuition and fees, net	\$32,226,000	\$31,330,000	\$ 896,000	\$29,521,000	\$ 1,809,000
Federal grants and contracts	1,037,000	975,000	62,000	949,000	26,000
State grants and contracts	1,255,000	849,000	406,000	1,653,000	(804,000)
Auxiliary enterprises, net	6,105,000	5,737,000	368,000	5,858,000	(121,000)
Other	588,000	427,000	161,000	493,000	(66,000)
Total operating revenues	41,211,000	39,318,000	1,893,000	38,474,000	844,000
Less operating expenses	80,357,000	71,160,000	9,197,000	67,850,000	3,310,000
Operating loss	(39,146,000)	(31,842,000)	(7,304,000)	(29,376,000)	(2,466,000)
Nonoperating revenues (expenses):					
State appropriations	27,907,000	25,981,000	1,926,000	25,689,000	292,000
Property taxes	1,401,000	1,378,000	23,000	1,251,000	127,000
Federal revenue, nonoperating	14,834,000	9,205,000	5,629,000	7,784,000	1,421,000
Gifts	757,000	1,017,000	(260,000)	416,000	601,000
Investment income	608,000	697,000	(89,000)	1,279,000	(582,000)
Interest on capital related debt	(1,141,000)	(1,446,000)	305,000	(1,467,000)	21,000
Other	182,000	(4,000)	186,000	39,000	(43,000)
Total nonoperating revenues	44,548,000	36,828,000	7,720,000	34,991,000	1,837,000
Income before other revenue	5,402,000	4,986,000	416,000	5,615,000	(629,000)
Additions to endowments	88,000	48,000	40,000	297,000	(249,000)
Total increase in net assets	5,490,000	5,034,000	456,000	5,912,000	(878,000)
Net assets, beginning of year	75,911,000	70,877,000	5,034,000	64,965,000	5,912,000
Net assets, end of year	<u>\$81,401,000</u>	<u>\$75,911,000</u>	<u>\$5,490,000</u>	<u>\$70,877,000</u>	<u>\$5,034,000</u>

Total operating revenues increased \$1.9 million from 2009 due to an increase in net tuition and fees of \$896,000 as a result of increased enrollment, increase in State grants and contracts of \$406,000 due to increased Skills Development grants, increase in Texas Grant and the new Jobs & Education for Texas program and a \$191,000 increase in commissions on bookstore sales.

Total operating revenues increased \$844,000 from 2008 due primarily to an increase in net tuition and fees of \$1.8 million as a result of increased enrollment, decrease in State grants and contracts of \$804,000 due to the substantial completion of the State Power Plant Grant in fiscal 2008 and a \$322,000 decrease in commissions on bookstore sales due to the timing of book purchases at year end offset by the increase in other auxiliary revenues.

Operating expenses consist mainly of personnel costs, which were 62% and 64% of total operating expenses in fiscal 2010 and 2009, respectively. Below is a table of operating expenses for the fiscal years ended August 31 (rounded to the nearest thousand):

	<u>2010</u>	<u>2009</u>	<b>Increase (Decrease) 2010-2009</b>	<u>2008</u>	<b>Increase (Decrease) 2009-2008</b>
Instruction and general	\$45,172,000	\$40,828,000	\$ 4,344,000	\$38,572,000	\$ 2,256,000
Institutional support	8,148,000	7,563,000	\$ 585,000	7,679,000	(116,000)
Operation and maintenance of plant	7,098,000	6,236,000	862,000	6,296,000	(60,000)
Auxiliary enterprises	6,814,000	6,974,000	(160,000)	6,545,000	429,000
Depreciation	2,367,000	2,243,000	124,000	2,135,000	108,000
Scholarships and fellowships	10,758,000	7,316,000	3,442,000	6,623,000	693,000
<b>Total Operating Expenses</b>	<b><u>\$80,357,000</u></b>	<b><u>\$71,160,000</u></b>	<b><u>\$ 9,197,000</u></b>	<b><u>\$67,850,000</u></b>	<b><u>\$ 3,310,000</u></b>

Total operating expenses increased \$9.2 million from 2009 due primarily to increased payroll and benefits of \$4.0 million, increase in scholarships and fellowships awarded of \$3.4 million and other miscellaneous expense increases.

Total operating expenses increased \$3.3 million from 2008 due primarily to increased payroll and benefits of \$3.8 million, increase in scholarships and fellowships awarded of \$692,000, offset by a decrease in the costs and expenses associated with the State Power Plant Grant of \$763,000 and a reduction in bad debt expense of \$682,000.

Total non-operating revenues increased \$7.7 million from 2009 due primarily to a \$5.6 million increase in Federal non-operating revenues (Title IV funds) and a \$1.9 million increase in State appropriations.

Total non-operating revenues increased \$1.8 million from 2008 due primarily to a \$1.4 million increase in Federal non-operating revenues (Title IV funds), increased Blinn College Foundation gifts of \$601,000 related to the Brenham Technical Education Center construction, \$160,000 increase in appropriations for the State retirement match offset by a \$582,000 decrease in investment income due to lower interest rates.

## Statement of Cash Flow

The following chart summarizes the statements of cash flows (rounded to the nearest thousand) for the fiscal years ended August 31:

	2010	2009	(Decrease) 2010-2009	2008	(Decrease) 2009-2008
Cash provided by (used in):					
Operating activities	\$ (32,039,000)	\$ (24,779,000)	\$ (7,260,000)	\$ (21,673,000)	\$ (3,106,000)
Non-capital financing activities	40,427,000	33,484,000	6,943,000	31,427,000	2,057,000
Capital and related financing activities	9,601,000	(9,307,000)	18,908,000	(6,541,000)	(2,766,000)
Investing activities	(21,285,000)	(1,355,000)	(19,930,000)	1,258,000	(2,613,000)
Net increase (decrease) in cash and cash equivalents	(3,296,000)	(1,957,000)	(1,339,000)	4,471,000	(6,428,000)
Cash and cash equivalents - beginning of year	26,879,000	28,836,000	(1,957,000)	24,365,000	4,471,000
Cash and cash equivalents - end of year	<u>\$ 23,583,000</u>	<u>\$ 26,879,000</u>	<u>\$ (3,296,000)</u>	<u>\$ 28,836,000</u>	<u>\$ (1,957,000)</u>

The College's cash flow from operating activities will normally reflect a decrease as the College relies on State appropriations to fund operating activities. State appropriations are shown as non-capital financing activities in accordance with the Texas Higher Education Coordinating Board. Cash inflows consist primarily of cash receipts from tuition and fees while cash outflows primarily consist of cash disbursements for wages, benefits, supplies and scholarships.

The increase in cash used in operations in 2010 is primarily due to an increase in salaries and benefits paid to employees of \$3.7 million, increase in payment to suppliers for goods and services of \$3.5 million, increase in the payment for scholarships \$3.4 million offset by a \$1.9 million increase in receipts from students and other customers.

The increase in cash used in operations in 2009 is primarily due to an increase in salaries and benefits paid to employees of \$3.8 million, increase in the payments for scholarships of \$692,000 offset by a decrease in payments to suppliers for goods and services of \$2.1 million as reflected in the increase in accounts payable discussed above.

In addition to State appropriations, non-capital financing activities include property tax receipts, non-operating Federal revenue (Title IV funds) and additions to permanent endowments. The increase in non-capital financing activities from 2009 is due to a \$5.2 million increase in non-operating Federal revenue (Title IV funds) and a \$2.1 million increase in receipts from State appropriations. The increase in non-capital financing activities from 2008 is due to a \$1.4 million increase in non-operating Federal revenues offset by a \$275,000 decrease in additions to permanent endowments.

Variations in cash used for capital and related financing activities are dependent on the College's issuance and payment of long-term debt and capital acquisitions. During fiscal 2010, the College issued Combined Fee Revenue Bonds, Series 2010. The proceeds from the issue (\$20,155,000) will be used for various capital projects on the Brenham and Bryan Campuses. In 2010 and 2009, the College spent \$6.1 million and \$5.0 million in capital acquisitions and \$4.3 million and \$4.1 million on scheduled debt service payments, respectively.

The decrease in cash provided by investing activities in 2010 is due primarily to an increase in the purchases of investments from the unexpended proceeds of the bond issue discussed above.

## **Capital Assets and Debt Administration**

During fiscal year 2010, the College had capital asset additions of approximately \$6.1 million, including \$1.4 million for Banner student services software, \$1.1 million for classroom expansion and office remodeling on the Bryan Campus, \$1 million for a new dormitory on the Brenham Campus, \$1 million for other Brenham Campus capital projects and \$500,000 for the Brenham Technical Education Center Building.

During fiscal year 2009, the College had capital asset additions of approximately \$5 million, including \$1.2 million for the Brenham Technical Education Center Building, \$1.2 million for parking lot paving improvements on the Bryan Campus, \$1.1 million for Banner student services software and \$801,000 for classroom expansion and office remodeling on the Bryan Campus.

During fiscal 2010, the College issued Combined Fee Revenue Bonds, Series 2010. The proceeds from the issue (\$20,155,000) will be used for various capital projects on the Brenham and Bryan Campuses.

During fiscal 2009, the College issued Combined Fee Revenue Refunding Bonds, Series 2009. The proceeds from the issue were used to refund a portion of existing bond issues and to pay the costs of the bond issuance.

## **Future Considerations**

The 2010-2011 fiscal year has begun with another record enrollment. This year's growth of 4% lags behind the 7% and 11% increases of the past two years. The college believes this year's growth was limited by a lack of capacity. Efforts are currently underway to increase that capacity on both the Brenham and the Bryan campuses. In Brenham, construction has begun on a new agricultural facility, an expansion of the existing band hall, and a new 300-bed dormitory. In Bryan, a start-of-the-art Allied Health facility will be opening in the Fall of 2011. This new facility will allow the college to expand its general education offerings on the existing Bryan campus. All of these efforts should increase the capacity for handling additional students in the future. Unfortunately, state funding is a grave concern due to the pending \$25 billion state deficit. Having absorbed a mid-year 5% cut during the past fiscal year, all colleges are preparing for an additional 10% at some point in time during the current fiscal year.

## **Contacting the College's Financial Management**

This financial report is designed to provide the College's citizens, taxpayers, students, investors and creditors with a general overview of the College's finances and to demonstrate the College's accountability for the money it receives. If you have any questions about this report or need additional information, contact the Administrative Services Office at 902 College Avenue, Brenham, Texas 77833.

## **FINANCIAL STATEMENTS**



## BLINN COLLEGE

Statements of Net Assets  
August 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
<b><u>Assets</u></b>		
Current Assets:		
Cash and cash equivalents	\$ 23,224,315	\$ 22,202,367
Accounts receivable (net)	11,853,233	11,416,984
Interest and dividends receivable	240,825	105,749
Inventories	6,502	8,260
Other assets	200,612	98,939
Total Current Assets	<u>35,525,487</u>	<u>33,832,299</u>
Noncurrent Assets:		
Restricted endowment cash and cash equivalents	247,016	391,410
Restricted debt service cash and cash equivalents	111,441	4,285,121
Restricted endowment and other investments	32,752,823	10,616,529
Capital Assets (net) (See Note 6)	85,832,172	82,099,872
Total Noncurrent Assets	<u>118,943,452</u>	<u>97,392,932</u>
Total Assets	<u>154,468,939</u>	<u>131,225,231</u>
<b><u>Liabilities</u></b>		
Current Liabilities:		
Accounts payable	3,180,972	3,709,636
Funds held for others	778,428	854,790
Deferred revenues	21,478,764	20,101,476
Deposits	493,037	482,064
Bonds payable - current portion	3,234,822	3,407,004
Total Current Liabilities	<u>29,166,023</u>	<u>28,554,970</u>
Noncurrent Liabilities:		
Bonds payable	43,901,117	26,758,757
Total Liabilities	<u>73,067,140</u>	<u>55,313,727</u>
<b><u>Net Assets</u></b>		
Invested in capital assets, net of related debt	56,685,760	51,934,112
Restricted for:		
Nonexpendable - endowments	9,128,252	9,030,083
Expendable		
Endowments	880,055	958,160
Student aid	493,519	1,050,756
Debt service	4,700,866	4,280,311
Star of the Republic Museum	86,159	180,372
Unrestricted	9,427,188	8,477,710
Total Net Assets (Schedule D)	<u>\$ 81,401,799</u>	<u>\$ 75,911,504</u>

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

## BLINN COLLEGE

**Statements of Revenues, Expenses and Changes in Net Assets  
Years Ended August 31, 2010 and August 31, 2009**

	<u>2010</u>	<u>2009</u>
<b>Operating Revenues</b>		
Tuition and Fees (net of discounts of \$7,961,229 and \$5,254,540, respectively)	\$ 32,226,000	\$ 31,330,490
Federal Grants and Contracts	1,037,307	975,463
State Grants and Contracts	1,255,418	848,495
Sales and Services of Educational Activities	493,253	254,094
Auxiliary Enterprises (net of discounts of \$672,036 and \$642,815, respectively)	6,104,758	5,736,930
Other Operating Revenues	94,717	172,714
Total Operating Revenues (Schedule A)	<u>41,211,453</u>	<u>39,318,186</u>
<b>Operating Expenses</b>		
Instruction	35,279,172	31,230,115
Public Service	1,183,302	1,023,197
Academic Support	3,685,178	3,774,683
Student Services	5,024,783	4,799,417
Institutional Support	8,147,712	7,563,108
Operation and Maintenance of Plant	7,097,682	6,236,253
Scholarships and Fellowships	10,758,404	7,315,765
Auxiliary Enterprises	6,814,205	6,973,697
Depreciation	2,367,251	2,243,424
Total Operating Expenses (Schedule B)	<u>80,357,689</u>	<u>71,159,659</u>
Operating Loss	<u>(39,146,236)</u>	<u>(31,841,473)</u>
<b>Non-Operating Revenues (Expenses)</b>		
State Appropriations	27,907,031	25,980,520
Property Taxes	1,401,292	1,378,032
Federal Revenue, Non Operating	14,834,323	9,205,441
Gifts	756,930	1,016,814
Federal Grant Related to Capital Debt	23,522	16,094
Unrealized Gain (Loss) on Investments	310,493	118,623
Investment Income	608,086	696,692
Gain (Loss) on Disposal of Capital Assets	(14,607)	3,334
Interest on Capital Related Debt	(1,140,967)	(1,446,029)
Other Non-Operating Expenses	(137,960)	(141,902)
Net Non-Operating Revenues (Schedule C)	<u>44,548,143</u>	<u>36,827,619</u>
Income Before Other Revenue	5,401,907	4,986,146
<b>Other Revenue - Additions to Permanent Endowments</b>	88,388	48,103
Increase in Net Assets	5,490,295	5,034,249
<b>Net Assets, Beginning of Year</b>	75,911,504	70,877,255
<b>Net Assets, End of Year</b>	<u>\$ 81,401,799</u>	<u>\$ 75,911,504</u>

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

## BLINN COLLEGE

**Statements of Cash Flows**  
**Years Ended August 31, 2010 and August 31, 2009**

	<u>2010</u>	<u>2009</u>
<b>Cash Flows From Operating Activities:</b>		
Receipts from students and other customers	\$ 39,072,927	\$ 37,144,565
Receipts from grants and contracts	2,927,099	1,465,312
Payments to suppliers for goods and services	(18,690,460)	(15,219,931)
Payments to or on behalf of employees	(44,684,815)	(41,026,116)
Payments for scholarships	(10,758,404)	(7,315,765)
Other receipts	94,717	172,714
Net cash used by operating activities	<u>(32,038,936)</u>	<u>(24,779,221)</u>
<b>Cash Flows From Non-Capital Financing Activities:</b>		
Receipts from state appropriations	23,421,692	21,799,671
Receipts from property taxes	1,393,651	1,371,421
Receipts from non operating federal revenue	14,834,323	9,205,441
Additions to permanent endowments	20,065	90,947
Other receipts	756,930	1,016,814
Net cash provided by non-capital financing activities	<u>40,426,661</u>	<u>33,484,294</u>
<b>Cash Flows From Capital Financing Activities:</b>		
Purchases of capital assets	(6,090,636)	(5,050,577)
Proceeds from issuance of capital debt	20,155,000	-
Payments on capital debt - principal	(3,184,822)	(2,668,202)
Payments on capital debt - interest	(1,140,967)	(1,446,029)
Bond issue costs paid on refunding debt issue	(137,960)	(141,902)
Net cash used by capital and related financing activities	<u>9,600,615</u>	<u>(9,306,710)</u>
<b>Cash Flows From Investing Activities:</b>		
Proceeds from sales and maturities of investments	13,788,494	12,118,623
Interest on investments	541,334	633,909
Purchases of investments	(35,614,294)	(14,107,677)
Net cash (used) by investing activities	<u>(21,284,466)</u>	<u>(1,355,145)</u>
Increase (Decrease) in Cash and Cash Equivalents	(3,296,126)	(1,956,782)
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>26,878,898</u>	<u>28,835,680</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u>\$ 23,582,772</u>	<u>\$ 26,878,898</u>
Reconciliation of Net Operating Loss to Net Cash Used by Operating Activities:		
Operating loss	\$ (39,146,236)	\$ (31,841,473)
Adjustments to reconcile net loss to net cash used by operating activities:		
Depreciation expense	2,367,251	2,243,424
Noncash state appropriations for employee benefits	4,485,339	4,180,849
Changes in assets and liabilities:		
Receivables (net)	(428,609)	(1,840,326)
Inventories	1,758	291
Other assets	(101,674)	(86,000)
Accounts payable	(528,664)	1,259,283
Funds held for others	(76,362)	17,006
Deferred revenues	1,377,288	1,233,825
Deposits	10,973	53,900
Net cash used by operating activities	<u>\$ (32,038,936)</u>	<u>\$ (24,779,221)</u>

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

## BLINN COLLEGE

### Notes to Financial Statements August 31, 2010 and 2009

#### 1. Reporting Entity

Blinn College (the College) was established in 1883, in accordance with the laws of the State of Texas, to serve the educational needs of Washington County and the thirteen counties in the service area. The College operates campuses in the cities of Brenham, Bryan, Schulenburg and Sealy, Texas. The College is considered to be a special purpose, primary government according to the definition in Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. While the College receives funding from local, State of Texas (the State), and Federal sources, and must comply with the spending, reporting, and record keeping requirements of these entities, it is not a component unit of any other governmental entity.

GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units – An Amendment of GASB Statement No. 14*, gives guidance in determining whether certain organizations for which the primary government is not financially accountable should be reported as component units based on the nature and significance of their relationship with the primary government. It requires reporting as a component unit if the organization raises and holds economic resources for the direct benefit of the governmental unit and the component unit is significant compared to the primary government. GASB Statement No. 39 has been applied as required in the preparation of these financial statements and no component unit information is required to be included.

The Blinn College Foundation (the Foundation) is a legally separate not-for-profit organization with the sole purpose of supporting the educational and other activities of the College. The College does not appoint any of the Foundation's Board members nor does it fund or is it obligated to pay debt related to the Foundation. The Foundation solicits donations and acts as coordinator of gifts made by other parties. The College furnished certain services, such as office space, supplies and staff assistance to the Foundation amounting to approximately \$379,000 and \$514,000 for the years ended August 31, 2010 and 2009, respectively. The costs of these services were not significant to the College. The financial position of the Foundation is not material to the College (as defined by the Texas Higher Education Coordinating Board); therefore, it is not included in the College's basic financial statement.

#### 2. Summary of Significant Accounting Policies

##### Reporting Guidelines

The significant accounting policies followed by the College in preparing these financial statements are in accordance with the *Texas Higher Education Coordinating Board's (THECB) Annual Financial Reporting Requirements for Texas Public Community and Junior Colleges*. The College applies all applicable GASB pronouncements and all applicable Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, unless they conflict or contradict GASB pronouncements. The College has elected not to apply FASB guidance issued subsequent to November 30, 1989, unless specifically adopted by the GASB. The College is reported as a special-purpose government engaged in business-type activities.

##### Tuition Discounting

*Texas Public Education Grants* - Certain tuition amounts are required to be set aside for use as scholarships by qualifying students. This set aside, called the Texas Public Education Grant (TPEG) is shown with tuition and fee revenue amounts as a separate set

## BLINN COLLEGE

### Notes to Financial Statements August 31, 2010 and 2009

aside amount (Texas Education Code §56.033). When the award for tuition is used by the student, the amount is recorded as tuition and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

*Title IV, Higher Education Act (HEA) Program Funds* - Certain Title IV HEA Program funds are received by the College to pass through to the student. These funds are initially received by the College and recorded as restricted revenue. When the student is awarded and uses these funds for tuition and fees, the amount is recorded as revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

*Other Tuition Discounts* - The College awards tuition and fee scholarships from institutional funds to students who qualify. When these amounts are used for tuition and fees, the amount is recorded as tuition and fee revenue and a corresponding amount is recorded as a tuition discount. If the amount is disbursed directly to the student, the amount is recorded as a scholarship expense.

#### Basis of Accounting

The financial statements of the College have been prepared on the accrual basis whereby all revenues are recorded when earned and all expenses are recorded when they have been reduced to a legal or contractual obligation to pay.

#### Budgetary Data

Each community college in Texas is required by law to prepare an annual operating budget of anticipated revenues and expenditures for the fiscal year beginning September 1. The College's Board of Trustees adopts the budget, which is prepared on the accrual basis of accounting. A copy of the approved budget and subsequent amendments must be filed with the Texas Higher Education Coordinating Board, Legislative Budget Board, Legislative Reference Library, and Governor's Office of Budget and Planning by December 1.

#### Cash and Cash Equivalents

The College's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. The Board of Trustees has designated public funds investment pools to be cash equivalents as the investments are redeemable on demand.

#### Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments are reported at fair value. Fair values are based on published market rates. Short-term investments have an original maturity greater than three months but less than one year at time of purchase. Long-term investments have an original maturity of greater than one year at the time of purchase.

#### Inventories

Inventories consist of consumable office and physical plant supplies and bookstore stock. Inventories are valued at cost under the first-in first-out method and are charged to expense as consumed.

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation. The College's capitalization policies include real or business personal property with a value equal to or greater than \$5,000 and an estimated useful life in excess of one year. Renovations of \$100,000 to buildings and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are charged to operating expense in the year in which the expense is incurred. The College reports depreciation under a single-line item as a business-type unit. Depreciation is computed using the straight-line method over the following estimated useful lives of the assets:

Buildings	50 years
Land improvements	20 years
Library books	15 years
Furniture, equipment and vehicles	5-10 years
Computer systems	5 years

Museum Collections

In accordance with guidance issued by the Texas Comptroller of Public Accounts, collections located at the Star of the Republic Museum held for public exhibition are capitalized but not depreciated. Collections are valued at their historical cost or estimated fair value at date of donation.

Deferred Revenues

Tuition, fees and housing charges of \$21,096,363 and \$19,353,500 and federal, state and local grants of \$19,882 and \$156,865 have been reported as deferred revenues at August 31, 2010 and 2009, respectively.

Operating and Non-Operating Revenue and Expense Policy

The college distinguishes operating revenues and expenses from non-operating items. The college reports as a BTA and as a single, proprietary fund. Operating revenues and expenses generally result from providing services in connection with the college's principal ongoing operations. The principal operating revenues are tuition and related fees. The major non-operating revenues are state appropriations and property tax collections. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. The operation of the bookstores is not performed by the college.

Management Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

Income Taxes

The College is exempt from income taxes under Internal Revenue Code Section 115, *Income of States, Municipalities, Etc.*, although unrelated business income may be subject to income taxes under Internal Revenue Code Section 511 (a)(2)(B), *Imposition of Tax on Unrelated Business Income of Charitable, Etc., Organizations*. The College had no unrelated business income tax liability for the year ended August 31, 2010 and 2009.

Reclassifications

Certain 2009 amounts have been reclassified to conform to current year presentation.

**3. Authorized Investments**

The Board of Trustees of the College has adopted a written investment policy regarding the investments of its funds as defined in the Public Funds Investment Act (Chapter 2256.001 Texas Government Code). The investments of the College are in compliance with the Board of Trustees' investment policy and the Public Funds Investment Act. The College is authorized to invest in obligations and instruments as follows: (1) obligations of the United States and its agencies, (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than A by a national investment rating firm, (4) certificates of deposits and (5) other instruments and obligations authorized by statute.

**4. Deposits and Investments**

Deposits

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank failure, the College's deposits may not be returned to it. The College's investment policy requires pledging of collateral for all bank balances in excess of Federal Depository Insurance Corporation (FDIC) limits at a minimum of 102% of market value. As of August 31, 2010, all of the College's bank balances of \$10,334,464 were insured and collateralized and not exposed to custodial credit risk.

The following table presents cash and cash equivalents included in Exhibit 1, Statements of Net Assets, as of August 31:

	<u>2010</u>	<u>2009</u>
Cash and cash equivalents:		
Petty cash	\$ 10,636	\$ 10,914
Demand deposits	10,558,918	11,594,858
Investment pools:		
Lone Star Investment Pool	10,759,278	7,505,328
TexPool	2,078,415	7,174,858
TexSTAR	175,525	592,940
Cash and cash equivalents	<u>\$23,582,772</u>	<u>\$26,878,898</u>
Cash and cash equivalents per Exhibit 1	<u>\$23,582,772</u>	<u>\$26,878,898</u>

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

Investments

The College had the following investments as of August 31:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>	
		<u>2010</u>	<u>2009</u>
Federal Home Loan Mortgage Corp.	6/2011 - 12/2015	\$ 14,818,632	\$ -
Federal Home Loan Bank	12/2010 - 11/2015	10,653,305	8,118,691
Federal National Mortgage Assoc.	12/2013 - 12/2016	6,072,193	-
Federal Farm Credit Bank	12/2012	703,193	1,992,338
Equities		<u>505,500</u>	<u>505,500</u>
Total Investments		<u>\$ 32,752,823</u>	<u>\$ 10,616,529</u>
Total Investments per Exhibit 1		<u>\$ 32,752,823</u>	<u>\$ 10,616,529</u>

Interest risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods can be subjected to increased risk of adverse interest rate changes. In accordance with its investment policy, the College limits its exposure to interest rate risk by structuring its portfolio to provide liquidity for operating funds and maximizing yields for funds not immediately needed. The investment policy limits the maximum maturity on any security to seven years. To the extent possible, the College shall attempt to match its investments with anticipated future cash flow. Unless matched to a specific cash flow, the College shall not directly invest in securities maturing more than three years from the date of purchase.

Credit risks are the risk that the insurer of the debt security will not pay its par value upon maturity. The College's investment policy limits credit risk based on meeting requirements of State law.

Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer. The College places no limit on the amount the College may invest in any one issuer. At August 31, 2010 and 2009, the College had approximately \$32.2 and \$10.1 million of its investment portfolio in Federal Agency securities, which mature through December 2016.

During fiscal year 2006, a donor remitted shares in a Company to the College to establish an endowment scholarship. The shares had a fair market value of \$505,500 at August 31, 2010. Securities donated to an investing entity for a particular purpose or under terms of use specified by the donor, are not subject to the requirements of the Public Funds Investment Act. The College amended its investment policy to allow, at the Board of Trustees discretion, the College to hold donated equities for endowed scholarships.



**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

**5. Disaggregation of Receivables and Payables Balances**

Receivables consist of the following at August 31:

	<u>2010</u>	<u>2009</u>
Student tuition and fees	\$ 12,115,080	\$ 10,810,318
Ad valorem taxes	96,441	88,800
Federal grants	265,486	744,785
State grants	73,121	60,600
Other receivables	661,279	828,876
	<u>13,211,407</u>	<u>12,533,379</u>
Allowance for doubtful accounts	<u>(1,358,174)</u>	<u>(1,116,395)</u>
Total	<u>\$ 11,853,233</u>	<u>\$ 11,416,984</u>

Payables consist of the following at August 31:

	<u>2010</u>	<u>2009</u>
Vendors payable	\$ 2,111,500	\$ 3,148,106
Other payables	1,069,472	561,530
Total	<u>\$ 3,180,972</u>	<u>\$ 3,709,636</u>

**6. Capital Assets**

Capital assets' activities for the years ended August 31:

	Balance September 1, <u>2009</u>	<u>2010</u>		Balance August 31, <u>2010</u>
		<u>Increase</u>	<u>Decrease</u>	
Capital assets not subject to depreciation:				
Land	\$ 5,459,673	\$ 6,198	\$ -	\$ 5,465,871
Collections	631,273	-	-	631,273
Construction in process	<u>3,151,260</u>	<u>3,190,495</u>	<u>(2,026,102)</u>	<u>4,315,653</u>
Total not depreciated	<u>9,242,206</u>	<u>3,196,693</u>	<u>(2,026,102)</u>	<u>10,412,797</u>
Capital assets subject to depreciation:				
Buildings	88,066,898	3,919,598		91,986,496
Land improvements	5,272,629	164,612	-	5,437,241
Furniture, equipment and vehicles	4,195,703	393,934	(43,493)	4,546,144
Computer equipment	3,007,959	292,197	(123,230)	3,176,926
Library books	<u>3,643,826</u>	<u>174,936</u>	<u>(18,103)</u>	<u>3,800,659</u>
Total depreciated	<u>104,187,015</u>	<u>4,945,277</u>	<u>(184,826)</u>	<u>108,947,466</u>
Less accumulated depreciation:				
Buildings	20,727,548	1,622,292	-	22,349,840
Land improvements	2,917,756	123,011	-	3,040,767
Furniture, equipment and vehicles	2,619,574	276,161	(39,093)	2,856,642
Computer equipment	2,502,266	219,107	(111,313)	2,610,060
Library books	<u>2,562,205</u>	<u>126,680</u>	<u>(18,103)</u>	<u>2,670,782</u>
Total accumulated depreciation	<u>31,329,349</u>	<u>2,367,251</u>	<u>(168,509)</u>	<u>33,528,091</u>
Net capital assets	<u>\$ 82,099,872</u>	<u>\$ 5,774,719</u>	<u>\$(2,042,419)</u>	<u>\$ 85,832,172</u>

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

	Balance September 1, <u>2008</u>	<u>2009</u>		Balance August 31, <u>2009</u>
		<u>Increase</u>	<u>Decrease</u>	
Capital assets not subject to depreciation:				
Land	\$ 5,389,540	\$ 70,133	\$ -	\$ 5,459,673
Collections	631,273	-	-	631,273
Construction in process	-	<u>3,151,260</u>	-	<u>3,151,260</u>
Total not depreciated	<u>6,020,813</u>	<u>3,221,393</u>	-	<u>9,242,206</u>
Capital assets subject to depreciation:				
Buildings	87,957,644	118,156	(8,902)	88,066,898
Land improvements	4,046,598	1,226,031	-	5,272,629
Furniture, equipment and vehicles	3,996,534	282,037	(82,868)	4,195,703
Computer equipment	3,004,169	84,658	(80,868)	3,007,959
Library books	<u>3,534,013</u>	<u>158,652</u>	<u>(48,839)</u>	<u>3,643,826</u>
Total depreciated	<u>102,538,958</u>	<u>1,869,534</u>	<u>(221,477)</u>	<u>104,187,015</u>
Less accumulated depreciation:				
Buildings	19,116,748	1,610,800	-	20,727,548
Land improvements	2,851,128	66,628	-	2,917,756
Furniture, equipment and vehicles	2,450,322	240,203	(70,951)	2,619,574
Computer equipment	2,383,862	199,170	(80,766)	2,502,266
Library books	<u>2,484,420</u>	<u>126,623</u>	<u>(48,838)</u>	<u>2,562,205</u>
Total accumulated depreciation	<u>29,286,480</u>	<u>2,243,424</u>	<u>(200,555)</u>	<u>31,329,349</u>
Net capital assets	<u>\$ 79,273,291</u>	<u>\$2,847,503</u>	<u>\$ (20,922)</u>	<u>\$82,099,872</u>

**7. Long-Term Liabilities**

Long-term liability activity for the years ended August 31:

	Balance September 1, <u>2009</u>	<u>2010</u>		Balance August 31, <u>2010</u>	Current Portion
		<u>Additions</u>	<u>Payments</u>		
Bonds payable	\$29,655,000	\$20,155,000	\$(3,125,000)	\$46,685,000	\$3,175,000
Unamortized bond premium	<u>510,761</u>	-	<u>(59,822)</u>	<u>450,939</u>	<u>59,822</u>
Total	<u>\$30,165,761</u>	<u>\$20,155,000</u>	<u>\$(3,184,822)</u>	<u>\$47,135,939</u>	<u>\$3,234,822</u>
	Balance September 1, <u>2008</u>	<u>Additions</u>	<u>Payments</u>	Balance August 31, <u>2009</u>	Current Portion
Bonds payable	\$32,530,000	\$8,925,000	\$(11,800,000)	\$29,655,000	\$3,125,000
Unamortized bond premium	<u>303,964</u>	<u>244,401</u>	<u>(37,604)</u>	<u>510,761</u>	<u>59,822</u>
Total	<u>\$32,833,964</u>	<u>\$9,169,401</u>	<u>\$(11,837,604)</u>	<u>\$30,165,761</u>	<u>\$3,407,004</u>

## BLINN COLLEGE

### Notes to Financial Statements August 31, 2010 and 2009

#### 8. Bonds Payable

Bonds payable consist of Combined Fee Revenue and Refunding Bonds. General information related to bonds payable is summarized below:

##### Combined Fee Revenue Bonds, Series 2010

- Washington County Junior College District Combined Fee Revenue Bonds, Series 2010
- To pay for (i) various campus renovation projects (ii) a dormitory (iii) teaching equipment for the Allied Health Center and (iv) the costs of issuance of the Bonds
- Issued March 15, 2010
- \$20,155,000, all authorized bonds have been issued
- Interest rates range from 3.000% to 4.375%
- Source of revenue for debt service - designated portion of tuition and fees and designated auxiliary revenues
- Outstanding bonds payable at August 31, 2010 of \$20,155,000
- Approximately \$18 million of bonds proceeds remain to be spent at August 31, 2010

##### Combined Fee Revenue Refunding Bonds, Series 2009

- Washington County Junior College District Combined Fee Revenue Refunding Bonds, Series 2009
- To refund a portion of the College's Combination Fee Revenue Bonds, Series 1998, Combination Fee Revenue Bonds, Series 1999 and pay the costs of issuance of the Bonds
- Issued April 15, 2009
- \$8,925,000, all authorized bonds have been issued
- Interest rates range from 1.10% to 4.00%
- Source of revenue for debt service - designated portion of tuition and fees and designated auxiliary revenues
- Outstanding bonds payable at August 31, 2010 and 2009 of \$8,790,000 and \$8,925,000, respectively
- A premium of \$244,401 is being amortized over the life of the bonds

##### Combined Fee Revenue Refunding Bonds, Series 2005

- Washington County Junior College District Combined Fee Revenue Bonds, Series 2005
- To pay the costs of acquisition, construction, improvement and equipment of College facilities and the acquisition of sites therefore, including payment of the College's obligation created by the College's exercise of its purchase option under the lease agreement between the College and the City of Bryan, Texas in connection with the City of Bryan Lease Revenue Bonds Series 1995; to fund the reserve funds and to pay the related costs of issuance
- Issued July 6, 2005
- \$11,815,000, all authorized bonds have been issued
- Interest rates range from 3.5% to 5.125%
- Source of revenue for debt service - designated portion of tuition and fees
- Outstanding bonds payable at August 31, 2010 and 2009 of \$7,480,000 and \$8,375,000, respectively
- A premium of \$416,775 is being amortized over the life of the bonds

## BLINN COLLEGE

### Notes to Financial Statements August 31, 2010 and 2009

- The College received \$1,268,465 from the City of Bryan, Texas. These funds represent the difference between the monthly capital lease payments made by College for the lease of the Bryan Campus and the debt service payments made by the City of Bryan, Texas.

#### Combined Fee Revenue Refunding Bonds, Series 2003

- Washington County Junior College District Combined Fee Revenue Refunding Bonds, Series 2003
- To refund \$4,300,000 of Combined Fee and Revenue Bonds, Series 1993
- Issued January 1, 2003
- \$4,475,000, all authorized bonds have been issued
- Interest rates range from 3% to 4.3%
- Source of revenue for debt service - designated portion of tuition and registration charges, other fee charges and designated revenues
- Outstanding bonds payable at August 31, 2010 and 2009 of \$1,425,000 and \$1,670,000, respectively
- Net proceeds from refunding bonds \$4,406,739; after payment of \$94,344 in underwriting fees, insurance, and other issuance costs
- The 1993 Series bond are considered fully defeased and the liability for those bonds has been removed from the financial statements
- Advanced refunding of the 1993 Series bonds reduced the Colleges debt service payments over the next 15 years by approximately \$230,000
- Economic gain of approximately \$170,000 is difference between the net present value of the old and new debt service payments

#### Combined Fee Revenue Bonds, Series 2002

- Washington County Junior College District Combined Fee Revenue Bonds, Series 2002
- To construct and equip student apartment housing and construct, renovate and equip academic buildings and parking lots
- Issued May 1, 2002
- \$15,355,000, all authorized bonds have been issued
- Interest rates range from 2.5% to 5.125%
- Sources of revenue for debt service - designated portion of tuition and registration charges, other fee charges and designated revenues
- Outstanding bonds payable at August 31, 2010 and 2009 of \$8,835,000 and \$9,805,000, respectively

#### Combined Fee Revenue Bonds, Series 1999

- Washington County Junior College District Combined Fee Revenue Bonds, Series 1999
- To construct new academic and student service facilities and student apartment housing
- Issued December 1, 1998
- \$6,110,000, all authorized bonds have been issued
- Interest rates range from 4.2% to 4.85%
- Sources of revenue for debt service - designated portion of tuition and registration charges, building use fees, other fee charges and designated auxiliary revenues
- Outstanding bonds payable at August 31, 2009 of \$435,000

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

Combined Fee Revenue Bonds, Series 1998

- Washington County Junior College District Combined Fee Revenue Bonds, Series 1998
- To construct new academic and student service facilities and student apartment housing
- Issued November 15, 1998
- \$9,870,000, all authorized bonds have been issued
- Interest rates range from 4% to 4.75%
- Sources of revenue for debt service - designated portion of tuition and registration charges, building use fees, other fee charges and designated auxiliary revenues
- Outstanding bonds payable at August 31, 2009 of \$445,000

Under each bond issue, the College is to maintain a reserve account equal to the maximum annual principal and interest requirements on all bonds. The College has 60 months to establish this reserve fund. The reserve account balance at August 31, 2010 is \$4,700,866. The Series 2002 and 2003 bonds require the College to maintain adequate insurance coverage. All premiums have been paid.

Combined Bond Debt Service Requirements

Combined bond debt service requirements of the bonds for the next five years and thereafter are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 3,175,000	\$ 1,807,426	\$ 4,982,426
2012	3,295,000	1,705,176	5,000,176
2013	3,120,000	1,580,866	4,700,866
2014	3,160,000	1,457,316	4,617,316
2015	3,315,000	1,331,679	4,646,679
2016-2020	14,480,000	4,774,453	19,254,453
2021-2025	7,195,000	2,527,353	9,722,353
2026-2030	6,060,000	1,267,787	7,327,787
2031-2032	2,885,000	126,981	3,011,981
Total	<u>\$ 46,685,000</u>	<u>\$ 16,579,037</u>	<u>\$ 63,264,037</u>

**9. Advance Refunding Bonds**

- Refunded \$6,435,000 of Combined Fee Revenue Refunding Bonds, Series 1998 and \$2,475,000 of Combined Fee Revenue Refunding Bonds, Series 1999.
- Issued refunding bonds on May 19, 2009.
- \$8,925,000, all authorized bonds have been issued.
- Combined Fee Revenue Refunding Bonds, Series 2009.
- Average interest rate of bonds refunded – 4.494%.
- Net proceeds from Refunding Series -- \$9,001,208; after payment of \$141,902 in underwriting fees and other issuance costs.
- The 1998 Series and the 1999 Series are considered fully defeased and the liability for

## BLINN COLLEGE

### Notes to Financial Statements August 31, 2010 and 2009

- for those bonds has been removed from the Investment in Plant Fund Group.
- Current refunding of the 1998 Series and the 1999 Series bonds reduced the College's debt service payments over the next 12 years by approximately \$848,054.
- Economic Gain - \$592,221 difference between the net present value of the old and new debt service payments.
- Accounting Gain – no accounting gain resulted from the advanced refunding.

#### 10. Employees' Retirement Plans

The State of Texas has joint contributory retirement plans for almost all its employees. One of the primary plans in which the College participates is administered by the Teacher Retirement System of Texas

##### **Teacher Retirement System of Texas**

*Plan Description.* The College contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan. TRS issues a publicly available financial report with required supplementary information which can be obtained from [www.trs.state.tx.us](http://www.trs.state.tx.us), under the TRS Publications heading.

*Funding Policy.* Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) the state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. State law provides for a member contribution rate of 6.4% for fiscal years 2010 and 2009 and a state contribution rate of 6.4% through December, 2009 and 6.644% for the remainder of fiscal year 2010 and 6.58% for fiscal year 2009. In certain instances the reporting district is required to make all or a portion of the state's contribution for fiscal year 2010 and 2009.

##### **Optional Retirement Plan**

*Plan Description.* The state has also established an optional retirement program for institutions of higher education. Participation in the Optional Retirement Program is in lieu of participation in the Teacher Retirement System. The optional retirement program provides for the purchase of annuity contracts and operates under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C.

*Funding Policy.* Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The percentages of participant salaries currently contributed by the state and each participant are 6.4% and 6.65%, respectively. The College contributes 2.1 percent for employees who were participating in the optional retirement program prior to September 1, 1995. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the state has no additional or unfunded liability for this program.

## BLINN COLLEGE

### Notes to Financial Statements August 31, 2010 and 2009

The retirement expense to the State for the College was \$1,940,083 and \$1,825,554 for the fiscal years ended August 31, 2010 and 2009, respectively. This amount represents the portion of expended appropriations made by the State Legislature on behalf of the College.

The total payroll for all College employees was \$38,621,642 and \$35,707,164 for fiscal years 2010 and 2009, respectively. The total payroll of employees covered by the Teacher Retirement System was \$21,704,406 and \$19,609,333, and the total payroll of employees covered by the Optional Retirement Program was \$10,838,127 and \$10,945,377 for fiscal years 2010 and 2009, respectively.

#### **11. Deferred Compensation Program**

The College's employees may elect to defer a portion of their earnings for income tax and investment purposes pursuant to authority granted in Government Code 609.001. This plan is essentially an unfunded promise to pay by the employer to each of the plan participants. At August 31, 2010 and 2009, the College had no employees electing to defer compensation.

#### **12. Post Retirement Health Care and Life Insurance Benefits**

In addition to providing pension benefits, the State provides certain health care and life insurance benefits for retired employees. Almost all of the employees may become eligible for those benefits if they reach normal retirement age while working for the State. Those and similar benefits for active employees are provided through an insurance company whose premiums are based on benefits paid during previous year. The State recognizes the cost of providing these benefits by expending the annual insurance premiums. The State's contribution per full-time employee was \$385 to \$839 and \$361 to \$705 per month for the years ended August 31, 2010 and 2009, depending on the coverage elected. The State's contribution totaled \$3,238,897 and \$3,068,038, for the years ended August 31, 2010 and 2009, respectively. The cost of providing those benefits for retirees is not separable from the cost of providing benefits for active employees.

#### **13. Compensated Absences**

Non-faculty employees are entitled to compensation vacation days. The amount of days is determined annually, based on their length of employment, as stipulated with official policy adopted by the College. The current policy allows a maximum of six accrued unused vacation days to be carried over; however, the carry over days are not payable upon termination. Any accrued unused days in excess of the carry over days expire at the end of each year. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, *Accounting for Compensated Absences*, no liability is recorded for these non-vesting rights.

Sick leave can be accumulated subject to certain limitations. It is paid to an employee who misses work because of illness. The College does not allow conversion of unpaid sick leave for terminated employees. The College's policy is to recognize the cost of sick leave when paid. The liability is not shown in the financial statements since experience indicates the expenditure for sick leave to be minimal.

#### **14. Contract and Grant Awards**

Contract and grant awards are accounted for in accordance with the requirements of the AICPA Industry Audit Guide, *Audits of Colleges and Universities*. Revenues are recognized on Exhibit 2 and Schedule A. Contract and grant awards for which funds are expended, but

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

not collected, are reported as accounts receivable on Exhibit 1. Contract and grant awards that are not yet funded and for which the college has not yet performed services are not included in the financial statements.

**15. Property Tax**

The College's ad valorem property tax is levied each October 1, on the assessed value listed as of the prior January 1, for all real, business/land personal property located in the tax area of the College. Property taxes are recorded on an accrual basis of accounting. At August 31:

	<u>2010</u>	<u>2009</u>
Assessed valuation of the College	\$ 2,688,967,924	\$ 2,686,362,957
Less exemptions	<u>(403,786,987)</u>	<u>(374,993,207)</u>
 Net assessed valuation of the College	 <u>\$ 2,285,180,937</u>	 <u>\$ 2,311,369,750</u>

	<u>2010</u>		
	Current	Debt	
	<u>Operations</u>	<u>Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized	\$ 0.0545	\$ -	\$ 0.0545
Tax rate per \$100 valuation assessed	0.0545	-	0.0545

	<u>2009</u>		
	Current	Debt	
	<u>Operations</u>	<u>Service</u>	<u>Total</u>
Tax rate per \$100 valuation for authorized	\$ 0.0532	\$ -	\$ 0.0532
Tax rate per \$100 valuation assessed	0.0532	-	0.0532

Tax levied for the years ended August 31, 2010 and 2009 is \$1,382,884 and \$1,356,569, respectively (which includes any penalty and interest assessed if applicable). Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1, of the year following the year in which imposed.

Under GASB Statement No. 33, *Accounting and Financial Reporting for Non Exchange Transactions*, ad valorem taxes are imposed non-exchange revenue. Asset from imposed non-exchange transactions are recorded when the entity has an enforceable legal claim to the assets or when the entity receives resources, whichever comes first. The enforceable legal claim date for ad valorem taxes is the assessment date. The College has recognized all assessed taxes in the current year and recorded a receivable for uncollected taxes.

<u>Taxes Collected at August 31</u>	<u>2010</u>	<u>2009</u>
Current	\$1,342,412	\$1,320,921
Delinquent	30,123	26,281
Penalties and interest	<u>20,652</u>	<u>19,715</u>
 Total Collections	 <u>\$1,393,187</u>	 <u>\$1,366,917</u>



BLINN COLLEGE

Notes to Financial Statements  
August 31, 2010 and 2009

Tax collections for the year ended August 31, 2010 and 2009 were 97% of the current tax levy. Allowances for uncollectible taxes are based upon historical experience in collecting property taxes. The use of tax proceeds is restricted to either maintenance and operations or interest and sinking fund expenditures.

**16. Operating Leases**

The College leases facilities related to the Bryan and Sealy Campuses under non-cancelable leases expiring through August 2021, with future minimum payments as of August 31, 2010 as follows:

<u>Fiscal Year</u>	
2011	\$ 194,000
2012	1,249,000
2013	1,217,000
2014	1,255,000
2015	1,277,000
2016-2020	6,579,000
2021	1,433,000

Rental expense was approximately \$204,000 and \$167,000 for the years ended August 31, 2010 and 2009, respectively.

The College leases retail space to various tenants expiring through December 2013, for property located on the Bryan Campus. Future minimum rental income, as of August 31, 2010, under the agreements are as follows:

<u>Fiscal Year</u>	
2011	\$ 12,000
2012	12,000
2013	4,000

Rental income was approximately \$16,000 and \$28,000 for the years ended August 31, 2010 and 2009, respectively.

**17. Contingent Liabilities**

The College participates in a number of State and Federally assisted programs. These programs are subject to program compliance audits by the grantors or their representatives. Accordingly, the College's compliance with applicable grant requirements will be finally determined at some future date. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the College expects such amounts, if any, to be immaterial.

**18. Self Insurance**

Effective September 1, 2003, the College began participating in a public entity risk pool for workers compensation. The participants of the pool include several other public junior and community colleges. The plan provides coverage to each participant with the College's individual loss fund maximum of \$497,413 and \$421,658 at August 31, 2010 and 2009, respectively, which is based on estimated payroll.

**BLINN COLLEGE**

**Notes to Financial Statements  
August 31, 2010 and 2009**

The liability for claims incurred but not reported under the self-insured plan is \$273,519 and \$123,044 as of August 31, 2010 and 2009, respectively, and is included in the accompanying statements of net assets. Future payments for the claims will be paid from the accrued liability.

Self-insurance activity for the years ended August 31, 2010 and 2009 was as follows:

Accrued Liability for the Year ended <u>August 31</u>	Balance of Liability at Beginning of <u>Fiscal Year</u>	<u>Additions</u>	Reductions for <u>Claims Paid</u>	Cumulative Balance of Liability at End of <u>Fiscal Year</u>
2009	\$404,565	\$102,730	\$(99,582)	\$407,713
2010	407,713	147,740	(98,344)	457,109

**19. Postemployment Benefits Other than Pensions**

The College contributes to the State Retiree Health Plan (SRHP), a cost-sharing, multiple-employer, defined benefit postemployment healthcare plan administered by the Employees Retirement System of Texas (ERS). SRHP provides medical benefits to retired employees of participating universities, community colleges and state agencies in accordance with Chapter 1551, Texas Insurance Code. Benefit and contribution provisions of the SRHP are authorized by State law and may be amended by the Texas Legislature.

ERS issues a publicly available financial report that includes financial statements and required supplementary information for SRHP. That report may be obtained from ERS via their website at <http://www.ers.state.tx.us/>.

Section 1551.055 of Chapter 1551, Texas Insurance Code provides that contribution requirements of the plan members and the participating employers are established and may be amended by the ERS board of trustees. Plan members or beneficiaries receiving benefits pay any premium over and above the employer contribution.

The employer's share of the cost of retiree healthcare coverage for the current year is known as the implicit rate subsidy. It is the difference between the claims costs for the retirees and the amounts contributed by the retirees. The ERS board of trustees sets the employer contribution rate based on the implicit rate subsidy which is actuarially determined in accordance with the parameters of GASB statement 45.

The employer contribution rate 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 (or funding excess) of the plan over a period not to exceed thirty years.

The College's contributions to SRHP for State retirees for the years ended August 31, 2010 and 2009, were \$829,844 and \$719,165, respectively, which amounts were funded from the College's State group insurance appropriation. The College's contributions to SRHP for local retirees for the years ended August 31, 2010 and 2009, were \$175,389 and \$154,342, respectively, which amounts were paid directly by the College.

## **SUPPLEMENTARY SCHEDULES**

## BLINN COLLEGE

**Schedule of Operating Revenues**  
**Year Ended August 31, 2010**  
**(With Memorandum Totals for the Year Ended August 31, 2009)**

	Educational Activities		Total	Auxiliary Enterprises	2010 Total	2009 Total
	Unrestricted	Restricted	Educational Activities			
<b>Tuition:</b>						
State funded credit courses:						
In-district resident tuition	\$ 437,292	\$ -	\$ 437,292	\$ -	\$ 437,292	\$ 363,044
Out-of-district resident tuition	22,783,709	-	22,783,709	-	22,783,709	21,045,535
Non-resident tuition	1,516,448	-	1,516,448	-	1,516,448	1,504,227
TPEG - credit (set aside) *	839,137	-	839,137	-	839,137	758,033
State funded continuing education	895,304	-	895,304	-	895,304	529,792
Non-State funded continuing education	241,325	-	241,325	-	241,325	178,670
Total Tuition	<u>26,713,215</u>	<u>-</u>	<u>26,713,215</u>	<u>-</u>	<u>26,713,215</u>	<u>24,379,301</u>
<b>Fees:</b>						
General fee	8,998,690	-	8,998,690	1,588,004	10,586,694	9,799,543
Laboratory and course fees	1,066,355	-	1,066,355	-	1,066,355	991,690
Vehicle registration fees	724,569	-	724,569	-	724,569	665,935
Incidental fees	692,682	-	692,682	-	692,682	399,501
Other fees	-	-	-	403,714	403,714	349,060
Total fees	<u>11,482,296</u>	<u>-</u>	<u>11,482,296</u>	<u>1,991,718</u>	<u>13,474,014</u>	<u>12,205,729</u>
<b>Scholarship allowances and discounts:</b>						
Scholarship allowances	(396,962)	-	(396,962)	-	(396,962)	(427,497)
Remissions and exemptions	(775,260)	-	(775,260)	-	(775,260)	(548,694)
TPEG allowances	(613,728)	-	(613,728)	-	(613,728)	(374,368)
Federal and State grants to students	(5,750,810)	-	(5,750,810)	-	(5,750,810)	(3,557,669)
Other	(424,469)	-	(424,469)	-	(424,469)	(346,312)
Total scholarships allowances and discounts	<u>(7,961,229)</u>	<u>-</u>	<u>(7,961,229)</u>	<u>-</u>	<u>(7,961,229)</u>	<u>(5,254,540)</u>
Total net tuition and fees	<u>30,234,282</u>	<u>-</u>	<u>30,234,282</u>	<u>1,991,718</u>	<u>32,226,000</u>	<u>31,330,490</u>
<b>Additional operating revenues:</b>						
Federal grants and contracts	-	1,037,307	1,037,307	-	1,037,307	975,463
State grants and contracts	-	1,255,418	1,255,418	-	1,255,418	848,495
Sales and services of educational activities	493,253	-	493,253	-	493,253	254,094
Other operating revenues	94,717	-	94,717	-	94,717	172,714
Total additional operating revenues	<u>587,970</u>	<u>2,292,725</u>	<u>2,880,695</u>	<u>-</u>	<u>2,880,695</u>	<u>2,250,766</u>
<b>Auxiliary enterprises:</b>						
Residential life	-	-	-	2,830,964	2,830,964	2,783,347
Scholarships allowances and discounts	-	-	-	(259,339)	(259,339)	(279,675)
Net residential life	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,571,625</u>	<u>2,571,625</u>	<u>2,503,672</u>
Cafeteria	-	-	-	2,282,212	2,282,212	2,177,873
Scholarship allowances and discounts	-	-	-	(225,949)	(225,949)	(223,736)
Net cafeteria	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,056,263</u>	<u>2,056,263</u>	<u>1,954,137</u>
Bookstore	-	-	-	1,288,353	1,288,353	1,048,833
Scholarship allowances and discounts	-	-	-	(186,748)	(186,748)	(139,404)
Net bookstore	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,101,605</u>	<u>1,101,605</u>	<u>909,429</u>
Other auxiliary	-	-	-	375,265	375,265	369,692
Total net auxiliary enterprises	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,104,758</u>	<u>6,104,758</u>	<u>5,736,930</u>
Total Operating Revenues	<u>\$ 30,822,252</u>	<u>\$ 2,292,725</u>	<u>\$ 33,114,977</u>	<u>\$ 8,096,476</u>	<u>\$ 41,211,453</u>	<u>\$ 39,318,186</u>

(Exhibit 2)

(Exhibit 2)

\* In accordance with Education Code §56.033, \$839,137 and \$758,033 for the years ended August 31, 2010 and 2009, respectively, of tuition was set aside for Texas Public Education Grants (TPEG).

## BLINN COLLEGE

**Schedule of Operating Expenses By Object**  
**Year Ended August 31, 2010**  
**(With Memorandum Totals for the Year Ended August 31, 2009)**

	Operating Expenses				2010 Total	2009 Total
	Salaries and Wages	Benefits		Other Expenses		
		State	Local			
<b>Unrestricted - Educational Activities:</b>						
Instruction	\$24,905,157	\$ -	\$ 2,188,063	\$ 4,003,251	\$31,096,471	\$27,445,497
Public Service	260,283	-	26,302	204,739	491,324	449,852
Academic Support	2,468,341	-	219,796	569,106	3,257,243	3,355,099
Student Services	3,312,072	-	281,198	717,795	4,311,065	4,162,178
Institutional Support	3,683,653	-	164,922	2,726,111	6,574,686	6,232,341
Operation and Maintenance of Plant	1,388,904	-	532,874	5,175,904	7,097,682	6,236,253
Scholarships and Fellowships	-	-	-	474,333	474,333	510,820
Total Unrestricted - Educational Activities	<u>36,018,410</u>	<u>-</u>	<u>3,413,155</u>	<u>13,871,239</u>	<u>53,302,804</u>	<u>48,392,040</u>
<b>Restricted - Educational Activities:</b>						
Instruction	349,535	3,408,144	118,830	306,192	4,182,701	3,784,618
Public Service	322,473	45,927	81,046	242,532	691,978	573,345
Academic Support	-	427,935	-	-	427,935	419,584
Student Services	-	713,718	-	-	713,718	637,239
Institutional Support	1,593	1,498,397	311	72,725	1,573,026	1,330,767
Scholarships and Fellowships	-	-	-	10,284,071	10,284,071	6,804,945
Total Restricted - Educational Activities	<u>673,601</u>	<u>6,094,121</u>	<u>200,187</u>	<u>10,905,520</u>	<u>17,873,429</u>	<u>13,550,498</u>
Total Educational Activities	<u>36,692,011</u>	<u>6,094,121</u>	<u>3,613,342</u>	<u>24,776,759</u>	<u>71,176,233</u>	<u>61,942,538</u>
<b>Auxiliary Enterprises</b>	1,929,631	-	841,049	4,043,525	6,814,205	6,973,697
Depreciation Expense - Buildings and other real estate improvements	-	-	-	1,745,303	1,745,303	1,677,429
Depreciation Expense - Equipment, furniture and library books	-	-	-	621,948	621,948	565,995
Total Operating Expenses	<u>\$38,621,642</u>	<u>\$ 6,094,121</u>	<u>\$ 4,454,391</u>	<u>\$31,187,535</u>	<u>\$80,357,689</u>	<u>\$71,159,659</u>
					(Exhibit 2)	(Exhibit 2)

## BLINN COLLEGE

**Schedule of Nonoperating Revenues and Expenses**  
**Year Ended August 31, 2010**  
**(With Memorandum Totals for the Year Ended August 31, 2009)**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>2010 Total</u>	<u>2009 Total</u>
<b>Non-Operating Revenues:</b>				
State appropriations:				
Education and General state support	\$ 22,602,357	\$ -	\$ 22,602,357	\$ 21,086,928
State group insurance	-	3,238,897	3,238,897	3,068,038
State retirement matching	-	1,940,083	1,940,083	1,825,554
Professional nursing shortage reduction	-	125,694	125,694	-
Total state appropriations	<u>22,602,357</u>	<u>5,304,674</u>	<u>27,907,031</u>	<u>25,980,520</u>
Property taxes	1,401,292	-	1,401,292	1,378,032
Federal revenue, non operating	-	14,834,323	14,834,323	9,205,441
Gifts	-	756,930	756,930	1,016,814
Investment income	608,086	-	608,086	696,692
Federal grant related to capital debt	23,522	-	23,522	16,094
Gain on disposal of capital assets	-	-	-	3,334
Unrealized gain on investments	310,493	-	310,493	118,623
Total non-operating revenues	<u>24,945,750</u>	<u>20,895,927</u>	<u>45,841,677</u>	<u>38,415,550</u>
<b>Non-Operating Expenses:</b>				
Interest on capital related debt	1,140,967	-	1,140,967	1,446,029
Loss on disposal of capital assets	14,607	-	14,607	-
Other expenses	137,960	-	137,960	141,902
Total non-operating expenses	<u>1,293,534</u>	<u>-</u>	<u>1,293,534</u>	<u>1,587,931</u>
Net non-operating revenues	<u>\$ 23,652,216</u>	<u>\$ 20,895,927</u>	<u>\$ 44,548,143</u>	<u>\$ 36,827,619</u>
			(Exhibit 2)	(Exhibit 2)

BLINN COLLEGE

Schedule of Net Assets by Source and Availability  
 Year Ended August 31, 2010  
 (With Memorandum Totals for the Year Ended August 31, 2009)

	Detail by Source						Available for Current Operations	
	Unrestricted	Restricted		Non-Expendable	Capital Assets Net of Depreciation and Related Debt	Total	Yes	No
		Expendable	Expendable					
<b>Current:</b>								
Unrestricted	\$ 5,875,961	\$ -	\$ -	-	\$ -	\$ 5,875,961	\$ 5,875,961	\$ -
Student aid	-	493,519	-	-	-	493,519	-	493,519
Star of Republic Museum	-	86,159	-	-	-	86,159	-	86,159
Auxiliary enterprises	3,551,227	-	-	-	-	3,551,227	3,551,227	-
<b>Endowment:</b>								
Expendable	-	880,055	-	-	-	880,055	-	880,055
Non-expendable	-	-	9,128,252	-	-	9,128,252	-	9,128,252
<b>Plant:</b>								
Debt service	-	4,700,866	-	-	-	4,700,866	-	4,700,866
Investment in plant	-	-	-	-	56,685,760	56,685,760	-	56,685,760
<b>Total Net Assets, August 31, 2010</b>	<b>9,427,188</b>	<b>6,160,599</b>	<b>9,128,252</b>	<b>9,030,083</b>	<b>56,685,760</b>	<b>81,401,799</b>	<b>9,427,188</b>	<b>71,974,611</b>
<b>Total Net Assets, August 31, 2009</b>	<b>8,477,710</b>	<b>6,469,599</b>	<b>9,030,083</b>	<b>51,934,112</b>	<b>56,685,760</b>	<b>75,911,504</b>	<b>8,477,710</b>	<b>67,433,794</b>
<b>Net Increase (Decrease) in Net Assets</b>	<b>\$ 949,478</b>	<b>\$ (309,000)</b>	<b>\$ 98,169</b>	<b>\$ 4,751,648</b>	<b>\$ -</b>	<b>\$ 5,490,295</b>	<b>\$ 949,478</b>	<b>\$ 4,540,817</b>

(Exhibit 1)  
 (Exhibit 2)

## BLINN COLLEGE

**Schedule of Expenditures of Federal Awards  
For The Year Ended August 31, 2010**

Federal Grantor/Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures and Pass Through Disbursements
<u>U.S. Department of Education</u>			
Direct Programs:			
Student Financial Assistance			
Federal Supplemental Education Opportunity Grant	84.007	P007A093969	\$ 159,148
Federal Family Education Loans	84.032		17,673,090
Federal Pell Grant	84.063	P063P092262	14,001,689
Federal Direct Student Loan Program	84.268	P268K102262	391,381
Federal Academic Competitive Grant	84.375	P375A092262	239,232
Pass-Through From:			
Texas Higher Education Coordinating Board			
Carl Perkins Vocational Education	84.048	104206	339,082
Leveraging Educational Assistance (LEAP)	84.069A		13,884
Special Leveraging Educational Assistance (SLEAP)	84.069B		17,851
Byrd Scholarship	84.185		6,000
Carl Perkins Tech-Prep Education	84.243	101705	231,094
College Access Challenge Grant	84.378	1151-01	182,419
American Recovery and Reinvestment Act of 2009	84.397A	3584	384,254
American Recovery and Reinvestment Act of 2009	84.397A	3600	50,000
Total U.S. Department of Education			<u>33,689,124</u>
<u>U.S. Department of Housing and Urban Development</u>			
Direct Program -			
Federal Interest Subsidy	14.864		<u>23,522</u>
<u>U.S. Department of Labor</u>			
Pass-Through from:			
Texas Workforce Commission:			
Pass-Through from:			
Brazos Valley Development Council			
Workforce Investment Act	17.258		96,550
Pass-Through From:			
Texas Tech University Health Sciences Center	17.258	2910XSW000	<u>8,188</u>
Total U.S. Department of Labor			<u>104,738</u>
<u>U.S. National Foundation of the Arts and the Humanities</u>			
Pass-Through From:			
National Endowment for the Humanities			
NEH on the Road	45.164		<u>1,000</u>
<u>U.S. National Science Foundation</u>			
Pass-Through from:			
Texas A&M University System-			
Texas Engineering Experiment Station	47.076		<u>15,084</u>
<u>U.S. Small Business Administration</u>			
Pass-Through from:			
University of Houston:			
Small Business Development Center	59.037	9-603001-Z-0047-19	8,137
Small Business Development Center	59.037	10-603001-Z-0047-19	<u>77,841</u>
Total U.S. Small Business Administration			<u>85,978</u>
Total Expenditures of Federal Awards			<u>\$ 33,919,446</u>
<u>Federal Family Education Loans, CFDA 84.032, includes the following:</u>			
Subsidized Loans			\$ 9,965,229
Unsubsidized Loans			4,175,653
PLUS Loans			1,313,547
Additional Unsubsidized Loans			<u>2,218,660</u>
			17,673,090
<u>Direct Loan Program, CFDA 84.268, includes the following:</u>			
Direct Loans - Direct Subsidized Loans, Direct Unsubsidized Loans,			
Direct PLUS Loans, Direct Additional Unsub Loans			
			<u>391,381</u>
			<u>\$ 18,064,471</u>

See accompanying notes to Schedules of Expenditures of Federal and State Awards.



## BLINN COLLEGE

**Schedule of Expenditures of State Awards  
For the Year Ended August 31, 2010**

<b>Grantor Agency Program Title</b>	<b>Grant Contract Number</b>	<b>Expenditures and Pass Through Disbursements</b>
Texas Comptroller of Public Accounts -		
Jobs and Education for Texans (JET) - Equipment	4776-1	\$ 53,683
Jobs and Education for Texans (JET) - Technical Scholarships	3572-6	28,034
Law Enforcement Officer Standards & Education (LEOSE)	10P050538	1,969
Texas Department of State Health Services		
EMS Local Projects	2010-033887	4,751
Texas Higher Education Coordinating Board:		
Texas Grant Program		756,646
Top 10% Scholarship		26,000
Alternative Teacher Certification Funding		48,913
Texas Workforce Commission		
Skills Development-Power Plant Project	1607SDF002	(43,625)
Skills Development-Bluebell Creameries	1609SDF000	114,499
Skills Development-RR Donnelley Company	1609SDF002	91,075
Skills Development-Igloo Products Corporation	1609SDF001	30,060
Skills Development-Valmont Industries/MIC Group	1609SDF005	54,250
Skills Development-Igloo Products #2 Corporation	2810SDF006	80,737
Chapter 133 Apprentice Training Program 2010	1610ATP001	8,426
Total Expenditures of State Awards		<u>\$ 1,255,418</u>

See accompanying notes to Schedules of Expenditures of Federal and State Awards.

**BLINN COLLEGE**

**Notes to Schedules of Expenditures of Federal and State Awards (continued)  
Year Ended August 31, 2010**

**1. Relationship to Financial Statements**

	<u>Federal</u>	<u>State</u>
Federal Grants and Contracts Revenue – Per Schedule A	\$ 1,037,307	\$ 1,255,418
Add Financial Aid Loans	18,064,471	-
Add Federal Interest Subsidy	23,522	-
Add Non Operating Federal Revenue from Schedule C	14,834,323	-
Less Procurement Contracts (Fee Based Contracts)	<u>(40,177)</u>	<u>-</u>
 Total per Schedules of Expenditures of Federal and State Awards	 <u>\$33,919,446</u>	 <u>\$ 1,255,418</u>

**2. Significant Accounting Policies Used in Preparing the Schedules**

The schedules present the activity of all Federal and State programs of the College for the year ended August 31, 2010. Expenditure reports to funding agencies are prepared on the award period basis. The expenditures reported above represent funds which have been expended by the College for the purposes of the award. The expenditures reported above may not have been reimbursed by the funding agencies as of the end of the fiscal year. Separate accounts are maintained for the different awards to aid in the observance of limitations and restrictions imposed by the funding agencies. The College has followed all applicable guidelines issued by various entities in the preparation of the schedules.

**3. Relationship to Federal and State Financial Reports**

Differences between amounts reflected in the financial reports filed with grantor agencies for the programs and in the schedules of expenditures of Federal and State awards are due to different program year ends and accruals that will be reflected in the next report filed with the agencies.

**4. Amounts Passed-Through by the College**

The following amounts were passed-through to the listed subrecipients by the College. These amounts were from the Carl Perkins Tech-Prep Education program, CFDA 84.243, from the U.S. Department of Education through the Texas Higher Education Coordinating Board.

Anderson-Shiro ISD	\$ 2,199
Bellville ISD	2,924
Bremond ISD	1,914
Brenham ISD	11,507
Bryan ISD	31,669
Buffalo ISD	2,200
Burton ISD	9,256
Caldwell ISD	1,483
Calvert ISD	2,200
Centerville ISD	2,200
College Station ISD	15,256
Franklin ISD	7,246
Flatonia ISD	2,200
Hearne ISD	2,200
Iola ISD	2,200
Leon ISD	2,200
Madisonville ISD	4,328
Mumford ISD	2,200
Navasota ISD	4,820

BLINN COLLEGE

Notes to Schedules of Expenditures of Federal and State Awards  
Year Ended August 31, 2010

Normangee ISD	2,200
North Zulch ISD	2,200
Oakwood ISD	2,200
Schulenburg ISD	3,272
Sealy ISD	2,363
Snook ISD	1,853
Somerville ISD	<u>3,669</u>
	<u>\$ 127,959</u>

**AUDITORS' REPORTS ON CONTROLS AND COMPLIANCE**



**LOTT, VERNON & COMPANY, P.C.**

**CERTIFIED PUBLIC ACCOUNTANTS**

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**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***

Board of Trustees  
Blinn College  
Brenham, Texas

We have audited the financial statements of Blinn College, as of and for the year ended August 31, 2010, and have issued our report thereon dated November 12, 2010. 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 Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the College's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over financial reporting.

*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 College's financial statements will not be prevented, or detected and corrected on a timely basis.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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,

**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* (CONTINUED)**

regulations, contracts and grant agreements, including the Public Funds Investment Act (Chapter 2256, Texas Government Code), 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*.

This report is intended solely for the information and use of the Audit Committee, Board of Trustees, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Let, Vernon & Co., P.C.*

Temple, Texas  
November 12, 2010



**LOTT, VERNON & COMPANY, P.C.**  
CERTIFIED PUBLIC ACCOUNTANTS

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**REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Trustees  
Blinn College  
Brenham, Texas

Compliance

We have audited Blinn College's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the year ended August 31, 2010. The College's major federal and state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the College's management. Our responsibility is to express an opinion on the College's compliance based on our audit.

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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State of Texas Single Audit Circular. Those standards, OMB Circular A-133 and the State of Texas Single Audit Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state 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. Our audit does not provide a legal determination of the College's compliance with those requirements.

In our opinion, Blinn College complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended August 31, 2010.

**REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133 (CONTINUED)**

Internal Control Over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the College's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 or state 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 type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

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 over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Audit Committee, Board of Trustees, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Temple, Texas  
November 12, 2010



**BLINN COLLEGE**

**Schedule of Findings and Questioned Costs  
August 31, 2010**

I. Summary of Audit Results

**Financial Statements**

- 1. Type of auditor’s report issued: *unqualified*
  
- 2. Internal control over financial reporting:  
 Material weakness(es) identified? \_\_\_\_\_ yes X no  
 Significant deficiencies identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes X none reported
  
- 3. Noncompliance material to financial statements noted? \_\_\_\_\_ yes X no

**Federal Awards**

- 4. Internal control over major programs:  
 Material weakness(es) identified? \_\_\_\_\_ yes X no  
 Significant deficiencies identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes X none reported
  
- 5. Type of auditor’s report issued on compliance for major programs: *unqualified*
  
- 6. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? \_\_\_\_\_ yes X no

7. Identification of major programs:

<u>Name of Federal Programs</u>	<u>Federal CFDA Number</u>	<u>Name of State Program</u>
U.S. Department of Education Student Financial Aid Cluster:		Texas Comptroller of Public Accounts:
SEOG	84.007	- Jobs and Education for Texans
Federal Family Education Loan Program	84.032	(JET) - Equipment
Federal Pell Grant Program	84.063	(JET) – Technical Scholarships
Federal Direct Student Loan Program	84.268	- Law Enforcement Officer Standards
Academic Competitiveness Program	84.375	& Education (LEOSE)
ARRA	84.397A	Texas Grant

**BLINN COLLEGE**

**Schedule of Findings and Questioned Costs (Continued)**

**August 31, 2010**

- |    |  |                  |                  |
|----|--|------------------|------------------|
| 8. | Dollar threshold used to distinguish between type A and type B programs: | Federal:         | <u>\$475,649</u> |
|    |  | State:           | <u>\$300,000</u> |
| 9. | Auditee qualified as low-risk auditee?                                   | <u>  X  </u> yes | <u>      </u> no |

II. Financial Statement Findings

- None.

III. Federal Awards Findings and Questioned Costs

- None.

**STATISTICAL SUPPLEMENTS (UNAUDITED)**

Blinn College

Net Assets by Component  
Fiscal Years 2002 to 2010  
(Unaudited)

For the Fiscal Year Ended August 31,  
(amounts expressed in thousands)

	2010	2009	2008	2007	2006	2005	2004	2003	2002
Invested in capital assets, net of related debt	\$ 56,686	\$ 51,934	\$ 46,439	\$ 43,489	\$ 41,668	\$ 39,725	\$ 40,318	\$ 40,513	\$ 38,334
Restricted - expendable	6,161	6,470	6,575	6,971	6,665	5,791	3,585	3,355	3,770
Restricted - nonexpendable	9,128	9,030	8,985	8,254	7,810	6,921	5,644	5,329	4,902
Unrestricted	9,427	8,478	8,878	6,251	4,165	4,156	4,181	2,891	4,459
<b>Total primary government net assets</b>	<b>\$ 81,402</b>	<b>\$ 75,912</b>	<b>\$ 70,877</b>	<b>\$ 64,965</b>	<b>\$ 60,308</b>	<b>\$ 56,593</b>	<b>\$ 53,728</b>	<b>\$ 52,088</b>	<b>\$ 51,465</b>

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available.

Blinn College

Revenues by Source  
Fiscal Years 2002 to 2010  
(Unaudited)

For the Year Ended August 31,

	(amounts expressed in thousands)								
	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tuition and fees (net of discounts)	\$ 32,226	\$ 31,331	\$ 29,521	\$ 26,440	\$ 24,227	\$ 21,565	\$ 19,992	\$ 17,425	\$ 16,509
Governmental grants and contracts									
Federal Grants and Contracts	1,037	975	949	1,226	1,266	1,664	1,246	1,348	1,377
State and local grants and contracts	1,256	848	1,653	532	500	611	710	1,116	1,065
Sales and services of educational activities	493	254	226	190	342	199	159	309	365
Auxiliary enterprises (net of discounts)	6,105	5,737	5,858	5,591	5,104	5,395	5,346	5,175	4,894
Other operating revenues	94	173	683	211	244	29	144	311	196
<b>Total Operating Revenues</b>	<b>41,211</b>	<b>39,318</b>	<b>38,890</b>	<b>34,190</b>	<b>31,683</b>	<b>29,463</b>	<b>27,597</b>	<b>25,684</b>	<b>24,406</b>
State appropriations	27,907	25,981	25,689	24,041	23,689	22,348	22,097	22,544	23,695
Ad valorem taxes	1,401	1,378	1,251	1,138	1,026	1,029	990	934	881
Federal revenue, nonoperating	14,834	9,205	7,784	7,152	7,606	7,320	7,429	6,583	5,331
Federal grant related to capital debt	24	16	16	16	16	16	16	16	34
Unrealized gain on investments	311	119	28	66	-	-	-	-	-
Investment income	608	697	1,279	1,451	1,039	611	376	360	446
Other non-operating revenues	757	1,020	-	-	254	2,779	5	-	-
<b>Total Non-Operating Revenues</b>	<b>45,842</b>	<b>38,416</b>	<b>36,047</b>	<b>33,864</b>	<b>33,630</b>	<b>34,103</b>	<b>30,913</b>	<b>30,437</b>	<b>30,387</b>
<b>Total Revenues</b>	<b>\$ 87,053</b>	<b>\$ 77,734</b>	<b>\$ 74,937</b>	<b>\$ 68,054</b>	<b>\$ 65,313</b>	<b>\$ 63,566</b>	<b>\$ 58,510</b>	<b>\$ 56,121</b>	<b>\$ 54,793</b>

For the Year Ended August 31,

	(amounts expressed in thousands)								
	2010	2009	2008	2007	2006	2005	2004	2003	2002
Tuition and fees (net of discounts)	37.02%	40.31%	39.39%	38.85%	37.09%	33.93%	34.17%	31.05%	30.13%
Governmental grants and contracts									
Federal grants and contracts	1.19%	1.25%	1.27%	1.80%	1.95%	2.61%	2.13%	2.41%	2.51%
State grants and contracts	1.44%	1.09%	2.21%	0.78%	0.77%	0.96%	1.21%	1.99%	1.94%
Sales and services of educational activities	0.57%	0.33%	0.30%	0.28%	0.52%	0.31%	0.27%	0.55%	0.67%
Auxiliary enterprises	7.01%	7.38%	7.82%	8.22%	7.81%	8.49%	9.14%	9.22%	8.93%
Other operating revenues	0.11%	0.22%	0.91%	0.31%	0.37%	0.05%	0.25%	0.55%	0.36%
<b>Total Operating Revenues</b>	<b>47.34%</b>	<b>50.58%</b>	<b>51.90%</b>	<b>50.24%</b>	<b>48.51%</b>	<b>46.35%</b>	<b>47.17%</b>	<b>45.77%</b>	<b>44.54%</b>
State appropriations	32.07%	33.43%	34.28%	35.33%	36.27%	35.16%	37.77%	40.17%	43.24%
Ad valorem taxes	1.61%	1.77%	1.67%	1.67%	1.57%	1.62%	1.69%	1.66%	1.61%
Federal revenue, nonoperating	17.04%	11.84%	10.38%	10.51%	11.65%	11.51%	12.69%	11.73%	9.74%
Federal grant related to capital debt	0.03%	0.02%	0.02%	0.02%	0.02%	0.03%	0.03%	0.03%	0.06%
Unrealized gain on investments	0.36%	0.15%	0.04%	0.10%	-	-	-	-	-
Investment income	0.70%	0.90%	1.71%	2.13%	1.59%	0.96%	0.64%	0.64%	0.81%
Other non-operating revenues	0.87%	1.31%	-	-	0.39%	4.37%	0.01%	-	-
<b>Total Non-Operating Revenues</b>	<b>52.66%</b>	<b>49.42%</b>	<b>48.10%</b>	<b>49.76%</b>	<b>51.49%</b>	<b>53.65%</b>	<b>52.83%</b>	<b>54.23%</b>	<b>55.46%</b>
<b>Total Revenues</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available.

Blinn College

Program Expenses by Function  
Fiscal Years 2002 to 2010  
(Unaudited)

For the Year Ended August 31,

	(amounts expressed in thousands)								
	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction	\$ 35,279	\$ 31,230	\$ 28,818	\$ 27,083	\$ 26,589	\$ 24,125	\$ 23,622	\$ 23,430	\$ 22,813
Public service	1,183	1,023	2,041	1,341	1,212	1,587	1,356	629	784
Academic support	3,685	3,775	3,451	3,198	3,382	3,624	2,930	4,098	3,036
Student services	5,025	4,799	4,044	4,023	4,023	3,645	3,412	3,320	3,016
Institutional support	8,148	7,563	7,679	6,442	6,079	5,351	5,622	4,984	5,896
Operation and maintenance of plant	7,098	6,236	6,296	5,238	4,615	4,815	4,249	3,894	4,284
Scholarships and fellowships	10,759	7,316	6,623	5,827	5,983	5,806	5,999	6,004	4,931
Auxiliary enterprises	6,814	6,974	6,545	6,070	6,528	6,035	5,358	4,956	5,512
Depreciation	2,367	2,244	2,135	2,381	2,499	2,432	2,421	2,266	1,617
<b>Total Operating Expenses</b>	<b>80,358</b>	<b>71,160</b>	<b>67,849</b>	<b>61,624</b>	<b>60,910</b>	<b>57,620</b>	<b>54,969</b>	<b>53,581</b>	<b>51,889</b>
Interest on capital related debt	1,141	1,446	1,467	1,572	1,548	2,083	2,081	2,166	1,589
Other non-operating expenses	138	142	-	-	-	194	-	152	266
Loss on disposal of fixed assets	15	-	5	699	-	-	23	69	39
Unrealized loss on investments	-	-	-	-	55	44	-	-	-
<b>Total Non-Operating Expenses</b>	<b>1,294</b>	<b>1,588</b>	<b>1,472</b>	<b>2,271</b>	<b>1,603</b>	<b>2,321</b>	<b>2,104</b>	<b>2,387</b>	<b>1,894</b>
<b>Total Expenses</b>	<b>\$ 81,652</b>	<b>\$ 72,748</b>	<b>\$ 69,321</b>	<b>\$ 63,895</b>	<b>\$ 62,513</b>	<b>\$ 59,941</b>	<b>\$ 57,073</b>	<b>\$ 55,968</b>	<b>\$ 53,783</b>

For the Year Ended August 31,

	(amounts expressed in thousands)								
	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction	43.21%	42.93%	41.57%	42.39%	42.53%	40.25%	41.39%	41.86%	42.42%
Public service	1.45%	1.41%	2.94%	2.10%	1.94%	2.64%	2.38%	1.12%	1.46%
Academic support	4.51%	5.19%	4.98%	5.00%	5.41%	6.38%	5.13%	7.32%	5.64%
Student services	6.15%	6.59%	6.15%	6.33%	6.44%	6.08%	5.98%	5.93%	5.61%
Institutional support	9.98%	10.40%	11.08%	10.08%	9.72%	8.93%	9.85%	8.91%	10.96%
Operation and maintenance of plant	8.69%	8.57%	9.08%	8.20%	7.38%	8.03%	7.44%	6.96%	7.97%
Scholarships and fellowships	13.18%	10.06%	9.55%	9.12%	9.57%	9.69%	10.51%	10.73%	9.17%
Auxiliary enterprises	8.35%	9.59%	9.44%	9.50%	10.44%	10.07%	9.39%	8.86%	10.25%
Depreciation	2.90%	3.06%	3.08%	3.73%	4.00%	4.06%	4.24%	4.05%	3.01%
<b>Total Operating Expenses</b>	<b>98.42%</b>	<b>97.82%</b>	<b>97.87%</b>	<b>96.45%</b>	<b>97.43%</b>	<b>96.13%</b>	<b>96.31%</b>	<b>95.74%</b>	<b>96.49%</b>
Interest on capital related debt	1.40%	1.99%	2.12%	2.46%	2.48%	3.48%	3.65%	3.87%	2.95%
Bond issuance costs	0.17%	0.19%	-	-	-	0.32%	-	0.27%	0.49%
Loss on disposal of fixed assets	0.02%	-	0.01%	1.09%	-	-	0.04%	0.12%	0.07%
Unrealized loss on investments	-	-	-	-	0.09%	0.07%	-	-	-
<b>Total Non-Operating Expenses</b>	<b>1.58%</b>	<b>2.18%</b>	<b>2.13%</b>	<b>3.55%</b>	<b>2.57%</b>	<b>3.87%</b>	<b>3.69%</b>	<b>4.26%</b>	<b>3.51%</b>
<b>Total Expenses</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

Note: Due to reporting format and definition changes prescribed by GASB Statement 34, only fiscal years 2002-2010 are available.

Blinn College

Tuition and Fees

Last Ten Academic Years  
(Unaudited)

Academic Year (Fall)	Registration Fee (per student)	Activity, Bldg. Use Fees (per student)	Fees per Semester Credit Hour (SCH)				Cost for 12 SCH In-District	Cost for 12 SCH Out-of-District	Increase from Prior Year In-District	Increase from Prior Year Out-of-District
			In-District Tuition	Out-of-District Tuition	Technology Fees	General Fees				
2010	\$ -	\$ -	\$ 35	\$ 64	\$ -	\$ 756	\$ 1,104	0.00%	0.00%	
2009	-	-	35	64	-	756	1,104	0.00%	0.00%	
2008	-	-	35	64	-	756	1,104	8.62%	5.75%	
2007	-	-	30	59	-	696	1,044	3.57%	6.10%	
2006	-	-	28	54	-	672	984	9.80%	13.89%	
2005	-	-	23	44	-	612	864	0.00%	0.00%	
2004	-	-	23	44	-	612	864	8.51%	16.13%	
2003	-	-	19	34	-	564	744	4.44%	8.77%	
2002	-	-	19	31	-	540	684	6.30%	4.91%	
2001	40	-	19	31	-	508	652	0.00%	0.00%	

Academic Year (Fall)	Registration Fee (per student)	Activity, Bldg. Use Fees (per student)	Fees per Semester Credit Hour (SCH)				Cost for 12 SCH Out-of-State	Cost for 12 SCH International	Increase from Prior Year Out-of-State	Increase from Prior Year International
			Non-Resident Tuition Out of State	Non-Resident Tuition International	Technology Fees	General Fees				
2010	\$ -	\$ -	\$ 140	\$ 140	\$ -	\$ 2,016	\$ 2,016	0.00%	0.00%	
2009	-	-	140	140	-	2,016	2,016	0.00%	0.00%	
2008	-	-	140	140	-	2,016	2,016	3.07%	3.07%	
2007	-	-	135	135	-	1,956	1,956	0.00%	0.00%	
2006	-	-	135	135	-	1,956	1,956	0.00%	0.00%	
2005	-	-	135	135	-	1,956	1,956	0.00%	0.00%	
2004	-	-	135	135	-	1,956	1,956	6.54%	6.54%	
2003	-	-	125	125	-	1,836	1,836	10.87%	10.87%	
2002	-	-	112	112	-	1,656	1,656	1.97%	1.97%	
2001	40	-	112	112	-	1,624	1,624	0.00%	0.00%	

Note: Includes basic enrollment, tuition and fees, but excludes course based fees such as laboratory fees, testing fees, and certification fees.

Blinn College

Assessed Value and Taxable Assessed Value of Property  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	(Amounts expressed in thousands)			Ratio of Taxable Assessed Value to Assessed Value	Direct Rate		
	Assessed Valuation of Property	Less: Exemptions	Taxable Assessed Value (TAV)		Maintenance & Operations (a)	Debt Service (a)	Total (a)
2009-10	\$ 2,688,968	\$ (403,787)	\$ 2,285,181	84.98%	0.054500	-	0.054500
2008-09	2,686,363	(374,993)	2,311,370	86.04%	0.053200	-	0.053200
2007-08	2,362,965	(338,399)	2,024,566	85.68%	0.054800	-	0.054800
2006-07	2,255,901	(312,983)	1,942,918	86.13%	0.051300	-	0.051300
2005-06	2,060,334	(279,513)	1,780,818	86.43%	0.051000	-	0.051000
2004-05	1,919,446	(43,567)	1,875,879	97.73%	0.055200	-	0.055200
2003-04	1,784,754	(42,102)	1,742,652	97.64%	0.056700	-	0.056700
2002-03	1,743,971	(39,004)	1,704,967	97.76%	0.054440	-	0.054440
2001-02	1,674,212	(39,424)	1,634,788	97.65%	0.054440	-	0.054440
2000-01	1,497,360	(39,169)	1,458,191	97.38%	0.057600	-	0.057600

Source: Local Appraisal District  
Notes: Property is assessed at full market value.  
(a) per \$100 Taxable Assessed Valuation



## Blinn College

**State Appropriation per FTSE and Contact Hour  
Last Ten Fiscal Years  
(Unaudited)**

Fiscal Year	Appropriation per FTSE			Appropriation per Contact Hour			State Appropriation per Contact Hour
	State Appropriation	FTSE (a)	State Appropriation per FTSE	Academic Contact Hours (a)	Voc/Tech Contact Hours (b)	Total Contact Hours	
2009-10	\$ 28,341,285	30,548	928	6,648,161	725,344	7,373,505	3.84
2008-09	25,980,520	28,604	908	6,108,128	661,536	6,769,664	3.84
2007-08	25,688,998	26,548	968	5,649,260	763,341	6,412,601	4.01
2006-07	24,040,703	26,204	917	5,419,803	664,496	6,084,299	3.95
2005-06	23,689,411	25,765	919	5,473,013	591,344	6,064,357	3.91
2004-05	22,347,845	25,886	863	5,396,623	557,312	5,953,935	3.75
2003-04	22,096,878	25,672	861	5,392,137	588,784	5,980,921	3.69
2002-03	22,543,586	25,795	874	5,354,443	612,816	5,967,259	3.78
2001-02	23,694,536	24,234	978	5,083,209	556,076	5,639,285	4.20
2000-01	21,592,146	23,461	920	4,950,487	532,224	5,482,711	3.94

FTSE is defined as the number of full time students plus total hours taken by part-time students divided by 12.

(a) Source CBM001

(b) Source CBM00A

Blinn College

Principal Taxpayers  
Last Ten Tax Years  
(Unaudited)

Taxpayer	Type of Business	Taxable Assessed Value (TAV) by Tax Year (\$000 omitted)									
		2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Enervest Operating LLC	Oil and Gas	\$ 132,126	\$ 116,249	\$ 154,299	\$ 91,553	\$ 115,085	\$ 96,459	\$ 63,930	\$ 51,886	\$ -	\$ -
Blue Bell Creameries	Manufacturing	40,831	41,436	40,859	39,979	30,113	32,789	34,414	29,291	27,140	28,841
LCRA Transmission Services	Utilities	30,829	28,868	28,983	32,473	28,202	24,696	20,318	13,077	12,594	-
Valmont/ALS	Manufacturing	24,998	31,611	11,878	11,191	12,581	13,538	27,310	18,083	15,808	15,670
ETC Texas Pipeline, LTD	Pipeline	24,636	24,146	21,691	14,066	13,874	13,410	8,277	-	-	-
MIC Group LLC	Manufacturing	17,620	13,855	-	-	-	-	-	-	-	-
Moore Wallace North America	Manufacturing	14,462	15,580	13,559	9,205	9,152	9,343	13,720	11,632	12,472	8,800
Germania Farm Mutual Aid	Insurance	11,927	11,795	10,544	9,749	9,881	9,607	9,306	9,732	9,445	8,525
PI Components Corp.	Manufacturing	11,732	11,210	7,931	8,482	7,757	7,177	9,362	8,084	6,894	7,819
Bluebonnet Electric Coop.	Utilities	10,917	10,288	10,638	10,390	10,204	9,579	10,860	10,376	10,066	9,098
Tariton Supply Company	Oil and Gas	10,381	-	-	-	-	-	-	-	-	-
Lowe's Homecenters, Inc.	Retail	10,318	11,407	11,663	11,279	11,577	10,111	-	-	-	-
BNSF Railway Company	Transportation	9,527	8,679	8,249	7,611	6,690	-	5,778	6,008	5,998	5,507
Southwestern Telephone Company	Telephone	9,406	10,852	11,626	13,237	12,722	13,215	13,392	15,202	16,314	17,084
Wal-Mart Real Estate Business	Retail	8,266	8,273	-	-	-	-	-	-	-	-
Southern Bay Operating, LLC	Oil and Gas	7,913	7,992	10,970	-	-	-	-	-	-	-
Brenham Wholesale Grocery	Groceries	7,494	7,963	-	7,729	7,206	7,397	9,254	9,240	9,124	9,838
HD Development Properties, LP	Commercial	6,681	-	-	-	-	-	-	-	-	-
Wal-Mart Properties #4109	Retail	6,511	-	15,711	13,964	14,146	12,226	10,858	10,716	10,620	9,678
Longwood Elastomers, Inc.	Manufacturing	6,488	6,916	12,718	8,417	8,041	8,698	6,405	-	6,017	5,758
Chesapeake Operating Inc.	Oil and Gas	-	27,687	44,629	-	12,283	12,706	10,554	19,742	64,325	-
Mount Vernon Mill, Inc.	Manufacturing	-	11,777	15,184	14,948	17,586	16,456	19,797	26,278	29,240	32,290
Sealy Mattress	Manufacturing	-	7,448	8,047	7,276	7,352	6,496	6,861	6,619	7,417	7,148
Magnetic Instruments	Manufacturing	-	-	11,270	11,436	-	-	-	-	-	-
Chesapeake Exploration, LP	Oil and Gas	-	-	-	23,155	45,678	41,491	37,620	11,954	-	89,330
Stroud Oil Properties, Inc.	Oil and Gas	-	-	-	-	8,071	7,188	7,113	6,542	-	-
Mayfair Interests, Inc.	Agri-Business	-	-	-	7,274	-	-	-	-	-	-
Aquila Southwest	Pipeline	-	-	-	-	-	-	-	-	7,896	7,899
Cleaners Hangers Co.	Manufacturing	-	-	-	-	-	-	-	10,092	11,606	12,511
Seminole Pipeline	Pipeline	-	-	-	-	-	-	-	-	6,290	6,496
PFL Properties, LP	Oil and Gas	-	-	-	-	-	-	-	-	-	5,279
ETC Texas Pipeline, LTD	Pipeline	-	-	-	-	-	-	-	9,939	-	-
RME Petroleum Company	Oil and Gas	-	-	-	-	-	-	-	-	59,311	77,158
Duke Energy	Oil and Gas	-	-	-	-	-	-	-	-	-	5,792
Acaia Natural Gas Corp.	Oil and Gas	-	-	-	-	-	-	11,776	10,703	7,896	-
<b>Totals</b>		<b>\$ 403,063</b>	<b>\$ 414,032</b>	<b>\$ 450,448</b>	<b>\$ 353,415</b>	<b>\$ 388,201</b>	<b>\$ 352,582</b>	<b>\$ 336,905</b>	<b>\$ 295,196</b>	<b>\$ 336,473</b>	<b>\$ 370,521</b>

Total Taxable Assessed Value \$2,285,181 \$2,311,370 \$2,024,566 \$1,942,918 \$1,780,818 \$1,875,879 \$1,742,652 \$1,704,967 \$1,634,788 \$1,458,191

Taxpayer	Type of Business	% of Taxable Assessed Value (TAV) by Tax Year									
		2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Enervest Operating LLC	Oil and Gas	5.78%	4.32%	7.62%	4.71%	6.46%	5.14%	3.67%	3.04%	0.00%	0.00%
Blue Bell Creameries	Manufacturing	1.79%	1.79%	2.02%	2.06%	1.69%	1.75%	1.97%	1.72%	1.66%	1.98%
LCRA Transmission Services	Utilities	1.35%	1.25%	1.43%	1.67%	1.58%	1.32%	1.17%	0.77%	0.77%	0.00%
Valmont/ALS	Manufacturing	1.09%	1.37%	0.59%	0.58%	0.71%	0.72%	1.57%	1.06%	0.97%	1.07%
ETC Texas Pipeline, LTD	Pipeline	1.08%	1.04%	1.07%	0.72%	0.78%	0.71%	0.47%	0.00%	0.00%	0.00%
MIC Group LLC	Manufacturing	0.77%	0.60%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Moore Wallace North America	Manufacturing	0.63%	0.67%	0.67%	0.47%	0.51%	0.50%	0.79%	0.68%	0.76%	0.60%
Germania Farm Mutual Aid	Insurance	0.52%	0.51%	0.52%	0.50%	0.55%	0.51%	0.53%	0.57%	0.58%	0.58%
PI Components Corp.	Manufacturing	0.51%	0.48%	0.39%	0.44%	0.44%	0.38%	0.54%	0.47%	0.42%	0.54%
Bluebonnet Electric Coop.	Utilities	0.48%	0.45%	0.53%	0.53%	0.57%	0.51%	0.62%	0.61%	0.62%	0.62%
Tariton Supply Company	Oil and Gas	0.45%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Lowe's Homecenters, Inc.	Retail	0.45%	0.49%	0.58%	0.58%	0.65%	0.54%	0.00%	0.00%	0.00%	0.00%
BNSF Railway Company	Transportation	0.42%	0.38%	0.41%	0.39%	0.38%	0.00%	0.33%	0.35%	0.37%	0.38%
Southwestern Telephone Company	Telephone	0.41%	0.47%	0.57%	0.68%	0.71%	0.70%	0.77%	0.89%	1.00%	1.17%
Wal-Mart Real Estate Business	Retail	0.36%	0.36%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Southern Bay Operating, LLC	Oil and Gas	0.35%	0.35%	0.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Brenham Wholesale Grocery	Groceries	0.33%	0.34%	0.00%	0.40%	0.40%	0.39%	0.53%	0.54%	0.56%	0.67%
HD Development Properties, LP	Commercial	0.29%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Wal-Mart Properties #4109	Retail	0.28%	0.00%	0.78%	0.72%	0.79%	0.65%	0.62%	0.63%	0.65%	0.66%
Longwood Elastomers, Inc.	Manufacturing	0.28%	0.30%	0.56%	0.37%	0.35%	0.38%	0.28%	0.00%	0.26%	0.25%
Chesapeake Operating Inc.	Oil and Gas	0.00%	1.20%	2.20%	0.00%	0.69%	0.68%	0.61%	1.16%	3.93%	0.00%
Mount Vernon Mill, Inc.	Manufacturing	0.00%	0.51%	0.75%	0.77%	0.99%	0.88%	1.14%	1.54%	1.79%	2.21%
Sealy Mattress	Manufacturing	0.00%	0.32%	0.40%	0.37%	0.41%	0.35%	0.39%	0.39%	0.45%	0.49%
Magnetic Instruments	Manufacturing	0.00%	0.00%	0.56%	0.59%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Chesapeake Exploration, LP	Oil and Gas	0.00%	0.00%	0.00%	1.19%	2.57%	2.21%	2.16%	0.70%	0.00%	6.13%
Stroud Oil Properties, Inc.	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.45%	0.38%	0.41%	0.38%	0.00%	0.00%
Mayfair Interests, Inc.	Agri-Business	0.00%	0.00%	0.00%	0.37%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Aquila Southwest	Pipeline	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.48%	0.54%
Cleaners Hangers Co.	Manufacturing	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.59%	0.71%	0.86%
Seminole Pipeline	Pipeline	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.38%	0.45%
PFL Properties, LP	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.36%
ETC Texas Pipeline, LTD	Pipeline	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.58%	0.00%	0.00%
RME Petroleum Company	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	3.63%	5.29%
Duke Energy	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.40%
Acaia Natural Gas Corp.	Oil and Gas	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.68%	0.63%	0.48%	0.00%
<b>Totals</b>		<b>17.64%</b>	<b>17.91%</b>	<b>22.25%</b>	<b>18.19%</b>	<b>21.80%</b>	<b>18.80%</b>	<b>19.33%</b>	<b>17.31%</b>	<b>20.58%</b>	<b>25.41%</b>

Source: Washington County Appraisal District

## Blinn College

Property Tax Levies and Collections  
Last Ten Tax Years  
(Unaudited)

Fiscal Year Ended August 31	Levy (a)	Cumulative Levy Adjustments	Adjusted Tax Levy (b)	Collections - Year of Levy (c)	Percentage	Current Collections of Prior Levies (b) (c)	Total Collections	Cumulative Collections of Adjusted Levy
2010	\$ 1,409,001	\$ (26,117)	\$ 1,382,884	\$ 1,342,412	97.07%	\$ 30,123	\$ 1,372,535	99.25%
2009	1,382,302	(25,733)	1,356,569	1,320,921	97.37%	26,281	1,347,202	99.31%
2008	1,249,809	(18,636)	1,231,173	1,199,372	97.42%	23,575	1,222,947	99.33%
2007	1,729,811	(614,882)	1,114,929	1,088,752	97.65%	28,850	1,117,602	100.24%
2006	1,028,213	(16,578)	1,011,635	1,007,352	98.79%	19,054	1,026,406	101.46%
2005	1,037,501	(18,901)	1,018,600	984,498	98.24%	44,705	1,029,203	101.04%
2004	988,552	(18,009)	970,543	939,800	98.71%	50,370	990,170	102.02%
2003	936,067	(15,343)	920,724	903,322	98.11%	33,918	937,240	101.79%
2002	884,864	(17,366)	867,498	864,584	98.10%	15,949	880,533	101.50%
2001	871,998	(19,261)	852,737	816,998	97.49%	33,039	850,037	99.68%

Source: Washington County Tax Assessor/Collector

- (a) As reported in notes to the financial statements for the year of the levy.
- (b) As of August 31st of the current reporting year.
- (c) Property tax only - does not include penalties and interest

Blinn College

Ratios of Outstanding Debt  
Last Ten Fiscal Years  
(Unaudited)

	For the Year Ended August 31 (amounts expressed in thousands)									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Other Debt</b>										
Revenue bonds	\$ 46,685	\$ 29,655	\$ 32,530	\$ 35,605	\$ 38,570	\$ 41,565	\$ 31,745	\$ 33,680	\$ 35,170	\$ 21,620
Capital lease obligations	-	-	-	-	-	-	12,148	12,877	13,568	14,279
<b>Total Outstanding Debt</b>	<b>\$ 46,685</b>	<b>\$ 29,655</b>	<b>\$ 32,530</b>	<b>\$ 35,605</b>	<b>\$ 38,570</b>	<b>\$ 41,565</b>	<b>\$ 43,893</b>	<b>\$ 46,557</b>	<b>\$ 48,738</b>	<b>\$ 35,899</b>
<b>Total Outstanding Debt Ratios</b>										
Per Capita	1.45	0.92	1.02	1.12	1.21	1.32	1.41	1.51	1.59	1.18
Per FTSE	1.53	1.04	1.23	1.36	1.50	1.61	1.71	1.80	2.01	1.53
As a percentage of Taxable Assessed Value	2.04%	1.28%	1.61%	1.83%	2.17%	2.22%	2.52%	2.73%	2.98%	2.46%

Notes: Ratios calculated using population and TAV from current year. Debt per student calculated using full-time-equivalent enrollment.

Blinn College

Legal Debt Margin Information  
Last Ten Fiscal Years  
(Unaudited)

	For the Year Ended August 31 (amount expressed in thousands)									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Taxable Assessed Value	\$2,285,181	\$2,311,370	\$2,024,566	\$1,942,918	\$1,780,818	\$1,875,879	\$1,742,652	\$1,704,967	\$1,634,788	\$1,458,191
General Obligation Bonds										
Statutory Tax Levy Limit for Debt Service	11,426	11,557	10,123	9,715	8,904	9,379	8,713	8,525	8,174	7,291
Less: Funds Restricted for Repayment of General Obligation Bonds	-	-	-	-	-	-	-	-	-	-
Total Net General Obligation Debt	11,426	11,557	10,123	9,715	8,904	9,379	8,713	8,525	8,174	7,291
Current Year Debt Service Requirements	-	-	-	-	-	-	-	-	-	-
Excess of Statutory Limit for Debt Service over Current Requirements	\$ 11,426	\$ 11,557	\$ 10,123	\$ 9,715	\$ 8,904	\$ 9,379	\$ 8,713	\$ 8,525	\$ 8,174	\$ 7,291
Net Current Requirements as a % of Statutory Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: Texas Education Code Section 130.122 limits the debt service tax levy of community colleges to \$0.50 per hundred dollars taxable assessed valuation.

Blinn College

Pledged Revenue Coverage - Revenue Bonds  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year Ended August 31	Pledged Revenues (\$000 omitted)										Debt Service Requirements (\$000 omitted)			Coverage Ratio
	Tuition	General Fees, Activity and Building Use	Laboratory and Course Fees	Registration Fees	Housing Income	Bookstore Income	Other Auxiliary	Total	Principal	Interest	Total			
2010	\$ 4,404	\$ 10,587	\$ 1,066	\$ -	\$ 902	\$ 891	\$ 24	17,874	\$ 46,685	\$ 16,579	\$ 63,264	2.83%		
2009	4,604	9,800	992	-	544	719	16	16,675	29,655	6,998	36,653	4.55%		
2008	4,479	8,966	740	-	754	975	16	15,930	32,530	9,226	41,756	3.82%		
2007	3,845	8,739	586	-	777	762	16	14,725	35,605	11,186	46,791	3.15%		
2006	3,348	8,684	510	-	604	337	16	13,499	38,570	12,336	50,906	2.65%		
2005	3,633	9,165	529	-	445	415	282	14,469	41,565	13,920	55,485	2.61%		
2004	2,803	8,879	538	-	487	422	199	13,328	31,745	12,078	43,823	3.04%		
2003	505	10,350	319	-	487	463	338	12,462	33,680	13,469	47,149	2.64%		
2002	447	9,175	286	1,371	134	343	130	11,886	35,170	15,464	50,634	2.35%		
2001	430	7,569	284	1,288	436	243	281	10,531	21,620	10,145	31,765	3.32%		

## Blinn College

**Demographic and Economic Statistics - Taxing District**  
**Last 9 Fiscal Years**  
**(Unaudited)**

Calendar Year	District Population	District Personal Income (thousands of dollars)	District Personal Income Per Capita	Unemployment Rate
2008	32,244	\$ 1,195,879	\$ 36,896	4.3%
2007	31,936	1,137,496	35,618	3.8%
2006	31,826	1,111,650	34,929	4.0%
2005	31,462	1,032,300	32,811	4.6%
2004	31,159	956,394	30,694	4.7%
2003	30,879	882,182	28,569	5.3%
2002	30,711	879,041	28,623	4.5%
2001	30,452	873,028	28,669	3.7%
2000	30,411	846,825	27,846	3.5%

## Sources:

Population from U.S. Bureau of the Census.

Personal Income Per Capita from U.S. bureau of Economic Analysis.

Unemployment rate from Texas Workforce Commission.

Note: Information only available for nine years. Blinn College will implement prospectively

Blinn College

Principal Employers of Washington County  
Last Ten Fiscal Years  
(Unaudited)

Employer	Type of Business (year established)	Number of Employees									
		2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Blinn College	Higher Education (est. 1883)	900	900	900	1,100	900	900	585	600	650	650
Brenham State School	Mental Health/Retardation Services (est. 1974)	880	880	880	880	880	880	944	965	1,062	1,062
Blue Bell Creameries	Ice Cream Manufacturer (est. 1907)	786	786	786	786	786	786	757	800	741	741
Brenham I.S.D.	Independent School District (est. 1875)	719	719	719	719	719	719	712	650	620	620
Wal-Mart Supercenter	Retail Department Store (est. 1994)	380	380	380	380	380	380	308	385	241	241
Germania Insurance	Insurance Services (est. 1896)	324	324	324	324	324	324	249	305	285	285
Mount Vernon Mills	Textile Manufacturer (est. 1902)	-	-	-	305	305	305	305	320	350	350
Trinity Medical Center	Hospital (est. 1989)	285	285	285	285	285	285	300	300	250	250
City of Brenham	Government (est. 1858)	235	235	235	235	235	235	250	250	-	-
Sealy Mattress	Mattress Manufacturer (est. 1955)	211	267	267	211	211	211	267	275	261	261
Valmont A.L.S.	Steel Lighting Standards Mfg (est. 1974)	203	203	203	-	-	-	-	-	240	240
<b>Total</b>		<b>4,923</b>	<b>4,979</b>	<b>4,979</b>	<b>5,225</b>	<b>5,025</b>	<b>5,025</b>	<b>4,677</b>	<b>4,850</b>	<b>4,700</b>	<b>4,700</b>
Total Washington County Employment		14,361	14,446	14,311	14,156	14,186	13,504	13,477	13,479	13,562	15,450

Percentage of Total Employment for Washington County

Employer	Type of Business	Percentage of Total Employment for Washington County									
		2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Blinn College	Higher Education (est. 1883)	6.27%	6.23%	6.29%	7.77%	6.34%	6.66%	4.34%	4.45%	4.79%	4.21%
Brenham State School	Mental Health/Retardation Services (est. 1974)	6.13%	6.09%	6.15%	6.22%	6.20%	6.52%	7.00%	7.16%	7.83%	6.87%
Blue Bell Creameries	Ice Cream Manufacturer (est. 1907)	5.47%	5.44%	5.49%	5.55%	5.54%	5.82%	5.62%	5.94%	5.46%	4.80%
Brenham I.S.D.	Independent School District (est. 1875)	5.01%	4.98%	5.02%	5.08%	5.07%	5.32%	5.28%	4.82%	4.57%	4.01%
Wal-Mart Supercenter	Retail Department Store (est. 1994)	2.65%	2.63%	2.66%	2.68%	2.68%	2.81%	2.29%	2.86%	1.78%	1.56%
Germania Insurance	Insurance Services (est. 1896)	2.26%	2.24%	2.26%	2.29%	2.28%	2.40%	1.85%	2.26%	2.10%	1.84%
Mount Vernon Mills	Textile Manufacturer (est. 1902)	0.00%	0.00%	0.00%	2.15%	2.15%	2.26%	2.26%	2.37%	2.58%	2.27%
Trinity Medical Center	Hospital (est. 1989)	1.98%	1.97%	1.99%	2.01%	2.01%	2.11%	2.23%	2.23%	1.84%	1.62%
City of Brenham	Government (est. 1858)	1.64%	1.63%	1.64%	1.66%	1.66%	1.74%	1.86%	1.85%	0.00%	0.00%
Sealy Mattress	Mattress Manufacturer (est. 1955)	1.47%	1.85%	1.87%	1.49%	1.49%	1.56%	1.98%	2.04%	1.92%	1.69%
Valmont A.L.S.	Steel Lighting Standards Mfg (est. 1974)	1.41%	1.41%	1.42%	0.00%	0.00%	0.00%	0.00%	0.00%	1.77%	1.55%
<b>Total</b>		<b>34.28%</b>	<b>34.47%</b>	<b>34.79%</b>	<b>36.91%</b>	<b>35.42%</b>	<b>37.21%</b>	<b>34.70%</b>	<b>35.98%</b>	<b>34.66%</b>	<b>30.42%</b>

Sources:

Total County employment from U.S. Department of Labor (2001-2010)  
Major Employers from the Washington County Chamber of Commerce



## Blinn College

**Faculty, Staff, and Administrators Statistics**  
**Last Ten Fiscal Years**  
**(Unaudited)**

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Faculty:</b>										
Full-Time	354	337	308	284	284	282	278	273	256	252
Part-Time	389	369	335	291	265	262	246	296	382	375
Total	743	706	643	575	549	544	524	569	638	627
<b>Percent</b>										
Full-Time	47.6%	47.7%	47.9%	49.4%	51.7%	51.8%	53.1%	48.0%	40.1%	40.2%
Part-Time	52.4%	52.3%	52.1%	50.6%	48.3%	48.2%	46.9%	52.0%	59.9%	59.8%
<b>Staff and Administrators:</b>										
Full-Time	375	379	329	351	350	326	351	357	350	305
Part-Time	124	116	99	32	-	-	-	-	-	-
Total	499	495	428	383	350	326	351	357	350	305
<b>Percent</b>										
Full-Time	75.2%	76.6%	76.9%	91.6%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Part-Time	24.8%	23.4%	23.1%	8.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FTSE per Full-time Faculty	86	85	86	93	91	92	92	94	95	93
FTSE per Full-Time Staff Member	81	75	81	75	74	79	73	72	69	77
Average Annual Faculty Salary*	\$46,516	\$47,783	\$46,048	\$44,850	\$44,305	\$42,064	\$40,374	\$39,727	\$40,726	\$ -

\* Information prior to 2001 is not available.

Source: Blinn College Institutional Research and Effectiveness

Blinn College  
Enrollment Details  
Last Eight Fiscal Years  
(Unaudited)

Student Classification	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003		Fall 2002	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
00-30 hours	13,822	80.57%	10,981	70.36%	11,872	81.38%	10,459	74.62%	8,857	61.68%	11,326	80.74%	10,469	74.48%	11,227	81.32%
31-60 hours	2,959	17.25%	4,112	26.35%	2,423	16.61%	3,341	23.84%	5,502	38.31%	2,495	17.79%	2,936	20.89%	2,577	18.67%
> 60 hours	374	2.18%	514	3.29%	294	2.02%	216	1.54%	1	0.01%	206	1.47%	652	4.64%	2	0.01%
Total	17,155	100.00%	15,607	100.00%	14,589	100.00%	14,016	100.00%	14,360	100.00%	14,027	100.00%	14,057	100.00%	13,806	100.00%

Semester Hour Load	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003		Fall 2002	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than 3	61	0.36%	113	0.72%	157	1.08%	59	0.42%	51	0.36%	54	0.38%	26	0.18%	33	0.24%
3-5 semester hours	1,780	10.38%	1,596	10.23%	2,430	16.66%	2,644	18.86%	2,719	18.93%	2,900	20.67%	2,739	19.48%	2,556	18.51%
6-8 Semester hours	2,838	16.54%	2,572	16.48%	2,043	14.00%	1,941	13.85%	2,010	14.00%	1,930	13.76%	1,950	13.87%	1,901	13.77%
9-11 semester hours	2,700	15.74%	2,503	16.04%	2,240	15.35%	1,867	13.32%	2,119	14.76%	2,032	14.49%	1,913	13.61%	1,921	13.91%
12-14 semester hours	7,850	45.76%	7,056	45.21%	6,089	41.74%	5,985	42.70%	5,971	41.58%	5,750	40.99%	5,927	42.16%	5,924	42.91%
15-17 semester hours	1,653	9.64%	1,550	9.93%	1,475	10.11%	1,379	9.84%	1,344	9.36%	1,203	8.58%	1,282	9.12%	1,322	9.58%
18 & over	273	1.59%	217	1.39%	155	1.06%	141	1.01%	146	1.02%	158	1.13%	220	1.57%	149	1.08%
Total	17,155	100.00%	15,607	100.00%	14,589	100.00%	14,016	100.00%	14,360	100.00%	14,027	100.00%	14,057	100.00%	13,806	100.00%

Average course load	10.5	10.0	10.0	9.9	9.9	9.7	9.9	9.9
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Tuition Status	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003		Fall 2002	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Texas Resident (in-District)	824	4.80%	739	4.74%	803	5.50%	822	5.86%	835	5.81%	766	5.46%	789	5.61%	755	5.47%
Texas Resident (out-of-District)	15,940	92.92%	14,583	93.44%	13,491	92.47%	12,930	92.25%	13,191	91.86%	12,926	92.15%	12,931	91.99%	12,676	91.82%
Non-Resident Tuition	391	2.28%	285	1.83%	295	2.02%	264	1.88%	334	2.33%	335	2.39%	337	2.40%	375	2.72%
Total	17,155	100.00%	15,607	100.00%	14,589	100.00%	14,016	100.00%	14,360	100.00%	14,027	100.00%	14,057	100.00%	13,806	100.00%

Sources:  
Texas Higher Education Coordinating Board  
Blinn College Office of Institutional Research and Effectiveness

Blinn College  
 Student Profile  
 Last Eight Fiscal Years  
 (Unaudited)

Gender	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003		Fall 2002	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Female	8,650	50.42%	7,840	50.23%	7,352	50.39%	7,212	51.46%	7,483	52.11%	7,384	52.64%	7,311	52.01%	7,009	50.77%
Male	8,505	49.58%	7,767	49.77%	7,237	49.61%	6,804	48.54%	6,877	47.89%	6,643	47.36%	6,746	47.99%	6,797	49.23%
Total	17,155	100.00%	15,607	100.00%	14,589	100.00%	14,016	100.00%	14,360	100.00%	14,027	100.00%	14,057	100.00%	13,806	100.00%

Ethnic Origin	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003		Fall 2002	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
White	12,601	73.45%	11,809	75.66%	11,025	75.57%	10,775	76.88%	11,137	77.56%	10,941	78.00%	10,962	77.98%	10,785	78.12%
Hispanic	2,472	14.41%	2,002	12.83%	1,830	12.54%	1,679	11.98%	1,624	11.31%	1,563	11.14%	1,517	10.79%	1,419	10.28%
African American	1,493	8.70%	1,239	7.94%	1,264	8.66%	1,091	7.78%	1,203	8.38%	1,105	7.88%	1,162	8.27%	1,141	8.26%
Asian	262	1.53%	236	1.51%	198	1.36%	205	1.46%	195	1.36%	194	1.38%	183	1.30%	215	1.56%
Foreign	231	1.35%	221	1.42%	190	1.30%	174	1.24%	133	0.93%	151	1.08%	167	1.19%	190	1.38%
Native American	96	0.56%	100	0.64%	82	0.56%	92	0.66%	68	0.47%	73	0.52%	66	0.47%	56	0.41%
Total	17,155	100.00%	15,607	100.00%	14,589	100.00%	14,016	100.00%	14,360	100.00%	14,027	100.00%	14,057	100.00%	13,806	100.00%

Age	Fall 2009		Fall 2008		Fall 2007		Fall 2006		Fall 2005		Fall 2004		Fall 2003		Fall 2002	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Under 18	1,347	7.85%	1,163	7.45%	1,011	6.93%	866	6.18%	802	5.58%	683	4.87%	605	4.30%	488	3.53%
18 - 21	11,647	67.89%	10,850	69.52%	9,836	67.42%	9,393	67.02%	9,486	66.06%	9,240	65.87%	9,256	65.85%	9,187	66.54%
22 - 24	1,960	11.43%	1,794	11.49%	1,893	12.98%	1,851	13.21%	2,006	13.97%	2,060	14.69%	2,182	15.52%	2,109	15.28%
25 - 35	1,524	8.88%	1,225	7.85%	1,291	8.85%	1,279	9.13%	1,439	10.02%	1,385	9.87%	1,335	9.50%	1,329	9.63%
36 - 50	559	3.26%	477	3.06%	465	3.19%	535	3.82%	538	3.75%	565	4.03%	585	4.16%	591	4.28%
51 & over	118	0.69%	98	0.63%	93	0.64%	92	0.66%	89	0.62%	94	0.67%	94	0.67%	102	0.74%
Total	17,155	100.00%	15,607	100.00%	14,589	100.00%	14,016	100.00%	14,360	100.00%	14,027	100.00%	14,057	100.00%	13,806	100.00%

Average Age	21	21	21	22	22	22	22	22	22	22	22	22	22	22	22	22
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Sources:  
 Texas Higher Education Coordinating Board  
 Blinn College Office of Institutional Research and Effectiveness

Blinn College

Transfers to Senior Institutions  
 2008-2009 Graduates, Completers, and Non-Returners  
 (Includes only public senior colleges in Texas)  
 (Unaudited)

	Transfer Student Count	Transfer Student Count	Transfer Student Count	Total of all Sample Transfer Students	% of all Sample Transfer Students
	Academic	Technical	Tech-Prep		
1 Texas A&M University - College Station	4,583	145	94	4,822	70.31%
2 Sam Houston State University	616	26	35	677	9.88%
3 Texas State University	267	7	18	292	4.26%
4 University of Houston - University Park	107	6	7	120	1.75%
5 Texas Tech University	106	6	4	116	1.69%
6 University of Texas - Austin	108	3	1	112	1.63%
7 University of North Texas	87	3	2	92	1.34%
8 Stephen F. Austin State University	62	6	4	72	1.06%
9 University of Texas - San Antonio	54	4	3	61	0.89%
10 Texas A&M University - Corpus Christi	52	2	0	54	0.79%
11 Tarleton State University	39	1	0	40	0.58%
12 Texas A&M University - Kingsville	31	2	1	34	0.50%
13 University of Texas - Arlington	32	1	1	34	0.50%
14 Prairie View A&M University	28	0	1	29	0.42%
15 University of Houston - Victoria	23	1	3	27	0.39%
16 Texas A&M University System Health Science Center	18	5	1	24	0.35%
17 University of Houston - Downtown	22	2	0	24	0.35%
18 Texas A&M University - Galveston	23	0	0	23	0.34%
19 Angelo State University	18	1	1	20	0.29%
20 Lamar University	17	3	0	20	0.29%
21 Texas Women's University	15	2	2	19	0.28%
22 University of Texas - Dallas	17	1	0	18	0.26%
23 University of Texas - Tyler	16	2	0	18	0.26%
24 Texas A&M University - Commerce	17	0	0	17	0.25%
25 University of Texas Health Science Center - Houston	11	3	0	14	0.20%
26 University of Houston - Clear Lake	11	0	1	12	0.17%
27 Midwestern State University	8	2	1	11	0.16%
28 Texas Southern University	6	2	1	9	0.13%
29 Texas Tech University Health Science Center	6	0	1	7	0.10%
30 West Texas A&M University	6	0	1	7	0.10%
31 University of Texas Health Science Center - San Antonio	5	0	1	6	0.09%
32 Sul Ross State University	3	0	2	5	0.07%
33 University of Texas - El Paso	4	0	1	5	0.07%
34 University of Texas - Pan American	4	0	0	4	0.06%
35 University of Texas Southwestern Medical Center Dallas	3	1	0	4	0.06%
36 University of North Texas Health Science Center - Forth Worth	2	0	0	2	0.03%
37 University of Texas Medial Branch Galveston	2	0	0	2	0.03%
38 The University of Texas of the Permian Basin	2	0	0	2	0.03%
39 Texas A&M University - Central Texas	1	0	0	1	0.01%
40 University of Texas MD Anderson Cancer Center	1	0	0	1	0.01%
41 Texas A&M University - Texarkana	0	1	0	1	0.01%
Totals	6,433	238	187	6,858	100.00%

Sources: Blinn College Institutional Research and Effectiveness  
 Texas Higher Education Coordinating Board  
 Automated Student and Adult Learner Follow-Up System

## Blinn College

Schedule of Capital Asset Information  
Fiscal Years 2002 to 2010  
(Unaudited)

	Fiscal Year								
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Academic buildings	18	17	17	17	17	17	17	16	15
Square footage	454,678	442,678	442,678	474,012	474,012	474,012	474,012	420,012	364,312
Libraries	2	2	2	2	2	2	2	2	2
Square footage	51,016	51,016	51,016	71,396	71,396	71,396	71,396	71,396	71,396
Number of Volumes	179,671	175,720	174,900	172,827	172,858	173,441	170,282	166,980	164,432
Administrative and support buildings	6	6	6	6	6	5	5	5	4
Square footage	71,158	71,158	71,158	91,415	91,415	89,658	89,658	89,658	77,733
Dormitories	12	12	12	12	12	12	14	14	14
Square footage	125,242	125,242	125,242	119,230	119,230	119,230	135,630	135,630	135,630
Number of Beds	674	674	674	674	674	674	776	776	776
Apartments	8	8	8	8	8	8	8	8	4
Square footage	106,211	106,211	106,211	109,909	109,909	109,909	109,909	109,909	45,027
Number of beds	338	338	338	338	338	338	300	300	200
Dining Facilities	1	1	1	1	1	1	1	1	1
Square footage	60,191	60,191	60,191	58,359	58,359	58,359	58,359	58,359	58,359
Average daily customers	900	900	900	900	900	900	900	900	900
Athletic Facilities	6	6	6	6	6	6	6	6	6
Square footage	81,870	81,870	81,870	50,440	50,440	50,440	50,440	50,440	50,440
Stadiums	2	2	2	2	2	2	2	2	2
Gymnasiums	2	2	2	2	2	2	2	2	2
Tennis Court	1	1	1	1	1	1	1	1	1
Plant facilities	5	5	5	5	5	5	5	5	5
Square footage	44,687	44,687	44,687	32,259	32,259	32,259	32,259	32,259	32,259
Transportation									
Cars	16	16	26	26	27	23	22	22	19
Light Trucks/Vans	20	22	25	26	26	26	26	26	28

Note: The square footage of all of the College's facilities were measured during fiscal year 2008.  
The amounts reported for 2010 and 2009 represent the results of that measurement with the addition of one Academic building in 2010 and no change in 2009.