

**CASPER COMMUNITY COLLEGE DISTRICT**  
**FINANCIAL STATEMENTS**  
**JUNE 30, 2010 AND 2009**

**CASPER COMMUNITY COLLEGE DISTRICT  
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## **CASPER COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS**

This section of Casper Community College District's (College) annual financial report provides an overview of the College's financial activities for the fiscal years ending June 30, 2010 and 2009. This discussion has been prepared by management and should be read in conjunction with the financial statements and footnotes.

### **Using the Financial Report**

This report consists of three college financial statements:

1). **The Statement of Net Assets** is designed to be similar to bottom line results for the College. This statement combines and consolidates current financial resources (short-term spendable resources) with capital assets. The statement differentiates between current and non-current assets and liabilities, and categorizes net assets into three categories:

- INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT
- RESTRICTED (EXPENDABLE AND NONEXPENDABLE)
- UNRESTRICTED

2). **The Statement of Revenues, Expenses, and Changes in Net Assets** presents the revenues earned and expenses incurred during the year, classifying activities as either "operating" or "non-operating." This distinction results in an operating deficit because the GASB 34/35 reporting model classifies state and local appropriations and investment revenue as non-operating revenue. The utilization of capital assets is reflected as depreciation expense, which allocates the cost of assets over their expected useful lives. This approach is intended to summarize and simplify the user's analysis of cost of various College services to students and the public.

3). **The Statement of Cash Flows** presents inflows and outflows summarized by operating, capital and non-capital financing and investing activities. The reconciliation of operating loss to cash used in operations, explains the relationship between the statement of net assets since increases and decreases in operating assets often require use or receipt of cash, but do not result in recognition of a revenue or an expense.

**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Financial Highlights – Statement of Net Assets – (See Page 4)**

Total Current Assets on June 30, 2010 have increased by \$468,069 compared to the same time last year. Cash and investments decreased by just under \$.81 million and Property Taxes Receivable decreased \$633,000. Accounts receivable increased approximately \$68,000 compared to the balance at June 30, 2009. The Deposits with bond trustee balance is \$2,086,465. This includes the amounts paid to the County Treasurer resulting from the levy for debt service payment on the General Obligation Bonds issued in June 2009. The \$654,655 due from the State of Wyoming is the final reimbursement due for employee health insurance for the period ending June 30, 2010. The Campus Master Plan will continue to guide the use of a significant portion of the funding currently on hand.

In the area of Non-current Assets the state matching portion for the Community College Endowment Challenge Program has increased \$2,117,320 to a total of \$9,311,593; a 29% increase during Fiscal Year 2010 as compared to an approximately 22% increase during Fiscal Year 2009. The percentage increase is due to an increase in the amount and timing of gifts made to the Casper College Foundation combined with the match from the State and its investment gains. The Challenge Program is invested with the College's foundation as required by legislation authorizing the matching program. Earnings from the Challenge endowment can be expended for various purposes to benefit the College.

Current Liabilities increased over \$642,907 which was offset by decreased amounts in the current portion of Bonds Payable (\$2,000) and Deferred Revenue (\$681,080) and an increase in Accrued Liabilities caused by an increase in the accrual for early retirement obligations and accrued interest payable. In addition, the Accounts Payable balance at June 30, 2010 increased by \$566,575 compared to June 30, 2009. This increase is primarily related to construction activities on campus.

Of the \$51.3 million in Net Assets at June 30, 2010, approximately \$4.7 million is unrestricted and available for future operating and capital needs. Of the approximately \$11 million in Restricted Expendable Net Assets, \$7.4 million is restricted to capital and major maintenance projects, \$658,000 is restricted to scholarships, and \$2,086,465 for Debt Service. Approximately \$9 million is Nonexpendable and is held for the Endowment Challenge Program.

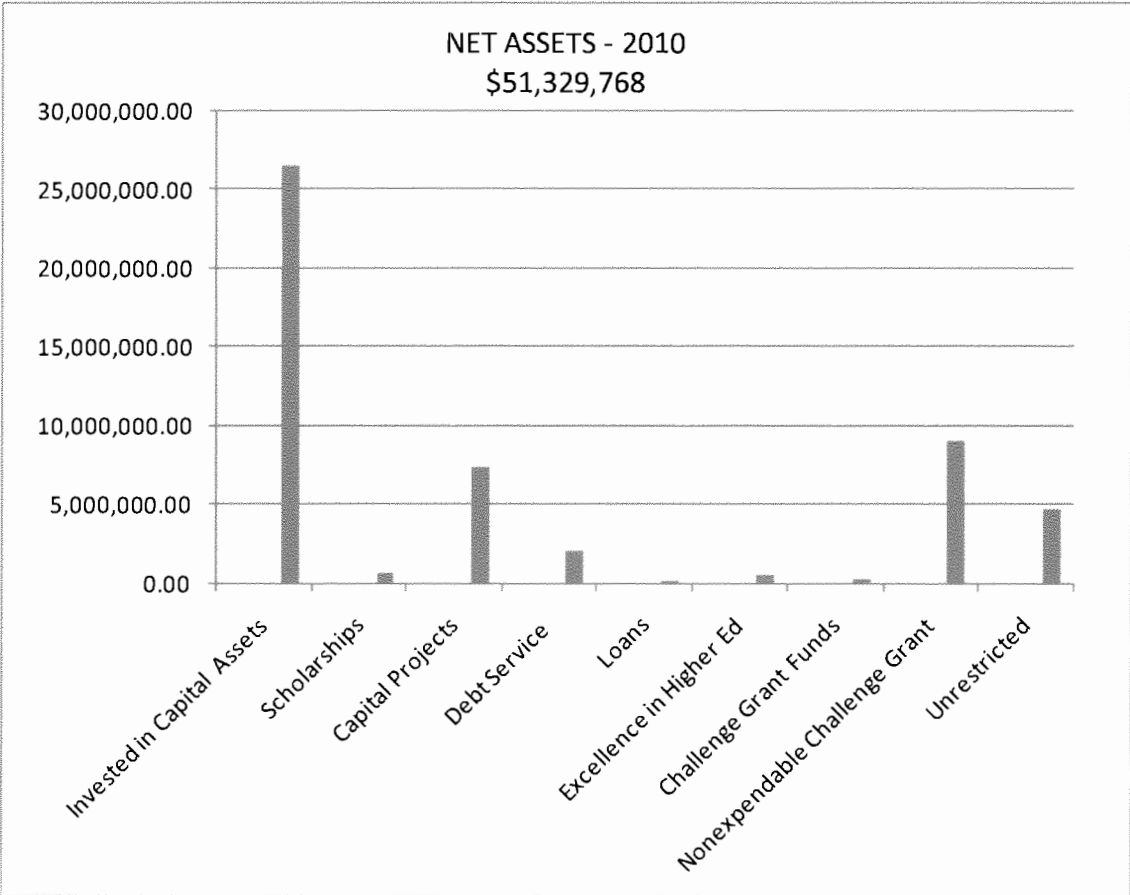
The following table and chart summarize the College's assets, liabilities, and net assets and the breakdown of net assets as of June 30, 2010 and 2009 along with a comparison the year ended June 30, 2008.

**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Net Assets, End of Year**

<b>Assets:</b>	<u>2010</u>		<u>2009</u>		<u>2008</u>
Total Current Assets	\$21,556,910		\$21,088,841		\$19,188,040
Total Noncurrent Assets	72,716,463		46,765,083		34,273,756
Total Assets	<u>\$94,273,373</u>	38.94%	<u>\$67,853,924</u>	26.92%	<u>\$53,461,796</u>
<b>Liabilities:</b>					
Total Current Liabilities	\$9,898,995		\$9,256,088		\$8,679,017
Total Noncurrent Liabilities	33,044,610		10,924,251		67,147
<b>Total Liabilities</b>	<u>\$42,943,605</u>	112.80%	<u>\$20,180,339</u>	130.73%	<u>\$8,746,164</u>
Invested in Capital Assets, Net of Related Debt	\$26,553,135		\$27,552,418		\$26,301,653
Expendable:					
Scholarships and Fellowships	657,765		644,205		647,175
Capital Projects	7,413,979		5,547,022		4,339,160
Debt Service	2,086,465		848,587		875,847
Loans	60,499		60,499		60,499
Excellence in Higher Education	548,455		516,709		491,008
Endowment Challenge Program	303,147		(571,490)		177,589
Nonexpendable:					
Endowment Challenge Program	9,008,446		7,799,213		5,793,588
Unrestricted	4,697,877		5,276,422		6,029,113
<b>Total Net Assets</b>	<u>\$51,329,768</u>	7.67%	<u>\$47,673,585</u>	6.62%	<u>\$44,715,632</u>

**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**



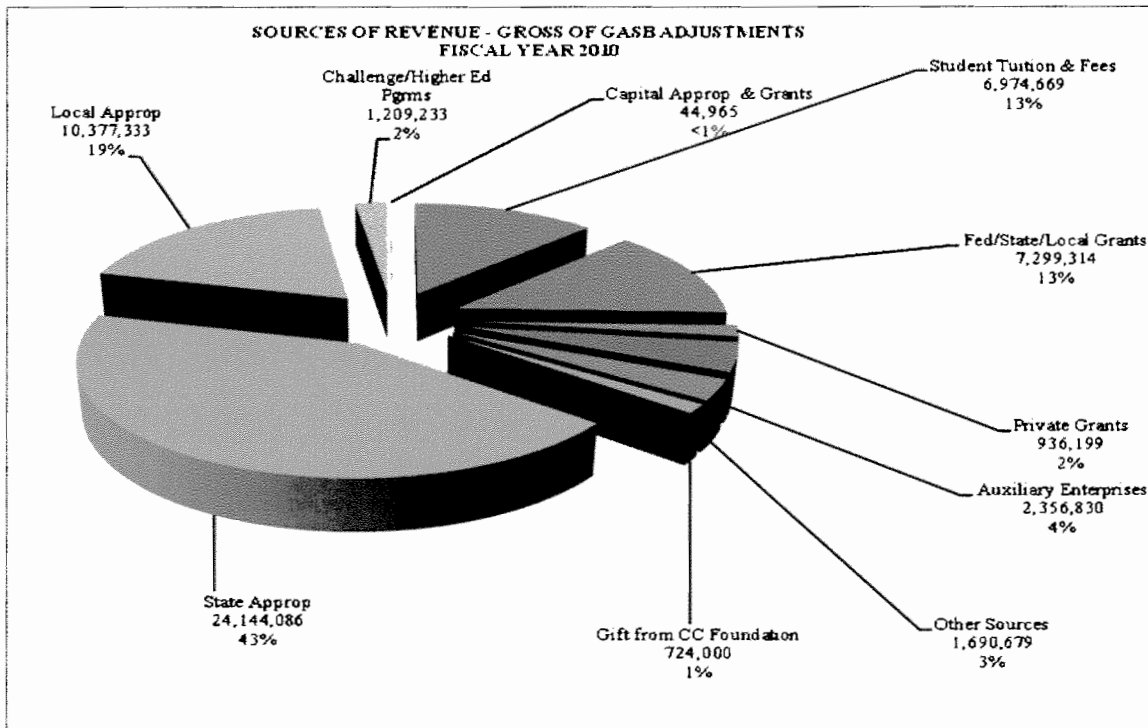
**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Financial Highlights – Statement of Revenue, Expenses, and Changes in Net Assets – (See Page 6)**

The following table and chart summarizes the College's revenues, expenses and changes in net assets as well as a breakdown of gross revenues:

	<u>2010</u>		<u>2009</u>		<u>2008</u>
Operating Revenues	\$10,660,737		\$9,707,024		\$9,828,578
Operating Expenses	49,253,092		46,245,493		44,503,792
Operating Loss	(\$38,592,355)		(\$36,538,469)		(\$34,675,214)
Non-operating Revenues & Expenses	<u>\$40,994,340</u>		<u>\$34,384,344</u>		<u>\$33,624,143</u>
Gain(Loss) Before Other Revenue, Gains/Losses	\$2,401,985		(\$2,154,125)		(\$1,051,071)
Capital Appropriations	0		2,811,951		313,381
Challenge Program	1,209,233		2,005,625		1,268,198
Capital Grants & Gifts	44,965		294,502		571,203
Increase in Net Assets	<u>\$3,656,183</u>	23.61%	<u>\$2,957,953</u>	168.49%	<u>\$1,101,711</u>

## CASPER COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS



Tuition and Fee revenue, prior to recognition of scholarship allowances, was greater than the previous year, reflective of an increase in enrollment in fiscal year 2010. The Wyoming Community College Commission approved a tuition increase for fiscal year 2010 of approximately 4.61%. The mandatory per credit fees were increased from \$8 per credit hour to \$9 per credit hour. Overall, the increase in tuition and fees was 5.48% for a full-time (12 hrs.) Wyoming resident. The increase in tuition rates along with the increase in enrollment generated additional revenue from Tuition and Fees. The total Tuition and Fees were \$6,974,669 compared to \$5,923,458 in 2009.

Auxiliary Enterprise revenue, before scholarship allowance, increased slightly compared to the prior year. Detailed schedules of many of the auxiliary operations begin on page 23 of the audit report. The Casper College Board of Trustees approved a rate increase of approximately 4.52% for fiscal year 2010 for the twenty-meal per week plan with double occupancy. Apartment rent rates were increase approximately 6%.

Local Tax revenues were approximately 60% more than the previous year due to increased assessed valuation and new construction in Natrona County as well as a new mill levy for the General Obligation Bonds.

The amounts received for Direct Federal Student Financial Assistance (including student loan programs) increased over 2009 (48.2%). A total of \$8,191,492 was expended for the year compared to \$5,527,018 in 2009 and \$5,138,415 in 2008. Total expenditures of all Federal Awards for the year was \$9,444,892 compared to \$6,808,169 for 2009 which can be compared to \$6,524,718 in 2008. A complete list of all Federal Awards begins on page 19 of the report.

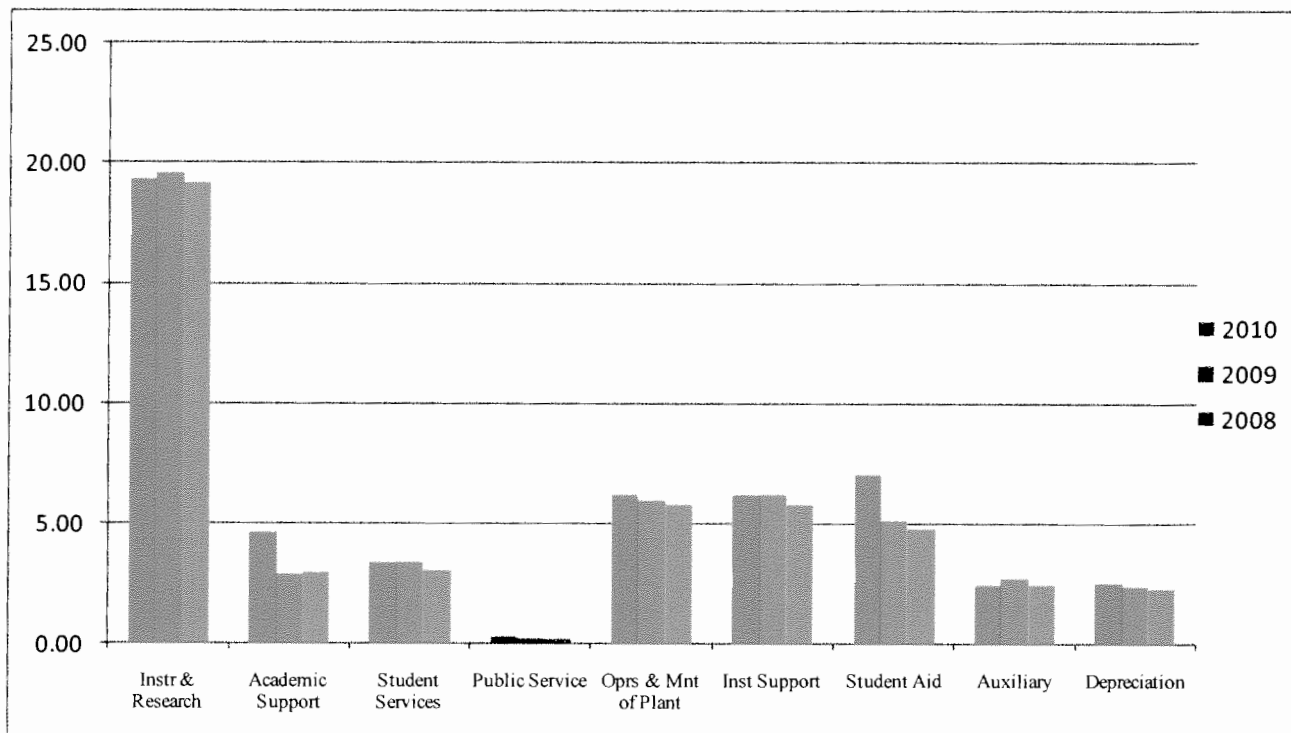
**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Change in Expenses (Gross of GASB Adjustments)**

**Fiscal Years 2010 thru 2008**

Expenses	2010	% Chg 2010-2009	2009	% Chg 2009-2008	2008
Instruction & Research	\$19,307,301	-1.6%	\$19,618,472	2.3%	\$19,182,877
Public Service	321,312	40.1%	229,391	-7.8%	248,811
Student Services	3,340,883	-1.0%	3,373,009	9.7%	3,075,551
Operation & Maintenance of Plant	6,218,717	4.7%	5,938,900	2.1%	5,818,351
Academic Support	4,652,010	60.0%	2,906,635	-0.9%	2,933,189
Inst Support	6,220,102	0.4%	6,196,639	7.0%	5,790,218
Student Aid	7,002,077	35.9%	5,151,173	8.2%	4,762,602
Auxiliary Enterprises	2,486,682	-7.5%	2,686,956	10.3%	2,436,746
Depreciation	2,546,792	5.7%	2,408,590	5.6%	2,280,640
Bond Interest	5,249	-28.1%	7,296	-85.2%	49,172
<b>Total Expenses</b>	<b>\$52,101,125</b>	<b>7.4%</b>	<b>\$48,517,061</b>	<b>4.2%</b>	<b>\$46,578,157</b>

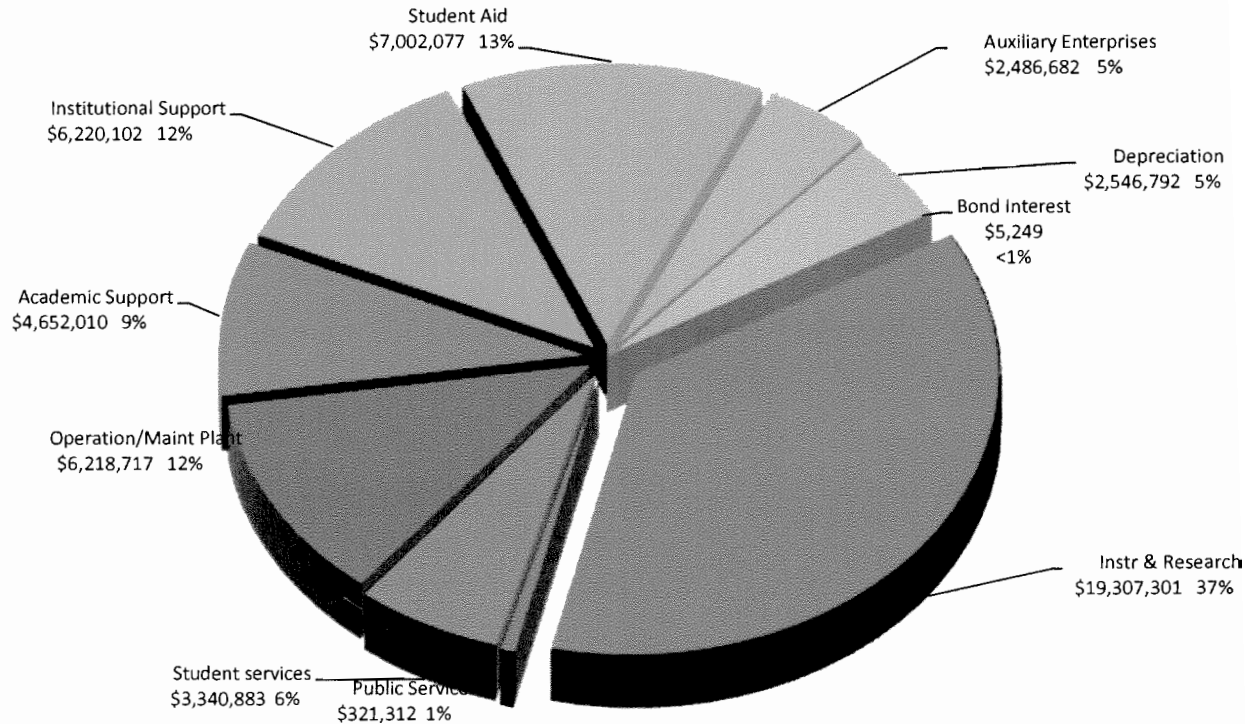
**Comparison of Operating Expenses Fiscal Years 2010 thru 2008**



**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The following chart shows a breakdown of gross expenses by function:

**EXPENSE BY FUNCTION - GROSS OF GASB ADJUSTMENTS  
FISCAL YEAR - 2010**



Total operating expenses, including depreciation, increased \$3.0 million over the prior year. Most of the program areas reflect increased expenditure levels. The amount of funding provided to Pell Grant eligible students increased from the previous year by \$1,458,034 due to an increase in the maximum award amount and increased enrollment. Awards from the state's Hathaway Program to eligible students continue to increase resulting in an increase in expenditures in the Student Aid program compared to last year.

Employee compensation and related benefits continue to increase. Salary increases to employees averaged 4% for faculty, staff, and administrators effective for fiscal year 2010. Gross expenditures for employees for salaries and benefits increased approximately \$1.75 million from last year (\$31.79 million vs. \$30.03 million).

Instruction and Academic Support programs combined account for 46% of the total operating expenses gross of GASB adjustments. This percentage increases to 48% when depreciation, a non-cash expense, is backed out. The significant increase from fiscal year 2009 in the area of Academic Support is primarily due to the reorganization in the instructional area which resulted in a reclassification of expenditures within the NACUBO functional expense categories.

**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Overall, operating expenses exceeded operating revenues by \$38.6 million which creates an operating deficit. This large deficit is expected as State Appropriations and Local Tax Levies are classified as non-operating revenues. State Appropriations of \$24.1 million were received during the year, a \$.6 million decrease over the previous year. The majority of revenue classified as State Appropriations is attributed to formula distribution by the Wyoming Community College Commission, as adjusted at the end of the biennium from recapture and redistribution of the community college's local tax revenue. Significant state funding (\$2.5 million) was also provided for employee health insurance benefits, and nursing program support (\$68,000). Local tax receipts increased \$3,908,141 (60%) as a result of increased in assessed valuation of the county and additional tax levy for the General Obligation

Including non-operating revenue, total revenues exceeded expenditures by slightly more than \$2.4 million for the period. Additionally, restricted capital appropriations, state matching funds for the Endowment Programs, and Foundation support totaling \$1,254,198 were received. Combining all operating and non-operating income and expenses, Net Assets of the College increased \$3.6 million for the year compared to an increase of \$2.9 million in 2009.

**CONDENSED STATEMENT OF CASH FLOWS**

	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>Cash provided by (used in):</b>			
Operating activities, net	(\$34,949,403)	(\$34,666,084)	(\$32,097,958)
Noncapital financing Activities, net	41,136,853	36,901,369	34,093,274
Capital & related financing Activities, net	14,612,207	10,700,253	(1,354,225)
Investing activities, net	<u>(9,252,172)</u>	<u>(1,008,957)</u>	<u>46,155</u>
<b>Net increase in cash</b>	<b>11,547,485</b>	<b>11,926,581</b>	<b>687,246</b>
Cash, beginning of the year	<u>27,390,202</u>	<u>15,463,621</u>	<u>14,776,375</u>
<b>Cash, end of the year</b>	<b><u>38,937,687</u></b>	<b><u>27,390,202</u></b>	<b><u>15,463,621</u></b>

**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Financial Highlights – Statement of Cash Flows – (See Page 8)**

Operating activities used \$34.9 million in cash. The use of cash resulted from the operating loss of \$38.5 million offset by the non-cash expense of depreciation. Other less significant sources and uses of cash contributed to the overall decrease in Cash from Operating Activities (see page 8); however, cash provided by Non-Capital Financing Activities, State Support, and Local Taxes eliminated the deficit.

Cash flows regarding Capital and Related Financing Activities reflect an increase of \$3.9 million received in 2010 which was not received in 2009. In April of 2010, revenue bonds were sold to finance the construction of the Residence Hall complex with \$22.4 million in proceeds received. The cash received to support purchases of capital assets during 2010 exceeded the cash outflows for the support of capital activities because of the proceeds received from the issuance of the revenue bonds. The bond proceeds exceeded the outflows of cash for purchases of capital assets (\$5.5 million) and the deposit with the bond trustee (\$2.07 million). Net Investment Activities resulted in a decrease to cash flows because of the increase in the amounts transferred to the Casper College Foundation for the Endowment Challenge Program (\$2.1 million from \$1.2 million in 2009) as well as the increase in the Purchase of Investments (\$8.68 million from \$3.46 million in 2009).

Cash increased approximately \$11.5 million during fiscal year 2010 resulting in a cash balance of \$38,937,687 at June 30, 2010 as compared to \$27,390,202 at June 30, 2009. This increase is primarily due to the proceeds received from the issuance of revenue bonds for the construction of the Residence Hall complex and the related investment activity.

**Financial Statements – Casper College Foundation (Component Unit)**

As required by GASB Statement Number 39, The Casper College Foundation is included in the audit report as a component unit of the College (see Note 1, page 10). The Foundation is a discretely presented component unit because its resources directly benefit the College and its students even though it has a board of directors that are independent of the College. The statements of the Foundation are presented separately on pages 5 and 7. The College does not control the timing of receipts, expenditures, or investments of the Foundation as they are determined by the Foundation's Board of Directors.

**CASPER COMMUNITY COLLEGE DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Financial Highlights – Economic Outlook**

The expected state appropriation for Casper College for fiscal year 2011 reflects an increase of approximately 3% over fiscal year 2010. Since the fiscal year 2010 appropriation was reduced by \$1.9 million, or 5% from fiscal year 2009, the increase does not fully restore base funding. The impact of the reduction will be partially mitigated by the receipt of one-time State Fiscal Stimulus Funds of \$1.3 million provided through ARRA funds. The funds are meant to address the enrollment growth experienced by Casper College as compared to the baseline established by the funding allocation model. While these funds will assist the college in its overall operations the fact that the funds are one-time did not allow administration to direct those funds toward ongoing personnel costs.

The assessed valuation of Natrona County which impacted the estimate for revenue to be received from local property taxes for fiscal year 2011 decreased by approximately 25% from the 2010 valuation. Preliminary future projections from counties who provide local support to colleges predict a flat to declining assessed valuation. The State of Wyoming projects positive financial growth as estimated in the most recent report released from the Consensus Revenue Estimating Group (CREG) in October 2010. Almost all revenue classifications are estimated to increase from the projections included in the January 2010 CREG report. The College continues to be in a financially sound position for the upcoming year through the assistance of the one-time funding, the small increase in state support, and a focus throughout the campus on prudent use of resources.

Construction on both the Gateway Building and the Residence Hall complex began during late spring of 2010. The financing for the Residence Hall was completed in April of 2010 as revenue bonds in the amount of \$22.4 million were issued to support the construction of the Residence Hall complex. The proceeds were received and are now held in escrow to pay the obligations associated with the designing, engineering, construction, and furnishing and equipping of the Residence Hall complex. The Casper College Foundation will provide support for the semi-annual payments. The first interest payment was made in October 2010. Demolition of McIntyre Hall was completed by July of 2010 which allowed the excavation of the site to be completed and work on the foundation to progress. The Residence Hall complex is scheduled for substantial completion in August of 2011.

Because of the current construction environment in Wyoming, a competitive bid process for the general contractor for the Gateway Building resulted in favorable pricing and the ability to fund several add alternates to the base bid. The majority of the alternates were accepted by the State of Wyoming as eligible for funding from the appropriation earmarked for the construction of the Gateway Building. The construction is currently on time and scheduled for substantial completion during July 2011.

The construction of the Early Childhood Learning Center, initially scheduled for late fiscal year 2010, was reevaluated following the receipt of construction bids. The initial

## **CASPER COMMUNITY COLLEGE DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS**

bid for the general contractor along with other projected costs for the project increased the estimated budget beyond the one million dollar threshold, thus requiring legislative approval. The option to construct a new facility was re-evaluated and again endorsed by the Casper College Board of Trustees on July 21, 2010 followed by reconsideration and approval by the Community College Commission, and the State Building Commission. The Early Childhood Learning Center is recommended for approval by the Legislature during the upcoming session. Despite the increased cost, the revenue source for the project remains 100 percent other public funds (i.e., grants, donations and Foundation support). The Early Childhood Learning Center will be located off-campus at a leased facility until construction is complete. Construction of the Early Childhood Learning Center is scheduled to begin during mid fiscal year 2011.

During July 2010 the balance of the \$35 million in General Obligation bonds authorized by voters during the 2008 election were issued. These bonds were designated to support the design, engineering, construction, and furnishing and equipping of both the Casper College Student Union / UW- CC Building and the Music Building. The Student Union / UW-CC Building is a joint project between Casper College and the University of Wyoming. The University has agreed to provide up to \$16 million of the estimated \$32 million project budget. Planning for the project has begun with selection of the design team to be completed during November of 2010. Selection of the design team for the Music Building will begin in January 2011.

The State of Wyoming received through the U. S. Department of Education \$20.9 million in State Fiscal Stabilization Funds for "modernization, renovation and repair" projects. The federal language tracks closely with the state's definition of major maintenance projects, and the distribution is to be based on the state's major maintenance formula. Casper College's share of these funds will be approximately \$3.7 million and will be received through submission of requests for reimbursement as project payments are made. These funds will allow Casper College to address areas of deferred maintenance found throughout campus. Planning for these projects began in late fiscal year 2010. Architectural and engineering services required for scope development of the projects have been contracted and the bid process will be underway by the end of 2010. The ARRA funds must be expended or encumbered by June 23, 2011 with final payments to contactors completed by September 2011.

### **CONTACTING THE COLLEGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our constituents with a general overview of Casper Community College's finances and to demonstrate the College's accountability for the resources it receives. Questions concerning this report or requests for additional financial information should be directed to the office of the Vice President for Administrative Services, 125 College Drive, Casper, WY.

**CASPER COMMUNITY COLLEGE DISTRICT  
BOARD MEMBERS  
JUNE 30, 2010**

<u>NAME</u>	<u>TITLE</u>
Scott Bennion	President
Jane Sullivan	Vice-President
Charles Robertson	Secretary
Kathy Dolan	Treasurer
Susan Miller	Member
Charles Chapin	Member
Bill Hambrick	Member

## **INDEPENDENT AUDITORS' REPORT**

To the Casper Community College District Board  
Casper Community College District  
Casper, Wyoming

We have audited the accompanying financial statements of Casper Community College District and its discretely presented component unit, Casper College Foundation, as of and for the years ended June 30, 2010 and 2009 as listed in the table of contents. These financial statements are the responsibility of Casper Community College District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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. The financial statements of the Casper College Foundation were not audited in accordance with *Government Auditing Standards*. 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 audits provide a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Casper Community College District and of its discretely presented component unit, Casper College Foundation, as of June 30, 2010 and 2009, and the respective changes in financial position and cash flows thereof for the years 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 reports dated November 8, 2010, on our consideration of Casper Community College District'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 the 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 important for assessing the results of our audit.

The management's discussion and analysis is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying financial information listed as Supplemental Schedules 2 - 9 in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of Casper Community College District. The accompanying schedule of expenditures of federal awards is 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 is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Lenhart, Mason & Associates, LLC  
November 8, 2010

**CASPER COMMUNITY COLLEGE DISTRICT  
STATEMENTS OF NET ASSETS  
JUNE 30, 2010 AND 2009**

ASSETS	2010	2009
Current assets		
Cash and cash equivalents	\$ 14,674,080	\$ 15,523,664
Accounts receivable	672,163	603,636
Accrued interest receivable	37,450	43,031
Prepaid expenses	-	84,605
Investments	399,499	359,849
Deposits with bond trustee	2,086,465	13,393
Due from State of Wyoming	654,655	733,527
Due from funding agencies	443,652	432,724
Due from Casper College Foundation	2,446	74,912
Property taxes receivable	2,586,500	3,219,500
Total current assets	21,556,910	21,088,841
Noncurrent assets		
Restricted cash	24,263,607	11,866,538
Restricted investments	8,285,074	-
Investments, Endowment Challenge Program	9,311,593	7,194,273
Due from State of Wyoming, Endowment Challenge Program	-	33,450
Bond issue costs, net	304,793	111,404
Property and equipment, net	30,504,906	27,559,418
Total noncurrent assets	72,669,973	46,765,083
Total assets	94,226,883	67,853,924
LIABILITIES		
Current liabilities		
Accounts payable	980,986	414,412
Accrued liabilities	5,220,102	4,400,848
Due to Casper College Foundation	14,902	41,395
Deposits held in custody for others	348,745	347,730
Student deposits	80,095	114,459
Deferred revenue	2,974,164	3,655,244
Bonds payable, current portion	280,000	282,000
Total current liabilities	9,898,994	9,256,088
Noncurrent liabilities		
University of Wyoming deposits	58,121	58,747
Bonds payable, long-term portion	32,940,000	10,865,504
Total noncurrent liabilities	32,998,121	10,924,251
Total liabilities	42,897,115	20,180,339
NET ASSETS		
Invested in capital assets, net of related debt	26,553,135	27,552,418
Restricted for		
Expendable		
Scholarships and fellowships	657,765	644,205
Capital projects	7,413,979	5,547,022
Debt service	2,086,465	848,587
Loans	60,499	60,499
Excellence in higher education	548,455	516,709
Endowment challenge program	303,147	(571,490)
Nonexpendable		
Endowment challenge program	9,008,446	7,799,213
Unrestricted	4,697,877	5,276,422
Total net assets	\$ 51,329,768	\$ 47,673,585

See accompanying notes to financial statements

**CASPER COMMUNITY COLLEGE DISTRICT  
CASPER COLLEGE FOUNDATION (COMPONENT UNIT)  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2010 AND 2009**

	2010	2009
<b>ASSETS</b>		
Cash	\$ 857,062	\$ 1,151,982
Cash held for investment purposes	1,379,657	720,165
Cash and cash equivalents	2,236,719	1,872,147
Royalties receivable	39,750	31,492
Grants receivable	36,716	19,396
Accrued interest receivable	31,630	33,902
Due from Casper Community College District	14,502	41,180
Prepaid expenses	16,308	-
Estate distribution receivable	1,026,034	641,639
Unconditional promises to give	100,000	100,000
Investments	54,907,479	45,807,008
Assets held in charitable remainder trust	1,054,551	953,586
Mineral interests	234,722	234,722
Assets held for display purposes	825,463	604,612
Land, buildings, and equipment, net	7,139,830	7,460,727
Total assets	\$ 67,663,704	\$ 57,800,411
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$ 160,390	\$ 3,370
Accrued liabilities	35,113	-
Due to Casper Community College District	248,733	286,157
Due to Casper Community College District - residence hall pledge	19,634,000	-
Investments held on behalf of Casper Community College District	9,311,593	7,196,473
Liability under charitable remainder trust agreement	220,952	154,570
Total liabilities	29,610,781	7,640,570
<b>NET ASSETS</b>		
Unrestricted		
Designated for theater maintenance	408,811	359,752
Undesignated	15,195,411	31,404,571
Temporarily restricted	8,280,562	6,762,966
Permanently restricted	14,168,139	11,632,552
Total net assets	38,052,923	50,159,841
Total liabilities and net assets	\$ 67,663,704	\$ 57,800,411

See accompanying notes to financial statements

**CASPER COMMUNITY COLLEGE DISTRICT  
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	2010	2009
<b>REVENUES</b>		
Operating revenues		
Student tuition and fees, net of scholarship allowances of \$2,217,322 and \$1,693,147	\$ 4,757,347	\$ 4,230,311
Federal grants and contracts	1,291,203	1,313,777
State grants and contracts	713,202	509,894
Local grants and contracts	1,030	-
Private grants and contracts	936,199	766,173
Auxiliary enterprises, net of scholarship allowances of \$625,462 and \$571,125	1,731,368	1,763,734
Other sources	506,388	399,135
Gift from Casper College Foundation	724,000	724,000
Total operating revenues	10,660,737	9,707,024
<b>EXPENSES</b>		
Operating expenses		
Instruction	19,294,502	19,617,947
Research	12,799	525
Public service	321,312	229,391
Student services	3,340,883	3,373,009
Operation and maintenance of plant	6,218,717	5,938,900
Academic support	4,652,010	2,906,635
Institutional support	6,220,102	6,196,639
Student aid	4,159,293	2,886,901
Auxiliary enterprises	2,486,682	2,686,956
Depreciation	2,546,792	2,408,590
Total operating expenses	49,253,092	46,245,493
Operating loss	(38,592,355)	(36,538,469)
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
State appropriations	24,144,086	24,750,762
Property taxes	10,377,333	6,469,192
Federal grants and contracts	3,700,250	2,232,002
State grants and contracts	1,593,629	1,427,389
Investment income (loss)	923,276	(734,744)
Interest income	261,015	247,039
Interest expense on capital asset - related debt	(5,249)	(7,296)
Non-operating revenues	40,994,340	34,384,344
Income (loss) before other revenues, expenses, gains or losses	2,401,985	(2,154,125)
<b>OTHER REVENUES</b>		
Endowment Challenge Program	1,209,233	2,005,625
Capital appropriations	-	2,811,951
Capital grants and gifts	44,965	294,502
Increase in net assets	3,656,183	2,957,953
<b>NET ASSETS, BEGINNING</b>	47,673,585	44,715,632
<b>NET ASSETS, ENDING</b>	\$ 51,329,768	\$ 47,673,585

See accompanying notes to financial statements

**CASPER COMMUNITY COLLEGE DISTRICT  
CASPER COLLEGE FOUNDATION (COMPONENT UNIT)  
STATEMENTS OF ACTIVITIES  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	2010	2009
<b>CHANGES IN UNRESTRICTED NET ASSETS</b>		
Revenues and gains (losses)		
Contributions	\$ 66,968	\$ 1,181,480
Grants	125,206	86,472
Investment gain (loss)	3,915,820	(5,668,285)
Rental income	749,000	749,000
Royalties and other	642,610	913,017
Total unrestricted revenues and gains (losses)	5,499,604	(2,738,316)
Net assets released from restrictions		
Satisfaction of donor restrictions	1,042,105	1,531,331
Total unrestricted revenues and other support	6,541,709	(1,206,985)
Expenses		
General administration	544,611	521,058
Investment and asset management	75,176	64,933
Fundraising	212,032	194,948
Casper Community College District support		
Scholarships and student assistance	580,866	673,382
Physical plant and grounds	16,982	244,368
Instructional and college administrative programs	1,372,859	1,384,186
Tate museum	127,755	59,189
Stuckenhoff Nursing Program	-	87,745
Residence hall pledge	19,634,000	-
Total Casper Community College District support	21,732,462	2,448,870
Support of other organizations	137,529	67,751
Total expenses	22,701,810	3,297,560
Decrease in unrestricted net assets	(16,160,101)	(4,504,545)
<b>CHANGES IN TEMPORARILY RESTRICTED NET ASSETS</b>		
Contributions	720,995	435,730
Grant	154,164	132,747
Investment gain (loss)	1,615,327	(2,382,699)
Other income	69,215	35,840
Net assets released from restrictions	(1,042,105)	(1,531,331)
Increase (decrease) in temporarily restricted net assets	1,517,596	(3,309,713)
<b>CHANGES IN PERMANENTLY RESTRICTED NET ASSETS</b>		
Contributions	2,533,601	1,629,585
Investment gain (loss) permanently restricted by donor	1,986	(4,535)
Increase in permanently restricted net assets	2,535,587	1,625,050
Decrease in net assets	(12,106,918)	(6,189,208)
NET ASSETS, BEGINNING	50,159,841	56,349,049
NET ASSETS, ENDING	\$ 38,052,923	\$ 50,159,841

See accompanying notes to financial statements

**CASPER COMMUNITY COLLEGE DISTRICT  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Tuition and fees	\$ 6,835,827	\$ 6,007,023
Grants and contracts	2,952,953	2,403,362
Payments to suppliers	(29,361,641)	(28,705,478)
Payments to employees	(18,179,769)	(17,080,242)
Auxiliary enterprise charges	2,356,830	2,334,859
Other operating revenues	446,396	374,392
Net cash used in operating activities	<u>(34,949,404)</u>	<u>(34,666,084)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State appropriations	24,222,958	24,738,731
State challenge match	1,242,683	2,034,055
Property taxes	10,377,333	6,469,192
Federal grants and contracts	3,700,250	2,232,002
State grants and contracts	1,593,629	1,427,389
Federal family education loan receipts	3,961,119	3,111,208
Federal family education loan disbursements	(3,961,119)	(3,111,208)
Direct student loan receipts	337,110	-
Direct student loan disbursements	(337,110)	-
Net cash provided by noncapital financing activities	<u>41,136,853</u>	<u>36,901,369</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Capital appropriations	-	2,811,951
Capital grants and gifts	117,431	518,916
Purchases of capital assets	(5,492,279)	(3,642,355)
Proceeds from capital debt	22,401,610	11,140,504
Principal paid on capital debt	(282,000)	(17,000)
Cost of bond issuance	(245,646)	(111,404)
Interest paid on capital debt	(107)	(359)
Interest payable	186,271	-
Deposit with bond trustee	(2,073,072)	-
Net cash provided by capital and related financing activities	<u>14,612,208</u>	<u>10,700,253</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sales and maturities of investments	359,849	3,941,776
Amounts invested with Casper College Foundation for Endowment Challenge Program	(2,117,320)	(1,284,977)
Amounts invested with Casper College Foundation for Excellence in Higher Education Program	-	266,665
Investment and interest income	1,189,872	(467,372)
Purchase of investments	(8,684,573)	(3,465,049)
Net cash used in investing activities	<u>(9,252,172)</u>	<u>(1,008,957)</u>
Net increase in cash	11,547,485	11,926,581
CASH, BEGINNING	<u>27,390,202</u>	<u>15,463,621</u>
CASH, ENDING	<u>\$ 38,937,687</u>	<u>\$ 27,390,202</u>

(CONTINUED)

See accompanying notes to financial statements

**CASPER COMMUNITY COLLEGE DISTRICT  
STATEMENTS OF CASH FLOWS (CONTINUED)  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	2010	2009
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES		
Operating loss	\$ (38,592,355)	\$ (36,538,469)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation expense	2,546,792	2,408,590
Changes in assets and liabilities:		
Receivables	(68,527)	11,648
Prepaid expenses	84,605	(84,605)
Due from funding agencies	(10,928)	(45,075)
Due from State of Wyoming	-	(135,014)
Accounts payable	566,574	(178,921)
Accrued liabilities	632,983	(192,512)
Due to Casper College Foundation	(26,493)	5,237
Deposits held in custody for others	1,015	17,256
Deferred revenue	(48,080)	65,524
Student deposits	(34,364)	1,657
University of Wyoming deposits	(626)	(1,400)
Net cash used in operating activities	\$ (34,949,404)	\$ (34,666,084)
RECONCILIATION OF CASH TO THE STATEMENT OF NET ASSETS		
Current Assets		
Cash	\$ 14,674,080	\$ 15,523,664
Noncurrent Assets		
Restricted Cash	24,263,607	11,866,538
	\$ 38,937,687	\$ 27,390,202

See accompanying notes to financial statements

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 1 - NATURE OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies followed by Casper Community College District (College), a public institution of higher learning, are described below. The College boundaries are the same as Natrona County, Wyoming. As a public institution, the College receives funding from the State of Wyoming upon approval of the state legislature.

***The Financial Reporting Entity*** - As required by generally accepted accounting principles, these financial statements present the Casper Community College District and its component unit, the Casper College Foundation (discretely presented unit).

As defined by GASB Statement Number 39, the Casper College Foundation (Foundation) is a legally separate, tax-exempt component unit of the College. The Foundation acts primarily as a fund-raising organization to supplement the resources that are available to the College in support of its programs. The board of the Foundation consists of College board members as well as members of the Casper community. Although the College does not control the timing or amount of receipts from the Foundation, the resources, or income thereon that the Foundation holds and invests are restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of the College, the Foundation is considered a component unit of the College. The Foundation is reported in separate financial statements because of the difference in its reporting model, as further described below.

The Foundation is a private not-for-profit organization that reports under Financial Accounting Standards Board (FASB) standards. Most significant to the Foundation's operations and reporting model are FASB standards found in section 958 of the FASB codification of standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences.

Financial statements for the Foundation can be obtained by calling the Foundation at 307-268-2256.

***Financial Statement Presentation*** – The College's financial statements are presented in accordance with the requirements of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments*, and GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. Under GASB Statements No. 34 and 35, the College is required to present a statement of net assets classified between current and noncurrent assets and liabilities, a statement of revenues, expenses, and changes in net assets, with separate presentation for operating and non-operating revenues and expenses, and a statement of cash flows using the direct method.

***Basis of Accounting*** – For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred.

The College has the option to apply all Financial Accounting Standards Board (FASB) standards issued after November 30, 1989, unless FASB conflicts with GASB. The College has elected to apply FASB standards issued after the applicable date.

***Cash and Cash Equivalents*** – For the purpose of the statement of cash flows, the College considers all certificates of deposit and money market accounts to be cash equivalents.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 1 - NATURE OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

*Accounts Receivable* - A provision for possible losses has not been established for the accounts receivable as any potential loss is not considered significant to the financial statements. The College does not require collateral on its accounts receivable.

*Noncurrent Cash and Investments* – Cash and investments that are externally restricted for debt service payments or the purchase of capital assets are classified as noncurrent assets in the statement of net assets.

*Property and Equipment* – Property and equipment are recorded at cost at the date of acquisition, or fair value at the date of donation in the case of gifts. For equipment, the College’s capitalization policy requires capitalization of all items with a unit cost of \$5,000 or more, and an estimated useful life of greater than one year.

Major renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense is incurred.

Property and equipment of the College are depreciated using the straight-line method over the following useful lives:

<u>Asset</u>	<u>Years</u>
Buildings	40
Building Improvements	20
Land Improvements	15 - 20
Infrastructure	10 - 20
Equipment	3 - 14
Library Books	5

*Property Taxes* - Property taxes attach as an enforceable lien on property in May of each year. Taxes are levied on or about August 1 and payable in two installments, which are due September 1 and March 1. The County bills and collects its own property taxes as well as taxes for all municipalities and political subdivisions within the County, including the Casper Community College District.

*Net Assets* – The College’s net assets are classified as follows:

*Invested in capital assets, net of related debt* – This represents the College’s total investment in capital assets, net of outstanding debt obligations related to those capital assets.

*Restricted net assets – expendable* – Restricted expendable net assets include resources in which the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

*Restricted net assets – nonexpendable* – Restricted nonexpendable net assets consists of funds received from the State Endowment Challenge Program, which cannot be spent. The earnings on investments will be available based on donor restrictions creating the match.

**CASPER COMMUNITY COLLEGE DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010 AND 2009**

**NOTE 1 - NATURE OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

*Unrestricted net assets* – Unrestricted net assets represent resources derived from student tuition and fees, state appropriations, general property taxes and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College and may be used at the discretion of the governing board to meet current expenses for any purpose.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the College's policy is to first apply the expense towards restricted resources and then towards unrestricted resources.

***Classification of Revenues*** – The College has classified its revenues as either operating or nonoperating according to the following criteria:

*Operating Revenues* – Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship allowances, (2) sales and services of auxiliary enterprises, net of scholarship allowances and (3) certain federal, state, local and private grants and contracts.

*Nonoperating Revenues* – Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting*, and GASB 34, such as state appropriations, property taxes, investment and interest income, and federal and state grants to students.

***Scholarship Allowances*** – Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship allowances in the statement of revenues, expenses and changes in net assets. Scholarship allowances are the difference between the stated charge for goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, are recorded as a scholarship allowance to the extent that revenues from such programs are used to satisfy tuition and fees and other student charges.

***Estimates*** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

***Component unit*** – Below are the significant differences in financial reporting for the Foundation:

As required by the FASB standards, the Foundation reports its net assets in the following three classes:

*Unrestricted net assets* - net assets that are neither permanently nor temporarily restricted by donor-imposed stipulations. Unrestricted net assets are further divided into undesignated net assets and designated net assets. Designated net assets are those assets which are unrestricted, but designated by the Foundation's Board for specified purposes.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 1 - NATURE OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

*Temporarily restricted net assets* - net assets whose use by the Foundation have been limited by donors (a) to later periods of time or after specified dates or (b) to specified purposes. Such restricted net assets are deemed to be earned and reported as revenues when the contribution is received and classified as temporarily restricted until expenditures have been incurred in compliance with the specific restrictions.

*Permanently restricted net assets* - net assets which must be maintained in perpetuity. Earnings on permanently restricted net assets are classified as temporarily restricted unless otherwise specified by the donor, until the Foundation has incurred expenditures in compliance with the specific restrictions.

Contributions are recorded at their fair value at the earlier of the date of the donation or the unconditional promise to give. Unconditional promises to give (less an allowance for uncollectible amounts) are recorded as receivables in the year the promise is made.

Donations of land, buildings, and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Foundation reclassifies temporarily restricted net assets to unrestricted net assets at that time. The Foundation does not have a formal capitalization policy. Property and equipment are depreciated using the straight-line method over the useful life of the asset.

Gifts of mineral interests in oil and gas leases located in the Rocky Mountain region are recorded at their fair value at the date of the gift. Depletion on productive oil and gas leases is not recorded. Leases abandoned are recorded as an expense.

Assets Held for Display Purposes are recorded at their fair value as of the date of the donation.

Investments are carried at fair value as determined by quoted market prices and realized and unrealized gains and losses are reflected in the statement of activities.

***Subsequent Events*** - Management has evaluated subsequent events through November 8, 2010, the date which the financial statements were available to issue.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 2 - CASH AND INVESTMENTS**

***Cash Deposits***

*Custodial Credit Risk*— Custodial credit risk is the risk that in the event of a bank failure, the College's deposits may not be returned to it. The College's policy requires that all deposits be insured or collateralized in accordance with W.S. 9-4-821.

*Deposits* - The carrying amount of the College's deposits with financial institutions at June 30, 2010, was \$38,926,012, and the bank balance was \$39,485,702. At June 30, 2010, the bank balance was insured or fully collateralized with securities held by the pledging financial institution in the College's name.

***Investments Held by Casper College*** - At June 30, 2010 and 2009, all of the investments held by Casper College were Federal Home Loan Bank and Federal National Mortgage Association short-term discount notes maturing in less than one year with a total fair value of \$8,684,572 and \$359,849, respectively.

*Interest Rate Risk* – In order to mitigate interest rate risk and provide for cash flow needs, it is the College's policy to invest only in short-term government securities with maturities of less than a year.

*Credit Risk* – Investments are limited to certain federal government instruments, savings certificates of savings and loan associations, and bank certificates of deposit as authorized by W.S. 9-4-831.

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterpart, the College will not be able to recover the value of its investments that are in the possession of an outside party. All of the College's investments are held by the counterpart in the College's name.

The College is authorized by Wyoming statute to invest in various federal government instruments and certificates of deposits from banks and savings and loan associations.

***Investments Held by Casper College Foundation*** - Endowment Challenge Program investments are held by the Casper College Foundation. The amounts are invested in accordance with the Casper College Foundation's investment policies on behalf of the College as allowed by Wyoming statute.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 3 – PROPERTY AND EQUIPMENT**

A summary of property and equipment and related depreciation is as follows:

	Beginning Balance		Retirements	Ending Balance
	July 1, 2009	Additions		June 30, 2010
Property and equipment				
Land	\$ 50,249	\$ -	\$ -	\$ 50,249
Land improvements	6,455,664	-	-	6,455,664
Buildings, improvements and infrastructure	54,803,339	698,787	-	55,502,126
Equipment	4,635,886	329,317	8,295	4,956,908
Library books	1,993,237	86,495	-	2,079,732
Infrastructure	2,443,998	425,911	-	2,869,909
Construction in progress	-	3,951,770	-	3,951,770
	<u>70,382,373</u>	<u>5,492,280</u>	<u>8,295</u>	<u>\$ 75,866,358</u>
Accumulated depreciation				
Land improvements	4,950,085	161,897		5,111,982
Buildings, improvements and infrastructure	31,836,966	1,673,686		33,510,652
Equipment	3,205,696	386,187	8,295	3,583,588
Library books	1,767,022	78,847		1,845,869
Infrastructure	1,063,186	246,175		1,309,361
	<u>42,822,955</u>	<u>2,546,792</u>	<u>8,295</u>	<u>45,361,452</u>
Net	<u>\$ 27,559,418</u>	<u>\$ 2,945,488</u>	<u>\$ -</u>	<u>\$ 30,504,906</u>

**NOTE 4 - EARLY RETIREMENT INCENTIVE PROGRAM**

The College has a voluntary program for employees meeting certain age and years of service requirements that allows the employee to elect to receive a severance payment which is based upon the salary for the last fiscal year, years of prior service and the age of the employee. The payment is paid in five equal annual installments and, in the case of death, the remaining installments will be paid to a named beneficiary. The obligations outstanding at June 30, 2010 and 2009 are presented at their present values of \$2,400,000 and \$2,011,000, respectively and are included as accrued liabilities in the accompanying financial statements. The program is subject to yearly approval by the Board of Trustees. Total expense for the years ended June 30, 2010 and 2009 was \$1,078,787 and \$455,262.

**NOTE 5 - COMPENSATED ABSENCES**

College employees may accrue annual leave based on length of service. The estimated cost of compensated absences for which it is probable that the employees will be compensated at June 30, 2010 and 2009 is approximately \$1,180,600 and \$1,063,000, respectively, and is included in accrued liabilities in the accompanying financial statements.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 6 - BONDS PAYABLE**

A summary of bonds payable is as follows:

	<u>Interest Rates</u>	<u>Maturity Through</u>	<u>Beginning Balance July 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance June 30, 2010</u>
General obligation bonds (1)	2.75 - 4.25%	2034	\$11,130,000	\$ -	\$ 275,000	\$10,855,000
Revenue bonds (2)	6%	2009	7,000	-	7,000	-
Revenue bonds - 2010A (3)	2.0 - 3.0%	2014	-	1,390,000	-	1,390,000
Revenue bonds - 2010B (4)	3.83 - 6.83%	2040	-	20,975,000	-	20,975,000
<b>Total bonds payable</b>			<u>\$11,137,000</u>	<u>\$ 22,365,000</u>	<u>\$ 282,000</u>	<u>\$33,220,000</u>

- (1) The bonds were issued for the construction of a building. The full faith and credit of the College is pledged for the punctual payment of the bond principal and interest. Annually, taxes are levied on property within the County in an amount sufficient for payment of bond principal and interest. The taxes are collected by Natrona County and amounts collected by the County, which have not yet been remitted to bondholders, are reported in the statement of net assets as "Deposits with Bond Trustee".
- (2) The bonds were secured by the pledged net operating revenues of the Wheeler Terrace Apartments and were paid off during the year ended June 30, 2010.
- (3) The bonds were issued for the construction of a student residence hall. The bonds are tax-exempt bonds with certain net revenues of the College to be used to pay for the debt service on the bonds which includes financial contributions from the Casper College Foundation.
- (4) The bonds were issued for the construction of a student residence hall. The bonds are taxable Build America Bonds with certain net revenues of the College to be used to pay for the debt service on the bonds, which includes financial contributions from the Casper College Foundation. The College also receives a subsidy from the United States Treasury equal to 35% of the interest cost on these bonds that is used to offset the high interest costs associated with taxable Build America Bonds.

During the year ended June 30, 2010, \$418,900 in interest costs on the general obligation bonds were capitalized as part of the construction costs of a new building that included in property and equipment in the construction in progress category.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 6 - BONDS PAYABLE (CONTINUED)**

A summary of future bond principal and interest payments as of June 30, 2010 is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 280,000	\$ 1,037,814	\$ 1,317,814
2012	750,000	1,054,632	1,804,632
2013	765,000	1,037,382	1,802,382
2014	775,000	1,014,432	1,789,432
2015	815,000	990,432	1,805,432
2016-2020	4,480,000	4,620,400	9,100,400
2021-2025	5,380,000	3,897,313	9,277,313
2026-2030	6,590,000	2,916,629	9,506,629
2031-2035	7,465,000	1,609,443	9,074,443
2036-2040	5,920,000	525,111	6,445,111
	<u>\$ 33,220,000</u>	<u>\$ 18,703,588</u>	<u>\$ 51,923,588</u>

**NOTE 7 - RELATED ENTITIES**

The Casper College Foundation (a component unit) leases various buildings to the College, and in turn, the College leases to the Foundation the land on which the structures are situated. Rental amounts are based on fair rentals for similar types of property in the area. For each of the years ended June 30, 2010 and 2009, the Foundation gifted \$724,000, respectively, to the College, which represents the excess of the rental expense over the rental income for the land.

Included in the statement of revenues, expenses, and changes in net assets, under the caption Capital Grants and Gifts, for the years ended June 30, 2010 and 2009 is \$44,965 and \$261,602, respectively, of support from the Foundation for assistance in construction and furnishing of buildings. Included under the caption Private Grants and Contracts, for the years ended June 30, 2010 and 2009 is \$90,000, of support from the Foundation for the College's day care facility as well as restricted grants totaling \$17,000 during the year ended June 30, 2009.

**NOTE 8 - RETIREMENT PROGRAMS**

The College offers the choice between two retirement plans and a deferred compensation plan described below.

***Wyoming Retirement System*** - The College contributes to the Wyoming Retirement System (System), a cost-sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement Board. The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The Wyoming Legislature statutorily establishes and amends benefit provisions. The System issues a publicly available financial report that includes financial statements and required supplementary information which may be obtained by writing to the Wyoming Retirement System, First Floor East, Herschler Building, Cheyenne, Wyoming, 82002-0720, or by calling (307) 777-7691.

The Plan statutorily requires 11.25% of the participant's salary to be contributed to the Plan, paid by the participant and the employer in a manner as determined by the employer. The College has opted to contribute both the employer's share of 5.68% and the employee's share of 5.57% of covered participant compensation to the Plan. The College's contributions to the System for the years ended June 30, 2010, 2009, and 2008, were \$1,350,065, \$1,280,853, and \$1,268,068, respectively, which equals the required contributions for each year.

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010 AND 2009**

**NOTE 8 - RETIREMENT PROGRAMS (CONTINUED)**

*Teachers Insurance and Annuity Association/College Retirement Equities Fund* - All full-time College employees may enroll in an alternative retirement plan through the College administered Teachers Insurance and Annuity Association College Retirement Equities Fund (TIAA-CREF), as allowed by Wyoming State Statutes. The Plan is a defined contribution plan and, accordingly, benefits depend solely on amounts contributed to the Plan, plus investment earnings.

The College contributes 11.25% of the employee's gross salary to the Plan. The participants have personal contracts with TIAA-CREF and personally own the annuities. This full vesting allows participants to transfer to other employers which participate in TIAA-CREF and continue to accumulate retirement benefits. Contributions for the years ended June 30, 2010, 2009, and 2008 were \$1,074,736, \$1,043,695, and \$994,734, respectively, which equals the required contribution for each year.

*State Deferred Compensation Plan* - The College also offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The Plan, available to all regular full and part-time College employees, permits them to defer a portion of their salary to future years. The deferred compensation is not available to the employee or their beneficiaries until termination, retirement, death, or unforeseeable emergency. The Plan provides diverse investment alternatives for the participant.

**NOTE 9 - FUNDS HELD IN TRUST BY OTHERS**

The College is beneficiary of the Vucurevich Trust, which is held by others and has an aggregate market value of approximately \$752,948 and \$720,156 as of June 30, 2010 and 2009, respectively. The income received by the College from the trust was \$38,863 and \$39,007 for the years ended June 30, 2010 and 2009.

**NOTE 10 - CONTINGENCIES AND COMMITMENTS**

At June 30, 2010, the College had outstanding purchase orders of approximately \$33,400,000 which are not reflected in accounts payable nor expenditures as the goods or services had not been received. The bulk of these encumbrances are for major construction projects including \$12,725,612 for the Gateway building and \$19,982,600 for the new dormitory.

Expenditures related to federal and state grants are subject to adjustment based upon review by the granting agencies. The College does not anticipate that adjustments, if any, arising from such reviews will have a material effect on the financial statements.

CASPER COMMUNITY COLLEGE DISTRICT  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2010

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Agency or Pass-Through Number	Program or Award Amount	Federal Expenditures
<i>U. S. Department of Education</i>				
<i>Direct Program:</i>				
<i>Student Financial Aid - Cluster:</i>				
Federal Pell Grant Program - FY10	84.063	N/A	3,585,030	\$ 3,585,030
Federal Supplemental Educational Opportunity Grants - FY09	84.007	N/A	2,984	2,984
Federal Supplemental Educational Opportunity Grants - FY10	84.007	N/A	31,164	29,291
Total Supplemental Educational Opportunity Grants				32,275
Federal Work-Study Program - FY09	84.033	N/A	1,974	1,974
Federal Work-Study Program - FY10	84.033	N/A	78,531	73,860
Total Federal Work-Study Program				75,834
Academic Competitiveness Grant - FY 10	84.375	N/A	72,596	72,596
Federal Family Education Loans	84.032	N/A	4,088,647	4,088,647
Federal Direct Student Loans	84.268	N/A	337,110	337,110
Total Student Financial Assistance (Direct Program)				8,191,492
<i>Passed Through State Department of Education:</i>				
<i>Career and Technical Education - Basic Grants to States:</i>				
Allocation Grant for Vocational Training - FY09	84.048	091350PPS00	265,705	23,277
Allocation Grant for Vocational Training - FY10	84.048	101350PPS00	180,616	148,170
Total Passed through Wyoming Department of Education				171,447
<i>Passed Through Wyoming Community College Commission:</i>				
<i>Adult Education - Basic Grants to States:</i>				
Federal Adult Education Grant - FY10	84.002	ABE10R01	103,494	103,494
Federal EL/CIVICS Grant-FY10	84.002	ABE10C01	17,378	17,378
Total Adult Education - Basic Grants to States				120,872
Leveraging Educational Assistance Partnership-FY10	84.069	N/A	35,881	10,937
Total Passed through Wyoming Community College Commission				131,809
<i>Passed Through Natrona County School District #1:</i>				
<i>Education for Homeless Children and Youth:</i>				
Education for Homeless Children and Youth - FY09	84.196	HED09-1301	25,023	6,069
Education for Homeless Children and Youth - FY10	84.196	101301HOMA0	26,142	20,121
Total Passed through Natrona County School District #1				26,190
<i>Passed Through Montana State University-Billings:</i>				
Fund for the Improvement of Education	84.215	U215K050283	103,736	3,291
<i>Passed Through the University of Wyoming:</i>				
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	D-ED40196CC	391,159	306,048
College Access Challenge Grant Program	84.378	N/A	31,000	30,500
Total Passed through University of Wyoming				336,548
Total U.S. Department of Education (Pass-Through)				669,285
Total U.S. Department of Education				8,860,777

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED  
FOR THE YEAR ENDED JUNE 30, 2010**

<b>Federal Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Agency or Pass-Through Number</b>	<b>Program or Award Amount</b>	<b>Federal Expenditures</b>
<u>U.S. Department of Labor</u>				
<i>Direct Program:</i>				
Community Based Job Training Grants:				
Power Plant Technology	17.269	CB-15969-07-60-A-56	1,015,602	\$ 258,955
Total Community Based Job Traing Grant (direct program)				<u>258,955</u>
<i>Passed Through Wyoming Department of Workforce Services:</i>				
Employment Service/ Wagner-Peyser Funded Activities:				
D.W.S. Federal Adult Basic Education Grant				
- ARRA Pass-through Funds	17.207	N/A	105,851	<u>23,119</u>
Total Passed through Wyoming Department of Workforce Services				<u>23,119</u>
Total U.S. Department of Labor				282,074
<u>U.S. Department of Energy</u>				
<i>Direct Program:</i>				
Renewable Energy Research & Development	81.087	DE-FG36-08GO88172.A000	295,200	<u>21,411</u>
Total U.S. Department of Energy				<u>21,411</u>
<u>U.S. Department of Interior</u>				
<i>Direct Program:</i>				
Water 2025	15.507	N/A	2,450	<u>816</u>
Total U.S. Department of Interior				<u>816</u>
<u>U.S. Department of Health and Human Services</u>				
<i>Direct Program:</i>				
Area Health Education Centers Point of Service Maintenance and Enhancement Awards:				
Community Health Advancement Program	93.107	N/A	6,000	<u>522</u>
<i>Passed Through The Casper College Foundation:</i>				
Temporary Assistance for Needy Families:				
Employment Training for Self Sufficiency Program - FY 09	93.558	N/A	118,000	16,025
Employment Training for Self Sufficiency Program - FY 10	93.558	N/A	161,677	98,003
Employment & Training for Self-Sufficiency Vocational Training Program - ARRA Pass-through Funds	93.558	N/A	262,000	<u>9,121</u>
Total Passed through The Casper College Foundation				<u>123,149</u>
Total U.S. Department of Health and Human Services				<u>123,671</u>
<u>Environmental Protection Agency</u>				
<i>Direct Programs:</i>				
Wastewater Operator Training Grant Program - FY10	66.467	T97873701-0	26,000	2,858
Surveys, Studies, Investigations, Demonstrations, and Training Grants - Section 1442 of the Safe Drinking Water Act:				
Safe Drinking Water Operators Training	66.424	X6-97860801	99,000	<u>29,998</u>
Total Environmental Protection Agency				<u>32,856</u>
<u>Economic Development Administration</u>				
<i>Direct Program:</i>				
Economic Development Support for Planning Organizations:				
EDA Planning Grant	11.302	05-69-04612	50,000	4,204
Economic Adjustment Assistance:				
EDA Construction Grant	11.307	05-79-04808	2,000,000	<u>24,653</u>
Total Economic Development Administration				<u>28,857</u>

**CASPER COMMUNITY COLLEGE DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2010**

<b>Federal Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Agency or Pass-Through Number</b>	<b>Program or Award Amount</b>	<b>Federal Expenditures</b>
<u>National Foundation on the Arts and the Humanities</u>				
<i>Passed Through the Wyoming Council of the Humanities:</i>				
Promotion of the Humanities - Federal/State Partnerships:				
Humanities Festival	45.129	003-09	12,500	\$ 12,500
Equality State Book Festival	45.129	013-10	4,540	3,689
Total Passed through the Wyoming Council of the Humanities				<u>16,189</u>
<i>Passed Through the Wyoming Council of Arts:</i>				
Promotion of the Arts - Grants to Organizations and Individuals:				
Wyoming Arts Council A Trilogy of Productions	45.024	3018782	5,897	5,897
Promotion of the Arts - Partnership Agreements:				
Wyoming Arts Council AAW: Day of the Dead Celebration	45.025	3354934	600	600
Total Passed through the Wyoming Council of the Arts				<u>6,497</u>
<i>Passed Through the Institute of Museums and Libraries:</i>				
Museums for America:				
Institute of Museum and Library Services	45.301	MA-04-09-0257-09	150,000	29,050
Total National Foundation on the Arts and the Humanities				<u>51,736</u>
<u>National Science Foundation</u>				
<i>Passed Through the University of Wyoming:</i>				
Education and Human Resources:				
Wyoming NSF EPSCOR (Ichnological Studies)-FY09	47.076	NSF44289MGT	6,323	5,798
Wyoming NSF EPSCOR (Metagenomic Screening)-FY09	47.076	NSF44289MGT	7,001	7,001
Total National Science Foundation				<u>12,799</u>
<u>U.S. Department of Agriculture</u>				
<i>Passed Through the Wyoming State Department Of Education:</i>				
Child and Adult Care Food Program	10.558	N/A	27,091	27,091
Total U.S. Department of Agriculture				<u>27,091</u>
<u>National Aeronautics and Space Administration</u>				
<i>Passed Through the University of Wyoming:</i>				
Aerospace Education Services Program:				
WY NASA Space Grant Consortium - Astronomy	43.001	NNG05G165H	6,814	2,804
Total National Aeronautics and Space Administration				<u>2,804</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ 9,444,892</u>

**CASPER COMMUNITY COLLEGE DISTRICT  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SCHEDULE 1)  
FOR THE YEAR ENDED JUNE 30, 2010**

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards summarizes the federal grant activity of Casper Community College District and is presented on the accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**NOTE 2 - LOANS OUTSTANDING**

In prior years, the College extended loans to students under the Perkins Loan Program, CFDA #84.037. During the year ended June 30, 2010, no amounts were collected on these outstanding loans. The balance of the loans as of June 30, 2010 was approximately \$58,200, which includes principal assigned to the U. S. Government.

**SCHEDULE 2**

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND EXPENSES - RESIDENCE HALLS  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	MORAD HALL		BAILEY HALL		MCINTIRE HALL	
	2010	2009	2010	2009	2010	2009
<b>INCOME</b>						
Rental	\$ 332,912	\$ 311,425	\$ 377,460	\$ 333,311	\$ 219,474	\$ 263,568
Laundry	1,944	2,302	1,536	2,061	1,158	1,725
Damages	1,639	916	539	200	353	579
	<u>336,495</u>	<u>314,643</u>	<u>379,535</u>	<u>335,572</u>	<u>220,985</u>	<u>265,872</u>
<b>OPERATING EXPENSES</b>						
Maintenance	4,198	14,188	2,808	12,609	6,838	12,881
Miscellaneous	5,113	4,560	5,090	4,479	6,268	4,730
Resident assistants	35,890	32,740	35,327	34,280	28,793	27,795
Salaries and benefits	133,532	126,040	152,872	143,330	144,000	135,368
Supplies	17,875	14,735	13,946	11,902	10,110	11,242
Utilities	56,261	59,832	51,515	55,614	58,363	62,424
	<u>252,869</u>	<u>252,095</u>	<u>261,558</u>	<u>262,214</u>	<u>254,372</u>	<u>254,440</u>
<b>NET INCOME</b>	<u>\$ 83,626</u>	<u>\$ 62,548</u>	<u>\$ 117,977</u>	<u>\$ 73,358</u>	<u>\$ (33,387)</u>	<u>\$ 11,432</u>

SCHEDULE 3

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND EXPENSES- APARTMENTS  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>WHEELER TERRACE</u>		<u>CIVIC</u>		<u>THORSON</u>	
	2010	2009	2010	2009	2010	2009
<b>INCOME</b>						
Rental	\$ 62,958	\$ 88,529	\$ 23,689	\$ 24,747	\$ 29,004	\$ 36,360
Laundry	665	964	-	-	836	830
Damages	200	510	255	210	100	-
	<u>63,823</u>	<u>90,003</u>	<u>23,944</u>	<u>24,957</u>	<u>29,940</u>	<u>37,190</u>
<b>OPERATING EXPENSES</b>						
Maintenance	23,235	18,564	3,067	5,572	3,480	3,673
Miscellaneous	214	-	50	55	20	-
Rent - Casper College Foundation	-	-	-	-	14,502	18,180
Supplies	1,542	257	2,940	887	266	26,150
Utilities	28,031	27,982	8,703	10,000	10,649	9,270
	<u>53,022</u>	<u>46,803</u>	<u>14,760</u>	<u>16,514</u>	<u>28,917</u>	<u>57,273</u>
<b>NET INCOME (LOSS)</b>	<u>\$ 10,801</u>	<u>\$ 43,200</u>	<u>\$ 9,184</u>	<u>\$ 8,443</u>	<u>\$ 1,023</u>	<u>\$ (20,083)</u>

**SCHEDULE 4****CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND EXPENSES - EARLY CHILDHOOD LEARNING CENTER  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
INCOME		
Fees and grants	\$ 190,515	\$ 178,681
Meals	27,091	14,862
Miscellaneous income	-	33
	<u>217,606</u>	<u>193,576</u>
OPERATING EXPENSES		
Cost of food	22,413	21,142
Maintenance	286	1,914
Miscellaneous	1,764	5,257
Salaries and benefits	364,707	345,174
Supplies	7,387	8,116
Utilities	2,043	2,429
	<u>398,600</u>	<u>384,032</u>
Operating loss	(180,994)	(190,456)
GIFT FROM CASPER COLLEGE FOUNDATION	90,000	90,000
CURRENT FUND SUPPORT	<u>91,730</u>	<u>100,000</u>
NET INCOME (LOSS)	<u>\$ 736</u>	<u>\$ (456)</u>

SCHEDULE 5

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND EXPENSES - STUDENT CENTER  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
INCOME		
Student fees	\$ 302,391	\$ 239,742
Miscellaneous	7,883	11,891
Rental - bookstore	143,310	152,010
	<u>453,584</u>	<u>403,643</u>
OPERATING EXPENSES		
Maintenance	1,187	9,507
Miscellaneous	1,342	1,238
Professional fees	7,380	7,380
Salaries and benefits	253,512	259,900
Supplies	27,421	24,557
Utilities	45,589	47,518
	<u>336,431</u>	<u>350,100</u>
NET INCOME	<u>\$ 117,153</u>	<u>\$ 53,543</u>

**SCHEDULE 6****CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND EXPENSES - BEN ROBERTS COMMONS CAFETERIA  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>INCOME</b>		
Cafeteria - contracts	\$ 897,759	\$ 882,107
Commissions on cash sales	42,123	36,619
Commissions on utilities	1,200	-
	<u>941,082</u>	<u>918,726</u>
Total income	941,082	918,726
Less - cost of food service	<u>696,630</u>	<u>657,170</u>
Gross profit	26.0% <u>244,452</u>	28.5% <u>261,556</u>
<b>OPERATING EXPENSES</b>		
Maintenance	23,167	25,136
Miscellaneous	8,878	6,445
Salaries and benefits	52,022	50,032
Supplies	6,125	8,416
Utilities	66,299	64,735
	<u>156,491</u>	<u>154,764</u>
NET INCOME	<u>\$ 87,961</u>	<u>\$ 106,792</u>

**SCHEDULE 7**

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND EXPENSES - AUXILIARY ENTERPRISES  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>INCOME</b>		
Cafeteria contracts	\$ 897,759	\$ 882,107
Rental - dorms and apartments	1,045,497	1,057,940
Student fees	302,391	239,742
Rental - bookstore	143,310	152,010
Day care fees and grants	190,515	178,681
Day care meal income	27,091	14,862
Cafeteria commissions on cash sales	42,123	36,619
Cafeteria commissions on utilities	1,200	-
Laundry	6,139	7,882
Damages	3,086	2,415
Miscellaneous	9,033	13,171
	<u>2,668,144</u>	<u>2,585,429</u>
<b>OPERATING EXPENSES</b>		
Bad debts	6,341	7,249
Cost of food (day care)	22,413	21,142
Cost of food service (cafeteria)	696,630	657,170
Maintenance	68,266	104,044
Miscellaneous	34,904	33,785
Resident assistants	100,010	94,815
Professional fees	28,716	81,539
Rent - Casper College Foundation	14,502	18,180
Salaries and benefits	1,100,645	1,059,844
Supplies	87,612	106,262
Utilities	327,453	339,804
	<u>2,487,492</u>	<u>2,523,834</u>
Operating income	<u>180,652</u>	<u>61,595</u>
<b>OTHER INCOME (EXPENSE)</b>		
Casper College Foundation Gift	90,000	90,000
HUD subsidy	-	6,830
Interest income	13,219	37,904
Interest expense	(105)	(675)
	<u>103,114</u>	<u>134,059</u>
<b>NET INCOME</b>	<u>\$ 283,766</u>	<u>\$ 195,654</u>

**SCHEDULE 8**

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF NET ASSETS - CIVIC ASSOCIATION LOAN FUND  
JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
Cash	\$ 155,176	\$ 669,966
Accrued interest receivable	4,527	10,514
Accounts receivable - other	<u>194</u>	<u>194</u>
Total assets	159,897	680,674
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable and other liabilities	<u>5</u>	<u>5</u>
<b>NET ASSETS</b>	<u><u>\$ 159,892</u></u>	<u><u>\$ 680,669</u></u>

**SCHEDULE 9****CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULES OF INCOME AND CHANGES IN NET ASSETS - CIVIC ASSOCIATION LOAN FUND  
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
REVENUE AND OTHER ADDITIONS		
Interest income	\$ 7,006	\$ 17,160
Miscellaneous income	<u>380</u>	<u>425</u>
Total revenue and other additions	<u>7,386</u>	<u>17,585</u>
EXPENSES AND OTHER DEDUCTIONS		
Bad debts	<u>1,683</u>	<u>1,087</u>
	<u>1,683</u>	<u>1,087</u>
TRANSFERS AMONG FUNDS - ADDITIONS/(DELETIONS)		
Mandatory rent from civic rental	23,520	24,747
Transfer to plant fund	<u>(550,000)</u>	<u>-</u>
Total transfers	<u>(526,480)</u>	<u>24,747</u>
NET INCREASE (DECREASE) FOR THE YEAR	(520,777)	41,245
NET ASSETS, BEGINNING	<u>680,669</u>	<u>639,424</u>
NET ASSETS, ENDING	<u>\$ 159,892</u>	<u>\$ 680,669</u>

**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**

To the Casper Community College District Board  
Casper Community College District  
Casper, Wyoming

We have audited the financial statements of Casper Community College District as of and for the year ended June 30, 2010, and have issued our report thereon dated November 8, 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 Casper Community College District'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 Casper Community College District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Casper Community College District'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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Casper Community College District'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 would not necessarily 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 Casper Community College District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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*.

To the Casper Community College District Board  
Casper Community College District  
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This report is intended solely for the information and use of the Board of Trustees, Finance Committee, 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.



Lenhart, Mason & Associates, LLC  
November 8, 2010

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH  
OMB CIRCULAR A-133**

To the Casper Community College District Board  
Casper Community College District  
Casper, Wyoming

**Compliance**

We have audited the compliance of Casper Community College District with the types of compliance requirements described in the *U.S. Office of Management and Budget ("OMB") Circular A-133 Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2010. Casper Community College District's major federal 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 its major federal programs is the responsibility of Casper Community College District's management. Our responsibility is to express an opinion on Casper Community College District'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; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 program occurred. An audit includes examining, on a test basis, evidence about Casper Community College District'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 legal determination on Casper Community College District's compliance with those requirements.

In our opinion, Casper Community College District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2010.

**Internal Control Over Compliance**

The management of Casper Community College District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Casper Community College District's internal control over compliance with the requirements that could have a direct and material effect on a major federal 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 Casper Community College District's internal control over compliance.

*A deficiency in internal control over compliance* 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, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a 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 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 Board of Trustees, Finance Committee, 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.



Lenhart, Mason & Associates, LLC  
November 8, 2010

**CASPER COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010**

**A. SUMMARY OF AUDIT RESULTS**

1. The auditor's report expresses an unqualified opinion on the financial statements of Casper Community College District.
2. No reportable conditions relating to the audit of the financial statements are reported in the **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.**
3. No instances of noncompliance material to the financial statements of Casper Community College District were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award program are reported in the **REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133.**
5. The auditor's report on compliance for the major federal award programs for Casper Community College District expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award programs for Casper Community College District.
7. The programs tested as major programs were Student Financial Assistance (Federal Pell Grant Program – CFDA #84.063, Federal Supplemental Educational Opportunity Grants - CFDA #84.007, Federal Work-Study Program - CFDA #84.033, Federal Family Education Loans – CFDA #84.032, Federal Direct Student Loans – CFDA #84.268, Academic Competitiveness Grants – CFDA #84.375) and Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR-UP) (CFDA #84.334).
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Casper Community College District was determined to be a low-risk auditee.

**B. FINDINGS - FINANCIAL STATEMENT AUDIT**

There were no findings required to be reported under *Government Auditing Standards*.

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT**

There were no findings or questioned costs relative to the major federal award programs.