

COLUMBIA GORGE COMMUNITY COLLEGE
REPORT ON AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2004

COLUMBIA GORGE COMMUNITY COLLEGE

TABLE OF CONTENTS

INTRODUCTORY SECTION

	<u>PAGE</u>
Title Page	1
Table of Contents	2-3
Board of Education and Administrative Staff	4-5

FINANCIAL SECTION

Independent Auditors' Report	7-8
Management's Discussion and Analysis	9-17

<u>BASIC FINANCIAL STATEMENTS:</u>	18
---	-----------

Statement of Net Assets	19
Statement of Revenues, Expenses, and Changes in Net Assets	20
Statement of Cash Flows	21-22
Schedule of Fiduciary Net Assets	23
Schedule of Changes in Fiduciary Net Assets	24
Notes to Basic Financial Statements	25-37

<u>SUPPLEMENTARY INFORMATION:</u>	38
--	-----------

Individual Fund Schedules	
---------------------------	--

<u>GENERAL FUND</u>	39
---------------------	----

General Fund	40
--------------	----

<u>SPECIAL REVENUE:</u>	41-43
-------------------------	-------

Current Workforce Skill Development	44
-------------------------------------	----

Oregon Child Care Division	45
----------------------------	----

Child Care Resource and Referral	46
----------------------------------	----

MCCOG Contracts	47
-----------------	----

Insurance Fund	48
----------------	----

Corps of Engineers	49
--------------------	----

Customized Training Fund	50
--------------------------	----

Outreach Tutoring	51
-------------------	----

Accountability Grant	52
----------------------	----

Skill Center Contracts	53
------------------------	----

SBDC Program Income	54
---------------------	----

Non-Reimbursable Community Education	55
--------------------------------------	----

Residential Leases	56
--------------------	----

Building 2 Leases	57
-------------------	----

Food Service	58
--------------	----

Workforce Committee Services	59
------------------------------	----

Commercial Kitchen	60
--------------------	----

Elderhostel	61
-------------	----

Perkins Grants	62
----------------	----

Wasco County Intergovernmental Agreement	63
--	----

Nursing Program	64
-----------------	----

Corrections Grant	65
-------------------	----

Fundamentals of Caregiving	66
----------------------------	----

COLUMBIA GORGE COMMUNITY COLLEGE

TABLE OF CONTENTS

	<u>PAGE</u>
Facilities Assessment Project	67
Program Improvement Grant	68
English Language Civics Grant	69
Department of Labor Nursing Grant	70
Hood River Lions Trust Grant	71
Meyer Memorial Trust Grant	72
Cultural Diversity	73
DHS Integrated Child Care	74
Port of Hood River Technology	75
Department of Education Nurse Training	76
Lecture Series	77
<u>DEBT SERVICE:</u>	78
Wasco County G.O. Bond Fund	79
Pension Bond Fund	80
<u>CAPITAL PROJECTS FUND:</u>	81
Capital Projects Fund	82
<u>ENTERPRISE FUND:</u>	83
College Book Store	84
<u>FIDUCIARY FUNDS:</u>	85
Student Council Fund	86
Hospitality Fund	87
Phi Theta Kappa Fund	88
Environmental Club Fund	89
<u>Other Financial Schedules:</u>	90
Schedule of Wasco County Property Tax Transactions	91
Schedule of Hood River County Property Tax Transactions	92
Schedule of Cash Balances and Collateral Security	93
Schedule of Insurance	94
Schedule of Future Wasco County G.O. Bond Requirements	95
Schedule of Future Loan Payments	96
Schedule of Future Pension Bond Requirements	97
 <u>OTHER REQUIRED REPORTS</u>	 98
 Independent Auditors' Comments Required By Minimum Standards for Audits of Oregon Municipal Corporations	 99-100

COLUMBIA GORGE COMMUNITY COLLEGE

PRINCIPAL OFFICIALS

JUNE 30, 2004

BOARD OF EDUCATION

<u>POSITION</u>	<u>NAME</u>	<u>ADDRESS</u>	<u>TERM EXPIRES</u>
1	M.D. VanValkenburg	204 E. 4 th Street The Dalles, Oregon 97058	6-30-05
2	Dr. James R. Willcox	514 Brentwood Drive The Dalles, Oregon 97058	6-30-05
3	Dave Fenwick	3663 Holly Drive Hood River, Oregon 97031	6-30-07
4	Christie Reed	675 Highline Road Hood River, Oregon 97031	6-30-07
5	Dr. Ernie Keller	1205 Walnut Street The Dalles, Oregon 97058	6-30-05
6	Michael Schend Vice Chair	4330 Wooded Acres Drive Hood River, Oregon 97031	6-30-07
7	Charleen Cobb Chair	1711 West 13 th St., Apt. 16 The Dalles, Oregon 97058	6-30-05

COLUMBIA GORGE COMMUNITY COLLEGE

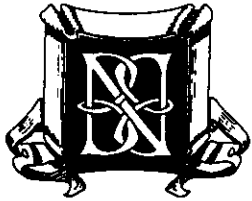
PRINCIPAL OFFICIALS

JUNE 30, 2004

ADMINISTRATIVE OFFICERS

Dr. Frank K. Toda - President	659 Sherman Drive The Dalles, Oregon 97058
Saundra Buchanan - Business Manager	5480 Hawley Road The Dalles, Oregon 97058
Reine Thomas - Dean of Instruction	400 E. Scenic Drive The Dalles, Oregon 97058
Karen Carter - Dean of Student Services	3803 Pleasant Ridge Road The Dalles, Oregon 97058
Robert A. Cole – Executive Director of Small Business Development Center & Resource Development	2200 Lewis Street The Dalles, Oregon 97058
Dennis Whitehouse - Campus Services Director	1612 W. 12 th Street The Dalles, Oregon 97058
William S. Bohn – Information Technologies Director	409 11 th Street Hood River, Oregon 97031
Stephanie A. Meagher – Assistant to the President & Board of Education	1419 East 21 st Street The Dalles, Oregon 97058

FINANCIAL SECTION



BYERS, NEUMAYER & BRADFORD, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

305 East Fifth Street • The Dalles, Oregon 97058

(541) 296-2000 • (541) 296-5636 Fax

www.bnbcpas.com

Ben G. Neumayer

Gary F. Bradford

John W. Byers

Carolyn Rohde

Nathan Reagan

Carol Friend

INDEPENDENT AUDITORS' REPORT

Board of Education
Columbia Gorge Community College
The Dalles, Oregon 97058

We have audited the accompanying basic financial statements of Columbia Gorge Community College, as of June 30, 2004, and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of Columbia Gorge Community College 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. 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 Columbia Gorge Community College, as of June 30, 2004, and the results of its operations and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1, the College implemented a new financial reporting model, as required by the provision 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*, as of and for the year ended June 30, 2004.

Management's discussion and analysis and budgetary comparison information on pages 9 through 17 and 38 through 89, are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. 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 audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The other supplementary information listed in the table of contents is for purposes of additional analysis and is not a required part of the basic financial statements of Columbia Gorge Community College. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

Byers Neumann & Bradford, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

March 4, 2005

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Columbia Gorge Community College's (the College) Financial Report presents an analysis of the financial activities of the College for the fiscal year ended June 30, 2004. This discussion has been prepared by management along with the financial statements and related footnote disclosures and should be read in conjunction with them. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. This discussion is designed to focus on current activities, resulting changes and current known facts.

New Accounting Standards

In June 1999, the Governmental Accounting Standards Board (GASB) released Statement No. 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments" which established a new reporting format for governmental financial statements. Statement No 34 requires a comprehensive one-column look at the entity as a whole, along with recognition of depreciation on capital assets. In November 1999, GASB issued Statement No. 35 "Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities". The College was required to adopt these standards for the fiscal year ended June 30, 2004. Since this is a transition year for the new format, only one year of information is presented in the audited financial statements and this Management's Discussion and Analysis. Next year, the College will provide a comparison of prior year activities.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Columbia Gorge Community College's basic financial statements, which are comprised of entity-wide financial statements prepared in accordance with the accrual basis of accounting and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The entity-wide financial statements are designed to provide readers with a broad overview of the College's finances, in a manner similar to a private-sector business. These statements focus on the financial condition of the College, the results of operations, and cash flows of the College as a whole. The entity-wide statements are comprised of the following:

- The *Statement of Net Assets* presents information on all of the College's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets are indicators of the improvement or erosion of the College's financial health when considered along with non-financial facts such as enrollment levels and the condition of the facilities.
- The *Statement of Revenues, Expenses and Changes in Net Assets* presents the revenues earned and the expenses incurred during the year. All changes in net assets are reported under accrual basis of accounting, or as soon as the underlying event giving rise to the change occurs, regardless of the timing when the cash is received or disbursed. Thus, revenues and expenses are reported in this statement for some items

that will result in cash flows in future fiscal periods. The utilization of long-lived assets is reflected in the financial statements as depreciation, which amortizes the cost of the capital asset over the expected useful life. Revenues and expenses are reported as either operating or non-operating, with operating revenues primarily coming from tuition and fees. State appropriations and property taxes are classified as non-operating revenues. Because of the College's dependency on state aid and property tax revenue, this statement presents an operating loss, although overall net assets remain positive.

- The *Statement of Cash Flows* presents information on cash flows from operating activities, non-capital financial activities, capital financing activities and investing activities. It provides the net increase or decrease in cash between the beginning and end of the fiscal year. This statement assists in evaluating financial viability and the College's ability to meet financial obligations as they become due.
- The *Notes to the Basic Financial Statements* provide additional information that is essential to a full understanding of the data provided in the entity-wide financial statements.

Financial and Enrollment Highlights

During one of five special legislative sessions in calendar 2002, in an attempt to balance the State budget, the legislature passed Senate Bill 1022 to cancel the portion of the appropriation that it had intended to pay to the seventeen Oregon community colleges in the last quarter of fiscal year 2002-2003. This is equivalent to one quarter of the state resources for all community colleges. The total amounts to \$56 million and it represents \$622,797 for Columbia Gorge Community College. The state reappropriated the canceled amount in fiscal year 2003-2004. The amount was paid on July 15, 2003. According to GAAP, we recognize the \$622,797 of state revenue in 2003-2004.

The College's financial position, as a whole, improved during the fiscal year ended June 30, 2004 as evidenced by:

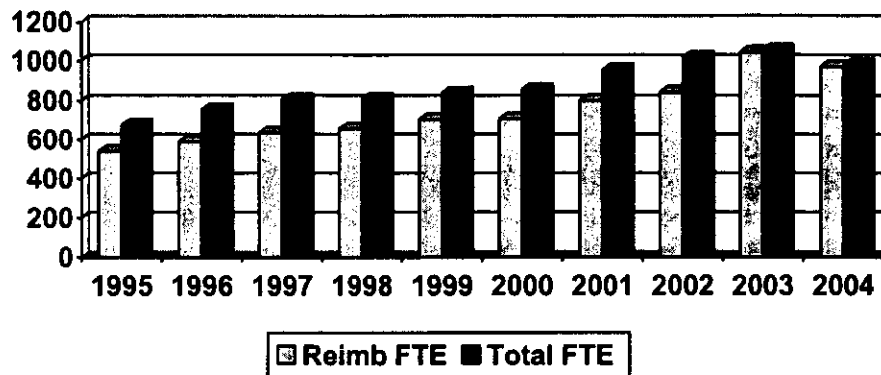
- Cash and cash equivalents increased by \$1,573,448 during the year to a total of \$3,329,666 at the close of the fiscal year.
- Net assets may serve over time as a useful indicator of the College's financial position. This report shows an increase in total net assets from (\$787,731) in fiscal year 2003 to \$1,029,246 in fiscal year 2004.

One of the College's largest net assets, \$1,064,843, reflects the amount invested in capital assets, (e.g. land, buildings, machinery and equipment), less any related outstanding debt used to acquire those assets. The College uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the College's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The majority of the debts used to acquire the capital assets will be paid off over the next nine years with funding from the general obligation bond property tax levy.

Although full-time equivalent enrollment declined by 7% in fiscal year 2003-2004, plans are underway to expand daytime educational facilities in the recently annexed portion of Hood River County. Factors contributing to the decrease in enrollment include a 10.2 percent increase in the tuition rate, the graduation of local dislocated workers and limitations on State

reimbursement for certain adult education courses which resulted in reduced offerings. The following chart shows reimbursable and total full-time equivalent enrollment levels for the past ten years.

Reimbursable and Total Full-time Equivalent Enrollment



***Analysis of the Statement of Net Assets
As of June 30, 2004***

The Statement of Net Assets includes all assets and liabilities of the College using the accrual basis of accounting, which is similar to the accounting presentation used by most private colleges. Net assets, the difference between assets and liabilities, are one measure of the financial condition of the College.

Statement of Net Assets		2004
Assets		
Current assets		\$4,022,093
Capital assets, net of depreciation		6,444,531
Total assets		<u>10,466,624</u>
Liabilities		
Current liabilities		1,102,809
Long-term debt, non-current portion		8,334,569
Total liabilities		<u>9,437,378</u>
Net Assets		
Invested in capital assets, net of related debt		1,064,843
Restricted		142,761
Unrestricted		(178,358)
Total Net Assets		<u>\$1,029,246</u>

At June 30, 2004, the College's assets were approximately \$10.5 million. The College's current assets of \$4 million were sufficient to cover current liabilities of \$1.1 million. This represents a current ratio of 3.65. Receivables consist of property taxes, student accounts, and grants and contracts. The College's investment in capital assets is \$6.4 million, net of accumulated depreciation.

The College's current liabilities consist primarily of payroll, various payables for operations and the current portion of long-term debt. Noncurrent liabilities consist of long term debt from the small scale energy loan incurred in 1994, general obligation refunding bonds series 1998, and the pension bonds series 2003.

Within net assets, the "invested in capital assets" amount is \$1,064,843. In future years, the College's capital assets will continue to grow as a result of the November 2004 voter approval to issue general obligation bonds up to \$18.5 million for capital expansion and improvement projects on The Dalles campus and for establishing permanent facilities in Hood River County.

***Analysis of the Statement of Revenues, Expenses and Changes in Net Assets
For the Year Ended June 30, 2004***

The Statement of Revenues, Expenses and Changes in Net Assets present the operating results of the College as well as the non-operating revenues and expenses. Annual state reimbursements and property taxes, while budgeted for operations, are considered non-operating revenue according to accounting principles generally accepted in the United States of America (GAAP).

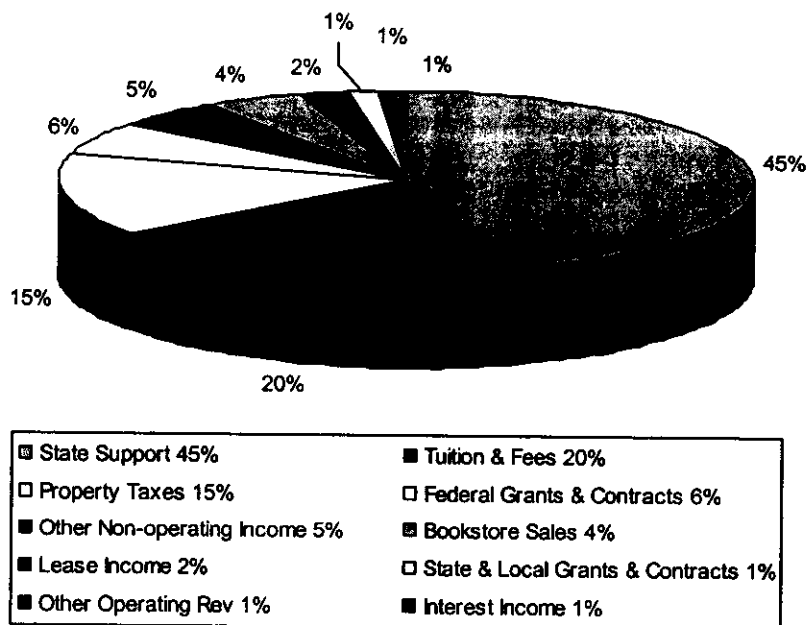
Statement of Revenues, Expenses and Changes in Net Assets	2004
Total operating revenues	\$2,152,231
Total operating expenses	<u>6,273,824</u>
Operating loss	(4,121,593)
Non-operating revenues, net	<u>5,938,570</u>
Total increase in net assets	1,816,977
Net assets - Beginning of year, as restated	<u>(787,731)</u>
Net assets - end of year	<u><u>\$1,029,246</u></u>

Revenues:

The sources of operating revenue for the College are tuition and fees, bookstore sales and other operating revenue. Tuition and fees include all amounts paid for educational purposes and totaled \$1,707,306. The tuition rate increased in fiscal year 2004 by \$5 per credit hour to \$54 per credit hour. The service fee rate remained unchanged at \$8 per credit hour. Bookstore sales totaled \$377,423. Other operating revenue totaled \$67,502.

The largest non-operating revenue source is the State of Oregon from appropriations to the Community College Support Fund. The College received \$3,779,401 for State Community College Support this fiscal year. Of the \$3,779,401 received from the State, \$622,797 was a fourth quarter payment that related to the prior year and was deferred by the State and \$585,000 was a separate appropriation for services to the recently annexed portion of Hood River County. Property taxes totaled \$1,261,932 of non-operating revenue. Of the \$1,261,932 in property taxes received, \$623,121 is attributed to the general obligation bond levy. Non-operating revenue from federal grants and contracts totaled \$512,451. Non-operating revenue from state and local grants and contracts totaled \$126,547. Lease income totaled \$197,129. Other non-operating income totaled \$443,527. Interest income totaled \$44,669. The following graph shows the allocation of revenues for the College:

Operating and Non-Operating Revenues

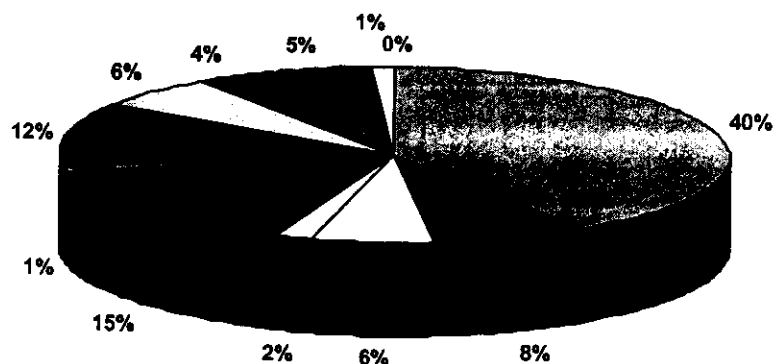


Expenses:

Operating expenses total \$6,273,824. Instructional expenses represent the largest percentage of total expenses at \$2,703,346 or 40 percent of total expenses. Instructional support expenses total \$511,683 or 8 percent of total expenses. College support expenses total \$1,015,660 or 15 percent of total expenses. Campus operation and maintenance expenses total \$784,951 or 12 percent of total expenses. Bookstore expenses total \$406,839 or 6 percent of total expenses. Student services expenses total \$390,933 or 6 percent of total expenses. Depreciation totals \$245,006 or 4 percent of total expenses. Community services total \$144,280 or 2 percent of total expenses. Financial aid expenses total \$71,128 or 1 percent of total expenses.

The most significant non-operating expense was interest on debt of \$361,558, which represents 5 percent of total expenses. Lease expenses total \$62,750 or 1 percent of total expenses. Other non-operating expenses total \$2,780 or 0.04 percent of total expenses. The following chart shows the allocation of expenses for the College by functional classification:

Operating & Non-Operating Expenses



■ Instruction 40%	■ Instructional Support 8%	□ Student Services 6%
□ Community Services 2%	■ College Support 15%	■ Financial Aid 1%
■ Campus Operation & Maint. 12%	□ Bookstore 6%	■ Depreciation 4%
■ Interest Exp 5%	□ Lease Exp 1%	□ Other Non-operating exp <1%

***Analysis of the Statement of Cash Flows
For the Year Ended June 30, 2004***

This statement provides an assessment of the financial health of the College. Its primary purpose is to provide relevant information about the cash receipts and cash payments of the College during a period. The Statement of Cash Flows also helps users assess the ability to meet obligations as they come due, and the need for external financing.

Statement of Cash Flows	2004
Cash Provided (Used) By:	
Operating Activities	(\$3,762,437)
Non-capital Financing Activities	6,094,975
Capital Financing Activities	(803,759)
Investing Activities	44,669
Net Increase in Cash	1,573,448
Cash - Beginning of year	1,756,218
Cash - End of year	<u>\$3,329,666</u>

The major sources of funds included in operating activities include tuition and fees of \$1,782,647, bookstore sales of \$407,274 and other operating revenue of \$67,502. Major operating uses were payments to employees and suppliers, as well as for student financial aid, totaling \$6,019,860.

State appropriations and property taxes are the primary sources of non-capital financing. The new accounting standards require that we reflect these sources of revenue as non-operating even though the College's budget depends on these revenues to continue the current level of operations. Cash received from property taxes totaled \$1,236,788. Cash from grants and contracts totaled \$688,211. Major non-capital financing uses include interest paid on pension bonds of \$122,822, payments for pension bonds of \$59,015 and cash paid for lease expenses of \$62,750.

The uses of cash from capital financing activities include the purchase of capital assets of \$126,248, principal paid on long-term debt of \$438,775 and interest paid on long-term debt of \$238,736.

Interest on investments provided \$44,669 in sources of funds for fiscal year 2004.

Budget

Columbia Gorge Community College adopts an annual budget at the fund level, which is under the modified accrual basis of accounting for governmental and fiduciary funds and on an accrual basis of accounting for proprietary funds. The College Board adopts budget modifications and makes contingency transfers as needed for unanticipated expenditures in accordance with Oregon Local Budget Law. For more information, please refer to the budgetary statements as Supplementary Information in the Financial Section of this report.

Capital Assets and Debt Administration

Capital Assets

The College's investment in capital assets as of June 30, 2004, amounts to \$6,444,531, net of accumulated depreciation. Investment in capital assets includes land, building, improvements, machinery and equipment, library collections and infrastructure.

Additional information on the College's capital assets can be found in Note 9 of this report.

Long-Term Obligations

At the end of the current fiscal year, the College had total debt outstanding of \$8,891,000. Of this amount, \$5,260,000 is the outstanding general obligation refunding bond series 1998; \$3,511,312 is the outstanding pension obligation bond series 2003; and \$119,688 is the outstanding State of Oregon Small Scale Energy Loan.

The College issued no new debt and made all scheduled payments to reduce total debt by \$497,790.

State statutes limit the amount of general obligation debt the College may issue to 1.5 percent of Real Market Value of properties within the College district. The current legal debt limit is \$48,558,446, which is significantly higher than the College's outstanding debt. The College's outstanding general obligation bond debt is 10.8 percent of the legal debt limit. Additional information on the College's long-term debt can be found in Notes 10, 11 and 12 of this report.

Economic Factors and Next Year's Budget

Declining state revenues and the necessity to replace funds with increased tuition and fees continues to be a major challenge for the College. This issue impacts the College's mission to provide access to higher education for all in the community it serves.

The legislature passed several bills to create a new state retirement system. This will impact the College's unfunded actuarial liability (UAL). Even with the new retirement system in place, the legislative bills are anticipated to be in the court system due to challenges filed by public employee groups. The new Oregon Public Service Retirement Plan (OPSRP), a partial defined contribution plan and a partial defined benefits plan, went into effect on August 29, 2003. The impact of all of the changes is uncertain at this time.

The College proactively managed its financial position and adopted budgetary principles and practices that addressed cost reductions and revenue enhancement. The development of the fiscal year 2004-2005 budget adheres to the principles of maintaining access to educational programs, support for a diverse student population, and balancing budget requirements with revenue increases. The College budget continues the commitment to provide programs to meet and respond to changing community needs. The College budget anticipates the State's planned deferral of the fourth quarter payment to 2005-2006. The College budget includes new federal grant funding sources to support the nursing and health occupations programs. The College budget includes funding to support the College general obligation bond authorization measure in the November 2004 election. The College budget provides increased contingency funds to account for uncertainties in the level of State funding, the fiscal impact of the faculty collective bargaining negotiations, the effect of tuition rate increases on enrollment, the declining enrollment due to graduation of dislocated workers, and the cost of establishing temporary educational facilities in Hood River County. On June 8, 2004, the College adopted a balanced

budget that includes a \$5 per credit hour tuition increase. The College is required by the Oregon Local Budget Law to present and adopt a balanced budget each year. This will be an ongoing challenge for the College over the next few years until the state budget situation improves.

Requests for Information

This financial report is designed to provide a general overview of Columbia Gorge Community College's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Chief Financial Officer
Columbia Gorge Community College
400 East Scenic Drive
The Dalles, OR 97058

BASIC FINANCIAL STATEMENTS

COLUMBIA GORGE COMMUNITY COLLEGE

STATEMENT OF NET ASSETS

JUNE 30, 2004

(all amounts are in dollars)

ASSETS:

Current Assets:

Short-Term Investments	3,368,063
Prepaid Expenditures	28,568
Receivables:	
Taxes	144,481
Accounts, net	152,886
Grants and Contracts	181,279
Publisher's and Vendor's Credits	21,047
Inventory-Textbooks and Supplies	125,768
Total Current Assets	<u>4,022,093</u>

Noncurrent Assets:

Capital Assets, net (Note 9)	<u>6,444,531</u>
Total Noncurrent Assets	<u>6,444,531</u>

<u>TOTAL ASSETS</u>	<u>10,466,624</u>
---------------------	-------------------

LIABILITIES:

Current Liabilities:

Cash in Bank - Net deficit	38,396
Accounts Payable	110,547
Accrued Payroll and Withholdings	204,749
Compensated Absences Payable	39,344
Due to Fiduciary Funds	1,926
Security Deposit	1,500
Deferred Revenue:	
Tuition and Fees	145,002
Grants and Contracts	4,913
Current Portion of Long-Term Debt (Notes 10 & 11)	<u>556,431</u>
Total Current Liabilities	<u>1,102,809</u>

Noncurrent Liabilities:

Small Scale Energy Loan Payable	119,688
General Obligation Bonds Payable	5,260,000
Pension Bonds Payable	3,511,312
Less: Current Portion of Long-Term Debt	<u>(556,431)</u>
Total Noncurrent Liabilities	<u>8,334,569</u>

<u>TOTAL LIABILITIES</u>	<u>9,437,378</u>
--------------------------	------------------

NET ASSETS

Invested in capital assets, net of related debt	1,064,843
Restricted for:	
Debt Service	131,830
Capital Projects	10,931
Unrestricted	<u>(178,358)</u>

<u>TOTAL NET ASSETS</u>	<u>1,029,246</u>
-------------------------	------------------

See notes to basic financial statements

COLUMBIA GORGE COMMUNITY COLLEGE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

OPERATING REVENUES

Student Tuition and Fees	1,707,306
Bookstore Sales	377,423
Other Operating Revenue	67,502
Total Operating Revenues	<u>2,152,231</u>

OPERATING EXPENSES

Instruction	2,703,346
Instructional Support	511,683
Student Services	390,933
Community Services	144,280
College Support	1,015,660
Financial Aid	71,128
Campus Operation and Maintenance	784,951
Bookstore	406,839
Depreciation	245,006
Total Operating Expenses	<u>6,273,824</u>

Operating Income (Loss)	(4,121,593)
-------------------------	-------------

NONOPERATING REVENUES (EXPENSES)

Federal Grants and Contracts	512,451
State and Local Grants and Contracts	126,547
State Community College Support	3,779,401
Property Taxes	1,261,932
Interest Income	44,669
Lease Income	197,129
Other Nonoperating Income	443,527
Interest Expense	(361,558)
Lease Expenses	(62,750)
Other Nonoperating Expenses	(2,780)
Total Nonoperating Revenues (Expenses)	<u>5,938,570</u>

Increase (Decrease) in Net Assets	1,816,977
-----------------------------------	-----------

NET ASSETS

Net Assets - beginning of year, as restated	<u>(787,731)</u>
Net Assets - end of year	<u><u>1,029,246</u></u>

See notes to basic financial statements

COLUMBIA GORGE COMMUNITY COLLEGE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash Received from Tuition and Fees	1,782,647	
Cash Received from Bookstore Sales	407,274	
Other Operating Revenue	67,502	
Cash Paid for Operating Expenses	(6,019,860)	
Net Cash Provided (Used) by Operating Activities		(3,762,437)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>		
Cash Received from Grants and Contracts	688,211	
Cash Received from Property Taxes	1,236,788	
Cash Received from State FTE Reimbursement	3,779,401	
Cash Received from Leases	195,260	
Other Nonoperating Income	443,527	
Cash Paid for Lease Expenses	(62,750)	
Payments for Pension Bonds	(59,015)	
Interest Paid on Pension Bonds	(122,822)	
Other Nonoperating Expenses	(3,625)	
Net Cash Provided (Used) by Noncapital Financing Activities		6,094,975
<u>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES</u>		
Purchase of Capital Assets	(126,248)	
Principal Paid on Long-Term Debt	(438,775)	
Interest Paid on Long-Term Debt	(238,736)	
Net Cash Provided (Used) by Capital Financing Activities		(803,759)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Interest on Investments	44,669	
Net Cash Provided (Used) by Investing Activities		44,669
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		1,573,448
<u>CASH AND CASH EQUIVALENTS- BEGINNING OF YEAR</u>		<u>1,756,218</u>
<u>CASH AND CASH EQUIVALENTS - END OF YEAR</u>		<u><u>3,329,666</u></u>

See notes to basic financial statements

COLUMBIA GORGE COMMUNITY COLLEGE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

RECONCILIATION OF OPERATING LOSS TO
CASH USED BY OPERATING ACTIVITIES

Operating Loss		(4,121,593)
Adjustments to Reconcile:		
Depreciation	245,006	
(Increase) Decrease in Prepaid Expenditures	(19,317)	
(Increase) Decrease in Accounts Receivable	133,336	
(Increase) Decrease in Vendor's Credits	34,526	
(Increase) Decrease in Inventory	14,617	
Increase (Decrease) in Accounts Payable	(66,767)	
Increase (Decrease) in Accrued Payroll and Withholdings	84,583	
Increase (Decrease) in Accrued Compensated Absences	(4,158)	
Increase (Decrease) in Deferred Tuition and Fees	(62,670)	
Total Adjustments		<u>359,156</u>
Net Cash Used by Operating Activities		<u><u>(3,762,437)</u></u>

See notes to basic financial statements

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF FIDUCIARY NET ASSETS

JUNE 30, 2004

(all amounts are in dollars)

<u>ASSETS</u>	<u>Hospitality</u>	<u>Student</u> <u>Council</u>	<u>Phi Theta</u> <u>Kappa</u>	<u>Environmental</u>
Due From General Fund	280	570	599	477
<u>TOTAL ASSETS</u>	<u>280</u>	<u>570</u>	<u>599</u>	<u>477</u>
 <u>LIABILITIES</u>				
<u>Current Liabilities</u>				
Accounts Payable	34	-	32	-
<u>TOTAL LIABILITIES</u>	<u>34</u>	<u>-</u>	<u>32</u>	<u>-</u>
 <u>NET ASSETS</u>	<u>246</u>	<u>570</u>	<u>568</u>	<u>477</u>

See notes to basic financial statements

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>Hospitality</u>	<u>Student Council</u>	<u>Phi Theta Kappa</u>	<u>Environmental</u>
<u>ADDITIONS</u>				
Contributions	220	-	-	-
Fund Raising	-	55	1,735	-
Membership Dues	-	-	1,950	-
<u>TOTAL ADDITIONS</u>	<u>220</u>	<u>55</u>	<u>3,685</u>	<u>-</u>
<u>DEDUCTIONS</u>				
Materials and Services	123	375	3,588	-
<u>TOTAL DEDUCTIONS</u>	<u>123</u>	<u>375</u>	<u>3,588</u>	<u>-</u>
<u>CHANGE IN NET ASSETS</u>	<u>98</u>	<u>(320)</u>	<u>97</u>	<u>-</u>
<u>NET ASSETS, BEGINNING OF YEAR</u>	<u>149</u>	<u>890</u>	<u>471</u>	<u>477</u>
<u>NET ASSETS, END OF YEAR</u>	<u>246</u>	<u>570</u>	<u>568</u>	<u>477</u>

See notes to basic financial statements

COLUMBIA GORGE COMMUNITY COLLEGE

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2004

1. SIGNIFICANT ACCOUNTING POLICIES:

The College was originally organized as an "Area Education District," as described in Chapter 341 of the Oregon Statutes relating to Community Colleges. In 1977, Wasco Area Education Service District was formed. Later that year, the College's name was changed to Treaty Oak Education Service District. In 1989, a vote of the people of Wasco County allowed the Board of Education to drop the "Service District" designation and the College became Treaty Oak Community College. The name changed again in November of 1989 to Columbia Gorge Community College. On November 6, 2001, voters in Wasco County and Hood River County approved the annexation of a portion of Hood River County to join the Columbia Gorge Community College District. The College is an independent municipal corporation under the Oregon Revised Statutes. The seven-member board appoints a president to administer the activities of the College. As described in ORS 341.437, 341.440 and 341.445, the College may provide its courses through contracts with community college districts, other school districts, the Department of Higher Education or accredited private educational institutions. The College contracts with Portland Community College to provide courses and programs.

The basic financial statements of Columbia Gorge Community College have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the accepted standards-setting body for establishing governmental accounting and reporting principles. The most significant accounting policies are described below.

A. REPORTING ENTITY:

In evaluating how to define the College, for financial reporting purposes, management has considered all potential component units. The criteria for including potential component units within the College's reporting entity, as set forth in GASB No. 14, "The Financial Reporting Entity," is financial accountability. Financial accountability is defined as appointment of a voting majority of the component unit's board and either the ability to impose will by the primary government or the possibility that the component unit will provide a financial benefit to, or impose a financial burden on, the primary government.

Based upon the application of the above criteria, the potential component unit, Columbia Gorge Community College Foundation, has been excluded from the College's reporting entity. The Foundation is a separate not-for-profit corporation. The Board of Education is elected independently of any College Board of Trustee's appointments. Each Board is responsible for approving its own budget and accounting and finance-related activities.

1. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

B. BASIS OF PRESENTATION:

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB), including Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, and Statement No. 35, *Basic Financial Statements - and Management's Discussion and Analysis – for Public Colleges and Universities*, issued in June and November 1999. The financial statement presentation required by GASB No. 34 and No. 35 provide a comprehensive entity-wide perspective of the College's financial activities. The entity-wide perspective replaces the fund-group perspective previously required. The College now follows the "business-type activities" reporting requirements of GASB Statement No. 35 that provides a comprehensive one-column look at the College's financial activities. Fiduciary activities are reported separately.

C. BASIS OF ACCOUNTING:

For financial statement reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's basic financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period liabilities are incurred, regardless of the timing of related cash flows. All significant intra-agency transactions have been eliminated.

Non-exchange transactions, in which the College receives value without directly giving equal value in return, includes property taxes, federal, state, and local grants, State appropriations, and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance. Revenue from grants, State appropriations, and other contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the College must provide local resources to be used for a specific purpose, and expenditure requirements in which the resources are provided to the College on a reimbursement basis.

The College's basic financial statements have applied all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued after November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements.

1. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

D. USE OF ESTIMATES:

The preparation of financial statements in accordance 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 and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E. CASH AND CASH EQUIVALENTS:

Cash and cash equivalents are defined as short-term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risks of changes in value because of changes in interest rates. Cash and cash equivalents are considered to be cash on hand, demand deposits, the State of Oregon Treasurer's Local Government Investment Pool (LGIP) and short-term investments with original maturities of three months or less from the date of acquisition. The LGIP is stated at cost, which approximates fair value. Fair value of the investments in the LGIP is the same as the value of the pool shares.

F. INVESTMENTS:

Oregon Revised Statutes authorize investment in general obligations of the U.S. government and its agencies, certain bonded obligations of Oregon municipalities, repurchase agreements and bankers' acceptances. As of June 30, 2004 and for the year then ended, the College was in compliance with the aforementioned State of Oregon statutes. Investments are stated at fair value, which is based on the individual investment's quoted market prices at year end.

G. RECEIVABLES:

All accounts, student accounts, grants and property taxes receivable are shown net of an allowance for uncollectible accounts.

Property taxes are levied and become a lien on all taxable property as July 1. Taxes are payable on November 15, February 15 and May 15. Discounts are allowed if the amount due is received by November 15. Taxes unpaid and outstanding on May 16 are considered delinquent. Uncollected taxes are deemed to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectible taxes has been established. Property taxes receivable are recognized as revenue when levied.

Student accounts receivables are recorded as tuition is assessed.

Non-reimbursed expenses from grantor agencies are reflected in the basic financial statements as receivables and revenues. Grant revenues are recorded at the time eligible expenses are incurred. Grant funds received prior to the occurrence of qualifying expenses are recorded as deferred revenue.

1. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

H. INVENTORIES:

An inventory control is maintained on textbooks and supplies purchased for resale to students and, therefore, the inventory at June 30, 2004, has been recorded as an asset of the Bookstore Fund. Also, inventory controls are maintained by the College on expendable office and instructional supplies. This inventory of supplies is recorded as an asset in the General Fund. The inventories are shown at cost.

I. PREPAID ITEMS:

Payments made to vendors for services that will benefit periods beyond June 30, 2004, are recorded as prepaid items.

J. CAPITAL ASSETS:

Capital assets include land and land improvements; building and building improvements; furniture, equipment and machinery; works of art and historical treasures; infrastructure (which include utility systems); library collections; leasehold improvements; and construction in progress. The College's capitalization threshold is \$5,000, except for buildings and building improvements, infrastructure assets, land and land improvements and leasehold improvements, which have a capitalization amount of \$50,000. Such assets are recorded at historical cost or estimated historical cost if purchase or constructed. Library collections are capitalized regardless of cost. Donated capital assets are recorded at fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value or functionality of the assets' lives are not capitalized, but are expensed as incurred.

Capital assets of the College are depreciated using the straight-line method over the following useful lives:

Building and building improvements	45-60 years
Furniture, equipment and machinery	5-20 years
Infrastructure	25-100 years
Land improvements	10-25 years
Leasehold improvements	10-12 years
Library collection	10 years

K. COMPENSATED ABSENCES:

College employees accumulate vacation pay in varying amounts depending on years of continued service. It is the College's policy to permit employees to accumulate earned but unused vacation pay. All outstanding vacation time is payable upon termination of employment. Vacation pay is recorded as a liability and an expense when earned.

Sick leave accumulates one day per month for full-time employees. Sick leave accumulates for full-time faculty based on contract days. For a regular 180-day full-time faculty contract, a total of 10 days sick leave is accrued per year. There is no limit on accumulation and it is not compensable upon termination of employment. No liability is reported for unpaid accumulated sick leave.

1. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

L. DEFERRED REVENUE:

Tuition revenue for summer term is collected in part in the month of June; however, the revenue and expenditures of summer term are reflected in the budget for the following fiscal year. Due to this timing difference, a liability account, "Deferred Revenue" has been established to record summer term tuition to be recognized as revenue in the month of July.

M. LONG-TERM DEBT:

Bond premiums and discounts, as well as issuance costs, when applicable are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method.

N. OPERATING REVENUES AND EXPENSES:

Operating revenues and expense are distinguished from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the College's ongoing operations. The principle operating revenues of the College are charges to students for tuition and fees, grants and contracts for specific operating activities of the College, and sales of goods and services. Operating expenses include the cost of the faculty, administration and support expenses, bookstore items, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

O. NET ASSETS:

GASB Statements No. 34 reports equity as "Net Assets" rather than "Fund Balance". Net assets are classified according to external donor restrictions or availability of assets for satisfaction of College obligations. Net assets are classified in the following components:

Invested in capital assets, net of related debt – This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted, expendable – This component of net assets consists of consists of constraints imposed by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Restricted, nonexpendable – This component of net assets consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose pf producing present and future income, which may either be expended or added to principal. The College does not have any nonexpendable restricted net assets.

Unrestricted – This component of net assets consists of resources available to be used for transactions relating to the general obligations of the College, and may be used at the discretion of the governing board, as designated, to meet current expenses for specific future purposes.

P. BUDGET AND BUDGETARY ACCOUNTING:

The budget is prepared on the modified accrual method of accounting for each fiscal year July 1 to June 30. The budget process includes a series of notices and publications culminating with the budget hearing. After the public hearing has been held, the Board enacts the resolutions to adopt the budget, make appropriations and declare the ad valorem tax levy for all funds except Trust and Agency Funds.

The Appropriations Resolution contains amounts for instruction, instructional support, student services, college support, student financial aid, plant operation and maintenance, interagency/fund transactions and an operating contingency for each fund. This is the level of control for authorized expenditures.

The level of expenditures is monitored throughout the year. Transfers are made from operating contingency or between the major object classifications of the appropriation for each fund as required to prevent an overexpenditure.

Budget amounts shown in the combined financial statements include appropriation transfers and appropriations increases pursuant to ORS 294.326(2), which allows for appropriations increases for unanticipated specific purpose grants. All appropriations transfers and increases are approved by the Board of Education.

Appropriations for all funds lapse at the end of each fiscal year.

Q. RESTATEMENT:

As of and for the year ended June 30, 2004, the College implemented the following Governmental Accounting Standards Board pronouncements:

- No. 34 – Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments
- No. 35 – Basic Financial Statements – and Management’s Discussion and Analysis – for Public Colleges and Universities
- No. 36 – Recipient Reporting for Certain Shared Nonexchange Revenues – An Amendment of GASB No. 33
- No. 37 – Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus
- No. 38 – Certain Financial Statement Note Disclosures
- No. 39 – Determining Whether Certain Organizations Are Component Units

As a result of implementing these pronouncements, the following restatements to the June 30, 2003 equity balances were made to determine July 1, 2003 beginning net assets:

Fund Balance – June 30, 2003	\$ 1,930,320
Deferred Property Tax Revenues	107,450
Capital Assets, net of accumulated depreciation	6,563,289
Long-Term Debt	<u>(9,388,790)</u>
Net Assets – July 1, 2003	\$ <u>(787,731)</u>

2. CASH AND INVESTMENTS:

The College has one checking account and VISA deposit account that is used by the General Fund. Receipts and disbursements for all funds go through the checking account.

Deposits for the College were with various banks and the State of Oregon Local Government Investment Pool. Schedule of Cash Balances and Collateral Security sets forth the carrying amounts, bank balances and collateral security for the College's deposits at each financial institution as of June 30, 2004. Oregon Revised Statutes require the depository institution to maintain on deposit with a collateral pool manager, securities having a value not less than 25 percent of the outstanding certificates of participation issued by the pool manager.

State statutes authorize the College to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, and the State Treasurer's Investment Pool, among others.

Investments of the College are valued at cost. The College invests entirely in the State of Oregon Local Government Investment Pool. Generally Accepted Accounting Principles require investments in external investment pools to be stated at fair value. However, the difference between cost and fair value for the College's investments as of June 30, 2004, was determined to be immaterial.

The College's deposits and investments are categorized to give an indication of the level of risk assumed by the College at year end. Category 1 includes deposits and investments that are insured or registered or for which the securities are held by the College or its agent in the College's name. Category 2 includes uninsured and unregistered deposits and investments for which the securities are held by the counter-party's trust department or agent in the College's name. Category 3 includes uninsured and unregistered deposits and investments for which the securities are held by the counter-party, or by its trust department or agent but not in the College's name.

	<u>1</u>	<u>CATEGORY</u> <u>2</u>	<u>3</u>	<u>CARRYING</u> <u>AMOUNT</u>	<u>MARKET</u> <u>VALUE</u>
Cash in Banks:					
Checking Accounts	\$ <u>(52,494)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ (52,494)	\$ (52,494)
Local Government Investment Pool				3,368,063	3,368,063
Cash with County Treasurer				13,597	13,597
Petty Cash				<u>500</u>	<u>500</u>
<u>TOTAL DEPOSITS AND INVESTMENTS</u>				\$ <u>3,329,667</u>	\$ <u>3,329,667</u>

3. PROPERTY TAX REVENUES AND RECEIVABLES:

Property taxes are levied on July 1 pursuant to Oregon Revised Statute 310.030. Taxes are payable in full on November 15 or are payable in installments the last of which is due on May 15 of the year following the year in which imposed. Taxes become delinquent on personal property when any installment is not paid by its due date. Taxes become delinquent on real property if not paid by May 15. On January 1 and July 1 tax liens attach to personal and real property respectively to secure payment of all taxes, penalties and interest ultimately imposed. Personal property is subject to summary seizure and the responsible taxpayer is subject to warrant service 30 days after delinquency date. Foreclosure proceedings begin on real property after three years from the date taxes become delinquent.

3. PROPERTY TAX REVENUES AND RECEIVABLES - CONTINUED:

Property taxes are collected by the Wasco and Hood River County Tax Collectors and credited monthly to the College's account. Funds are distributed to the College on request, and excess funds are invested for the College by the County Treasurer. Property taxes are recognized as revenue in the year levied. The budgetary basis financial statements reflect property taxes as revenue when collected by the Wasco and Hood River County Tax Collector and are available to the College to pay current period expenditures. Taxes collected within 60 days of the year end are considered available to pay current period expenditures.

Property taxes receivable at year end have been reported on the balance sheet. No allowance has been made for uncollectible taxes since past history has shown losses to be minimal.

4. COLLEGE PAYROLL:

The College's administrative, office, clerical and advising staff are employees of the College. This payroll function is handled by the College's accounting staff.

By amendment of contract with Portland Community College, instructional staff became legally employees of Columbia Gorge Community College on 7-1-90. Their payroll is serviced by College's accounting staff; all decisions concerning hiring, firing and assignments are made by College administration. PCC reviews teacher certification and credentials for compliance with accrediting standards. The College is billed for this service.

5. DEFINED BENEFIT PENSION PLAN:

Columbia Gorge Community College contributes to the Oregon Public Employees Retirement Fund (OPERF), a cost-sharing multiple-employer defined benefit pension plan administered by the Oregon Public Employees Retirement System (PERS). PERS provides retirement and disability benefits, post-employment health care benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS is administered under Oregon Revised Statute Chapter 238. ORS Chapter 238.620 establishes the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to PERS, PO Box 23700, Tigard, OR 97281-3700 or by calling 1-503-598-7377.

The 72nd Oregon Legislature created the Oregon Public Service Retirement Plan (OPSRP). Public employees hired on or after August 29, 2003 become part of OPSRP, unless membership was previously established in PERS. OPSRP is a hybrid (defined contribution/defined benefit) pension plan with two components: the Pension Program (defined benefit) and the Individual Account Program (defined contribution).

Members of PERS are required to contribute 6.0% of their salary covered under the plan. Beginning January 1, 2004, PERS member contributions will go into the Individual Account Program portion of OPSRP. OPSRP members also contribute 6.0% of their salary covered under the plan. The College is required by ORS 238.225 to contribute at an actuarially determined rate. The current contribution rate for PERS members is 0.64% and for OPSRP members is 8.04% of salary covered under the plan. Starting May 2003, the PERS employer rate decreased as a result of the issuance of the pension bonds. The bonds were issued to pay the unfunded actuarial liability. The contribution requirements for plan members are established by ORS Chapter 238 and may be amended by an act of the Oregon Legislature. The College's contributions to PERS for the years ending December 31, 2001, 2002 and 2003 were \$179,381, \$211,796, and \$89,706, respectively, equal to the required contributions for each year.

6. LEASES:

The college has entered into the following lease/contract agreements:

OFFICE SPACE:

LESSEE: Greater Oregon Behavioral Health, Inc.

LEASE TERM: July 1, 1997, to June 30, 2004.

RENT: \$2,110.40 per month.

TERMINATION: Upon 60-day prior written notice by either party.

LESSEE: Department of Environmental Quality.

LEASE TERM: November 1, 1995, to April 14, 2004, with an option to extend for two terms of one year each with 90 day prior written notice to lessor.

RENTAL: \$3,661.65 per month, starting June 2004 - \$3,814.60.

TERMINATION: Upon 180-day prior written notice.

LESSEE: Oregon State University Extension Service.

LEASE TERM: July 1, 1997 to June 30, 2004.

RENT: \$1,200 per month.

TERMINATION: Upon 60-day prior written notice by either party.

LESSEE: Haystack Broadcasting.

LEASE TERM: January 31, 1998, five-year term.

RENT: \$75 per month.

TERMINATION: Upon 30-day prior written notice by either party.

LESSEE: Oregon Economic Development Department.

LEASE TERM: July 1, 1999, to June 30, 2004.

RENT: \$246 per month.

TERMINATION: Upon 30- to 90-day prior written notice by either party.

LESSEE: Region 9 E.S.D.

LEASE TERM: July 1, 2000, to June 30, 2005.

RENT: \$3,523.69 per month.

TERMINATION: Upon 90-day prior written notice by either party.

LESSEE: Ft. Dalles Railroaders.

LEASE TERM: Month-to-month.

RENT: \$123 per month.

LESSEE: VoiceStream/T-Mobile.

LEASE TERM: December 1, 2003 – December 1, 2004

RENT: \$11,695.68 annual

TERMINATION: Upon 30-day prior written notice.

LESSEE: Oregon Employment Department.

LEASE TERM: December 1, 1996, continuous.

RENT: \$150 per month.

TERMINATION: Upon 60-day prior written notice.

LESSEE: Gorge NetWorks.

LEASE TERM: September 15, 1999 to June 30, 2004.

RENT: \$200 per month, starting April 2004 - \$250 per month.

TERMINATION: Upon 60-day prior written notice.

6. LEASES - CONTINUED:

LESSEE: Oregon Services to Children and Families.

LEASE TERM: November 1, 2000 to October 31, 2004.

RENT: \$993 per month, starting November 2003 - \$1,018.50 per month.

TERMINATION: Upon 30-day prior written notice.

INSTRUCTIONAL MASTER CONTRACT:

CONTRACTOR: Portland Community College.

CONTRACT TERM: June 25, 1990, to run continuously.

CONTRACT PRICE: Negotiated annually. (F.Y. 2003-04 \$133,499).

TERMINATION: One fiscal year notice by either party. Ninety days written notice upon breach of contract.

7. COMMITMENTS AND CONTINGENT LIABILITIES:

There were no known contingent liabilities at June 30, 2004.

8. INTERFUND LOANS:

All cash for the College is maintained in the general fund. Therefore cash receipts in excess of cash expenditures for other governmental funds is in effect a short-term loan to the general fund. At June 30, 2004, the net loans from the general fund totaled \$178,326. The detail is as follows:

	<u>Amount</u>
Due from General Fund	
<u>Special Revenue Funds:</u>	
MCCOG Contracts	\$ 6,344
Insurance Fund	5,638
Corps of Engineers	14,872
Customized Training	1,470
Skill Center Contracts	9,712
SBDC Program Income	25,460
Non-Reimbursable Community Education	7,849
Residential Leases	10,571
Building 2 Leases	15,949
Elderhostel	15,305
Nursing Program	9,280
Fundamentals of Caregiving	7,123
Hood River Lions Trust Grant	60
Hood River Technology	17,534
<u>Debt Service Funds:</u>	
Pension Bonds	130,480
<u>Capital Projects Funds:</u>	
Capital Projects	10,846

8. INTERFUND LOANS - CONTINUED:

<u>Fiduciary Funds:</u>	
Student Council	570
Hospitality	280
Phi Theta Kappa	599
Environmental Club	477
	<hr/>
Total Due from General Fund	\$ <u>290,418</u>
Due to General Fund	
<u>Special Revenue Funds:</u>	
Hood River C.O.D. Services	\$ 255
Oregon Child Care Resource and Referral	60
Oregon Child Care Division	16,235
Outreach Tutoring Grant	2,063
Accountability Grant	5,061
Food Services	471
Workforce Committee Services	10,943
Perkins Grants	18,667
Wasco County Inter-Govt. Agreement	2,256
Facilities Assessment Project	5,532
Program Improvement Grant	4,394
English Language Civics Grant	16,575
Cultural Diversity	9,769
DHS Integrated Child Care	4,173
<u>Debt Service Funds:</u>	
Wasco County G.O. Bonds	5,143
<u>Proprietary Funds:</u>	
Bookstore	10,497
	<hr/>
Total Due to General Fund	\$ <u>112,092</u>

9. CAPITAL ASSETS:

The following table presents the changes in the various capital asset categories:

	<u>LAND</u>	<u>BUILDINGS</u>	<u>EQUIPMENT & FURNISHINGS</u>	<u>LIBRARY COLLECTIONS</u>	<u>TOTAL</u>
<u>BALANCE - JULY 1, 2003</u>	210,000	7,505,666	967,596	728,751	9,412,012
ADDITIONS	-	-	100,571	25,676	126,247
DELETIONS	-	(42,762)	(828,053)	(189,419)	(1,060,234)
ADJUSTED BALANCE	210,000	7,462,904	240,114	565,008	8,478,025
Less: Accumulated depreciation	-	(1,524,888)	(78,023)	(430,584)	(2,033,495)
<u>BALANCE - JUNE 30, 2004</u>	210,000	5,938,016	162,091	134,424	6,444,530

10. GENERAL OBLIGATION BOND ISSUES:

In June 1993, the voters approved the issuance of \$7,872,156 in general obligation bonds, the proceeds of which were utilized for the purchase, construction, renovation, and remodeling of the facilities at the college campus.

On November 1, 1998, the College advance refunded the 1993 general obligation bonds. The College issued \$5,985,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the general long-term debt account group. This advance refunding was undertaken to reduce total debt service payments over the next 15 years by \$261,961 and to obtain an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$205,000.

A statement of future requirements is set forth in Schedule of Future Wasco County G.O. Bond Statements.

11. PENSION BOND ISSUES:

In April 2003, the College issued Limited Tax Pension Bonds, Series 2003 in the amount of \$3,570,327.10. This bond was issued for the purpose of financing all or any portion of the College's pension liability to the Oregon Public Employees Retirement System. The College has covenanted to pay this bond from its available general funds. Available general funds include (1) all the College's ad valorem property tax revenues received from levies under its permanent rate limit, and (2) all other unrestricted taxes, fees, charges, revenues, including tuition charges, and receipts of the College which Oregon law allows or will allow to be spent to make the bond payments.

A statement of future requirements is set forth in Schedule of Future Pension Bond Requirements.

12. CHANGES IN GENERAL LONG-TERM DEBT:

The following is a summary of long-term debt transactions of the College for the year ended June 30, 2004.

	<u>Interest Rates</u>	<u>Balance July 1, 2003</u>	<u>Issued/ Additions</u>	<u>Payments/ Refunded</u>	<u>Balance June 30, 2004</u>
Small Scale Energy Loan	6.2%	\$ 138,463	\$ -	\$ 18,775	\$ 119,688
Series 1998 G.O. Refunding Bonds	3.1% to 4.35%	5,680,000	-	420,000	5,260,000
Series 2003 Pension Bonds	1.4% to 6.25%	<u>3,570,327</u>	<u>-</u>	<u>59,015</u>	<u>3,511,312</u>
Totals		\$ <u>9,388,790</u>	\$ <u>-</u>	\$ <u>497,790</u>	\$ <u>8,891,000</u>

13. SUBSEQUENT EVENT:

The issuance of \$18,500,000 general obligation bonds was approved by District voters of Hood River and Wasco Counties at a general election on November 2, 2004. Voters authorized issuance of \$18,500,000 of general obligation bonds with a maturity not to exceed 21 years to provide funds for construction, renovation, and infrastructure improvements on The Dalles campus, and for acquisition and development of a site for classroom and lab facilities in Hood River County.

SUPPLEMENTARY INFORMATION
INDIVIDUAL FUND FINANCIAL STATEMENTS

GENERAL FUND

The activities relating to the operation of the College are accounted for in this fund. Major sources of revenue are local property taxes, state operational reimbursement based on full-time equivalent enrollment and tuition and fees collected from students. Expenditures are for contracted instructional services including teachers' and administrative salaries and benefits, supplies, administrative costs, plant operations and capital outlay.

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	96,575	120,250	120,250	-
State Sources	3,197,427	3,202,804	3,820,734	617,930
Local Sources	624,194	624,194	612,104	(12,090)
Tuition and Fees	1,528,592	1,528,592	1,527,854	(738)
Other Revenue Sources	45,500	45,500	67,686	22,186
<u>TOTAL REVENUES</u>	<u>5,492,288</u>	<u>5,521,340</u>	<u>6,148,628</u>	<u>627,288</u>
<u>EXPENDITURES:</u>				
Instruction	2,513,077	2,372,466	1,935,418	437,048
Instructional Support	610,480	585,635	543,159	42,476
Student Services	466,193	441,461	391,599	49,862
College Support	1,253,392	1,213,972	1,024,654	189,318
Financial Aid	93,308	93,308	71,128	22,180
Campus Operation and Maintenance	671,804	700,559	683,633	16,926
Debt Service	26,976	26,976	26,976	-
Contingencies	688,517	631,985	-	631,985
<u>TOTAL EXPENDITURES</u>	<u>6,323,747</u>	<u>6,066,362</u>	<u>4,676,566</u>	<u>1,389,796</u>
Excess of Revenues Over (Under) Expenditures	(831,459)	(545,022)	1,472,062	2,017,084
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfer From Other Funds	322,685	325,368	230,197	(95,171)
Transfer to Other Funds	(320,783)	(295,102)	(281,132)	13,970
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>1,902</u>	<u>30,266</u>	<u>(50,935)</u>	<u>(81,201)</u>
Excess of Revenues Over (Under) Expenditures and Other Uses	(829,557)	(514,756)	1,421,128	1,935,884
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>1,730,924</u>	<u>1,527,930</u>	<u>1,569,604</u>	<u>(41,674)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>901,367</u>	<u>1,013,174</u>	<u>2,990,731</u>	<u>1,977,557</u>

SPECIAL REVENUE FUNDS

CURRENT WORKFORCE SKILL DEVELOPMENT: This fund accounts for a special purpose grant funded by the Workforce Investment Act of 1998 for training of the incumbent workforce. The College is training employees of three manufacturing businesses in the Hood River area.

OREGON CHILD CARE DIVISION: This fund accounts for the contract with the Oregon Child Care Division which supports the Child Care Resource and Referral Program at the College.

CHILD CARE RESOURCE AND REFERRAL: The College manages a child care resource and referral project and acts as the fiscal agent for various grantors and donors, including State, Wasco County, non-profit agencies and the private sector. The College does not operate a child care facility, but only coordinates the connection between the needs for such services and the providers. Referral is made available to students and community.

MCCOG CONTRACTS: Funding is from federal flow-through grants administrated by Mid-Columbia Council of Governments as prime contractor. This fund supports the activities which are a part of contracts with MCCOG and Adult and Family Services to provide instruction and services to their clients.

INSURANCE FUND: This fund accounts for the unanticipated receipt of insurance claim proceeds and expenditures.

CORPS OF ENGINEERS: This fund is established to record revenue and expenditures of contracted training programs developed for the Corps of Engineers.

CUSTOMIZED TRAINING: This fund is used to record revenues and expenditures relating to specialized training programs offered to organizations. Revenues are from business and organizations contracting for training, and expenditures are for instruction, room and equipment rental and administration fees.

OUTREACH TUTORING: This fund accounts for the outreach tutoring grant through the Office of Community College Services to provide Outreach Project tutoring services for adult literacy students.

ACCOUNTABILITY GRANTS: This fund accounts for grants related to Skill Center programs. Included are grants through the Office of Community College services to provide Outreach Project tutoring services for adult literacy students, ABE assessment and accountability activities, staff development activities and to provide basic skills development services for incarcerated adults.

SPECIAL REVENUE FUNDS - CONTINUED:

SKILL CENTER CONTRACTS: This fund supports special projects related to Skill Center programs. Included are contracts to provide curriculum and coordination with local school districts including South Wasco County High School to provide Alternative High School Education programs; and literacy program activities.

SBDC PROGRAM INCOME: This fund accounts for Small Business Development Center program income.

NON-REIMBURSABLE COMMUNITY EDUCATION: This fund accounts for revenue and expenses of self-supporting community education classes.

RESIDENTIAL LEASES: This fund is used to record the revenues and expenditures relating to the residential leases.

BUILDING 2 LEASES: This fund is used to record the revenues and expenditures relating to leasing office space to various agencies.

FOOD SERVICE: This fund accounts for the revenues and expenditures of the campus food service contract.

WORKFORCE COMMITTEE SERVICES: This fund accounts for the contract to provide professional services to assist the Region 9 Workforce Committee.

COMMERCIAL KITCHEN: Three grants were received to establish a commercial and teaching kitchen. This facility is licensed and fully inspected in which specialty and gourmet food products can be produced. The facility is used to assist small start-up food companies that will contribute to the economic health of the community.

ELDERHOSTEL: This fund accounts for the revenue and expenditures of the Elderhostel program. Elderhostel is a network of colleges and educational institutions offering low cost, short-term, non-credit, residential, academic programs for people over the age of 55.

PERKINS GRANTS: This fund accounts for the Perkins funds which support the enhancement of Technical Education programs to better prepare students for a future in the workforce.

WASCO COUNTY INTERGOVERNMENTAL AGREEMENT: This fund accounts for the intergovernmental agreement between the College and Wasco County for professional staff support to the County for economic development activities.

NURSING PROGRAM: This fund accounts for contributions from regional health care providers and transfers from the General Fund to support direct expenditures of the Nursing Program.

SPECIAL REVENUE FUNDS - CONTINUED:

CORRECTIONS GRANT: This fund accounts for the corrections grant through the Office of Community College Services to provide services for incarcerated adults.

FUNDAMENTALS OF CAREGIVING: This fund accounts for the contract with the State of Washington to provide fundamentals of caregiving training.

FACILITIES ASSESSMENT PROJECT: This fund accounts for grants from the Oregon Investment Board, the USDA Forest Service, and Mt. Hood Alliance for the CGCC facilities assessment projects. These projects include space utilization study and master plan.

PROGRAM IMPROVEMENT GRANT: This fund accounts for the Program Improvement Grant from the Oregon Community College and Workforce Development Department.

ENGLISH LANGUAGE CIVICS GRANT: This fund accounts for the English Languages Civics Grant from the Oregon Community College and Workforce Development Department.

DEPARTMENT OF LABOR NURSING GRANT: This fund accounts for the proposed Federal grant to provide funding for the Nursing program.

HOOD RIVER LIONS TRUST GRANT: This fund accounts for grants from the Hood River Lions Trust.

MEYER MEMORIAL TRUST GRANT: This fund accounts for a grant from the Meyer Memorial Trust to purchase a HAS Trainer for the EET program.

CULTURAL DIVERSITY GRANT: This fund accounts for the USDA Forest Service grant for cultural diversity training.

DHS INTEGRATED CHILD CARE GRANT: This fund accounts for the contract from the Oregon Department of Human Services for the integrated child care program.

PORT OF HOOD RIVER TECHNOLOGY GRANT: This fund accounts for the \$150,000 contract from the Port of Hood River to purchase equipment and furnishings for the Hood River Center.

DEPARTMENT OF EDUCATION NURSE TRAINING GRANT: This fund accounts for the grant from the U.S. Department of Education for a nurse training program.

LECTURE SERIES: This fund accounts for a grant from the Oregon Council for the Humanities and related program income for the literacy lecture series.

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

CURRENT WORKFORCE SKILL DEVELOPMENT

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	29,580	15,105	7,117	(7,988)
<u>TOTAL REVENUES</u>	<u>29,580</u>	<u>15,105</u>	<u>7,117</u>	<u>(7,988)</u>
<u>EXPENDITURES:</u>				
Personal Services	20,769	9,697	5,687	4,010
Materials and Services	7,548	6,946	2,967	3,979
<u>TOTAL EXPENDITURES</u>	<u>28,317</u>	<u>16,643</u>	<u>8,655</u>	<u>7,988</u>
Excess of Revenues Over (Under) Expenditures	1,263	(1,538)	(1,538)	-
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(1,263)	1,538	1,538	-
Excess of Revenues Over (Under) Other Sources (Uses)	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

OREGON CHILD CARE DIVISION

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	74,609	72,230	63,727	(8,503)
<u>TOTAL REVENUES</u>	<u>74,609</u>	<u>72,230</u>	<u>63,727</u>	<u>(8,503)</u>
<u>EXPENDITURES:</u>				
Personal Services	70,870	62,306	56,033	6,273
Materials and Services	3,477	4,146	2,596	1,551
<u>TOTAL EXPENDITURES</u>	<u>74,347</u>	<u>66,452</u>	<u>58,629</u>	<u>7,823</u>
Excess of Revenues Over (Under) Expenditures	262	5,778	5,098	(680)
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(262)	(5,778)	(5,098)	(680)
Excess of Revenues Over (Under) Other Sources (Uses)	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

CHILD CARE RESOURCE AND REFERRAL

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
State Sources	21,000	3,750	4,063	313
Other Sources	25,332	5,600	2,400	(3,200)
<u>TOTAL REVENUES</u>	<u>46,332</u>	<u>9,350</u>	<u>6,463</u>	<u>(2,887)</u>
<u>EXPENDITURES:</u>				
Personal Services	39,486	29,029	26,092	2,937
Materials and Services	22,066	888	625	263
<u>TOTAL EXPENDITURES</u>	<u>61,552</u>	<u>29,917</u>	<u>26,716</u>	<u>3,201</u>
Excess of Revenues Over (Under) Expenditures	(15,220)	(20,567)	(20,254)	313
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer from General Fund	10,850	16,366	16,366	-
Transfer to General Fund	(630)	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>5,000</u>	<u>4,201</u>	<u>4,201</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>313</u>	<u>313</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

MCCOG CONTRACTS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	-	-	-	-
<u>TOTAL REVENUES</u>	-	-	-	-
<u>EXPENDITURES:</u>				
Personal Services	-	-	-	-
Materials and Services	-	-	-	-
<u>TOTAL EXPENDITURES</u>	-	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	6,344	6,344
<u>FUND BALANCE - END OF YEAR</u>	-	-	6,344	6,344

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
INSURANCE FUND
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	-	-	-	-
<u>TOTAL REVENUES</u>	-	-	-	-
<u>EXPENDITURES:</u>				
Materials and Services	5,683	5,638	-	5,638
<u>TOTAL EXPENDITURES</u>	5,683	5,638	-	5,638
Excess of Revenues Over (Under) Expenditures	(5,683)	(5,638)	-	5,638
<u>FUND BALANCE - BEGINNING OF YEAR</u>	5,683	5,638	5,638	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	5,638	5,638

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

CORPS OF ENGINEERS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	25,000	25,000	15,840	(9,160)
<u>TOTAL REVENUES</u>	<u>25,000</u>	<u>25,000</u>	<u>15,840</u>	<u>(9,160)</u>
<u>EXPENDITURES:</u>				
Personal Services	15,489	14,672	698	13,974
Materials and Services	10,684	11,501	4,193	7,308
<u>TOTAL EXPENDITURES</u>	<u>26,173</u>	<u>26,173</u>	<u>4,891</u>	<u>21,282</u>
Excess of Revenues Over (Under) Expenditures	(1,173)	(1,173)	10,949	12,122
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(1,547)	(1,547)	(1,547)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>2,720</u>	<u>2,720</u>	<u>5,470</u>	<u>2,750</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>14,872</u>	<u>14,872</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

CUSTOMIZED TRAINING FUND

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Tuition and Fees	-	-	5,282	5,282
Other Sources	150,000	150,000	18,061	(131,940)
<u>TOTAL REVENUES</u>	<u>150,000</u>	<u>150,000</u>	<u>23,343</u>	<u>(126,657)</u>
<u>EXPENDITURES:</u>				
Personal Services	81,598	81,598	11,064	70,534
Materials and Services	62,124	62,124	8,954	53,170
<u>TOTAL EXPENDITURES</u>	<u>143,722</u>	<u>143,722</u>	<u>20,018</u>	<u>123,704</u>
Excess of Revenue Over (Under) Expenditures	6,278	6,278	3,324	(2,954)
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(6,278)	(6,278)	(3,662)	2,616
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>1,938</u>	<u>1,938</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>1,600</u>	<u>1,600</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

OUTREACH TUTORING GRANT

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	11,000	11,000	11,000	-
<u>TOTAL REVENUES</u>	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Personal Services	10,287	10,287	10,287	-
Materials and Services	713	713	713	-
<u>TOTAL EXPENDITURES</u>	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	22,000	22,000	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>22,000</u>	<u>22,000</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
ACCOUNTABILITY GRANT
FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	16,000	21,000	21,000	-
<u>TOTAL REVENUES</u>	<u>16,000</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Personal Services	12,986	15,773	15,773	-
Materials and Services	3,014	5,227	5,227	-
<u>TOTAL EXPENDITURES</u>	<u>16,000</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

SKILL CENTER CONTRACTS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	20,929	20,929	15,980	(4,949)
<u>TOTAL REVENUES</u>	<u>20,929</u>	<u>20,929</u>	<u>15,980</u>	<u>(4,949)</u>
<u>EXPENDITURES:</u>				
Personal Services	19,613	17,613	13,025	4,588
Materials and Services	1,316	3,316	3,202	114
<u>TOTAL EXPENDITURES</u>	<u>20,929</u>	<u>20,929</u>	<u>16,227</u>	<u>4,702</u>
Excess of Revenues Over (Under) Expenditures	-	-	(247)	(247)
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>25,211</u>	<u>25,211</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>24,964</u>	<u>24,964</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

SBDC PROGRAM INCOME

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Tuition and Fees	15,000	15,000	28,152	13,152
Other Sources	-	-	-	-
<u>TOTAL REVENUES</u>	<u>15,000</u>	<u>15,000</u>	<u>28,152</u>	<u>13,152</u>
<u>EXPENDITURES:</u>				
Personal Services	9,019	8,544	8,523	21
Materials and Services	2,526	3,001	2,954	47
<u>TOTAL EXPENDITURES</u>	<u>11,545</u>	<u>11,545</u>	<u>11,477</u>	<u>68</u>
Excess of Revenues Over (Under) Expenditures	3,455	3,455	16,675	13,220
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(3,455)	(3,455)	(3,455)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>10,049</u>	<u>10,049</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>23,270</u>	<u>23,270</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

NON-REIMBURSABLE COMMUNITY EDUCATION

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Tuition and Fees	10,000	10,000	16,634	6,634
<u>TOTAL REVENUES</u>	<u>10,000</u>	<u>10,000</u>	<u>16,634</u>	<u>6,634</u>
<u>EXPENDITURES:</u>				
Personal Services	4,000	4,000	3,911	89
Materials and Services	1,000	5,500	5,108	392
<u>TOTAL EXPENDITURES</u>	<u>5,000</u>	<u>9,500</u>	<u>9,019</u>	<u>481</u>
Excess of Revenues Over (Under) Expenditures	5,000	500	7,615	7,115
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(5,000)	(500)	(500)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>7,115</u>	<u>7,115</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

RESIDENTIAL LEASES

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	42,660	42,660	42,521	(139)
<u>TOTAL REVENUES</u>	<u>42,660</u>	<u>42,660</u>	<u>42,521</u>	<u>(139)</u>
<u>EXPENDITURES:</u>				
Personal Services	17,341	17,772	17,364	408
Materials and Services	13,350	12,007	4,466	7,541
<u>TOTAL EXPENDITURES</u>	<u>30,691</u>	<u>29,779</u>	<u>21,830</u>	<u>7,949</u>
Excess of Revenues Over (Under) Expenditures	11,969	12,881	20,691	7,810
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(11,969)	(12,881)	(12,881)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>1,116</u>	<u>1,116</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>8,926</u>	<u>8,926</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

BUILDING 2 LEASES

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	153,867	153,867	154,608	741
<u>TOTAL REVENUES</u>	<u>153,867</u>	<u>153,867</u>	<u>154,608</u>	<u>741</u>
<u>EXPENDITURES:</u>				
Personal Services	17,341	16,429	14,721	1,708
Materials and Services	36,225	36,225	26,198	10,027
<u>TOTAL EXPENDITURES</u>	<u>53,566</u>	<u>52,654</u>	<u>40,919</u>	<u>11,735</u>
Excess of Revenues Over (Under) Expenditures	100,301	101,213	113,688	12,475
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(100,301)	(101,213)	(101,213)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>12,475</u>	<u>12,475</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

FOOD SERVICE

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	6,500	6,500	7,382	882
<u>TOTAL REVENUES</u>	<u>6,500</u>	<u>6,500</u>	<u>7,382</u>	<u>882</u>
<u>EXPENDITURES:</u>				
Materials and Services	3,249	2,932	2,780	152
Capital Outlay	1	1	-	1
<u>TOTAL EXPENDITURES</u>	<u>3,250</u>	<u>2,933</u>	<u>2,780</u>	<u>153</u>
Excess of Revenues Over (Under) Expenditures	3,250	3,567	4,602	1,035
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(13,250)	(13,250)	(13,250)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>10,000</u>	<u>9,683</u>	<u>9,683</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>1,035</u>	<u>1,035</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

WORKFORCE COMMITTEE SERVICES

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
State Sources	48,000	48,000	41,152	(6,848)
<u>TOTAL REVENUES</u>	<u>48,000</u>	<u>48,000</u>	<u>41,152</u>	<u>(6,848)</u>
<u>EXPENDITURES:</u>				
Personal Services	39,399	37,321	36,452	869
Materials and Services	8,601	10,679	4,700	5,979
<u>TOTAL EXPENDITURES</u>	<u>48,000</u>	<u>48,000</u>	<u>41,152</u>	<u>6,848</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

COMMERCIAL KITCHEN

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
State Sources	9,000	-	-	-
<u>TOTAL REVENUES</u>	<u>9,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Materials and Services	11,000	-	-	-
<u>TOTAL EXPENDITURES</u>	<u>11,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(2,000)	-	-	-
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

ELDERHOSTEL

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Tuition and Fees	81,560	81,560	48,838	(32,723)
<u>TOTAL REVENUES</u>	<u>81,560</u>	<u>81,560</u>	<u>48,838</u>	<u>(32,723)</u>
<u>EXPENDITURES:</u>				
Personal Services	4,869	4,612	1,273	3,339
Materials and Services	73,185	73,442	36,125	37,317
<u>TOTAL EXPENDITURES</u>	<u>78,054</u>	<u>78,054</u>	<u>37,399</u>	<u>40,655</u>
Excess of Revenues Over (Under) Expenditures	3,506	3,506	11,439	7,933
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(3,506)	(3,506)	(3,506)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>7,933</u>	<u>7,933</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS

PERKINS GRANTS

FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	73,689	73,689	73,689	-
<u>TOTAL REVENUES</u>	<u>73,689</u>	<u>73,689</u>	<u>73,689</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Personal Services	70,568	70,254	70,254	-
Materials and Services	3,121	3,435	3,435	-
<u>TOTAL EXPENDITURES</u>	<u>73,689</u>	<u>73,689</u>	<u>73,689</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
WASCO COUNTY INTERGOVERNMENTAL AGREEMENT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
State Sources	40,000	40,000	40,000	-
<u>TOTAL REVENUES</u>	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Personal Services	-	-	-	-
Materials and Services	7,000	7,000	2,623	4,377
<u>TOTAL EXPENDITURES</u>	<u>7,000</u>	<u>7,000</u>	<u>2,623</u>	<u>4,377</u>
Excess of Revenues Over (Under) Expenditures	33,000	33,000	37,377	4,377
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(33,000)	(33,000)	(33,000)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>(3,300)</u>	<u>(3,300)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>1,077</u>	<u>1,077</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

NURSING PROGRAM

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Tuition and Fees	87,078	87,078	80,546	(6,532)
Other Sources	140,000	140,000	150,240	10,240
<u>TOTAL REVENUES</u>	<u>227,078</u>	<u>227,078</u>	<u>230,786</u>	<u>(3,708)</u>
<u>EXPENDITURES:</u>				
Personal Services	484,936	455,239	449,322	5,917
Materials and Services	60,900	59,400	47,971	11,429
<u>TOTAL EXPENDITURES</u>	<u>545,836</u>	<u>514,639</u>	<u>497,293</u>	<u>17,346</u>
Excess of Revenues Over (Under) Expenditures	(318,758)	(287,561)	(266,507)	21,054
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer from General Fund	309,933	278,736	264,766	(13,970)
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>8,825</u>	<u>8,825</u>	<u>12,397</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>10,657</u>	<u>10,657</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
CORRECTIONS GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	12,750	-	-	-
<u>TOTAL REVENUES</u>	<u>12,750</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Personal Services	10,868	-	-	-
Materials and Services	1,882	-	-	-
<u>TOTAL EXPENDITURES</u>	<u>12,750</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

FUNDAMENTALS OF CAREGIVING

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	9,000	9,000	8,947	(53)
<u>TOTAL REVENUES</u>	<u>9,000</u>	<u>9,000</u>	<u>8,947</u>	<u>(53)</u>
<u>EXPENDITURES:</u>				
Personal Services	7,487	6,556	1,222	5,334
Materials and Services	1,413	2,344	624	1,720
<u>TOTAL EXPENDITURES</u>	<u>8,900</u>	<u>8,900</u>	<u>1,846</u>	<u>7,054</u>
Excess of Revenues Over (Under) Expenditures	100	100	7,101	7,001
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(100)	(100)	(100)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>2,912</u>	<u>2,912</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>9,912</u>	<u>9,912</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

FACILITIES ASSESSMENT PROJECT

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	20,000	-	-	-
<u>TOTAL REVENUES</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Materials and Services	20,000	-	-	-
<u>TOTAL EXPENDITURES</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer from General Fund	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
PROGRAM IMPROVEMENT GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	7,400	5,400	5,400	-
<u>TOTAL REVENUES</u>	<u>7,400</u>	<u>5,400</u>	<u>5,400</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Personal Services	3,995	2,099	2,099	-
Materials and Services	3,405	3,301	3,301	-
<u>TOTAL EXPENDITURES</u>	<u>7,400</u>	<u>5,400</u>	<u>5,400</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
ENGLISH LANGUAGE CIVICS GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	30,000	39,000	38,109	891
<u>TOTAL REVENUES</u>	<u>30,000</u>	<u>39,000</u>	<u>38,109</u>	<u>891</u>
<u>EXPENDITURES:</u>				
Personal Services	28,813	27,145	27,145	-
Materials and Services	1,187	11,855	10,964	891
<u>TOTAL EXPENDITURES</u>	<u>30,000</u>	<u>39,000</u>	<u>38,109</u>	<u>891</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
DEPARTMENT OF LABOR NURSING GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	872,982	872,982	-	(872,982)
<u>TOTAL REVENUES</u>	<u>872,982</u>	<u>872,982</u>	<u>-</u>	<u>(872,982)</u>
<u>EXPENDITURES:</u>				
Personal Services	603,227	603,227	-	603,227
Materials and Services	219,320	219,320	-	219,320
Capital Outlay	50,435	50,435	-	50,435
<u>TOTAL EXPENDITURES</u>	<u>872,982</u>	<u>872,982</u>	<u>-</u>	<u>872,982</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

HOOD RIVER LIONS TRUST GRANT

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	-	-	-	-
<u>TOTAL REVENUES</u>	-	-	-	-
<u>EXPENDITURES:</u>				
Materials and Services	-	-	-	-
<u>TOTAL EXPENDITURES</u>	-	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	60	60
<u>FUND BALANCE - END OF YEAR</u>	-	-	60	60

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
MEYER MEMORIAL TRUST GRANT
FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	-	-	-	-
<u>TOTAL REVENUES</u>	-	-	-	-
<u>EXPENDITURES:</u>				
Capital Outlay	50,000	50,000	50,000	-
<u>TOTAL EXPENDITURES</u>	50,000	50,000	50,000	-
Excess of Revenues Over (Under) Expenditures	(50,000)	(50,000)	(50,000)	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	50,000	50,000	50,000	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	-	-

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
CULTURAL DIVERSITY GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	-	25,515	10,014	(15,501)
<u>TOTAL REVENUES</u>	-	25,515	10,014	(15,501)
<u>EXPENDITURES:</u>				
Personal Services	-	4,200	2,793	1,407
Materials and Services	-	18,041	7,214	10,827
<u>TOTAL EXPENDITURES</u>	-	22,241	10,007	12,234
Excess of Revenues Over (Under) Expenditures	-	3,274	7	(3,267)
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	-	(3,274)	-	3,274
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	7	7

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
DHS INTEGRATED CHILD CARE GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	-	12,077	11,076	(1,001)
<u>TOTAL REVENUES</u>	-	12,077	11,076	(1,001)
<u>EXPENDITURES:</u>				
Personal Services	-	11,227	10,285	942
Materials and Services	-	850	791	59
<u>TOTAL EXPENDITURES</u>	-	12,077	11,076	1,001
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	-	-

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
PORT OF HOOD RIVER TECHNOLOGY GRANT
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	-	150,000	150,000	-
<u>TOTAL REVENUES</u>	-	150,000	150,000	-
<u>EXPENDITURES:</u>				
Materials and Services	-	141,000	123,467	17,533
Capital Equipment	-	9,000	8,999	1
<u>TOTAL EXPENDITURES</u>	-	150,000	132,466	17,534
Excess of Revenues Over (Under) Expenditures	-	-	17,534	17,534
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	17,534	17,534

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

DEPARTMENT OF EDUCATION NURSE TRAINING GRANT

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Federal Sources	-	497,050	1,070	(495,980)
<u>TOTAL REVENUES</u>	-	497,050	1,070	(495,980)
<u>EXPENDITURES:</u>				
Personal Services	-	177,309	-	177,309
Materials and Services	-	179,741	1,070	178,671
Capital Equipment	-	140,000	-	140,000
<u>TOTAL EXPENDITURES</u>	-	497,050	1,070	495,980
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	-	-

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
LECTURE SERIES FUND
FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	-	6,000	4,083	(1,917)
<u>TOTAL REVENUES</u>	-	6,000	4,083	(1,917)
<u>EXPENDITURES:</u>				
Materials and Services	-	6,000	4,083	1,917
<u>TOTAL EXPENDITURES</u>	-	6,000	4,083	1,917
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	-	-

DEBT SERVICE FUNDS

WASCO COUNTY G.O. BOND: This fund is used to account for the accumulation of resources to pay the principal and interest on general obligation bonds.

PENSION BOND: This fund is established to account for the debt service of the pension obligation bonds issued by the College in 2003 and will be funded by a credit to the College's PERS employer rate beginning May 1, 2003.

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
WASCO COUNTY G.O. BONDS DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Local Sources	622,060	622,060	623,121	1,061
Other Sources	1,000	1,000	2,982	1,982
<u>TOTAL REVENUES</u>	<u>623,060</u>	<u>623,060</u>	<u>626,103</u>	<u>3,043</u>
<u>EXPENDITURES:</u>				
Debt Service	650,535	650,535	650,535	-
<u>TOTAL EXPENDITURES</u>	<u>650,535</u>	<u>650,535</u>	<u>650,535</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(27,475)	(27,475)	(24,432)	3,043
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>27,475</u>	<u>27,475</u>	<u>24,866</u>	<u>(2,609)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>435</u>	<u>435</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISON - BUDGETARY BASIS

PENSION BONDS DEBT SERVICE FUND

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	233,220	233,220	262,097	28,877
<u>TOTAL REVENUES</u>	<u>233,220</u>	<u>233,220</u>	<u>262,097</u>	<u>28,877</u>
<u>EXPENDITURES:</u>				
Debt Service	181,837	181,837	181,837	-
<u>TOTAL EXPENDITURES</u>	<u>181,837</u>	<u>181,837</u>	<u>181,837</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	51,383	51,383	80,261	28,878
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(88,601)	(88,601)	-	88,601
Excess of Revenues Over (Under) Other Sources (Uses)	(37,218)	(37,218)	80,261	117,479
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>37,218</u>	<u>37,218</u>	<u>51,134</u>	<u>13,916</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>131,395</u>	<u>131,395</u>

CAPITAL PROJECTS FUND

This fund was used to account for proceeds received from the 1993 bond election. Proceeds were used to acquire the 59.38-acre campus at 400 E. Scenic Drive, The Dalles, and to pay for direct construction costs and ongoing indirect construction costs to remodel the facilities of the existing 59.38-acre campus.

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WITH BUDGET COMPARISON - BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Other Sources	-	-	-	-
<u>TOTAL REVENUES</u>	-	-	-	-
<u>EXPENDITURES:</u>				
Materials and Services	23,340	19,840	8,910	10,930
Capital Outlay	1	1	-	1
<u>TOTAL EXPENDITURES</u>	<u>23,341</u>	<u>19,841</u>	<u>8,910</u>	<u>10,931</u>
Excess of Revenues Over (Under) Expenditures	(23,341)	(19,841)	(8,910)	10,931
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer from General Fund	-	-	-	-
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>23,341</u>	<u>19,841</u>	<u>19,841</u>	-
<u>FUND BALANCE - END OF YEAR</u>	-	-	<u>10,931</u>	<u>10,931</u>

ENTERPRISE FUND

COLLEGE BOOK STORE: This fund is used to record revenues and expenditures relating to texts and supplies made available to the students. Revenues are text and supply sales, and transfers from the General Fund. Expenditures are for purchases of resale items.

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

WITH BUDGET COMPARISON - BUDGETARY BASIS

COLLEGE BOOK STORE

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>OPERATING REVENUES:</u>				
Gross Sales, Text Books	599,186	599,186	377,433	(221,753)
Cash Short/Over	-	-	(10)	(10)
<u>TOTAL OPERATING REVENUES</u>	<u>599,186</u>	<u>599,186</u>	<u>377,423</u>	<u>(221,763)</u>
<u>PURCHASES:</u>				
Purchases, Text Books	504,465	504,465	425,848	78,617
Publishers Credits	(40,270)	(40,270)	(84,539)	44,269
<u>NET PURCHASES</u>	<u>464,195</u>	<u>464,195</u>	<u>341,308</u>	<u>122,887</u>
<u>GROSS PROFIT</u>	<u>134,991</u>	<u>134,991</u>	<u>36,115</u>	<u>(98,876)</u>
<u>OPERATING EXPENSES:</u>				
Personal Services	78,925	77,725	40,613	37,112
Materials and Services	51,730	51,730	24,958	26,772
<u>TOTAL OPERATING EXPENSES</u>	<u>130,655</u>	<u>129,455</u>	<u>65,571</u>	<u>63,884</u>
<u>OTHER FINANCE SOURCES (USES):</u>				
Transfer to General Fund	(53,523)	(53,523)	(53,523)	-
Net Income (Loss)	(49,187)	(47,987)	(82,980)	(34,993)
<u>RETAINED EARNINGS - BEGINNING OF YEAR</u>	<u>137,545</u>	<u>137,545</u>	<u>176,972</u>	<u>39,427</u>
<u>RETAINED EARNINGS - END OF YEAR</u>	<u>88,358</u>	<u>89,558</u>	<u>93,992</u>	<u>4,434</u>

AGENCY FUNDS

STUDENT COUNCIL FUND: This fund was established to record the receipts and disbursements for student activities and fund raisers. Receipts are mostly from used book sales and fund raisers. Disbursements are for supplies and book purchases and various student activities.

HOSPITALITY FUND: This fund was established to account for voluntary employee contributions to be used for flowers and gifts for bereavement or illness.

PHI THETA KAPPA: This fund accounts for the student honor society activities.

ENVIRONMENTAL CLUB: This fund accounts for the activities of the student-organized Environmental Club.

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN DUE TO AGENCY FUNDS
WITH BUDGET COMPARISON - BUDGETARY BASIS

STUDENT COUNCIL FUND

FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>RECEIPTS:</u>				
Other Fund Raising	500	500	55	(445)
<u>TOTAL RECEIPTS</u>	<u>500</u>	<u>500</u>	<u>55</u>	<u>(445)</u>
<u>DISBURSEMENTS:</u>				
Other Fund Raising Costs	300	300	-	300
Approved Student Body Events	1,200	1,090	375	715
<u>TOTAL DISBURSEMENTS</u>	<u>1,500</u>	<u>1,390</u>	<u>375</u>	<u>1,015</u>
Excess of Receipts Over (Under) Disbursements	(1,000)	(890)	(320)	570
<u>DUE TO AGENCY FUND - BEGINNING OF YEAR</u>	<u>1,000</u>	<u>890</u>	<u>890</u>	<u>-</u>
<u>DUE TO AGENCY FUND - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>570</u>	<u>570</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN DUE TO AGENCY FUNDS
WITH BUDGET COMPARISON - BUDGETARY BASIS
HOSPITALITY FUND
FOR THE YEAR ENDED JUNE 30, 2004
(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>RECEIPTS:</u>				
Contributions	350	350	220	(130)
<u>TOTAL RECEIPTS</u>	<u>350</u>	<u>350</u>	<u>220</u>	<u>(130)</u>
<u>DISBURSEMENTS:</u>				
Materials and Services	600	499	123	376
<u>TOTAL DISBURSEMENTS</u>	<u>600</u>	<u>499</u>	<u>123</u>	<u>376</u>
Excess of Receipts Over (Under) Disbursements	(250)	(149)	98	246
<u>DUE TO AGENCY FUND - BEGINNING OF YEAR</u>	<u>250</u>	<u>149</u>	<u>149</u>	<u>-</u>
<u>DUE TO AGENCY FUND - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>246</u>	<u>246</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN DUE TO AGENCY FUNDS
WITH BUDGET COMPARISON - BUDGETARY BASIS
PHI THETA KAPPA FUND
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>RECEIPTS:</u>				
Membership Dues	3,000	3,000	1,950	(1,050)
Fundraising	1,100	1,100	1,735	635
<u>TOTAL RECEIPTS</u>	<u>4,100</u>	<u>4,100</u>	<u>3,685</u>	<u>(415)</u>
<u>DISBURSEMENTS:</u>				
Fees & Dues	3,000	3,000	2,036	964
Approved Events	1,500	1,500	1,552	(52)
<u>TOTAL DISBURSEMENTS</u>	<u>4,500</u>	<u>4,500</u>	<u>3,588</u>	<u>912</u>
Excess of Receipts Over (Under) Disbursements	(400)	(400)	97	497
<u>DUE TO AGENCY FUND - BEGINNING OF YEAR</u>	<u>400</u>	<u>400</u>	<u>471</u>	<u>71</u>
<u>DUE TO AGENCY FUND - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>568</u>	<u>568</u>

COLUMBIA GORGE COMMUNITY COLLEGE
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN DUE TO AGENCY FUNDS
WITH BUDGET COMPARISON - BUDGETARY BASIS
ENVIRONMENTAL CLUB FUND
FOR THE YEAR ENDED JUNE 30, 2004
 (all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>RECEIPTS:</u>				
Fundraising	500	500	-	(500)
<u>TOTAL RECEIPTS</u>	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
<u>DISBURSEMENTS:</u>				
Approved Events	978	978	-	978
<u>TOTAL DISBURSEMENTS</u>	<u>978</u>	<u>978</u>	<u>-</u>	<u>978</u>
Excess of Receipts Over (Under) Disbursements	(478)	(478)	-	478
<u>DUE TO AGENCY FUND - BEGINNING OF YEAR</u>	<u>478</u>	<u>478</u>	<u>477</u>	<u>(1)</u>
<u>DUE TO AGENCY FUND - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>477</u>	<u>477</u>

OTHER FINANCIAL SCHEDULES

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF WASCO COUNTY PROPERTY TAX TRANSACTIONS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

TAX CONTROL RECORDS

<u>TAX YEAR</u>	<u>TAXES RECEIVABLE 7/01/03</u>	<u>CURRENT YEAR LEVY</u>	<u>NET ADJUSTMENTS</u>	<u>DEDUCT TAX COLLECTIONS</u>	<u>TAXES RECEIVABLE 6/30/04</u>
2003-04	-	992,003	(23,829)	(902,868)	65,306
2002-03	69,750	-	1,532	(22,762)	48,520
2001-02	24,515	-	1,310	(10,452)	15,373
2000-01	11,893	-	2,554	(11,529)	2,918
1999-00	3,161	-	1,088	(4,030)	219
1998-99	314	-	42	(276)	80
1997-98	137	-	4	(131)	10
1996-97	70	-	-	-	70
1995-96	53	-	-	-	53
1994-95	53	-	-	-	53
1993-94	-	-	-	-	-
1992-93	-	-	-	-	-
1991-92	-	-	-	-	-
1990-91	-	-	-	-	-
1989-90	20	-	-	-	20
1988-89	42	-	-	-	42
1987-88	40	-	-	-	40
1986-87	21	-	-	-	21
1985-86	28	-	-	-	28
1984-85	2	-	-	-	2
1983-84	31	-	-	-	31
1982-83	30	-	-	-	30
<u>TOTALS</u>	<u>110,160</u>	<u>992,003</u>	<u>(17,299)</u>	<u>(952,048)</u>	<u>132,816</u>

RECONCILIATION TO COUNTY TREASURER

TREASURER'S BALANCE - JULY 1, 2003 47,179

RECEIPTS:

CURRENT YEAR LEVY:

Tax Collections	902,196
Unsegregated Interest	140
Other Collections	349
ADD: Interest	<u>672</u>

TOTAL RECEIPTS - CURRENT YEAR LEVY 903,357

PRIOR YEARS' LEVIES:

Tax Collections	41,427
ADD: Interest	<u>7,752</u>

TOTAL RECEIPTS - PRIOR YEARS' LEVIES 49,179

TOTAL RECEIPTS AND BEGINNING BALANCE 999,715

DEDUCT: Payments to the College	(983,713)
Cherry Growers Appeal	<u>(4,662)</u>

TREASURER'S BALANCE - JUNE 30, 2004 11,340

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF HOOD RIVER COUNTY PROPERTY TAX TRANSACTIONS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

TAX CONTROL RECORDS

<u>TAX YEAR</u>	<u>TAXES RECEIVABLE 7/1/03</u>	<u>CURRENT YEAR LEVY</u>	<u>NET ADJUSTMENTS</u>	<u>DEDUCT TAX COLLECTIONS</u>	<u>TAXES RECEIVABLE 6/30/04</u>
2003-04	-	301,070	(11,004)	(281,981)	8,085
2002-03	9,178	-	348	(5,946)	3,580
<u>TOTALS</u>	<u>9,178</u>	<u>301,070</u>	<u>(10,656)</u>	<u>(287,927)</u>	<u>11,665</u>

RECONCILIATION TO COUNTY TREASURER

TREASURER'S BALANCE - JULY 1, 2003

-

RECEIPTS:

CURRENT YEAR LEVY:

Tax Collections

281,981

ADD: Interest

138

TOTAL RECEIPTS - CURRENT YEAR LEVY

282,119

PRIOR YEARS' LEVIES:

Tax Collections

5,946

ADD: Other

4

Taxes in lieu

954

TOTAL RECEIPTS - PRIOR YEARS' LEVIES

6,904

TOTAL RECEIPTS AND BEGINNING BALANCE

289,023

DEDUCT: Payments to the College

(286,766)

TREASURER'S BALANCE - JUNE 30, 2004

2,257

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF CASH BALANCES AND COLLATERAL SECURITY

JUNE 30, 2004

(all amounts are in dollars)

COLUMBIA RIVER BANKING COMPANY:

Checking Account (57,410)

TOTAL (57,410)

COLLATERAL SECURITY:

F.D.I.C. Insurance - Demand Deposits 100,000

Certificate of Participation No. 39917, Date 8-28-96 400,000

TOTAL 500,000

WELLS FARGO BANK:

Checking Account 4,001

TOTAL 4,001

COLLATERAL SECURITY:

F.D.I.C. Insurance - Demand Deposits 100,000

TOTAL 100,000

U.S. NATIONAL BANK:

VISA Account - account closed December 2003 -

TOTAL -

COLLATERAL SECURITY:

F.D.I.C. Insurance - Demand Deposits 100,000

TOTAL 100,000

SHORT-TERM INVESTMENTS:

Local Government Investment Pool 1,700,821

TOTAL SHORT-TERM INVESTMENTS 1,700,821

BANK RECONCILIATION :

	<u>CRBC</u>	<u>WFB</u>	<u>USNB</u>	<u>TOTAL</u>
Balance per Books	(57,410)	4,001	-	(53,409)
ADD: Outstanding Checks	115,610	18,000	-	133,610
LESS: Outstanding Deposits	(4,462)	(11,152)	-	(15,614)

BALANCE PER BANK STATEMENT 53,738 10,849 - 64,587

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF INSURANCE

JUNE 30, 2004

(all amounts are in dollars)

<u>POLICY NUMBER</u>	<u>COMPANY</u>	<u>AMOUNT</u>	<u>COVERAGE</u>	<u>PREMIUM</u>	<u>EXPIRATION</u>
CS-00PCGCC	City County Insurance Services	5,000,000	Liability	41,123	6/30/04
			Auto Damage		6/30/04
			Deductible:		
			Collision - \$500		
			Comprehensive - \$100		
			Property		6/30/04
			Deductible:		
			Building/Contents - \$1,000		
			Inland Marine - \$1,000		
			Earthquake - 5%; \$50,000 min.		
			Flood - \$50,000 each occurrence		
			Crime		
		3,000,000	Worker's Compensation	24,450	6/30/04
YPO-242335	Old Republic Surety Company	50,000	Employee Bond - President only	150	6/30/04
YPE-219804	Old Republic Surety Company	50,000	Blanket Employee, Board Members	516	6/30/04

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF FUTURE WASCO COUNTY G.O. BOND REQUIREMENTS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

<u>PAYMENT DATE</u>	<u>1998 G.O. REFUNDING BONDS PRINCIPAL</u>	<u>1998 G.O. REFUNDING BONDS INTEREST</u>	<u>TOTAL REQUIREMENT</u>
12/1/2004		107,392.50	107,392.50
6/1/2005	455,000.00	107,392.50	562,392.50
12/1/2005		98,861.25	98,861.25
6/1/2006	485,000.00	98,861.25	583,861.25
12/1/2006		89,403.75	89,403.75
6/1/2007	515,000.00	89,403.75	604,403.75
12/1/2007		79,232.50	79,232.50
6/1/2008	535,000.00	79,232.50	614,232.50
12/1/2008		68,532.50	68,532.50
6/1/2009	570,000.00	68,532.50	638,532.50
12/1/2009		57,132.50	57,132.50
6/1/2010	615,000.00	57,132.50	672,132.50
12/1/2010		44,525.00	44,525.00
6/1/2011	650,000.00	44,525.00	694,525.00
12/1/2011		31,037.50	31,037.50
6/1/2012	695,000.00	31,037.50	726,037.50
12/1/2012		16,095.00	16,095.00
6/1/2013	740,000.00	16,095.00	756,095.00
<u>TOTALS</u>	<u>\$ 5,260,000.00</u>	<u>\$ 1,184,425.00</u>	<u>\$ 6,444,425.00</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF FUTURE LOAN PAYMENTS

FOR SMALL SCALE ENERGY LOAN

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

<u>YEAR</u>	<u>PAYMENT</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>BALANCE</u>
				119,687.51
2004-2005	26,976.00	6,855.25	20,120.75	99,566.76
2005-2006	26,976.00	5,571.69	21,404.31	78,162.45
2006-2007	26,976.00	4,206.25	22,769.75	55,392.70
2007-2008	26,976.00	2,753.72	24,222.28	31,170.42
2008-2009	26,976.00	1,208.51	25,767.49	5,402.93
2009-2010	<u>5,447.29</u>	<u>44.36</u>	<u>5,402.93</u>	<u>0.00</u>
<u>TOTALS</u>	<u>140,327.29</u>	<u>20,639.78</u>	<u>119,687.51</u>	<u>0.00</u>

COLUMBIA GORGE COMMUNITY COLLEGE

SCHEDULE OF FUTURE PENSION BOND REQUIREMENTS

FOR THE YEAR ENDED JUNE 30, 2004

(all amounts are in dollars)

<u>PAYMENT</u> <u>DATE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>TOTAL</u> <u>REQUIREMENT</u>
12/30/2004			51,359.75	51,359.75
6/30/2005	81,310.15	2.04%	55,049.60	136,359.75
12/30/2005			51,359.75	51,359.75
6/30/2006	68,792.25	2.73%	57,567.50	126,359.75
12/30/2006			51,359.75	51,359.75
6/30/2007	74,024.80	3.33%	62,334.95	136,359.75
12/30/2007			51,359.75	51,359.75
6/30/2008	82,642.00	3.71%	68,717.75	151,359.75
12/30/2008			51,359.75	51,359.75
6/30/2009	85,317.10	4.15%	76,042.65	161,359.75
12/30/2009			51,359.75	51,359.75
6/30/2010	87,400.80	4.46%	83,958.95	171,359.75
12/30/2010			51,359.75	51,359.75
6/30/2011	88,591.10	4.74%	92,768.65	181,359.75
12/30/2011			51,359.75	51,359.75
6/30/2012	92,614.40	4.94%	103,745.35	196,359.75
12/30/2012			51,359.75	51,359.75
6/30/2013	92,522.60	5.13%	113,837.15	206,359.75
12/30/2013			51,359.75	51,359.75
6/30/2014	94,178.30	5.35%	127,181.45	221,359.75
12/30/2014			51,359.75	51,359.75
6/30/2015	95,276.85	5.52%	141,082.90	236,359.75
12/30/2015			51,359.75	51,359.75
6/30/2016	95,808.00	5.66%	155,551.75	251,359.75
12/30/2016			51,359.75	51,359.75
6/30/2017	95,670.70	5.79%	170,689.05	266,359.75
12/30/2017			51,359.75	51,359.75
6/30/2018	94,971.60	5.91%	186,388.15	281,359.75
12/30/2018			51,359.75	51,359.75
6/30/2019	93,658.60	6.03%	202,701.15	296,359.75
12/30/2019			51,359.75	51,359.75
6/30/2020	92,573.00	6.10%	218,786.75	311,359.75
12/30/2020			51,359.75	51,359.75
6/30/2021	92,562.40	6.18%	238,797.35	331,359.75
12/30/2021			51,359.75	51,359.75
6/30/2022	92,454.00	6.23%	258,905.75	351,359.75
12/30/2022			51,359.75	51,359.75
6/30/2023	90,943.65	6.25%	275,416.10	366,359.75
12/30/2023			51,359.75	51,359.75
6/30/2024	335,000.00	5.66%	51,359.75	386,359.75
12/30/2024			41,879.25	41,879.25
6/30/2025	375,000.00	5.67%	41,879.25	416,879.25
12/30/2025			31,248.00	31,248.00
6/30/2026	420,000.00	5.68%	31,248.00	451,248.00
12/30/2026			19,320.00	19,320.00
6/30/2027	465,000.00	5.60%	19,320.00	484,320.00
12/30/2027			6,300.00	6,300.00
6/30/2028	225,000.00	5.60%	6,300.00	231,300.00
<u>TOTALS</u>	<u>3,511,312.30</u>		<u>3,965,572.20</u>	<u>7,476,884.50</u>

OTHER REQUIRED REPORTS

COLUMBIA GORGE COMMUNITY COLLEGE
INDEPENDENT AUDITORS' COMMENTS REQUIRED BY MINIMUM STANDARDS
FOR AUDITS OF OREGON MUNICIPAL CORPORATIONS
FOR THE YEAR ENDED JUNE 30, 2004

1. ACCOUNTING RECORDS:

We found the records of the College to be generally well maintained and adequate for audit purposes.

2. INVESTMENTS:

We have reviewed the College's compliance with ORS 294.035 regarding the investment of surplus public funds. Our review disclosed no conditions which we considered to be matters of noncompliance.

3. COLLATERAL SECURITY:

Collateral security pledged by depositories is set forth in Schedule of Cash Balances and Collateral Security. Sufficient collateral was maintained throughout the 2003-04 fiscal year to comply with legal requirements.

4. INDEBTEDNESS:

Long-term debt consists of general obligation bonds, energy loan, and the pension bonds. There is no short-term debt other than current operating expenses shown on the balance sheet as accounts payable, accrued payroll and payroll tax liabilities, and compensated absences payable. Our review disclosed no conditions which we considered to be matters of noncompliance.

5. BUDGET:

The College has complied with the legal requirements relating to the preparation, adoption and execution of the annual budget for the fiscal year ended June 30, 2004, and with the legal requirements relating to the preparation and adoption of the budget for the 2004-2005 fiscal year.

6. INSURANCE AND FIDELITY BONDS:

Insurance and fidelity bonds in force at June 30, 2004, are set forth in Schedule of Insurance. We are not competent by training to state whether the insurance policies covering college-owned property in force at June 30, 2004, are adequate. During the examination, nothing came to our attention that caused us to believe the College was not in compliance with statutory requirements. As part of our examination, we acquired a schedule of insurance at June 30, 2004 and reviewed copies of current insurance and fidelity bond policies.

7. LEAST COST POLICY FOR PUBLIC IMPROVEMENTS:

We have reviewed the College's compliance with ORS 279 regarding public contracts and purchasing. Our review disclosed no other conditions which are considered to be matters of noncompliance.

8. PROGRAMS FUNDED FROM OUTSIDE SOURCES AND FINANCIAL REPORTING REQUIREMENTS:

In connection with our examination of the financial statements, we reviewed and tested the College's procedures and records related to programs funded by other governmental agencies, including financial reporting requirements thereof. Based on our testing, we are generally satisfied with the accounting for programs funded from outside sources and the reporting thereof.