

CAMDEN COUNTY COLLEGE
REPORT OF AUDIT
WITH SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2008



CAMDEN COUNTY COLLEGE
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INDEPENDENT AUDITOR'S REPORT

The Honorable Chairman and
Members of the Board of Trustees
Camden County College
Blackwood, New Jersey 08012

We have audited the accompanying basic financial statements of the business type activities and the discretely presented component unit of Camden County College (the College), State of New Jersey, a component unit of the County of Camden, State of New Jersey, as of and for the fiscal years ended June 30, 2008 and 2007. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Department of Treasury, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Camden County College Foundation (a discretely presented component unit) were not audited in accordance with Government Auditing Standards. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, based upon our audit, the financial statements referred to above present fairly, in all material respects, the financial position of the business type activities and the discretely presented component unit of Camden County College, State of New Jersey, as of June 30, 2008 and 2007 and the changes in financial position and cash flows for the fiscal years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated January 22, 2009, on our consideration of the College's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The accompanying management's discussion and analysis (MD&A) as listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted primarily 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 conducted for the purpose of forming an opinion on the basic financial statements of the College. The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the basic financial statements. In addition, supplemental schedules 1 through 9, as listed in the table of contents, are also presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subject to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial taken as a whole.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Woodbury, New Jersey
January 22, 2009

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Honorable Chairman and
Members of the Board of Trustees
Camden County College
Blackwood, New Jersey 08012

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Camden County College, State of New Jersey, a component unit of the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2008 and have issued our report thereon dated January 22, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Department of Treasury, State of New Jersey. The financial statements of Camden County College Foundation (a discretely presented component unit) were not audited in accordance with Government Auditing Standards.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the College's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the College's financial statements that is more than inconsequential will not be prevented or detected by the College's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be presented or detected by the College's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards, and audit requirements as prescribed by the Department of Treasury, State of New Jersey.

This report is intended solely for the information and use of the audit committee, management of the College, the Department of Treasury, State of New Jersey, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

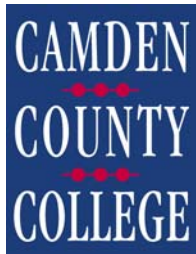
Respectfully submitted,



BOWMAN & COMPANY LLP
 Certified Public Accountants
 & Consultants

Woodbury, New Jersey
 January 22, 2009

REQUIRED SUPPLEMENTARY INFORMATION



MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2008 (UNAUDITED)

This discussion and analysis of Camden County College's financial performance provides an overall review of the College's financial activities for the fiscal year ended June 30, 2008. The intent of this review is to look at the College's financial performance as a whole; readers should also review the financial statements and the notes to the financial statements to enhance their understanding of the College's financial performance.

This narrative explaining Management's review and analysis of the June 30, 2008 statements is divided into the following five parts:

- An overview of all of the College's financial statements and notes included in this report.
- An analysis of the College's Statement of Net Assets.
- An analysis of the College's Statement of Revenues, Expenditures and Changes in Net Assets.
- A review of factors that will effect the College's future financial statements.
- An analysis of the College Foundation's financial activity.

Overview of the Financial Statements

The first section of the report contains management's discussion and analysis, the basic financial statements and the accompanying note disclosures. For FY2008, the College included comparative data for FY2007 and FY2006 in the Notes to the Financial Statements. The following three financial statements are prescribed by the Governmental Accounting Standards Board (GASB): the Statement of Net Assets; the Statement of Revenues, Expenses and Changes in Net Assets; and the Statement of Cash Flows. These statements demonstrate the net value of assets and the results of operations on a college-wide basis. These statements also include the most recent audited financial statements for the Camden County College Foundation as a component unit in accordance with GASB 39.

The supplementary information section contains statements and schedules consistent with the presentation from previous years before the implementation of GASB 35. The Balance Sheet, Statement of Changes in Fund Balance and other supplementary information are reported in the traditional fund category. They are informational in their support of the College-wide financial statements. All statements are prepared using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting records all of the current year's revenues and expenses regardless of when cash is received or paid.

Camden County College
Management's Discussion and Analysis
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(Unaudited)

Throughout this analysis, the reader will note the impact of several events:

- The ongoing renovation of Madison Hall and the new construction of the Connector Building.
- Credit student enrollment increased 1.7% to 311,645 during FY2008. Credit student enrollment declined 1.3% to 306,397 total credit hours during FY2007 and declined 0.4% to 310,306 during FY2006, down from 311,626 for FY2005. The increase in FY2008 reversed the downward trend experienced over the past two years.

Statement of Net Assets

The Statement of Net Assets includes all assets, liabilities, and net assets of the entire College. Current (available within one year) assets are distinguished from non-current (capital) assets. Liabilities are also distinguished between current (short term) and non-current (long term). As summarized in Table 1, net assets are displayed as:

- Amounts invested in capital assets (net of debt).
- Restricted assets.
- Unrestricted assets.

Table 1: Statement of Net Assets as of June 30
(In Millions)

	2008	2007	2006	08 to 07 Percent Change	07 to 06 Percent Change
<u>Assets</u>					
Current Assets	\$16.09	\$13.89	\$18.07	15.8%	(23.1%)
Non-Current (Capital) Assets					
Net of Depreciation	92.03	84.02	73.26	9.5%	12.8%
Total Assets	108.12	97.91	91.33	10.4%	7.2%
<u>Liabilities</u>					
Current Liabilities	11.93	9.89	12.51	20.6%	(20.9%)
Non-Current Liabilities	8.72	8.97	9.06	(2.8%)	(1.0%)
Total Liabilities	20.65	18.86	21.57	9.5%	(12.6%)
<u>Net Assets</u>					
Investment in Capital Assets	84.04	75.75	65.03	10.9%	16.5%
Restricted	1.96	2.52	1.69	(22.2%)	49.1%
Unrestricted	1.46	.77	3.04	89.6%	(74.7%)
Total Net Assets	\$87.46	\$79.04	\$69.76	10.7%	13.3%

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Total Assets, which are composed of current assets and non-current or capital assets, increased in each of the last two years; by 10.4% in FY2008 and 7.2% in FY2007. These increases primarily result from increases in capital assets attributable to new construction and renovation projects.

Current assets for FY2008 increased by \$2.20 million a result from an increase in cash and cash equivalents and accounts receivable. Current assets for FY2007 decreased by \$4.18 million (23.1%) resulting from a decrease in cash and cash equivalents, a decrease in accounts receivable and a decrease in prepaid expenses. The accounts receivable decrease was comprised of a decline in student receivables and an additional reserve against the fire claim receivable in the amount of \$2.29 million. The decrease was partially offset by an increase in the County receivable.

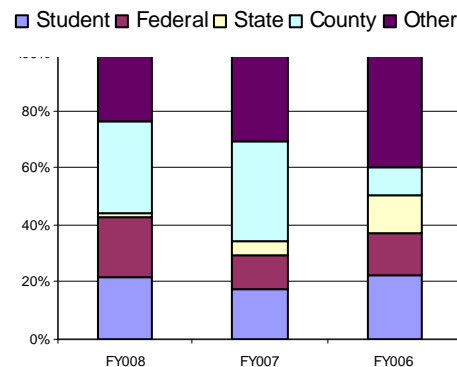
Table 2: Comparison of Current Assets

	2008	2007	2006	08 to 07 Percent Change	07 to 06 Percent Change
Cash & Cash Equivalents	\$7,249,302	\$5,121,660	\$5,745,247	41.6%	(10.9%)
Accounts Receivable – Net	8,188,146	7,928,668	10,338,649	3.7%	(23.3%)
Inventories	21,386	18,133	21,015	17.9%	(13.7%)
Prepaid Expenses	627,869	822,773	1,961,265	(23.7%)	(58.0%)
Total Current Assets	\$16,086,704	\$13,891,234	\$18,066,176	16.1%	(23.1%)

Over the examined three-year period, combined cash/cash equivalents and net accounts receivable have remained relatively stable at approximately 93% of current assets. The increase FY2008 accounts receivable reflect increases in student accounts receivable and Federal partially offset by a decrease in other receivables. The decline in the FY2007 accounts receivable reflect decreases in student accounts, Federal, State and other receivable amounts that were partially offset by an increase in the County receivable. The county increase was a result of the appropriation for June 2007 that was received in July 2007, the deferment of the balance due the College for the funds designated in the Board of School Estimate for FY2008 and the capital appropriation funding due from the County. The decline in Other Receivables was a direct result of the additional reserve posted against the Community Center fire claim. The following table and chart display the remaining components of the fluctuation in accounts receivable.

Table 3: Comparison of Accounts Receivable

	2008	2007	2006	08 to 07 Percent Change	07 to 06 Percent Change
Student	\$1,791,884	\$1,388,804	\$2,329,593	29.0%	(40.4%)
Federal	1,686,667	961,608	1,487,243	75.4%	(35.3%)
State	117,162	348,861	1,399,729	(66.4%)	(75.1%)
County	2,643,218	2,773,116	1,001,644	(4.7%)	176.9%
Other	1,949,214	2,456,279	4,120,440	(20.6%)	(40.4%)
Total	\$8,188,145	\$7,928,668	\$10,338,649	3.3%	(23.3%)



The amount due from the federal government is primarily for student financial aid. In FY2008, the receivable accounts from the federal government increased by \$725,000 (86.9%). For FY2007, the receivable decreased \$526,000 (116.6%). The amount due in this receivable at fiscal year-end is dependent on the College's ability to document the draw-downs required to balance the federally funded student financial aid programs.

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The receivable from the State of New Jersey declined from FY2006 to FY2007 by approximately \$1,000,000 due to the timely receipt of State aid funding during FY2007.

In late June 2003, the State deferred 1/24th of the College's annual aid payment into FY2004 thereby reducing its FY2003 appropriation. The state intended to execute the same 1/24th deferral in June 2004. However, due to higher than anticipated tax receipts, the State was able to pay two-thirds of that amount in July 2004. In FY2006, FY2007 and FY2008, this same payment formula was repeated in June, however, the College received the two-thirds payment in June 2006, June 2007 and June 2008.

The receivable from Camden County fluctuates over the three year period due to the annual fluctuation in the Board of School Estimates calculation of the College's appropriation. The statutory calculation of the County appropriation has both "up years" and "down years" as the result of a reduction in the County appropriation over a decade ago. As shown in the following table, in "up years" the College will record a receivable for County revenue, and conversely, deferment of County revenue will be recorded in "down" years unless appropriation payments are not received on a timely basis. In addition, the College for FY2007 reflects an accounts receivable inclusive of the June 2007 appropriation and the stabilization reserve as stated above. In FY2008, the College experienced a delay in its receipt of the County appropriation for June 2008 and subsequently recognized a receivable due from the county.

Table 4: County Aid Fluctuations

	FY2008	FY2007	FY2006
	"Down Year"	"Up Year"	"Down Year"
County Revenue based on Board of School Estimates	\$9,725,814	\$11,751,698	\$10,725,814
Actual County Payments Received	9,516,371	10,494,523	11,103,065
Account Receivable or (Deferred Revenue)	\$209,443	\$1,257,175	(\$377,251)

In addition to the fluctuating receivable/deferred revenue of the annual County appropriation, there are other County receivables for funded capital projects. Since payment is made on a reimbursement basis, billing cannot occur until the payable is liquidated and the contractors are paid. The receivable for capital projects was \$2,370,539, \$1,515,941, and \$1,001,644 in FY2008, FY2007 and FY2006 respectively.

Receivable accounts classified as "other" include receivables for facility partnerships, customized training programs, and insurance claims. For FY2008, the college experienced a decline in other receivables in the amount of \$507,000 that included a reduction in our facility partnerships and the parking garage receivable. For FY2007, multiple years of our facility partnerships remained outstanding yielding the increase in other receivables. The FY2006 receivable includes a portion of the insurance proceeds due from the rehabilitation work to the Community Center resulting from the March 2003 fire bringing the total receivable for the insurance claim.

During FY2007, the College posted a reserve in the amount of \$2.29 million against this receivable. As of June 30, 2007, the College has fully reserved this insurance claim. The College will continue to pursue all avenues available to recover the costs associated with the restitution of the Community Center. Consequently, this accounting convention negatively impacted FY2007 and FY2006 operations.

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Concluding the analysis of assets, we need to review the second component: non-current or capital assets. Capital assets have grown by a net amount of \$23.47 million over the three year period. This growth is the result of several significant capital projects: the completion of the rehabilitation of the Community Center, the completion of the College's Conference Center at the Camden City Campus and the construction and renovation of Madison Hall and the Connector Building, the later two being part of the Freeholder Initiative.

The additions to capital assets were partially offset by annual depreciation of approximately \$2.7 million. Consistent with guidance in GASB 35, the College began including depreciation on its financial statements for the year ended June 30, 2002. Prior to FY2005, 41% of the College's assets were non-depreciable. The Community Center received its final certificate of occupancy in July of 2005 and was capitalized and depreciated during FY2006. The Conference Center at the Camden City campus received its certificate of occupancy during FY2007 and was placed into service during the same period. As of June 30, 2008, the final certificate of occupancy was not received and therefore, the renovated Madison Hall and Connector Building are still classified as construction in progress.

In addition, during FY2006, the College engaged a consultant through a Request for Proposal process to conduct a physical inventory for all of the College's fixed assets and for movable assets whose unit values were \$500 or greater at all three campuses. The engagement was completed in June 2006 and the College made the appropriate adjustments to reflect the findings of the inventory.

As shown in Table 5 below, the College had \$92,026,309 invested in land, buildings, furniture, equipment and other assets as of June 30, 2008.

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Table 5: Calculation of Capital Asset Balances

(In Millions)

	FY 2006 Balance	FY2007 Net Additions	FY2007 Depreciation	FY 2007 Balance	FY2008 Net Additions	FY2008 Depreciation	FY 2008 Balance
Land	\$3.855			\$3.855			\$3.855
Land Improvements	.798		(.055)	.744	.363	(.057)	1.050
Buildings	57.144	2.853	(1.823)	58.174	1.906	(1.625)	58.455
Infrastructure	1.868		(.091)	1.777		(.058)	1.719
Construction in Progress and Bond Issuance Costs	5.738	9.945		15.683	7.289		22.972
Furniture, Equipment and Vehicles	2.817	.506	(.310)	3.012	1.063	(.612)	3.463
Assets Under Capital Leases	.727		(.156)	.571		(.156)	.415
Capitalized Software	.0.000			.0.000			.0.000
Library Books	.316	.011	(.123)	.204	.026	(.133)	.097
Total	\$73.264	\$13.314	(\$2.558)	\$84.020	\$10.647	(\$2.641)	\$92.026

Also displayed in the Statement of Net Assets, summarized in Table 1 are current and non-current liabilities. Total liabilities were \$20.65, \$18.86 and \$21.57 million in FY2008, FY2007 and FY2006 respectively. The division of current and non-current liabilities remained consistent from FY2006 to FY2008.

Current liabilities are composed of payables due within the next fiscal year, the current portion of long-term debt and deferred revenue. Accounts payable were \$4,993,471, \$4,299,380 and \$5,204,565 in FY2008, FY2007 and FY2006 respectively. In all the fiscal years presented in this report, over one-third of these payables are amounts due to contractors based on the College's retainage on construction contracts. Although technically due to various contractors, these funds are generally equal to 10% of the completed work and are withheld until the project is completed satisfactorily.

The current portion of long-term debt, the amount of long-term debt due within the next fiscal year, increased by \$13,000 in FY2008 and \$15,000 in FY2007. Camden County holds a mortgage on the facility that is paid from the proceeds of the parking garage operations. The current portion of long-term debt is \$401,000 and \$388,000 for fiscal years 2008 and 2007, respectively.

As previously discussed, the College alternately recognizes a receivable or deferred revenue for its County appropriation. In FY2006 the College recorded \$377,251 of deferred revenue from its County appropriation. In FY2007 the College did not recognize any deferred revenue beyond tuition and fees and summer Pell receipts. In FY2008, the College recognized a receivable as the June County appropriation was not received until July 2008. Therefore the College did not recognize any deferred revenue beyond tuition and fees and summer Pell receipts. Deferred tuition and fee revenue, the amount of funds the College recognizes as payments on student registrations for classes in the subsequent fiscal year, increased from FY2007 to FY2008 by \$919,000.

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Non-current liabilities include the preponderance of accrued compensated absences and the long-term portion of liabilities. As shown in Table 6, total non-current liabilities were relatively constant between the comparative fiscal years.

Table 6: Comparison of Annual Non-Current Liabilities

	2008	2007	2006	08 to 07 Percent Change	07 to 06 Percent Change
Accrued Compensated Sick Leave	\$750,685	\$899,643	\$822,892	(16.6%)	9.3%
Accrued Compensated Vacation Leave	\$1,618,456	\$1,523,520	\$1,499,351	6.2%	1.6%
Capital Leases Payable	\$336,710	\$505,103	\$673,496	(33.3%)	(25.0%)
Camden Technology Center Mortgage	\$6,040,247	\$6,044,233	\$6,064,114	(0.1%)	(0.3%)
Total	\$8,746,098	\$8,972,999	\$9,059,853	(2.5%)	(1.0%)

The total liability, current and non-current, for compensated absences was \$2,601,662, \$2,680,711 and \$2,586,150 in FY2008, FY2007 and FY2006, respectively. This liability represents full funding of earned but unused vacation time payable at employees' separation as well as funding of estimated earned but unused sick time that would be paid to retiring employees. The annual fluctuations reflect the pattern of individual staff vacation schedules and illnesses. For FY2008, the liabilities for compensated absences decreased by 2.2% or \$54,000. This decrease is impart a result in the change of the sick leave policy for non-affiliated employees at retirement. For FY2007, the liabilities for compensated absences increased by 4.3% or \$101,000.

Two capital leases are related to energy saving HVAC and lighting equipment. In FY2000, the College entered into a lease for HVAC equipment at the Rohrer Center. The College entered into a second \$865,000 lease for energy efficient equipment at the Blackwood Campus Library in FY2002. The total balance of capital leases payable at June 30, 2008 is \$505,103 (including the current portion of the liability).

Finally, these financial statements record the long-term liability for the County's mortgage on the Camden Technology Center. The construction of the Center was funded from multiple sources: (1) three years of Chapter 12 funding from the State and County; (2) a state appropriation pursuant to the Camden Economic Recovery Act of 2002, and (3) College funds. The College memorialized its commitment to Camden County to re-pay \$6,383,500 of its Chapter 12 allocation in a mortgage dated July 2002. During FY2006 and FY2005, the County funded the principal and interest payments due for these periods. The change in the mortgage for the Camden Technology Center is the amount of the change in the current portion of the long-term debt obligation and the amortization of the 2002 revenue bond premium. The changes for FY2008 and FY2007 were \$17,679 and \$19,381, respectively.

The final component of the Statement of Net Assets, summarized in Table 1, is net assets. Conceptually, net assets are similar to the College's previous fund balances. Net assets are composed of capital assets like buildings and equipment as well as more liquid assets that are designated as either restricted or unrestricted. Table 7 summarizes the components of the College's net assets in the previous three fiscal years.

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Table 7: Comparison and Composition of Net Assets as of June 30

	2008	2007	2006	08 to 07 Dollar Change	07 to 06 Dollar Change
<u>Investment in Capital Assets</u>					
Investment In Plant Fund Balance	\$61,282,926	\$60,300,393	\$59,545,502	\$982,533	\$755,191
Construction in Progress	22,761,492	15,451,086	5,485,444	7,310,406	9,965,642
Total	84,044,418	75,751,479	65,030,646	8,292,939	10,720,833
<u>Restricted Net Assets</u>					
Restricted Fund Balance	7,174	12,575	19,410	(5,401)	(6,835)
Financial Aid Fund Balance	-	39,961	60,465	(39,961)	(20,504)
Peter Cheeseman Facility Reserve	3,424	3,424	3,424	-	-
Reserve for Parking Garage	190,200	142,650	95,100	47,550	47,550
Reserve for Camden Campus Renewal and Replacement	389,998	389,998	389,998	-	-
Unexpended Plant Fund Balance (Net of Construction in Progress)	321,391	370,641	75,001	(49,250)	295,640
Quasi-Endowment Fund Balance	1,045,558	1,045,558	1,045,558		
Stabilization Reserve	-	512,942	-	(512,942)	512,942
Total	1,957,745	2,517,749	1,688,956	(560,004)	828,793
<u>Unrestricted Net Assets</u>					
Current Fund Balance	1,460,160	775,299	3,043,354	684,861	(2,268,055)
Total Net Assets	\$87,462,323	\$79,044,527	\$69,762,956	\$8,417,796	\$9,281,571

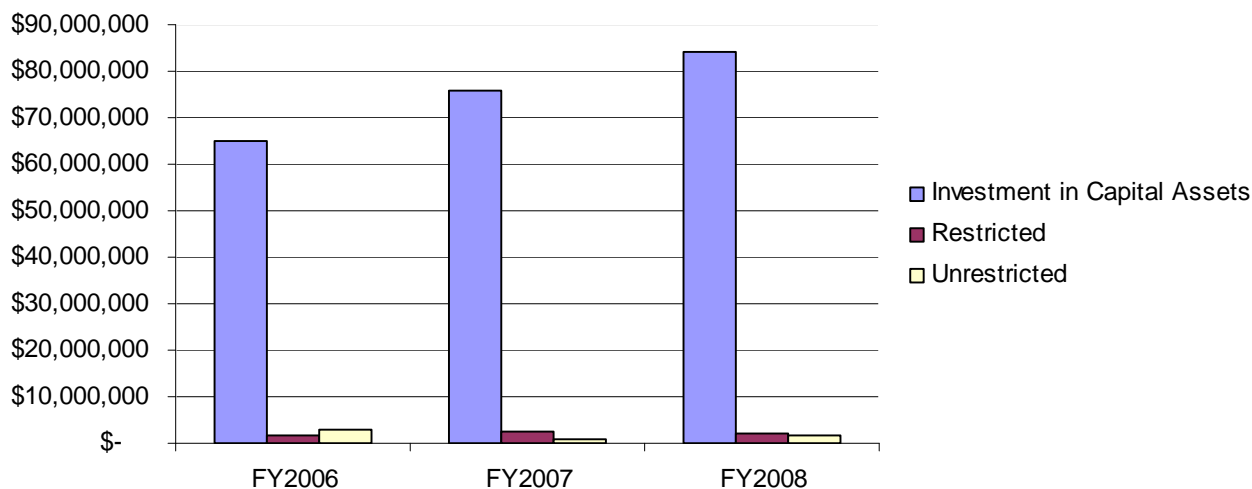
For FY2008 and FY2007, the respective increases of \$8.42 and \$9.28 million in Net Assets are primarily attributable to ongoing and finalization of construction/renovation projects at the Community Center, Camden City Campus Conference Center and Madison Hall and Connector Building construction-in-progress activities.

Restricted net assets decreased by \$0.6 million primarily due to the stabilization reserve. For FY2007, restricted net assets increased by \$0.8 million between FY2007 and FY2006. The notable change within the category is the use of the stabilization reserve from FY2007 to support FY2008 operations. The stabilization reserve fund is established every other fiscal year in order to equalize annual appropriations from Camden County. Budgeting and spending at the artificial levels of the Board of School Estimates calculation was extremely problematic for the College. Therefore, the College established a stabilization reserve in FY1999 to address these differences. The College now budgets and spends at the level of the County calendar year appropriation. The difference between the calendar appropriation and the statutory calculation is either “banked” or “spent” depending on whether it is an “up” or “down” year. During FY2006, the College established a reserve for the parking garage in accordance with the 2002 Revenue Bond documents.

Finally, the Current Unrestricted Fund Balance increased from \$775,299 to \$1,460,160 for FY2008, or 2.3% of total operating revenues while the Current Unrestricted Fund Balance decreased by \$2,268,055 to \$775,299 or 1.2% of total operating revenues for FY2007. The decrease is primarily a result of the posting of the accounts receivable reserve against the outstanding insurance claim associated with the fire in the Community Center. In addition, the College funded approximately \$629,000 in capital projects out of operations for FY2008 and \$493,000 in capital projects out of operations during FY2007 for projects not otherwise funded.

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By Board policy, the Current Fund balance is targeted between 5% and 7.5% of total operating revenues. As a result of operations for fiscal year FY2008, approximately \$837,000 was added to the current fund reserve inclusive of the stabilization reserve fund of \$512,462. No funds were transferred from the Current Fund for FY2007.



The composition of the College's net assets shows a financially viable but tightly run institution. Unrestricted net assets make up only 1.7% of the total net assets. Additionally, only 20% of the net assets are relatively liquid assets as opposed to capital assets that must be sold to raise funds. The expected consistency between all three fiscal years is reflected in the preceding graph.

Statement of Revenues, Expenses and Change in Net Assets

The next statement in the first section of the audit report is the Statement of Revenues, Expenses and Changes in Net Assets (SRECNA). The SRECNA reports the results of college-wide operations using the business model prescribed by GASB. This model defines operating revenues as tuition and fees (net of scholarships), direct financial aid related to students' tuition and fees, and other miscellaneous sources. Non-operating revenues include the state and county appropriations as well as investment earnings. Expenses related to the operational purposes of the College are functionally displayed. Table 8 summarizes this year's SRECNA and provides comparative data for the prior fiscal years.

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Table 8: Statement of Revenues, Expenses & Changes in Net Assets for the Year Ended June 30
(In Millions)

	2008	2007	2006	08 to 07 Dollar Change	08 to 07 Percent Change	07 to 06 Dollar Change	07 to 06 Percent Change
Operating Revenues:							
Student Tuition And Fees	30.11	28.06	25.46	2.05	7.3%	2.60	10.2%
State and Local Grants/Contracts	5.22	4.64	4.39	0.58	12.5%	0.25	5.7%
Federal Grants and Contracts	25.60	20.32	20.24	5.28	26.0%	0.08	0.4%
Nongovernmental Grants/Contracts	0.11	0.19	0.36	(0.08)	(42.1%)	(0.17)	(47.2%)
Chargeback Revenue	0.08	0.09	0.08	(0.01)	(11.1%)	0.01	12.5%
Auxiliary Enterprises	0.54	0.51	0.46	0.03	5.9%	0.05	10.9%
Other Operating Revenues	1.83	2.09	2.18	(0.26)	(12.4%)	(0.09)	(4.1%)
Total Operating Revenues	63.49	55.90	53.17	7.59	13.6%	2.73	5.1%
Operating Expenses:							
Instruction	24.79	24.25	22.90	0.54	2.2%	1.35	5.9%
Public Services	1.24	0.76	0.74	0.48	63.2%	0.02	2.7%
Academic Support	8.03	7.99	8.26	0.04	0.5%	(0.27)	(3.3%)
Student Services	7.04	7.35	7.97	(0.31)	(4.2%)	(0.62)	(7.8%)
Institutional Support	11.89	10.99	9.88	0.90	8.2%	1.11	11.2%
Facilities	11.92	11.61	12.04	0.31	2.7%	(0.43)	(3.6%)
Student Aid	20.72	16.14	15.91	4.58	28.4%	0.23	1.4%
Depreciation	2.66	1.97	2.53	0.69	35.0%	(0.56)	(22.1%)
Other Expenditures	0.92	3.72	2.14	(2.80)	(75.3%)	1.58	78.8%
Total Operating Expenses	89.21	84.78	82.37	4.43	5.2%	2.41	2.9%
Operating Income (Loss)	(25.72)	(28.88)	(29.20)	3.33	12.3%	0.32	(1.1%)
Non-operating Revenues:							
State Appropriations	13.72	15.26	14.38	(1.54)	(10.1%)	0.88	6.1%
County Appropriations:	19.98	22.29	16.94	(2.31)	(10.4%)	5.35	31.6%
State and Local Grants/Contracts	-	-	-	-	-	-	-
Investment Income Earned	0.33	0.46	0.40	(0.13)	(28.3%)	0.06	15.0%
Gifts and Donations	-	.01	-	(0.01)	(100.0%)	0.01	-
Insurance Claims - Net	0.11	0.14	0.02	(0.03)	(21.4%)	0.12	600.0%
Total Non-operating Revenues	34.14	38.16	31.74	(4.02)	(10.5%)	6.42	20.2%
Increase In Net Assets	8.42	9.28	2.54	(0.86)	(9.3%)	6.74	265.4%
Net Assets-Beginning of Year	79.04	69.76	67.22	9.28	13.3%	2.54	3.8%
Net Assets-End of Year	87.46	79.04	69.76	8.42	10.7%	9.28	13.3%

Operating revenues rose over the period, increasing by 13.6% for FY2008 and 2.7% for FY2007. The largest component of operating revenues is student tuition and fees paid both by students directly and through state and federal financial aid. During FY2008, the College experienced an increase in scholarships, inclusive of federal grants and contracts of \$5.28 million or 26.0% compared to the increase of .08 million or 0.4% for FY2007. These increases minimized the increase in operating revenues resulting from an increase in tuition rates and a slight increase in enrollment as student tuition and fees are presented net of scholarship allowances in these financial statements.

The College experienced a credit enrollment decline during FY2007 and FY2006. For FY2008, the College experienced a slight increase of 1.71% for FY2008. During fall 2008, the College experienced an increase in credit hours of 5.0%, reflective of the down turn in the economy.

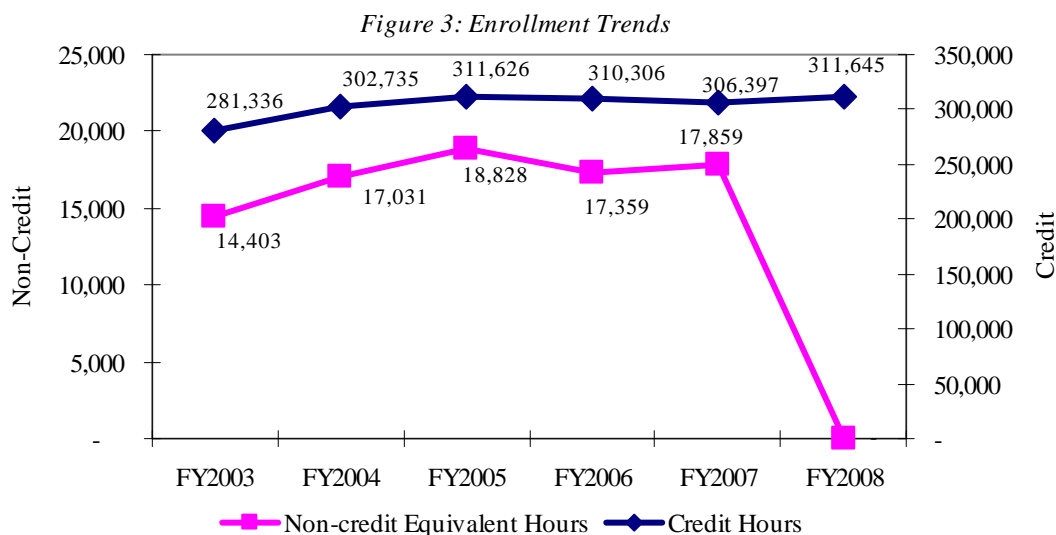
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During FY2008, the County Colleges, in conjunction the New Jersey Council of County Colleges adopted a change in the method for which non-credit courses would be funded by the State of New Jersey. Non-credit hours will no longer be formula funded, instead, each of the County Colleges will receive a fixed dollar funding from the state appropriation as agreed upon the County College presidents. For Camden County College, the College will receive approximately \$400,000 annually to replace the previous funding process.

We anticipate credit enrollment will continue to grow. This growth is based on our greater community outreach effort, our pursuit of cooperative arrangements with other educational institutions, the current state of the economy and the College's low cost combined with a high quality education. (The College's tuition has historically been one of the lowest per credit hour rates among New Jersey community colleges.)

Table 9: Total Fundable Credit Hour Enrollment

	FY2008	FY2007	FY2006	FY2005	FY2004	FY2003	FY2002
Credit Hours	311,645	306,397	310,306	311,626	302,735	281,336	247,754
Non-Credit Hours		17,859	17,359	18,828	17,031	14,403	4,861
Total Credits Hours	311,645	324,256	327,665	330,454	319,766	295,739	252,615
% Change Total Hours		(1.0%)	(0.8%)	3.3%	8.1%	17.1%	8.8%
% Change Credit Hours	1.71%	(1.26%)	(0.42%)	2.94%	7.61%	13.55%	



From the previous year, total tuition and fee revenue adjusted for the effect of scholarships and financial aid awards increased 7.3% during FY2008 and 10.2% during FY2007. The increase for FY2008 primarily resulted from an increase of \$4 per credit hour increase in tuition and a \$1 per credit hour increase in the general service fees along with a slight increase in enrollment. The increase for FY2007 primarily resulted from an increase of \$6 per credit hour increase in tuition and a \$3 per credit hour increase in the general service fees partially offset by a slight decrease in enrollment. The increase for FY2007 also included an increase of \$774,000 in Continuing Education revenues. The increase was partially offset by an increase of \$.37 million for FY2008 and \$.23 million for FY2007 in scholarships as mentioned above.

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Federal and state financial aid programs increased \$4,885,496 or 22.5 % in FY2008 and \$675,065 or 3.21% in FY2007. The increase in FY2007 reverses the previous trend of declining financial aid experienced over the previous two year period. This decline, in part, was attributable to the federal government updating its financial needs analysis formulas by bringing the State's tax tables current. The effect is that fewer students were ineligible for or were eligible for lower amounts of aid in FY2005 and FY2006. However, during FY2008, the College received a significant increase in the number of students seeking financial assistance inclusive of student loans. The fluctuations in financial aid past five years are displayed in Table 10 below.

Table 10: Comparison of Financial Aid Program Revenue

	FY2008	FY2007	FY2006	FY2005	FY2004	FY2003
Pell Grants	\$10,408,940	\$8,749,858	\$8,987,898	\$9,653,579	\$10,528,500	\$10,092,294
Federal Education Loan Program	\$10,906,922	\$8,264,262	\$7,792,259	\$7,499,413	\$7,517,805	\$6,424,086
Other Federal Aid	\$965,505	\$693,637	\$788,248	\$789,734	\$902,774	\$631,286
New Jersey TAG	\$3,058,318	\$2,953,576	\$2,738,386	\$2,883,044	\$3,040,683	\$2,339,976
Other New Jersey Aid	\$1,224,708	\$1,017,564	\$697,041	\$502,424	\$267,150	\$273,976
Total Student Aid	\$26,564,393	\$21,678,897	\$21,003,832	\$21,328,193	\$22,256,912	\$19,761,618
Percent Change	22.54%	3.21%	(1.5%)	(4.2%)	12.6%	24.7%

Sixty-five percent of the College's revenues are classified as operating revenues while 35% are classified by GASB as non-operating revenues. Similarly for FY2007, 59% percent of the College's total revenues are classified as operating revenues while 41% are classified as non-operating revenues. Non-operating revenues include operating appropriations from the State and County as well as grants or contracts that are not related to student tuition and fees. As a public county college, the College views these annual subsidies as appropriate operating revenues. Non-operating revenues also include funding sources for the County's Capital Initiative.

Non-operating revenues were \$34.14, \$38.16 and \$31.74 million in FY2008, FY2007 and FY2006, respectively. These changes were the net result of the following shifts.

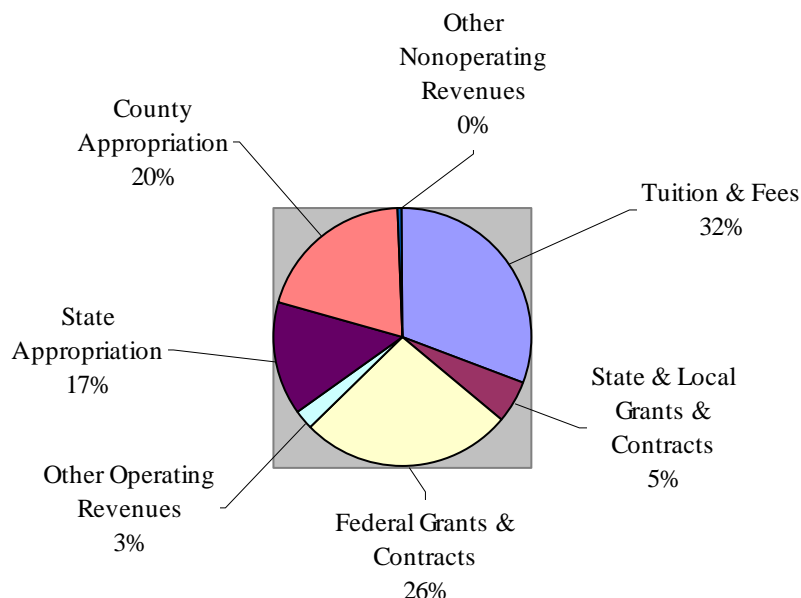
- Our calculated state operating appropriation was \$13,721,740, \$13,272,367 and \$14,048,213, in FY2008, FY2007 and FY2006 respectively.
- Similar to FY2005, the College received two-thirds of 1/24th of the June 2007 and June 2008 anticipated payments and the balance were deferred to FY2008 and FY2009, respectively.
- The College recorded \$336,000 in capital appropriations from the State during FY2006 and \$1.99 million in FY2007 related to the Economic Development Site Grant for the construction of the Camden city campus Conference Center.
- The fluctuations in County aid are a result of changes in annual capital appropriations as well as the alternating calculation of the county appropriation reported in the College's budget. For FY2008, the college processed capital requests related to its annual capital appropriation from the county in the amount of \$1.2 million and processed requests totaling \$9.73 million related to Phase I of the County's Capital Initiative for the College. For FY2007, the college processed capital requests related to its annual capital appropriation from the county in the amount of \$0.9 million and processed requests totaling \$9.59 million related to Phase I of the County's Capital Initiative for the College.

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- Other non-operating revenues were \$0.45, \$0.61 and \$0.42 million in FY2008, FY2007 and FY2006, respectively. The composition of these non-operating revenues consists of investment earnings, gifts and donations and insurance claims proceeds. The other noteworthy trend is the decline in the rate of return on investments receiving \$334,000 for FY2008 and \$460,000 and \$400,000 in interest earnings during FY2007 and FY2006 respectively.

Figure 5 below graphically displays the components of the College's total operating and non-operating revenue in FY2008. Table 11 displays the relative changes between FY2008, FY2007 and FY2006. For FY2006 and FY2007, student and governmental paid tuition and fees represented about 60% of the College revenues. During FY2008, student and governmental paid tuition and fees represented about 63%. For FY2008, governmental operating appropriations from the State and County represented another 34% of revenue, down from 39% of revenue for FY2007. The remaining percentage leaves miscellaneous revenues of 3%. Adjusting for one-time unique events, these percentages remained relatively constant over the last three fiscal years.

Figure 5: Composition of FY2008 Revenues



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Table 11: Composition of Total Revenues

	FY2008	FY2007	FY2006	FY2005	FY2004
Tuition & Fees	30.8%	29.8%	29.7%	31.7%	29.3%
Operating Governmental Grants/Contracts	31.7%	26.8%	29.1%	31.4%	31.6%
State Appropriations	14.0%	16.2%	17.4%	17.7%	18.0%
County Appropriations	20.5%	23.7%	19.8%	15.7%	13.8%
Other Operating and Non-operating Revenues	3.0%	3.5%	4.0%	3.5%	7.4%

As noted in Table 8, operating expenses increased \$4.51 million or 5.3% from FY2007 to FY2008 and increased by \$2.41 million (2.9%) from FY2006 to FY2007. Notable changes in FY2008 were in the following functions; (1) a \$4.83 million or 29.9% increase in Student Aid; (2) a decrease of \$2.96 million or 79.6% decrease in Other Expenditures as the prior year was inclusive of the reserve for the Community Center fire claim of \$2.93 million; an increase of \$0.68 in Depreciation or a 34.5% increase; and (3) \$0.48 million or 63.2% increase in Public Services. Notable changes in FY2007 were in the following functions; (1) a \$1.35 million or 5.9% increase in Instruction; (2) a \$1.58 million or 78.8% increase in Other Expenditures inclusive of the reserve for the Community Center fire claim; and (3) \$1.11 million or 2.7% increase in Institutional Support. These increases were partially offset by decreased expenditures in the remaining categories.

Approximately 70.0% of the College's expenditures are devoted to instruction and other services for students. The remaining 33% of the College's expenses are devoted to operation and maintenance of over 848,000 square feet of College facilities, depreciation and other institutional support. Expenses categorized as institutional support include those expenses not specifically attributable to one organizational unit of the College; it includes such expenses as property/casualty insurance and information technology.

Compared to other New Jersey county colleges, Camden County College is very cost efficient. For FY2007, the College had an operating cost of \$5,517 per full-time equivalent student. This compares to the statewide average of \$6,536, an 18.5% difference. In FY2006, the College had an operating cost of \$5,300 per full-time equivalent student, 22.5% below the statewide average cost of \$6,495 per full-time equivalent student. The slight increase in cost per FTE is reflective of the small decrease in enrollment combined with the increase in overall costs. For FY2008, the College is estimating it experienced operating costs of \$5,434 per full-time equivalent or a 1.5% decrease over FY2007.

Figure 6 is a graphical illustration of operating expenses by function.

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Figure 6: FY2008 Expenditures by Function

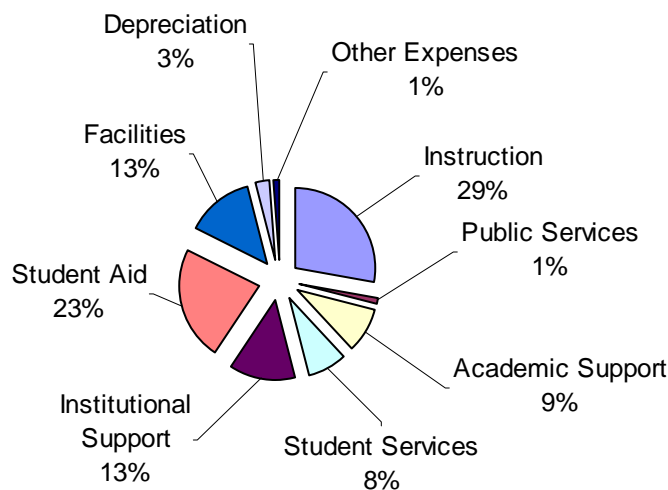


Table 12 displays the College's FY2008, FY2007 and FY2006 expenditures by object classification.

Table 12 Comparison of Expenditures by Object
(In Millions)

	FY2008 Expense	FY2008 Percent of Expense	FY2007 Expense	FY2007 Percent of Expense	FY2006 Expense	FY2006 Percent of Expense
Salaries and Wages	\$36.72	41.1%	\$36.30	42.8%	\$34.83	42.3%
Fringe Benefits	11.23	12.6%	10.46	12.3%	9.84	11.9%
Other Operating Costs	17.89	20.1%	19.90	23.6%	19.25	23.4%
Student Aid	20.72	23.2%	16.14	19.0%	15.91	19.3%
Depreciation	<u>2.66</u>	<u>3.0%</u>	<u>1.98</u>	<u>2.3%</u>	<u>2.54</u>	<u>3.1%</u>
Total Expenditures	\$89.22	100.0%	\$84.78	100.0%	\$82.37	100.0%

As a labor-intensive organization, the College continues to monitor the amount it spends on compensation (salaries and fringe benefits). In Table 12, 53.7%, 55.1% and 54.2% of expenses are devoted to salaries and benefits in FY2008, FY2007, and FY2006 respectively. This amount is understated in comparison to the College's operating budget because of the additional expenditures for student aid and annual depreciation. Without these expenses, the College spent 77.2% of its expenditures on compensation in FY2008 and 76.0% on compensation in FY2007. This is slightly over the 72% to 77% of the operating budget target range set by the Board of Trustees.

Table 8 shows that the College had an operating loss when comparing operating expenses against what GASB defines as operating revenues; mostly those revenues associated with student charges. As a public community college, the College views the operating appropriations from the State and County governments as essential to its operations. Accounting for these revenue sources, the College had an operating surplus of \$0.8 million after the inclusion of the stabilization reserve for FY2008. For FY2007, the College had an operating deficit of \$3.86 million after the exclusion of the stabilization reserve for FY2007. The primary cause for this deficit is the inclusion of the additional reserve for the Community Center insurance claim receivable posted for FY2007. The stabilization reserve is necessary due to "up" and "down" years in the county appropriation as calculated for the

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Board of School estimate. Since FY2007 is an “up” year, the College received a higher level of county funding due to the estimate, subsequently this amount is put aside to provide level funding for next fiscal year, a “down” year (FY2008). For FY2006, an operating deficit of approximately \$1,594,000 existed after the inclusion of the accounts receivable reserve against the Community Center insurance claim.

Economic and Other Factors That Will Effect the Future

There are three significant events that will impact the College's future financial statements.

- First, with funding totaling over \$83 million from the Camden County, the State and the College, Phase I of the project that included the Connector Building and Madison Hall renovation projects was occupied in January 2008. These buildings are part of Phase I of the County's Capital Initiative that will transform 56% of the building square footage at the Blackwood campus over the next seven years including three new buildings, a fully renovation existing building (Madison Hall), the ring road construction, expanded parking, rejuvenated athletic fields and demolition of several older facilities.
- Second, the economic climate has declined and College's credit enrollment growth has increased. For the Fall 2008 semester, total credit hours are above the previous fall semester by 5.0%. Increased enrollment will result in increased revenues and increased costs. Our enrollment is a critical element of the funding formula used by the State of New Jersey in distributing operating aid to the community colleges in the state. It is important for enrollment to keep pace with or out perform the other community colleges in order to maintain or increase its share of the state appropriation.
- Third, the state budget for FY2009 was reduced by 10.0% or \$16.34 million in total for all of New Jersey's community colleges. The College received a reduction of approximately \$1,454,000 in State Aid. Previously, County colleges enjoyed their past success in receiving appropriation increases. Continuing budget cuts for the sector are certainly a possibility. They may be planned as part of the FY2010 appropriation, and/or we may face some year-end changes in FY2009 as we did in the past several years.

Review of Foundation Financial Statements

The Camden County Foundation exists to enhance the College's tradition of academic excellence. Its purpose is to provide additional resources to support the mission of the College principally in the form of student scholarships. In addition, the Foundation provides some financial support of strategic initiatives that are related to the continuing development of excellence of the College.

The Foundation's financial statements are presented for the twelve-month period ending June 30, 2008 and June 30, 2007. The Statement of Net Assets and Statement of Revenues, Expenses and Changes in Net Assets have been prepared in conformity with generally accepted accounting principles. Those statements along with comparative data are summarized in the following table.

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Table 13: Foundation Financial Activity

	FY2008	FY2007	Dollar Change	Percent Change
Assets	\$1,446,763	\$1,470,426	(\$21,164)	1.4%
Liabilities				
Net Assets	\$1,446,763	\$1,470,426	(\$21,164)	1.4%
<hr/>				
Revenue & Investment Activity				
Unrestricted & Temporarily Restricted Revenues	\$ 357,599	\$ 298,823	\$ 130,523	43.7%)
Investment Returns	\$ (39,054)	\$ 118,535	(\$160,177)	(135.1%)
Total	\$ 318,544	\$ 417,358	(\$29,654)	(7.1%)
Expenses				
Program Expenses	\$ 120,950	\$ 71,110	\$ 116,500	63.8%
Fundraising and Management Expenses	\$ 221,257	\$ 148,213	\$ 73,044	49.3%
Total	\$ 342,208	\$ 219,323	\$ 189,544	86.4%
<hr/>				
Change in Net Assets	\$ (23,663)	\$ 198,035	(\$219,198)	(110.7%)

Several significant events reflected in these statements.

- The Foundation had an operating deficit of \$23,663 in FY2008 and an operating surplus of \$198,035 in FY2007. Sixty percent of the surplus resulted from gains on investments in FY2007 of which thirty-one percent was recognized from unrealized gains. For FY2006, only three percent of the surplus was generated from net gains on investments. The Foundation continues to seek revenue sources to generate funds from gifts and donations along with other fund raising activities, most notable, the Annual Golf Outing and the cultivation of the alumni population of Camden County College.

BASIC FINANCIAL STATEMENTS

CAMDEN COUNTY COLLEGE
 Statements of Net Assets
 As of June 30, 2008 and 2007

	2008		2007	
	<u>College</u>	<u>Component Unit CCC Foundation</u>	<u>College</u>	<u>Component Unit CCC Foundation</u>
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 7,249,303	\$ 150,541	\$ 5,121,660	\$ 367,615
Accounts Receivable, Net	8,188,146	20,000	7,928,668	35,330
Inventories	21,386		18,133	
Interfunds Accounts Receivable				
Unconditional Promise to Give		3,000		3,000
Prepaid Expenses	627,869		822,773	
Total Current Assets	16,086,704	173,541	13,891,234	405,945
Noncurrent Assets:				
Investments		1,270,221		1,058,480
Unconditional Promise to Give		3,000		6,000
Capital Assets, Net	92,026,309		84,020,432	
Total Noncurrent Assets	92,026,309	1,273,221	84,020,432	1,064,480
Total Assets	108,113,012	1,446,763	97,911,666	1,470,425
LIABILITIES				
Current Liabilities:				
Account Payable	5,130,868		4,299,380	
Accrued Salaries	548,592		65,755	
Accrued Compensated Absences - Current Portion	232,520		257,548	
Obligations Under Capital Lease - Current Portion	176,984		168,392	
Mortgage Payable - Current Portion	401,309		388,117	
Other Deferred Revenue	77,932		275,526	
Deferred Tuition and Fees Revenue	5,358,169		4,439,422	
Total Current Liabilities	11,926,374	-	9,894,140	-
Noncurrent Liabilities:				
Accrued Compensated Absences	2,369,141		2,423,163	
Obligations Under Capital Lease	328,119		505,103	
Mortgage Payable	6,027,054		6,044,733	
Total Noncurrent Liabilities	8,724,314	-	8,972,999	-
Total Liabilities	20,650,688	-	18,867,138	-
NET ASSETS				
Investment in Capital Assets, Net of Related Debt	84,044,418		75,751,479	
Restricted for:				
Expendable:				
Other	1,957,744	497,590	2,517,748	848,612
Unrestricted	1,460,160	949,173	775,298	621,814
Total Net Assets	\$ 87,462,324	\$ 1,446,763	\$ 79,044,528	\$ 1,470,425

The accompanying Notes to Financial Statements are an integral part of this statement.

CAMDEN COUNTY COLLEGE
 Statements of Revenues, Expenses, and Changes in Net Assets
 For The Fiscal Years Ended June 30, 2008 and 2007

	2008		2007	
	<u>College</u>	<u>Component Unit CCC Foundation</u>	<u>College</u>	<u>Component Unit CCC Foundation</u>
REVENUES				
Operating revenues:				
Student Tuition and Fees (Net of Scholarship Allowance of \$6,443,214 in 2008 and \$6,077,029 in 2007)	\$30,111,293		\$ 28,058,830	
State and Local Grants and Contracts	5,219,600		4,637,062	
Federal Grants and Contracts	25,602,006		20,322,137	
Nongovernmental Grants and Contracts	112,592		190,336	
Chargeback Revenue	82,485		92,106	
Auxiliary Enterprises	538,735		505,914	
Gifts and Contributions		\$ 357,599		\$ 252,588
Other Operating Revenues	1,825,880		2,090,972	
Total Operating Revenues	<u>63,492,590</u>	<u>357,599</u>	<u>55,897,357</u>	<u>252,588</u>
EXPENSES				
Operating Expenses:				
Instruction	24,788,964		24,250,195	
Public Services	1,236,747		754,678	
Academic Support	8,031,598		7,988,623	
Student Services	7,037,965		7,350,435	
Institutional Support	11,894,119		10,990,876	
Student Aid	20,717,933		16,140,251	
Facilities	11,925,825		11,605,272	
Depreciation	2,649,629		1,966,955	
Amortization	16,583		16,583	
Other expenses	915,959	342,208	3,711,811	219,323
Total Operating Expenses	89,215,321	342,208	84,775,679	219,323
Operating Income (Loss)	<u>(25,722,731)</u>	<u>15,391</u>	<u>(28,878,322)</u>	<u>33,265</u>
NON-OPERATING REVENUES (EXPENSES)				
State Appropriations:				
State Aid	13,721,740		13,272,367	
Capital Appropriations			1,994,234	
County Appropriations:				
County Aid	9,725,814		11,751,698	
Capital Appropriations	1,209,526		941,331	
Capital Initiative	9,037,154		9,592,472	
Investment Income Earned	334,066	(39,054)	463,244	164,770
Gifts and Donations	1,472		7,528	
Insurance Claims-Revenue	110,755		137,021	
On-Behalf Payments:				
State of New Jersey Alternative Benefits Program:				
Revenues	856,867		854,495	
Expenses	<u>(856,867)</u>		<u>(854,495)</u>	
Net Non-Operating Revenues	<u>34,140,529</u>	<u>(39,054)</u>	<u>38,159,895</u>	<u>164,770</u>
Increase (Decrease) in Net Assets	8,417,798	(23,663)	9,281,573	198,035
NET ASSETS				
Net Assets-Beginning of Year	<u>79,044,528</u>	<u>1,470,425</u>	<u>69,762,956</u>	<u>1,272,391</u>
Net Assets-End of Year	<u>\$ 87,462,324</u>	<u>\$ 1,446,763</u>	<u>\$ 79,044,528</u>	<u>\$ 1,470,425</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CAMDEN COUNTY COLLEGE
Statements of Cash Flows
For the Fiscal Years Ended June 30, 2008 and 2007

	<u>2008</u> <u>College</u>	<u>2007</u> <u>College</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and Fees	\$ 31,043,409	\$ 28,420,126
Payments to Employees	(50,148,541)	(48,227,939)
Payments to Suppliers	(33,451,888)	(30,631,945)
Grants and Contracts	30,104,661	27,341,415
Auxiliary Enterprise Charges	538,857	505,951
Other	926,318	(1,796,349)
Net Cash Used in Operating Activities	<u>(20,987,184)</u>	<u>(24,388,741)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
County Appropriations	10,773,546	10,494,523
State and Local Grants		(1,994,234)
State Appropriations	<u>13,721,740</u>	<u>13,272,367</u>
Net Cash Provided by Noncapital Financing Activities	<u>24,495,286</u>	<u>21,772,656</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital Appropriations	1,605,350	2,167,078
Capital Initiative	7,723,497	9,846,661
Capital Grants and Gifts Received	1,470	7,525
Purchases of Capital Assets	(10,655,506)	(12,722,648)
Principal Paid on Capital Debt and Leases	(168,392)	(160,217)
Proceeds from Insurance Claims	110,755	2,430,045
Interest Paid on Capital Debt and Leases	(331,700)	(39,190)
Net Cash Provided by (Used by) Capital and Related Financing Activities	<u>(1,714,525)</u>	<u>1,529,254</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	<u>334,065</u>	<u>463,243</u>
Net Cash Provided by Investing Activities	<u>334,065</u>	<u>463,243</u>
Net Increase (Decrease) in Cash	2,127,642	(623,587)
Cash - Beginning of the Year	5,121,660	5,745,247
Cash - End of Year	<u>\$ 7,249,303</u>	<u>\$ 5,121,660</u>
Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	\$ (25,722,731)	\$ (28,878,322)
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	2,649,629	1,966,955
Change in Assets and Liabilities:		
Receivables, Net	(389,377)	1,888,429
Inventories	(3,253)	2,882
Prepaid Expenses	194,904	1,138,492
Accounts Payable	1,158,700	(870,482)
Accrued Salaries	482,837	(20,205)
Accrued Compensated Absences	(79,049)	94,561
Deferred Tuition	721,155	288,948
Net Cash Provided (Used) by Operating Activities	<u>\$ (20,987,184)</u>	<u>\$ (24,388,741)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

CAMDEN COUNTY COLLEGE
Notes to Financial Statements
For the Fiscal Years Ended June 30, 2008 and 2007

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Description of Financial Reporting Entity - Camden County College is a comprehensive, co-educational, community college, founded in 1967 by the Board of Chosen Freeholders, the governing body of Camden County. Camden County College is an instrumentality of the State of New Jersey, established to function as a two-year community college. The College is an accredited member of the Middle States Association of Colleges and Schools. The college operates one main campus in Blackwood, New Jersey approximately twelve miles east of the City of Philadelphia. In addition to the main campus, the College operates a campus in the City of Camden and a center in the Township of Cherry Hill. In addition to offering courses at several county high schools, the College has instituted a distance learning program that allows students to choose from internet courses, telecourses, and hybrid courses.

The Board of Trustees of Camden County College consists of the Executive County Superintendent of Schools and ten persons, eight of whom shall be appointed by the appointing authority of the County with the advice and consent of the Board of Chosen Freeholders and two of whom shall be appointed by the Governor. The term of office of appointed members shall be for four years. The Board is responsible for the fiscal control of the College. A president is appointed by the Board and is responsible for the administrative control of the College. The College offers a wide range of academic programs, including associate degrees in arts, science and applied science.

Component Units - Camden County College is a component unit of the County of Camden as described in Governmental Accounting Standards Board Statement No. 14 – *The Financial Reporting Entity*. These financial statements would be either blended or discreetly presented as part of the County's financial statements if the County prepared its financial statements in accordance with GASB Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. The County of Camden currently follows a basis of accounting and reporting model prescribed by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Therefore, the financial statements of the College are not presented with the County of Camden.

The Camden County College Foundation (the "Foundation") is a New Jersey non-profit corporation. The Foundation was formed to enhance the College's tradition of academic excellence. The Foundation receives and administers funds from private donations for the purpose of carrying out the educational goals of the College. The Foundation is governed by a board of directors. College employees and facilities are utilized for virtually all daily operating activities of the Foundation. During the fiscal years ending June 30, 2008 and June 30, 2007, the Foundation distributed \$108,669 and \$118,955 to the College for both restricted and unrestricted purposes, respectively. In accordance with GASB Statement No. 39 – *Determining Whether Certain Organizations Are Component Units*, the Foundation is discreetly presented in the financial statements of the College.

A separate report of audit for the Foundation for the fiscal year ended June 30, 2008 can be obtained at the Foundation's offices at the following address during normal business hours:

Camden County College Foundation
P. O. Box 200
Blackwood, New Jersey 08012

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Basis of Presentation - The financial statements of Camden County College are presented in accordance with GASB Statement No. 35 – *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. The financial statement presentation required by GASB Statement No. 35 provides a comprehensive, entity-wide perspective of the College's assets, liabilities, net assets, revenues, expenses, changes in net assets, cash flows and replaces the fund-group perspective previously required.

Basis of Accounting and Measurement Focus - For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when the obligation has been incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligible requirements imposed by the provider have been met.

Cash, Cash Equivalents and Investments - For the purposes of the statement of cash flows, the College considers all highly liquid investments with an original maturity of three months or less to be cash and cash equivalents. Funds invested through the State of New Jersey Cash Management Fund are also considered cash and cash equivalents.

The College accounts for its investments at fair value in accordance with GASB Statement No. 31 - *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of investment income in the statement of revenues, expenses, and changes in net assets.

New Jersey community colleges are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.A. 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey Community Colleges.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the Governmental Units.

The College has adopted an investment policy which enables it to prudently invest available funds in a manner which will yield the highest possible return with minimum risk, while conforming to all federal, state, and local statutes governing the investment of public funds.

Accounts Receivable – Accounts receivable consists of tuition and fees charged to students and various other receivables. Accounts receivable are recorded net of estimated uncollectible amounts.

Inventory – Inventory consists primarily of Ophthalmic Clinic supplies and is carried on an average cost basis. The cost is recorded as expenses as the inventory is consumed.

Tuition - Each year the Board of Trustees sets tuition rates based on a per credit hour rate. Rates vary based upon residence within Camden County, out of county and international students. Tuition revenue is earned in the fiscal year the classes are taken.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Federal Financial Assistance Programs – The College participates in the following federally funded financial assistance programs: Federal Pell Grants, Federal Supplemental Educational Opportunity Grants (FSEOG), Federal Work-Study Grants, and Federal Family Education Loan Programs (FFELP). Federal programs are audited in accordance with the Single Audit Act Amendments of 1996, the U.S. Office of Management and Budget Revised Circular A-133, *Audit of States, Local Governments and Non-Profit Organizations* and the OMB Circular A-133 Compliance Supplement.

State Aid - The New Jersey Department of Treasury, Office of Management and Budget (OMB) allocates the annual appropriation for community college operating aid according to a formula of funding as prescribed by N.J.S.A.18A:64A-22. Aid is based upon audited enrollments, which, are made up of credit and non-credit course categories.

County Aid - N.J.S.A. 18A:64A-22 states that each county which operates a county college shall continue to provide moneys for the support of college in an amount no less than 25% of the operational expense in the base State Fiscal Year.

Deferred Revenue - Deferred revenue represent the tuition revenue that has been received before June 30, 2008 for classes that are scheduled in the summer and fall semesters of 2008. Deferred revenue represents cash, which has been received, but not yet earned.

Prepaid Expenses - Prepaid expenses represent payments made to vendors for services that will benefit periods beyond June 30, 2008.

Capital Assets – Capital assets include land, buildings, improvements, and infrastructure assets, such as roads and sidewalks. Assets acquired or constructed during the year are recorded at actual historical cost. The College defines capital assets as assets with an initial unit cost of \$2,500 or more and an estimated useful life in excess of five years. An exception to the \$2,500 threshold is made for improvements to buildings and site improvements which are capitalized at an initial cost of \$50,000. In addition, an exception to the \$2,500 threshold is made for the purchase of library books in bulk. Purchases of this nature are categorized as a composite group of assets and recorded as such. Donated capital assets are valued at their estimated fair market value on the date of donation. Expenditures that enhance the asset or significantly extend the useful life of the asset are considered improvements and are added to the fixed asset's currently capitalized cost. The cost of normal repairs and maintenance are not capitalized.

The property, plant and equipment of the College are depreciated using straight-line method over the useful lives of the assets, generally 50 years for buildings, 5 to 20 years for equipment, and 25 to 50 years for infrastructure. Assets purchased under capital lease are depreciated over the term of the lease as opposed to the useful life of the asset. Construction in progress is depreciated when the asset is placed into service.

Fiscal Dependency – Among the College's largest revenue sources include appropriations from the State of New Jersey and County of Camden, including contributions made by the State on behalf of the College for the Alternative Benefit Program. The College is economically dependent on these appropriations to carry out its operations.

Compensated Absences - Compensated absences are those absences for which employees will be paid for vacation and sick leave when used. A liability is accrued for compensated absences that are earned and unused in accordance with College policy at June 30th of each fiscal year. Eligible employees earn a right to vacation benefits and some sick leave benefits based on seniority.

Allowance for Doubtful Accounts – The allowance for doubtful accounts represents the amount estimated to be uncollectible for student accounts receivable. The amount is adjusted annually based on past years collection rates. It is the College policy to write off uncollectible accounts after one year of delinquency. The allowances for June 30, 2008 and 2007 were \$1,204,018 and \$1,029,018 respectively.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

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

Non-Current Liabilities – Non-current liabilities include (1) principal amounts of mortgage notes and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; and (3) other liabilities that, although payable within one year, are to be paid from funds that are classified as non-current assets.

On-Behalf Payments for Pension Contributions – In fiscal year 1997, the College adopted the requirements of Governmental Accounting Standards Board (GASB) Statement No. 24 – *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*. GASB Statement No. 24 recommends that revenue and expenditures be recorded in the financial statements for the State of New Jersey Pension payments for Alternative Benefit Program (TIAA/CREF).

Income Taxes – The College is a political subdivision of the State of New Jersey and is excluded from Federal income taxes under Section 115 (1) of the Internal Revenue Code, as amended.

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

Operating Revenues - Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises and (3) most federal, state and local government grants and contracts as well as federal appropriations.

Non-Operating Revenues – Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenues by GASB No. 9 – Reporting Cash Flows of Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting and GASB Statement No. 35, such as state appropriations, county appropriations, investment income, and amounts paid by the State of New Jersey on behalf of the College for the employer contribution to the Alternative Benefit Program (ABP).

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

Invested in Capital Assets, Net of Related Debt – This represents the College's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of invested in capital assets, net of related debt.

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

Restricted Net Assets – Non-Expendable – Non-expendable restricted net assets consist of endowment and similar types of 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 of producing present and future income, which may either be expended or added to principal.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Net Assets (Cont'd)**

Unrestricted Net Assets – Unrestricted net assets represent resources derived from student tuition and fees, state and county appropriations and sales and services of educational departments and auxiliary enterprises. These resources are used for the transactions related to the educational and general operations of the College, and may be used at the discretion of the Board of Trustees to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

Scholarship Discounts and Allowances – Student tuition and fees revenue, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statement of revenues, expenses, and changes in net assets. Scholarship discounts and allowance are the difference between the stated charge for goods and services provided by the College and the amount paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other Federal, state or nongovernmental programs are recorded as either operating or non-operating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship discount and allowance. The amount of scholarship discount and allowances for the fiscal years ending June 30, 2008 and 2007 were \$6,443,214 and \$6,077,029 respectively.

Note 2: **CASH AND CASH EQUIVALENTS**

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the College's deposits may not be returned to it. Although the College does not have a formal policy regarding custodial credit risk, as described in Note 1, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. As of June 30, 2008 and 2007 the College's bank balances were exposed to custodial credit risk as follows:

	<u>2008</u>	<u>2007</u>
Insured	\$ 100,000	\$ 100,000
Collateralized under GUDPA	<u>3,948,856</u>	<u>3,891,150</u>
	<u><u>\$ 4,048,856</u></u>	<u><u>\$ 3,991,150</u></u>

New Jersey Cash Management Fund - During the year, the College participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Fund's participants. Deposits with the New Jersey Cash Management Fund are not subject to categorization as defined above. At June 30, 2008 and 2007, the College had \$4,614,688 and \$2,971,716 invested in the Fund, respectively.

Note 3: **CAPITAL ASSETS**

A summary of changes in the various capital asset categories for the year ending June 30, 2008 is presented as follows:

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2008</u>
Non-Depreciable Capital Assets				
Land	\$3,855,328			\$3,855,328
Construction in Progress	15,451,086	\$9,429,934	(\$2,119,530)	22,761,490
Bond Issuance Costs	231,765		(21,070)	210,696
Total Non-depreciable Capital Assets	19,538,179	9,429,934	(2,140,600)	26,827,514
Depreciable Capital Assets:				
Land Improvements	2,035,545	363,093		2,398,637
Buildings	76,731,275	1,906,135		78,637,410
Infrastructure	2,935,332			2,935,332
Equipment	7,709,601	243,531		7,953,132
Grouped Furniture	303,979	765,874		1,069,853
Vehicles	135,641	53,205	(832)	188,014
Assets Under Capital Lease	1,780,711			1,780,711
Capitalized Software	3,123,808			3,123,808
Library Books	2,889,103	26,116		2,915,220
Total Depreciable Capital Assets	97,644,995	3,357,953	(832)	101,002,117
Less Accumulated Depreciation For:				
Land Improvements	1,292,030	57,207		1,349,237
Buildings	18,556,953	1,625,185		20,182,138
Infrastructure	1,157,953	57,893		1,215,846
Equipment	5,040,855	526,011		5,566,865
Grouped Furniture	41,395	68,692		110,086
Vehicles	54,684	26,059	(9,048)	71,695
Assets Under Capital Lease	1,209,533	155,838		1,365,371
Capitalized Software	3,123,809			3,123,809
Library Books	2,685,530	132,744		2,818,277
Total Accumulated Depreciation	33,162,742	2,649,629	(9,048)	35,803,324
Depreciable Capital Assets	64,482,253	708,324	8,217	65,198,793
Total Capital Assets, Net	\$84,020,432	\$10,138,258	(\$2,132,384)	\$92,026,309

Depreciation expense for the year ended June 30, 2008 was \$2,640,581

Note 3: **CAPITAL ASSETS (CONT'D)**

A summary of changes in the various capital asset categories for the year ending June 30, 2007 is presented as follows:

	<u>Balance June 30, 2006</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2007</u>
Non-Depreciable Capital Assets				
Land	\$3,855,328			\$3,855,328
Construction in Progress	5,485,444	\$12,677,172	(\$2,711,530)	15,451,086
Bond Issuance Costs	252,835		(21,070)	231,765
Total Non-depreciable Capital Assets	9,593,607	12,677,172	(2,732,600)	19,538,179
Depreciable Capital Assets:				
Land Improvements	2,042,473		(6,928)	2,035,545
Buildings	74,167,225	2,852,765	(288,715)	76,731,275
Infrastructure	2,968,833		(33,501)	2,935,332
Equipment	7,783,330	201,624	(275,353)	7,709,601
Grouped Furniture		303,979		303,979
Vehicles	135,641			135,641
Assets Under Capital Lease	1,780,711			1,780,711
Capitalized Software	3,123,808			3,123,808
Library Books	2,878,294	10,809		2,889,103
Total Depreciable Capital Assets	94,880,315	3,369,177	(604,497)	97,644,995
Less Accumulated Depreciation For:				
Land Improvements	1,244,420	47,610		1,292,030
Buildings	17,022,808	1,534,145		18,556,953
Infrastructure	1,100,428	57,525		1,157,953
Equipment	5,074,288	495,143	(528,576)	5,040,855
Grouped Furniture		41,395		41,395
Vehicles	27,556	27,128		54,684
Assets Under Capital Lease	1,053,693	155,840		1,209,533
Capitalized Software	3,123,809			3,123,809
Library Books	2,562,182	137,298	(13,950)	2,685,530
Total Accumulated Depreciation	31,209,184	2,496,084	(542,526)	33,162,742
Depreciable Capital Assets	63,671,131	873,093	(61,971)	64,482,253
Total Capital Assets, Net	\$73,264,738	\$13,550,265	(\$2,794,571)	\$84,020,432

Depreciation expense for the year ended June 30, 2007 was \$1,966,955

Note 4: LEASES

Lease Obligations - At June 30, 2008 the College had operating lease agreements in effect for copiers and vehicles.

Operating Leases - Future minimum rental payments under operating lease agreements are as follows:

2008-09	\$ 160,788
2009-10	124,113
2010-11	22,853
2011-12	11,871

Rental payments under operating leases for the fiscal years ended June 30, 2008 and 2007 were \$182,061 and \$235,088 respectively.

Capital Leases Obligations – At June 30, 2008, the College had lease agreements in effect for the lease of energy management equipment to be used to reduce the College's energy requirements for heating, cooling, and operating buildings and other facilities. The following is a schedule of future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2008.

Year Ending June 30,	<u>William G. Rohrer Center</u>		<u>Wolverton Center</u>		Principal Total
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2009	\$ 84,695	\$ 3,371	\$ 92,289	\$ 19,053	\$ 176,984
2010	21,836	181	97,028	14,314	118,864
2011			102,009	9,332	102,009
2012			107,246	4,095	107,246
	<u>\$ 106,531</u>	<u>\$ 3,552</u>	<u>\$ 398,572</u>	<u>\$ 46,794</u>	<u>\$ 505,103</u>

During the fiscal year ended June 30, 2008, the College paid \$168,392 and \$31,015 for principal and interest respectively. During the fiscal year ended June 30, 2007, the College paid \$160,217 and \$39,190 for principal and interest respectively.

Note 5: REIMBURSEMENT AGREEMENT/LEASE PURCHASE AGREEMENT

On July 15, 2002, the Camden County Improvement Authority issued \$12,500,000 of County-Guaranteed Lease Revenue Bonds (Camden County College Project), Series 2002. A substantial portion of the 2002 Bonds, in the aggregate principal amount of \$12,233,000, are entitled to the benefits of the provisions of the County College Bond Act, P.L. 1971, c. 12 (N.J.S.A. 18A:64-22.1 et. seq). Proceeds from the bonds were used to finance the Camden Technology Center (CTC); an approximate 279,000 square foot eight-story multi-purpose structure containing approximately 640 parking spaces, a 13,800 square foot college bookstore as well as 39,400 square feet of classroom and office space; and the acquisition and installation of capital equipment. Construction of this facility was completed during fiscal year 2005.

The College entered into a lease purchase agreement dated July 1, 2002, by and among the Authority, as lessor, and the County College and the County as lessees pursuant to which the Authority will lease to the College the 2002 project described above in return for lease payments to be made by the County in amounts and at times sufficient to pay the principal and interest on the 2002 bonds. In addition to the lease purchase agreement, a mortgage was entered into between the College, as mortgagor, and the County, as mortgagee. The mortgage requires the College to pay from the proceeds of the garage parking fees amounts equal to the debt service on \$6,383,500. In the event the College does not have sufficient parking fee income to pay the garage's operating expenses as well as the debt service, the obligation carries forward to subsequent periods. At the end of fifteen years, if an amount remains unpaid, the County of Camden retains the right to foreclose and assume ownership of the property.

For the fiscal year ending June 30, 2008, the County of Camden made basic lease payments in the amount of \$566,231, net of interest earned on the investments held by the bond trustee. Under the terms of the Lease Purchase Agreement, the College is obligated to repay the County for these payments. Any payment obligation due and payable by the College under the Lease Purchase Agreement that remains outstanding continues to remain an obligation until paid in full by the College. These payments are included in the College's liabilities at June 30, 2008. This amount as well as prior and subsequent lease payments made by the County will be repaid to the County once revenues from the Parking Garage are sufficient to cover the lease payments in accordance with terms contained in the Lease Purchase Agreement.

Note 6: LONG-TERM LIABILITIES

The following is a summary of long-term liabilities at June 30, 2008:

<u>Analysis of Long-Term Liabilities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 2,680,711	\$ -	\$ (79,049)	\$ 2,601,662	\$ 232,520
Capital Leases	673,495		(168,392)	505,103	176,984
Mortgage Agreement/ Lease Purchase of CTC	6,383,500			6,383,500	396,823
Premium on Bonds	49,350		(4,486)	44,864	4,486
	<u>\$ 9,787,056</u>	<u>\$ -</u>	<u>\$ (251,927)</u>	<u>\$ 9,535,129</u>	<u>\$ 810,813</u>

Note 6: LONG-TERM LIABILITIES (CONT'D)

The following is a summary of long-term liabilities at June 30, 2007:

<u>Analysis of Long-Term Liabilities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 2,586,150	\$ 94,561		\$ 2,680,711	\$ 257,548
Capital Leases	833,713		\$ (160,218)	673,495	168,392
Mortgage Agreement/ Lease Purchase of	6,383,500			6,383,500	388,177
Premium on Bonds	53,836		(4,486)	49,350	4,486
	<u>\$ 9,857,199</u>	<u>\$ 94,561</u>	<u>\$ (164,704)</u>	<u>\$ 9,787,056</u>	<u>\$ 818,603</u>

Note 7: PENSION PLANS

Substantially all of the College's employees participate in one of the two following defined benefit pension plans or defined contribution pension plan: (1) the Public Employees' Retirement System or (2) the New Jersey Alternative Benefit Program, both of which are administered and/or regulated by the New Jersey Division of Pensions. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Public Employees' Retirement System - The Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan, which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2007, the increase is effective with the payroll period that begins immediately after July 1, 2007. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Note 7: PENSION PLANS (CONT'D)

The College is billed annually for its normal contribution plus any accrued liability.

The College's contributions, equal to the required contribution for each year, were as follows:

Public Employees Retirement System

<u>Year Ended June 30,</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Paid by College</u>
2008	\$ 673,254	\$ 518,838	\$ 1,192,092	\$ 238,418	\$ 953,674
2007	594,919	308,930	903,849	361,540	542,309
2006	552,290	151,915	704,205	422,523	281,682

New Jersey Alternative Benefit Program - The New Jersey Alternative Benefit Program (ABP) is a defined contribution pension plan, which was established pursuant to P.L.1969, c. 242 (N.J.S.A. 18A:66-21400167 et seq.). The ABP provides retirement, death and disability, and medical benefits to qualified members.

The contribution requirements of plan members are determined by State statute. In accordance with N.J.S.A. 18A:66-173, required contributions, calculated on the employees' base pay, are 5% for plan members, and 8% for employers. Plan members may make additional voluntary contributions subject to section 403(b) of the internal revenue code.

Under N.J.S.A 18A:66-174, most employer contributions are made by the State of New Jersey on-behalf of the College. The College is responsible for the employer contributions for non-academic employees.

Plan members direct the investment of contributions to insurance companies and mutual fund companies selected by the New Jersey Division of Pensions' Pension Provider Selector Board. These companies administer plan funds based on alternate benefit contracts with the New Jersey Division of Pensions.

Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The plan carriers are as follows:

Teacher's Insurance and Annuity Association (TIAA/CREF)
ING Life Insurance and Annuity Company
Equitable Life
The Variable Annuity Life Insurance Company (VALIC)
The Hartford Group
Citistreet – Travelers Educators Retirement Services

Camden County College contributions for ABP participants were as follows:

<u>Year ended June 30,</u>	
2008	\$177,369
2007	175,534
2006	165,406

Employee contributions to the Alternative Benefit Program in Fiscal Year 2008 and 2007 were \$646,408 and \$643,742, respectively.

Note 8: POSTEMPLOYMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2007, there were 75,860 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62.

Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994 with an additional contribution beginning in Fiscal Year 1996 to maintain a medical reserve of one half of one percent of the active State payroll.

The State made post-retirement (PRM) contributions of \$592.7 million for TPAF and \$224.3 million for PERS in fiscal year 2007.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a school district or county college with 25 years of service. The State paid \$110.3 million toward Chapter 126 benefits for 11,747 eligible retired members in fiscal year 2007.

Note 9: RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Property and Liability Insurance - The College maintains commercial insurance coverage for property (including crime and physical damage, liability (general and automobile), boiler and machinery, and surety bonds.

Joint Insurance Pool - The Camden County College is a member of the New Jersey County College Insurance Pool for the purpose of obtaining workers' compensation insurance coverage. Contributions to the Fund are payable in an annual premium and are based on actuarial assumptions determined by the Fund's actuary. Contributions to the pool for the Fiscal Years Ending June 30, 2008 and 2007 were \$224,509 and \$211,284 respectively.

Note 10: COMPENSATED ABSENCES

Compensated Absences - Accrued vacation and sick leave represents Camden County College's liability for the cost of unused employee vacation and sick time payable in the event of employee termination. College employees are granted vacation and sick time in varying amounts under the college personnel policies and negotiated agreements. In the event of retirement or termination, an employee is reimbursed for unused vacation and vested sick time at various amounts.

At June 30, 2008 and 2007 the Compensated Absences Liability was \$2,601,662 and \$2,680,711 respectively.

Note 11: DEFERRED COMPENSATION SALARY ACCOUNT

The College offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Service Code 457. The Plan, available to full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the College or its creditors.

Note 12: CAPITAL RENEWAL AND REPLACEMENT

In accordance with terms of a New Jersey Department of Higher Education Jobs, Education and Competitiveness Bond Act of 1988 project contract, the College has reserved fund balance in its Plant Fund. The contract requires a seven-year funding schedule for this Reserve Fund. As of June 30, 2008, the amount reserved was \$389,998. In addition, Rowan University has also reserved a portion of its fund balance in the amount of \$210,000. Also at June 30, 2008 the College reserved fund balance in its Plant Fund for the Camden Technology Center in the amount of \$190,200.

Note 13: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various fund balance sheets as of June 30, 2008:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Unrestricted Fund	\$ 1,310,229	
Restricted Fund		\$ 10,709
Financial Aid Fund		1,265,212
Athletic Fund		16,798
Quasi-Endowment Fund	131,872	
Investment In Plant		131,872
General Agency		17,510
	<u>\$ 1,442,101</u>	<u>\$ 1,442,101</u>

The following interfund balances were recorded on the various fund balance sheets as of June 30, 2007:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Unrestricted Fund	\$ 843,830	
Financial Aid Fund		\$ 782,891
Athletic Fund		12,998
Quasi-Endowment Fund	131,872	
Investment In Plant		131,872
Unexpended Plant Fund		47,941
	<u>\$ 975,702</u>	<u>\$ 975,702</u>

Note 14: AUXILIARY OPERATIONS - BOOKSTORE

The College has an agreement with Barnes and Noble, Inc., a private contractor for the operation of the official *Campus Store* (Bookstore) at the Blackwood Campus and Rohrer Center for a period of five years commencing August, 2001. In addition, the College has entered into an agreement with Follett Higher Education Group for the operation of the *University District Bookstore* (Joint Bookstore) at the Camden County College's Technology Center in Camden, New Jersey. This bookstore serves Camden County College, Rutgers University-Camden Campus, and Rowan University. These institutions have jointly subcontracted for the provision of bookstore services at this facility. The agreement is in effect for five years commencing October, 2003.

Net commissions paid to the College for the fiscal year ended June 30, 2008 and 2007 were \$538,735 and \$505,914 respectively.

Note 15: COMMITMENTS

Information Technology Operations - The College entered into an agreement with Collegis Inc., to provide support of the management and operation of its information technology operations. The agreement commenced July 1, 2004 and will continue for three years ending June 30, 2007 with bi-annual renewals thereafter, subject to the mutual agreement of the parties. There is a termination clause within the contract that allows each party to terminate the contract for the failure by a party to timely perform any material obligation under the agreement.

The College's yearly costs under the agreement, which will be funded in the annual operating budget, are as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2008	\$ 1,878,446
2007	1,824,903

Note 16: NET ASSETS

The following is a summary of the Reserved and Unreserved Net Asset balances of the College for the fiscal years ended June 30, 2008 and 2007:

	<u>2008</u>	<u>2007</u>
Invested in Capital Assets:		
Gross	\$ 92,026,309	\$ 84,020,432
Related Debt	<u>(7,981,891)</u>	<u>(8,268,953)</u>
	<u>\$ 84,044,418</u>	<u>\$ 75,751,479</u>
Restricted for Expendable Net Assets:		
Stabilization		\$ 512,942
Renewal and Replacement		
Reserve (JEC Bond Act)	\$ 905,013	906,712
Quasi-Endowment Fund	1,045,558	1,045,558
Federal and State Grants	<u>7,174</u>	<u>52,536</u>
	<u>\$ 1,957,744</u>	<u>\$ 2,517,748</u>
Unrestricted Net Assets:		
Student Government and		
Intercollegiate Athletics	\$ 90,497	\$ 69,297
Undesignated	<u>1,369,663</u>	<u>706,002</u>
	<u>\$ 1,460,160</u>	<u>\$ 775,299</u>

Note 17: ACCOUNTS RECEIVABLE

Accounts receivable consists of the following at the end of fiscal years ending June 30, 2008 and 2007:

	<u>2008</u>	<u>2007</u>
Student tuition and fees	\$ 2,995,903	\$ 2,369,787
Auxiliary enterprises and other operating activities	1,949,215	2,504,315
Federal, state, county and private grants and contracts	<u>4,447,046</u>	<u>4,083,584</u>
	9,392,164	8,957,686
Less: allowance for doubtful accounts	<u>1,204,018</u>	<u>1,029,018</u>
Net accounts receivable	<u>\$ 8,188,146</u>	<u>\$ 7,928,668</u>

The College has \$3,493,024 in un-reimbursed expenses associated with the \$4,492,789 claim filed with the Philadelphia Insurance Company for a fire that took place on campus. The College has posted a reserve for this claim. The College will seek to recover the all the un-reimbursed expenses associated with the claim.

Note 18: TUITION STABILIZATION RESERVE

Beginning the fiscal year ended June 30, 1999, the Board of Trustees reserved a portion of the College's fund balance for the purpose of compensating for fluctuations in funding from the County of Camden and the resulting impact on tuition. These fluctuations in county funding are caused by differences in the College's fiscal year budget and the County's calendar year budget. Because the College and the County operate on a different overlapping twelve-month basis, fluctuations in funding are magnified. When the County makes a substantial increase or reduction from one calendar year to another, a cyclical fluctuation is triggered on the College's fiscal year budget.

At June 30, 2007 the College had reserved \$512,942 of its Unrestricted Fund Balance to support the College's budget for the fiscal year ending June 30, 2008.

Note 19: LEGAL, GOVERNMENTAL, AND PUBLIC RELATIONS EXPENSES

Legal expenses incurred by the College for the fiscal years ended June 30, 2008 and 2007 were \$155,023 and \$149,587 respectively. The College had no expenses relating to lobbying activities.

Note 20: CONTINGENCIES

The College receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended during the fiscal year ended June 30, 2008 were subject to Federal OMB Circular A-133 and New Jersey OMB Circular 04-04 which mandates that grant revenues and expenditures be audited in conjunction with the College's annual audit. In addition to the aforementioned annual audit, all grants and cost reimbursements are subject to financial and compliance audits by the State and Federal grantor agencies. The College management does not believe such an audit would result in material amounts of disallowed costs.

Note 21: LITIGATION

The College is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the College, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

SUPPLEMENTAL SCHEDULES

CAMDEN COUNTY COLLEGE
Balance Sheets
As of June 30, 2008 and 2007

	2008	2007		2008	2007
<u>ASSETS</u>			<u>LIABILITIES, RESERVES AND FUND BALANCES</u>		
Current Funds:			Current Funds:		
Unrestricted:			Unrestricted:		
Cash and Cash Equivalents	\$ 5,860,739	\$ 3,489,910	Accounts Payable and Accrued Liabilities	\$ 4,824,782	\$ 4,548,703
Accounts Receivable:			Prepaid Tuition and Student Deposits	5,347,172	4,428,770
Student Accounts Receivable, net	1,557,789	1,388,804	Fund Balance - Appropriated		512,942
Other Accounts Receivable	1,889,588	2,374,192	Fund Balance	1,369,663	706,002
Interfunds Accounts Receivable	1,310,229	843,830			
Intergovernmental Accounts Receivable:					
Federal	1,340	1,600			
County of Camden	272,678	1,257,175			
Inventory - Ophthalmic Clinic	21,386	18,133			
Prepaid Expenses	627,869	822,773			
Total Unrestricted	\$ 11,541,618	\$ 10,196,417	Total Unrestricted	\$ 11,541,618	\$ 10,196,417

(Continued)

CAMDEN COUNTY COLLEGE
Balance Sheets
As of June 30, 2008 and 2007

<u>ASSETS (CONTD)</u>		<u>2008</u>	<u>2007</u>	<u>LIABILITIES, RESERVES AND FUND BALANCES (CONTD)</u>		<u>2008</u>	<u>2007</u>
Restricted:				Restricted:			
Restricted Programs Fund:				Restricted Programs Fund:			
Cash and Cash Equivalents		\$ (0)	\$ 197,760	Accounts Payable and Accrued Liabilities		\$ 508,303	\$ 291,964
Other Accounts Receivable		59,108	72,814	Interfunds Accounts Payable		10,709	
Intergovernmental Accounts Receivable:				Deferred Revenue		77,932	275,526
Federal		430,004	201,605	Fund Balance		7,174	12,575
State of New Jersey		115,006	107,886				
Total Restricted Programs Fund		\$ 604,118	\$ 580,065	Total Restricted Programs Fund		\$ 604,118	\$ 580,065
Financial Aid Fund:				Financial Aid Fund:			
Cash and Cash Equivalents		\$ 252,731	\$	Accounts Payable and Accrued Liabilities		\$ 6,583	\$ 12,399
Intergovernmental Accounts Receivable:				Due to Grantor		227,418	153,475
Federal		1,255,323	758,403	Interfunds Accounts Payable		1,265,212	782,891
State		2,156	240,975	Deferred Revenue:		10,997	10,652
				Fund Balance		(0)	39,961
Total Financial Aid Fund		\$ 1,510,209	\$ 999,378	Total Financial Aid Fund		\$ 1,510,209	\$ 999,378
Total Restricted		2,114,327	1,579,443	Total Restricted		2,114,327	1,579,443
Total Current Funds		\$ 13,655,945	\$ 11,775,860	Total Current Funds		\$ 13,655,945	\$ 11,775,860

(Continued)

CAMDEN COUNTY COLLEGE
Balance Sheets
As of June 30, 2008 and 2007

<u>ASSETS (CONTD)</u>		<u>2008</u>	<u>2007</u>	<u>LIABILITIES, RESERVES AND FUND BALANCES (CONTD)</u>		<u>2008</u>	<u>2007</u>
Student Activities Fund:				Student Activities Fund:			
Cash		\$ 105,442	\$ 85,553	Accounts Payable and Accrued Liabilities		\$ 1,200	\$ 3,904
Accounts Receivable			122	Fund Balance		104,242	81,770
Total Student Activities Fund		<u>\$ 105,442</u>	<u>\$ 85,675</u>	Total Student Activities Fund		<u>\$ 105,442</u>	<u>\$ 85,675</u>
Intercollegiate Athletic Fund:				Intercollegiate Athletic Fund:			
Cash		\$ 0	\$ 12,998	Interfund Accounts Payable		\$ 16,798	\$ 12,998
Deficit		16,798					
Total Intercollegiate Athletic Fund		<u>\$ 16,798</u>	<u>\$ 12,998</u>	Total Intercollegiate Athletic Fund		<u>\$ 16,798</u>	<u>\$ 12,998</u>
General Agency:				General Agency:			
Cash and Cash Equivalents		\$ 0	\$ 434,752	Accounts Payable		\$ 214,052	\$ 443,378
Student Accounts Receivable, net		234,095		Interfund payable		17,510	
Other Accounts Receivable		518	9,151	Fund Balance		3,052	525
Total General Agency		<u>\$ 234,614</u>	<u>\$ 443,903</u>	Total General Agency		<u>\$ 234,614</u>	<u>\$ 443,903</u>
Quasi-Endowment Fund:				Quasi-Endowment Fund:			
Cash and Cash Equivalents		\$ 913,686	\$ 913,686	Fund Balance		\$ 1,045,558	\$ 1,045,558
Interfund Accounts Receivable		131,872	131,872				
Total Quasi-Endowment Fund		<u>\$ 1,045,558</u>	<u>\$ 1,045,558</u>	Total Quasi-Endowment Fund		<u>\$ 1,045,558</u>	<u>\$ 1,045,558</u>

(Continued)

CAMDEN COUNTY COLLEGE
Balance Sheets
As of June 30, 2008 and 2007

<u>ASSETS (CONTD)</u>		<u>2008</u>	<u>2007</u>	<u>LIABILITIES, RESERVES AND FUND BALANCES (CONTD)</u>		<u>2008</u>	<u>2007</u>
Plant Funds:				Plant Funds:			
Unexpended:				Unexpended:			
Cash and Cash Equivalents		\$ 116,706	\$	Accounts Payable and Accrued Liabilities		\$ 1,582,231	\$ 561,287
Intergovernmental Accounts Receivable:				Interfund Accounts Payable			47,941
County of Camden		2,370,539	1,515,940	Fund Balance - Restricted		905,013	906,712
Total Unexpended		\$ 2,487,245	\$ 1,515,940	Total Unexpended		\$ 2,487,245	\$ 1,515,940
Investment in Plant:				Investment in Plant:			
Construction in Progress		\$ 22,761,492	\$ 15,451,086	Accounts Payable and Accrued Liabilities		\$ 916,553	\$ 1,030,735
Land		3,855,328	3,855,328	Obligations Under Capital Lease		505,103	673,495
Land Improvements		1,049,401	743,515	Net Investment in Plant		84,044,418	75,751,479
Buildings		58,455,273	58,174,323	Long Term Debt		6,383,500	6,383,500
Equipment and Furnishings		3,346,032	2,931,329	Premium on Bonds		44,864	49,350
Infrastructure		1,719,486	1,777,379	Interfund Accounts Payable		131,872	131,872
Library Books		96,944	203,572				
Vehicles		116,319	80,957				
Bond Issuance Cost		210,696	231,765				
Assets Under Capital Lease		415,338	571,176				
Total Investment in Plant		92,026,309	84,020,432	Total Investment in Plant		92,026,309	84,020,432
Total Plant Funds		\$ 94,513,555	\$ 85,536,373	Total Plant Funds		\$ 94,513,555	\$ 85,536,373

CAMDEN COUNTY COLLEGE
Statement of Changes in Fund Balances
For the Fiscal Year Ended June 30, 2008

	Current Funds		Restricted		Agency Funds			Plant Funds	
	Unrestricted	Restricted Programs	Restricted	Financial Aid Fund	Student Activities Fund	General Agency	Intercollegiate Athletic Fund	Unexpended	Renewal and Replacement
Revenue and Other Additions:									
Educational and General Revenues	\$ 36,636,993								
Governmental Appropriations and Grants--									
Federal	22,612	\$ 3,320,639	\$	22,281,367					
State	14,578,608	936,574		4,283,026					
County	9,789,048							\$ 10,183,446	
Other Grants and Contracts--									
Restricted		111,892		700					
Gifts and Bequests	1,472								
Intercollegiate Athletic Revenue							\$ 6,770		
Decrease in Accrued Compensated Absences	79,049								
Student Activities Revenue					\$ 38,851				
Recovery of Prior Year Bad Debt						\$ 2,527			
Other	2,659,627								
Expended for Plant Assets									
	63,767,409	4,369,104		26,565,093	38,851	2,527	6,770	10,183,446	-
									\$ 3,277,321
									3,277,321

(Continued)

CAMDEN COUNTY COLLEGE
Statement of Changes in Fund Balances
For the Fiscal Year Ended June 30, 2008

	Current Funds		Agency Funds				Plant Funds		
	Unrestricted	Restricted Programs	Financial Aid Fund	Student Activities Fund	General Agency	Intercollegiate Athletic Fund	Unexpended	Renewal and Replacement	Investment In Plant
Expenditures and Other (Income) Deductions:									
Educational and General Expenditures	\$ 62,552,145	\$ 3,916,897	\$ 26,576,171						\$ 186,502
Intercollegiate Athletic Expenditures				\$ 154,781		\$ 64,836			
Student Activities Expenditures									
Other Changes in Fund Balance	(128,184)								
Accounts Receivable Canceled	857,641						\$ 2,945,722		
Expended for Plant Assets									16,583
Amortization									2,649,629
Depreciation									2,852,714
Net Increase (Decrease) Before Transfers Among Funds	63,281,602	3,916,897	26,576,171	154,781	-	64,836	2,945,722	-	
	485,807	452,207	(11,078)	(115,930)	\$ 2,527	(58,066)	7,237,724		424,607
Additions (Deductions):									
From Financial Aid Fund:									
Administrative Expenses	28,883		(28,883)						
From Restricted Programs Fund:									
Fringe Benefits	342,528	(342,528)							
Indirect Costs	115,079	(115,079)							
To Plant Fund	(628,909)						70,982		557,926
Transfer CIP from Unexpended to Investment							(7,310,406)		7,310,406
To Intercollegiate Athletic Fund	(54,267)					54,267			
To Student Activities Fund	(138,402)			138,402					
Net Increase (Decrease) After Transfers	150,719	(5,400)	(39,960)	22,472	2,527	(3,799)	(1,700)		8,292,939
Fund Balance at Beginning of Year	1,218,944	12,574	39,960	81,770	525	(12,998)	903,288	\$ 3,424	75,751,479
Fund Balance End of Year	\$ 1,369,663	\$ 7,174	\$ (0)	\$ 104,242	\$ 3,052	\$ (16,798)	\$ 901,589	\$ 3,424	\$ 84,044,418

CAMDEN COUNTY COLLEGE

Statement of Current Funds Revenues, Expenditures and Other Changes
For the Fiscal Year Ended June 30, 2008

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Revenues:			
Education and General:			
Student Tuition and Fees	\$ 36,554,507		\$ 36,554,507
Chargebacks from Other Counties	82,485		82,485
Governmental Appropriations	24,390,268	\$ 30,821,606	55,211,874
Other Sources	2,661,099	112,592	2,773,691
Total Revenues	63,688,360	30,934,197	94,622,557
Expenditures and Mandatory Transfers:			
Educational and General:			
Instruction	23,190,561	1,598,403	24,788,964
Academic Support	7,405,174	626,424	8,031,598
Student Services	6,122,728	695,619	6,818,347
Extension and Public Service	244,296	992,451	1,236,747
Institutional Support	11,894,119		11,894,119
Operation and Maintenance	12,257,424		12,257,424
Scholarships & Fellowships	580,976	26,580,171	27,161,147
Other	856,867		856,867
Total Expenditures	62,552,145	30,493,068	93,045,213
Net Increase (Decrease) Before			
Other Transfers and Additions (Deductions)	1,136,215	441,129	1,577,344
Other Transfers and Additions (Deductions):			
Transfer from Restricted Programs Fund:			
Fringe Benefits	342,528	(342,528)	
Indirect Costs	115,079	(115,079)	
Transfer from Financial Aid Fund:			
Administrative Expenses	28,883	(28,883)	
Transfer to Plant Fund	(628,909)		(628,909)
Transfer to Intercollegiate Athletic Fund	(54,267)		(54,267)
Transfer to Student Activities Fund	(138,402)		(138,402)
Student Accounts Receivable Cancelled	(857,641)		(857,641)
Other Credits to Income	128,184		128,184
(Increase) in Accrued Compensated Absences	79,049		79,049
Net Increase (Decrease) in Fund Balance	\$ 150,719	\$ (45,360)	\$ 105,359

CAMDEN COUNTY COLLEGE
Statement of Unrestricted Funds Revenues
For the Fiscal Year Ended June 30, 2008

Student Tuition and Fees:	
Non-Credit Tuition and Fees	\$ 4,217,525
Credit Tuition	25,253,154
Credit Fees	7,026,342
Tuition Rebate Recovery	<u>57,486</u>
	<u>36,554,507</u>
 Chargebacks from Other Counties	 <u>82,485</u>
 Governmental Appropriations:	
Federal	22,612
State of New Jersey	13,721,740
County of Camden	9,789,048
On-Behalf Payments - Alternate Benefit Program:	
State of New Jersey	<u>856,867</u>
	<u>24,390,268</u>
 Other Sources:	
Income from Investments	334,066
Insurance Claim	110,755
Commissions	538,735
Building Partnerships	632,393
Miscellaneous	<u>1,045,151</u>
	<u>2,661,099</u>
	<u><u>\$ 63,688,360</u></u>

CAMDEN COUNTY COLLEGE
Statement of Unrestricted Fund Expenditures
For the Fiscal Year Ended June 30, 2008

Instruction:

Instructional Fringe Benefits	\$ 3,681,217
Academic Skills (Math, English)	1,866,638
Academic/Student Support	8,204
Accounting, Economics and Finance	684,425
Allied Health	20,367
Automotive Technology	443,482
Automotive - Toyota	17,334
Biology	1,315,710
Biotechnology	2,623
Business and Management	408,473
Camden County Surrogate Office	10,436
Chemistry	761,699
CIM	135,883
Communications	64,255
Computer Aided Drafting	115,658
Computer Science	363,055
Computer Systems Technology	94,536
Computer Information Systems	567,614
Customized Training-Continuing Education	682,522
Computer Graphics	271,501
Continuing Education - General	0
Criminal Justice	305,012
Dental and Dental Hygiene	631,112
Elementary/Secondary Education	182,610
English as a Secondary Language	461,701
Engineering Technician	135,628
English	1,554,588
Fire Science Technology	17,251
Food & Nutrition Science	242,171
General Interest Programming - Continuing Education	1,121,936
Health and Physical Education	462,069
Health Information Technology	176,512
History and Political Science	861,718
Hospitality Technology Service	2,307
Human Services	173,918
International Education	2,675
K-12 School Contract	30,563
Languages	344,898
Laser Technology	95,567
Liberal Arts	4,871
Marketing and Retailing	36,769
Mathematics	891,826
Medical Lab Technician	107,153
Nursing and Respiratory Therapy	99,025
Occupational Skills-Continuing Ed	474,284
Office System Technology	85,950
Ophthalmic and Hearing Science	269,740
Paramedic Science	27,848
Paralegal	19,282
Physics	210,320
Basic Police Training - Alternate Route	16,273
Police Recruit	23,457
Police Training Seminar	1,956
Psychology	822,305
Sign Language Interpreter	163,830
Sociology / Anthropology	442,085
Surgical Technology	21,114
Veterinary Technology	173,562
Visual and Performing Arts	981,044
	<hr/>
	23,190,561
	(Continued)

CAMDEN COUNTY COLLEGE
Statement of Unrestricted Fund Expenditures
For the Fiscal Year Ended June 30, 2008

Academic Support:

Academic Support Fringe Benefits	\$ 1,330,892
Office of Provost and Vice-President of Academic Affairs	352,283
Vice-President of Economic Development and Dean of Rohrer Campus	216,003
Dean of Business, Computer and Technical Studies	271,077
Dean of Arts, Humanities and Social Sciences	583,036
Dean of Mathematics, Science and Health Careers	404,598
General Interest Program Office	279,193
Customized Training Office	342,990
Occupational Skills Office	379,270
Library	815,610
Shared Library Costs	86,822
Instructional Support	212,646
Academic Information Systems	1,063,292
Camden Academic Support	175,424
Ophthalmic Clinic	16,332
School Relations Office	394,784
Institutional Research	183,630
Distance Learning	297,294
	<hr/>
	7,405,174

Student Services:

Student Services Fringe Benefits	1,367,594
Office of Admissions and Recruitment	76,156
Office of Records and Registration Services	620,714
Enrollment Services Camden	324,680
Office of Enrollment Services	583,249
Office of Financial Aid	590,911
Office of Student Life	44,626
Honors Convocations	2,685
Advisement Center	385,403
Commencement	64,546
ESL/International Students	113,308
Intercollegiate Sports	297,860
Transfer and Student Employment	65,423
Camden Campus Student Services	97,882
Food Service	79,634
Parking Garage Office	108,151
SSS Match	14,472
Disability Services	127,268
Rohrer Center	332,987
Academic/Student Services	237,345
Hearing Impaired	150,804
Assessment & Tutoring	407,363
EOF Support Program	29,668
	<hr/>
	6,122,728

Extension and Public Service:

Extension and Public Service Fringe Benefits	120,886
Facility Scheduling	69,726
Theatre Production/Art Gallery	4,987
Faculty Development	14,820
Wellness	17,712
Summer Camps for Kids	16,009
Miscellaneous Expense	156
	<hr/>
	244,296
	<hr/>
	(Continued)

CAMDEN COUNTY COLLEGE
Statement of Unrestricted Fund Expenditures
For the Fiscal Year Ended June 30, 2008

Institutional Support

Institutional Support Fringe Benefits	\$ 2,272,767
Board of Trustees	129,597
President's Office	412,737
Office of Vice-President for Administrative Services	201,715
Office of Vice-President for Institutional Advancement	510,599
Office of Budgeting and Planning	145,477
Financial Services	916,992
Human Resources	375,016
Printing Services	383,779
Communication and Development	756,131
External Resource Development	100,194
Administrative Information Systems	1,456,914
Compliance Office	160,184
Salary Accruals	509,208
Staff Tuition Refunds	100,623
Faculty Tuition Refunds	29,308
Consulting	126,004
Building Rentals	94,675
Audit	62,500
Solicitor	182
Memberships	149,634
Postage	174,449
Property and Casualty Insurance	949,883
In Lieu of Taxes	70,000
Credit Card Service Fees	279,661
Collection Agency Fee	93,684
Capital Lease Debt Service	696,836
Technology Priorities	310,671
Bitech Implementation	234,815
Miscellaneous	189,882
	<u>11,894,119</u>

Operation and Maintenance:

Operation and Maintenance Fringe Benefits	2,090,024
Facilities Development and Planning	224,585
Operation and Maintenance	3,267,411
Materials and Repairs	648,914
Contractual Services	121,811
Financing Costs	7,456
Equipment	40,265
Special Projects	0
Service Contracts	159,493
Conferences and Meetings	9,829
Operation of Vehicles	214,800
Sewerage	227,456
Electricity	2,157,478
Gas	510,183
Water	83,888
Waste Collection	112,467
Telephone	393,740
Public Safety	1,987,623
	<u>12,257,424</u>

Scholarships & Fellowships:

Waivers	<u>580,976</u>
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Other:

On-Behalf Payments - Alternate Benefit Program	
Teachers Insurance Annuity Association (TIAA)	<u>856,867</u>

\$ 62,552,145

CAMDEN COUNTY COLLEGEStatement of Current Fund Expenditures by Function and Object
For the Fiscal Year Ended June 30, 2008

	<u>General Operating</u>	<u>Auxiliary Services</u>	<u>Continuing Education</u>	<u>Total Current Unrestricted</u>
Instruction:				
Salaries	\$ 16,790,695	\$ 9,540	\$ 1,923,876	\$ 18,724,111
Fringe	3,681,420		763	3,682,183
Contractual Services	43,818	8,554	297	52,668
Materials & Supplies	277,383	15,657	306,078	599,118
Conferences & Meetings	40,912		17,077	57,989
Fixed Charges	28,739		1,250	29,989
Utilities				-
Student Aid			29,402	29,402
Capital	2,999			2,999
Contingency	4,167	7,934		12,101
	<u>20,870,134</u>	<u>41,685</u>	<u>2,278,742</u>	<u>23,190,561</u>
Academic Support:				
Salaries	3,329,988		963,050	4,293,038
Fringe	1,331,987			1,331,987
Contractual Services	1,252,208		154,074	1,406,282
Materials & Supplies	192,007		15,378	207,385
Conferences & Meetings	61,537		19,153	80,690
Fixed Charges	16,619		3,651	20,270
Utilities	3,313		62,150	65,463
Student Aid				-
Capital				-
Contingency	60			60
	<u>6,187,719</u>	<u>-</u>	<u>1,217,456</u>	<u>7,405,174</u>
Student Services:				
Salaries	4,023,704	84,949		4,108,653
Fringe	1,367,594			1,367,594
Contractual Services	196,034	80,225		276,260
Materials & Supplies	143,958	2,036		145,994
Conferences & Meetings	90,882	421		91,304
Fixed Charges	109,980	15,679		125,659
Utilities	89			89
Student Aid				-
Capital	2,703			2,703
Contingency		4,474		4,474
	<u>5,934,943</u>	<u>187,785</u>	<u>-</u>	<u>6,122,728</u>
				(Continued)

CAMDEN COUNTY COLLEGEStatement of Current Fund Expenditures by Function and Object
For the Fiscal Year Ended June 30, 2008

	<u>General Operating</u>	<u>Auxiliary Services</u>	<u>Continuing Education</u>	<u>Total Current Unrestricted</u>
Extension and Public Service:				
Salaries	\$ 78,068	\$ 10,487	\$ 14,820	\$ 103,376
Fringe	120,886			120,886
Contractual Services	6,876			6,876
Materials & Supplies	3,589	352		3,941
Conferences & Meetings	4,048	849		4,896
Fixed Charges				-
Utilities				-
Student Aid				-
Capital				-
Contingency		4,320		4,320
	<u>213,467</u>	<u>16,009</u>	<u>14,820</u>	<u>244,296</u>
Institutional Support:				
Salaries	3,861,953			3,861,953
Fringe	2,405,608			2,405,608
Contractual Services	2,302,209			2,302,209
Materials & Supplies	359,045			359,045
Conferences & Meetings	264,074			264,074
Fixed Charges	2,191,958			2,191,958
Utilities	308,748			308,748
Student Aid	321			321
Capital	173,855			173,855
Contingency	26,349			26,349
	<u>11,894,119</u>	<u>-</u>	<u>-</u>	<u>11,894,119</u>
Operations & Maintenance:				
Salaries	4,847,563	533,309		5,380,872
Fringe	2,132,411	7,413		2,139,824
Contractual Services	358,537	23,416		381,953
Materials & Supplies	769,677	1,503		771,180
Conferences & Meetings	14,467			14,467
Fixed Charges	61,060			61,060
Utilities	3,186,432	243,332		3,429,763
Student Aid				-
Capital	78,305			78,305
Contingency				-
	<u>11,448,451</u>	<u>808,972</u>	<u>-</u>	<u>12,257,424</u>
				(Continued)

CAMDEN COUNTY COLLEGEStatement of Current Fund Expenditures by Function and Object
For the Fiscal Year Ended June 30, 2008

	<u>General Operating</u>	<u>Auxiliary Services</u>	<u>Continuing Education</u>	<u>Total Current Unrestricted</u>
Scholarships & Fellowships:				
Salaries				-
Fringe	\$ 320			\$ 320
Contractual Services				-
Materials & Supplies				-
Conferences & Meetings				-
Fixed Charges				-
Utilities				-
Student Aid	580,655			580,655
Capital				-
Contingency				
	<u>580,975</u>	<u>-</u>	<u>-</u>	<u>580,976</u>
Other	<u>856,867</u>	<u>-</u>	<u>-</u>	<u>856,867</u>
Total	<u>\$ 57,986,676</u>	<u>\$ 1,054,452</u>	<u>\$ 3,511,018</u>	<u>\$ 62,552,145</u>
Total				
Salaries	\$ 32,931,971	\$ 638,286	\$ 2,901,746	\$ 36,472,002
Fringe	11,040,226	7,413	763	11,048,402
Contractual Services	4,159,683	112,195	154,371	4,426,249
Materials & Supplies	1,745,659	19,549	321,456	2,086,663
Conferences & Meetings	475,920	1,270	36,230	513,420
Fixed Charges	2,408,355	15,679	4,901	2,428,935
Utilities	3,498,581	243,332	62,150	3,804,063
Student Aid	580,976	-	29,402	610,378
Capital	257,862	-	-	257,862
Contingency	30,576	16,728	-	47,304
	<u>57,129,809</u>	<u>1,054,452</u>	<u>3,511,018</u>	<u>61,695,278</u>
Other	<u>856,867</u>	<u>-</u>	<u>-</u>	<u>856,867</u>
Total	<u>\$ 57,986,676</u>	<u>\$ 1,054,452</u>	<u>\$ 3,511,018</u>	<u>\$ 62,552,145</u>

CAMDEN COUNTY COLLEGE
Statement of Restricted Programs Fund
For the Fiscal Year Ended June 30, 2008

	Revenues/ (Deobligations)			Expenditures and Other		Net Increase (Decrease) For Year	Fund Balance at Beginning of Year	Fund Balance at End of Year
	Federal	State	Other	Deductions	Transfers			
Upward Bound Food	\$ 6,946			\$ 6,946				
Upward Bound (end date 8/31/07)	131,375			106,239	\$ 25,137			
Upward Bound Expansion (end date 8/31/07)	45,908			42,692	3,216	\$ (0)		\$ (0)
Upward Bound (end date 8/31/08)	288,386			201,909	86,477			
College Bound		\$ 307,652		307,652				
Upward Bound Parent Adv							\$ 104	104
Student Support Services (end date 8/31/07)	40,126			27,097	13,029			
Student Support Services (end date 8/31/08)	218,732			149,197	69,535			
Perkins	828,055			799,522	28,533	0		0
NSF - OP-TEC (end date 8/31/07)	93,480			65,147	28,333			
NSF - OP-TEC (end date 8/31/08)	108,986			55,433	53,553			
NSF-STEM (end date 8/31/08)	38,818			38,317	501	(0)		(0)
Title III Management (end date 9/30/08)	39,873			31,842	8,031			
Title III Management (end date 9/30/07)	11,642			8,956	2,687			
Title III Student Access (end date 9/30/08)	264,718			238,341	26,377			
Title III Student Access (end date 9/30/07)	112,906			100,707	12,199			
Health Careers Opp Prog (HCOP) (end date 8/31/06)							69	69
Health Careers Opp Prog (HCOP) (end date 2/28/07)							0	0
College bound-Supplemental		9,450		9,450				
SEED (end date 9/30/07)	95,561			67,496	28,065			
Two Plus Two Tech Prep (end date 8/31/2007)	116,320			112,361	3,959			
Two Plus Two Tech Prep (end date 8/31/2008)	40,987			40,987				
Innovation Partnership		89,566		84,732	4,834			
Contract for Interpreters (end date 12/31/07)		56,841		42,131	14,710			
NSF - STEM (end date 8/31/07)	1,700			1,560	140			
Hearing Impaired		219,400		219,400				
Adult Basic Skills	599,040			588,422	10,618			
English Literacy & Civics	102,154			97,186	4,969	0		0
EOF		202,589		182,170	20,419			
21st Century Learning Comm	83,415			83,415				
21st Century -CCVT	51,319			51,319				
Youth Transitions to Work (end date 9/30/08)		11,076		10,680	396		25	25
Youth Transitions to Work (end date 9/30/07)		8,609		8,609				
Literacy Project							280	280
Emergency Medical Technician							298	298
Special Needs Ctr Enhancement		8,128		8,128				
At History's Doorstep Yr 3							36	36
Dwight Eisenhower							668	668
Ben Franklin Grant	193			193				
RW Johnson C.N.A. (extension)			\$ 8,019	5,106	2,913			
ELMS High School Initiative		10,000		10,000				
Zoo in the Park							5,675	5,675
Jane Austen - All about Austen		6,085		6,085				
Delta Dental Foundations			2,671	2,671				
Delta Dental Foundations			2,655	2,655				
Ancient Mesopotamia		7,177		7,177				
Gateway - United way			25,000	25,000				
Gateway - United way supplementa			21,991	13,012	8,978			
Gateway Educational Program				5,400		(5,400)	5,400	
Gateway Danellie Foundation			15,000	15,000			21	21
Gateway - UEZ			12,500	12,500				
NSF - ATE JABRWOC (end date 8/31/07)			1,389	1,389				
HOPE VI			18,667	18,667				
Lindback Foundation			4,000	4,000				
	\$ 3,320,639	\$ 936,574	\$ 111,892	\$ 3,916,897	\$ 457,607	\$ (5,400)	\$ 12,575	\$ 7,174
Transfer to (from) Unrestricted Current Funds:								
Fringe Benefits					\$ 342,528			
Indirect Costs / Administrative Allowance					115,079			
					<u>\$ 457,607</u>			

CAMDEN COUNTY COLLEGE

Statement of Financial Aid Fund

For the Fiscal Year Ended June 30, 2008

	Revenues (Deobligations)		Expenditures and Other Deductions	Transfers	Net Increase (Decrease) For Year	Fund Balance at Beginning of Year	Fund Balance at End of Year
	Federal	State Other					
Pell Grant	\$ 10,408,940		\$ 10,408,940				
Supplemental Education	417,997		453,472		\$ (35,475)	\$ 35,475	
Federal Work Study Program	469,333		444,937	\$ 28,883	(4,487)	4,487	\$ 0
Federal Family Education Loan Program	10,906,922		10,906,922		0		0
SSS Trio	7,600		7,600				
Academic Competitiveness	20,175		20,175				
Tuition Aid Grant		\$ 3,058,318	3,058,318				
Educational Opportunity Fund		299,421	299,421				
New Jersey Gear Up		34,481	34,481				
Rhode Island Scholarship		\$ 700	700				
Scholarship Disadvantage Students (Helene Fuld School)	50,400		50,400				
New Jersey Stars Program		861,976	861,976				
Garden State Scholarships		28,830	28,830				
	\$ 22,281,367	\$ 4,283,026	\$ 26,576,171	\$ 28,883	\$ (39,960)	\$ 39,960	\$ 0

CAMDEN COUNTY COLLEGE
Statement of Agency Fund Revenues, Expenditures and Transfers -
Student Activities Fund
For the Fiscal Year Ended June 30, 2008

	<u>Revenues</u>	<u>Expenditures</u>
<u>Student Government Association</u>		
Transfer from Unrestricted Current Fund - Student Activity Fees	\$ 138,402	
Student Government Association Executive Board	219	
Student Activity Board	5,776	\$ 49,578
Graduation Activities	5,410	24,324
<u>Student Media</u>		
Newspaper-Campus Press	1,208	15,263
Radio Station	200	17,740
Bridges Literary Magazine		3,235
<u>Student Clubs</u>		
Alpha Mu Gamma	525	1,457
Book Club		1,832
Business Club		398
Cougars Racing Club		795
Dental Assisting Club	2,160	4,485
Dental Hygiene Club	8,322	8,483
Dietetic Club		1,455
Elementary & Secondary Education Club		900
Game Design Club	155	705
Human Service Club	407	1,410
International Club	355	2,151
Kappa Delta Pi	2,668	3,119
Mu Alpha Theta	65	1,194
Phi Theta Kappa Honor Society	10,035	13,584
PSI Beta	1,170	1,189
Urban Unity	177	1,485
	<u>\$ 177,253</u>	<u>\$ 154,781</u>

CAMDEN COLLEGE COLLEGE
Statement of Agency Fund Revenues, Expenditures and Transfers -
Intercollegiate Athletic Fund
For the Fiscal Year Ended June 30, 2008

	<u>Revenues</u>	<u>Expenditures</u>
General	\$ 300	\$ 2,006
Men's Soccer Team		4,238
Men's Basketball Team		9,232
Men's Baseball Team	6,470	18,176
Women's Softball Team		6,022
Women's Basketball Team		11,569
Women's Soccer Team		6,023
Men's Golf Team		7,569
Transfer from Camps	4,267	
Transfer from Unrestricted Current Fund	50,000	
	<hr/>	<hr/>
	<u>\$ 61,037</u>	<u>\$ 64,836</u>

CAMDEN COUNTY COLLEGE
PART 2
SINGLE AUDIT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133 AND STATE OF NEW JERSEY CIRCULAR 04-04-OMB**

The Honorable Chairman and
Members of the Board of Trustees
Camden County College
Blackwood, New Jersey 08012

Compliance

We have audited the compliance of Camden County College (the College) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the New Jersey State Grant Compliance Supplement that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2008. The College's major federal and state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of College's management. Our responsibility is to express an opinion on the College's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Department of Treasury, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133, and State of New Jersey Circular 04-04-OMB, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the College's compliance with those requirements.

In our opinion, Camden County College complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and New Jersey Circular 04-04-OMB, which are described in the accompanying Schedule of Findings and Questioned Costs as findings no. 2008-2 and 2008-3.

Internal Control Over Compliance

The management of College is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the College's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

Our consideration of the internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the College's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified deficiencies in internal control over compliance that we consider to be a significant deficiency.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal or state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as findings no. 2008-1 and 2008-4.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented or detected by the College's internal control. We did not consider any of the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be a material weakness.

This report is intended solely for the information and use of the audit committee, management of the College, the Department of Treasury, State of New Jersey, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Woodbury, New Jersey
January 22, 2009

CAMDEN COUNTY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDING JUNE 30, 2008

Federal Grantor/ Pass - through Grantor/ Program Title	Federal CFDA Number	Grant Number	Program or Award Amount	Matching Contribution	Grant Period		Balance June 30, 2007	Receipt or Revenues Recognized	Key Adjustments	FY 08 Disbursements/ Expenditures	Balance June 30, 2008	(Memo Only)	
					From	To						Cash Received	Cumulative Expenditures
U.S. Department of Education													
Direct Programs:													
Federal Supplemental Educational Opportunity Grants	84.007	E-P007-A992540	\$ 417,997	N/A	7/1/2007	6/30/2008	\$ 35,475	\$ 417,997	\$	453,472		\$ 328,750	\$ 453,472
Federal Family Education Loans	84.032	Unavailable	10,906,922	N/A	7/1/2007	6/30/2008		10,906,922		10,906,922		10,906,922	10,906,922
Federal Pell Grant Program	84.063	E-P063P992308	10,408,940	N/A	7/1/2007	6/30/2008		10,408,940		10,408,940		10,111,395	10,408,940
Academic Competitiveness	84.375	P375AA062865	20,175	N/A	7/1/2007	6/30/2008		20,175		20,175		1,500	20,175
Federal Work-Study Program	84.033	E-P033-A992540	469,333	N/A	7/1/2007	6/30/2008	4,487	469,333		473,820		315,156	473,820
Total Student Financial Aid													
							39,962	22,223,367		22,263,328	-	21,663,723.00	22,263,328
Other U.S. Department of Education Programs:													
Direct Programs:													
Upward Bound	84.047	P047A030278-4	199,791	N/A	9/1/2006	8/31/2007		177,283		177,283		204,297	177,283
Upward Bound	84.047	P047A030278-4	450,792	N/A	9/1/2007	8/31/2008		288,386		288,386		222,202	288,386
Upward Bound Food	84.219	5120-100-034	6,946	N/A	7/1/2007	6/30/2008		6,946		6,946		6,946	6,946
Student Support Services	84.042	P042A060991-08	43,432	N/A	9/1/2006	8/31/2007		40,126		40,126		83,099	40,126
Student Support Services	84.042	P042A060991-07	271,721	21,401	9/1/2007	8/31/2008		226,332	(1)	21,401		204,524	247,733
Title III	84.031	PO31A030179-4	375,525	N/A	10/1/2007	9/30/2008		304,591		304,591		249,556	304,591
Title III	84.031	PO31A030179-4	138,937	N/A	10/1/2006	9/30/2007		124,548		124,548		167,340	124,548
Passed Through State Department of Education:													
Vocational Education - Perkins	84.048	PSFST12005	828,055	N/A	7/1/2007	6/30/2008		822,659		822,659		828,055	822,659
Vocational Assessment	84.126	DVRS#2006-45	121,802	28,703	10/1/2006	9/30/2007		95,561	(1)	28,703		73,080	124,264
Tech Prep (end date 8/31/2007)	84.243	# 05000202	142,813	N/A	9/1/2006	8/31/2007		116,320		116,320		116,320	116,320
Tech Prep (end date 8/31/2008)	84.243	subcontract	50,000	N/A	9/1/2007	8/31/2008		40,987		40,987		40,987	40,987
Passed Through State Department of Labor and Workforce Development													
Adult Basic Skills	17.259	ABS-04FY08	674,639	234,001	7/1/2007	6/30/2008		599,040	(1)	234,001		513,291	833,041
English Literacy and Civics	84.002	ABS-04FY08	120,361		7/1/2007	6/30/2008		102,154		102,154		84,834	102,154
Passed Through Gloucester City Public Schools													
21st Century	84.287	N/A	86,715	N/A	7/1/2007	6/30/2008		83,415		83,415		83,811	83,415
Passed Through Camden City													
21st Century-CCVT	84.287	N/A	95,000	N/A	7/1/2007	6/30/2008		51,319		51,319		37,118	51,319
Passed Through Helene Fuld School of Nursing													
Scholarship Disadvantage Students	93.925	4083819-03	50,400	N/A	7/1/2007	6/30/2008		50,400		50,400		50,400	50,400
National Endowment for the Humanities													
Direct Programs:													
Ben Franklin in Search of a Better World	45.xxx	N/A	1,000	N/A	11/1/2007	6/30/2008		193		193		1,000	193
Passed Through The National Science Foundation:													
NSF-OP-TEC	47.076	DUE-0603275	128,920	N/A	9/1/2007	8/31/2008		108,986		108,986		70,715	108,986
NSF-OP-TEC	47.076	DUE-0603275	93,480	N/A	9/1/2006	8/31/2007		93,480		93,480		128,380	93,480
NSF-STEM	47.076	DUE-0631050	3,965	N/A	9/1/2006	8/31/2007		1,700		1,700		1,700	1,700
NSF-STEM	47.076	DUE-0631050	117,772	N/A	9/1/2007	8/31/2008		38,818		38,818		33,085.00	38,818
								3,373,243	284,105	3,657,348		3,043,433	3,657,349
Total Other U.S. Department of Education Programs													
Total Federal Financial Assistance													
							\$ 39,962	\$ 25,596,610	\$ 284,105	\$ 25,920,676	\$ -	\$ 24,707,156	\$ 25,920,676

(1) Matching Funds

The accompanying Notes to Schedule of Federal Awards and State Financial Assistance are an integral part of this schedule.

CAMDEN COUNTY COLLEGE
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

State Grantor/ Program Title	State GMS Number	Program or Award Amount	Matching Contribution	Grant Period		Balance June 30, 2007	Receipts or Revenues Recognized	Key Adjustments	FY 08 Disbursements/ Expenditures	Balance June 30, 2008	(Memo Only)	
				From	To						Cash Received	Cumulative Expenditures
Student Financial Aid Programs:												
Department of the State - Commission on Higher Education:												
Opportunities Program Grants:												
Educational Opportunities Fund - Article III (FY07)	5400-100-030010-63		N/A	6/1/2007	7/31/2008		\$ 299,421		\$ 299,421		\$ 305,278	\$ 299,421
Educational Opportunities Fund - Article IV (FY08)	5400-100-030020-63	\$211,848	\$ 202,629	7/1/2007	6/30/2008		202,589	(1)	\$ 405,218		196,199	405,218
ELMS High School financial Aid Initiative	08ELMS-HSFA	10,000	N/A	5/28/2008	6/30/2008		10,000		10,000		8,000	10,000
Department of the Treasury - Office of Student Assistance:												
New Jersey Stars Program												
Tuition Aid Grants	5400-100-040070-63		N/A	7/1/2007	6/30/2008		861,976		861,976		871,085	861,976
Garden State Distinguish Scholarship	5400-100-0822150-10		N/A	7/1/2007	6/30/2008		3,058,318		3,058,318		3,108,577	3,058,318
NJ Gear Up Scholarship	5400-100-040060-24		N/A	7/1/2007	6/30/2008		28,830		28,830		28,655	28,830
							34,481		34,481		32,325	34,481
Total Student Financial Aid Programs							4,495,615	202,629	4,698,244		4,548,119	4,698,244
State Department of Education:												
Innovation Partnership Institute	07PII-801080-002	147,638	N/A	4/1/2007	7/31/2008		89,566		89,566		132,637	89,566
Total State Department of Education							89,566		89,566		132,637	89,566
State Department of Higher Education:												
Operational Costs - County Colleges	100-082-2155-015		N/A	7/1/2007	6/30/2008		13,721,740		13,721,740		13,721,740	13,721,740
P.L. 1971, Chapter 12 Debt Service	08-100-082-2155-016		N/A	7/1/2007	6/30/2008		1,619,629		1,619,629		1,619,629	1,619,629
Employer Contributions - Alternative Benefit Program	100-082-2155-017		N/A	7/1/2007	6/30/2008		856,867		856,867		697,139	856,867
Higher Education for Special Needs Students	08YR4-801180-0046	219,400	228,547	7/1/2007	6/30/2008		219,400	(1)	447,947		219,400	447,947
Special Needs Enhancement	08YR1-801180-0057	25,000	N/A	1/1/2008	12/31/2008		8,128		8,128		22,500	8,128
College Bound	08YR1-800930-0055	337,406	298,344	7/1/2007	6/30/2008		307,652	(1)	605,996		269,924	605,996
College bound Supplemental	08YR1-800930-0064	9,450	N/A	11/16/2007	8/31/2008		9,450		9,450		8,505	9,450
Literacy Project	03CCC		N/A	7/1/2006	6/30/2007	\$ 280			\$ 280			
Total State Department of Higher Education						280	16,742,866	526,891	17,269,757	280	16,558,837	17,269,757
NJ Dept of Labor, Division of Vocational Rehabilitation Services												
Contract for Interpreters	DVRS#2007-52		N/A	1/1/2007	12/31/2007		56,841		56,841		80,268	56,841
Passed Through Camden County Technical Schools												
Youth Transitions to Work Partnership	Subcontract		N/A	10/1/2007	9/30/2008	25	11,076		11,076	25	10,093	11,076
Youth Transitions to Work Partnership	Subcontract		N/A	9/1/2006	9/30/2007		8,609		8,609		18,306	8,609
Total NJ Department of Labor						25	76,526		76,526	25	108,667	76,526
(Continued)												

(Continued)

CAMDEN COUNTY COLLEGE
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

State Grantor/ Program Title	State GMS Number	Program or Award Amount	Matching Contribution	Grant Period From To	Balance June 30, 2007	Receipts or Revenues Recognized	Key Adjustments	FY 08 Disbursements/ Expenditures	Balance June 30, 2008	(Memo Only)	
										Cash Received	Cumulative Expenditures
<u>New Jersey Dept of Health and Senior Services</u>											
EMT		\$ 15,000	N/A	undefined	\$ 298				\$ 298		
Total NJ Dept of Health and Senior Services					298				298		
<u>New Jersey Council for the Humanities</u>											
Jane Austen- All about Austen	2007-28	7,006	12,576	12/30/2007 5/30/2008		\$ 6,085 (1)	\$ 12,576 \$	18,661		\$ 6,305	\$ 18,661
Ancient Mesopotamia	2007-03	7,886	12,060	7/16/2007 12/31/2007		7,177 (1)	12,060	19,237		7,097	19,237
Passed through Gloucester City School District											
At History's Doorstep	S215X020039		N/A	10/1/2004 9/30/2005	36				36		
Total New Jersey Council for the Humanities					36	13,262	24,636	37,898	36	13,402	37,898
Total State Financial Assistance					\$ 639	\$ 21,417,836	\$ 754,166 \$	22,171,992 \$	639	\$ 21,361,662	\$ 22,171,992
(1) Matching Funds											

The accompanying Notes to Schedule of Federal Awards and State Financial Assistance are an integral part of this schedule.

CAMDEN COUNTY COLLEGE
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2008

Note 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of Camden County College. The College is defined in the Notes to the Financial Statements, Note 1.

Note 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the accrual basis of accounting which is described in the Notes to the Financial Statements, Note 1.

Note 3: RELATIONSHIP TO FINANCIAL STATEMENTS

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Schedules of Expenditures of Federal Awards and State Financial Assistance	\$ 25,920,676	\$ 22,171,992	\$ 48,092,668
Financial Statements:			
Operating Grants	\$ 25,920,676	\$ 5,973,756	\$ 31,894,432
Non-Operating Grants:			
State Appropriations		13,721,740	13,721,740
On-Behalf Payments – Alternative Benefit Program		856,867	856,867
P.L. 1971, Chapter 12 Debt Service		1,619,629	1,619,629
Total Expenditures	\$ 25,920,676	\$ 22,171,992	\$ 48,092,668

Note 4: MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

CAMDEN COUNTY COLLEGE

PART 3

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unqualified

Internal control over financial reporting:

Material weaknesses identified? _____ yes x no

Were significant deficiencies identified that were not considered to be a material weakness? _____ yes x none reported

Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

Internal control over compliance:

Material weaknesses identified? _____ yes x no

Were significant deficiencies identified that were not considered to be a material weakness? x yes _____ none reported

Type of auditor's report on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? x yes _____ no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
<u>84.007</u>	<u>Federal Supplemental Educational Opportunities Grants</u>
<u>84.032</u>	<u>Federal Family Educational Loans</u>
<u>84.063</u>	<u>Federal PELL Grant Program</u>
<u>84.375</u>	<u>Academic Competitiveness Grant Program</u>
<u>84.033</u>	<u>Federal Work-Study Program</u>
<u>93.925</u>	<u>Scholarships for Health Professions Students from Disadvantaged Backgrounds</u>
<u>17.259</u>	<u>Adult Basic Skills</u>
<u>84.048</u>	<u>Vocational Education - Perkins</u>

Dollar threshold used to determine Type A programs \$ 777,620

Auditee qualified as low-risk auditee? X yes _____ no

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over compliance:

Material weaknesses identified? _____ yes x no

Were significant deficiencies identified that were
not considered to be a material weakness? _____ yes x none reported

Type of auditor's report on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in
accordance with OMB Circular A-133 (section .510(a)) or
New Jersey Circular 04-04-OMB? _____ yes x no

Identification of major programs:

<u>GMIS Numbers</u>	<u>Name of State Program</u>
<u>2401-100-074-2401-001</u>	<u>Educational Opportunities Fund (EOF) - Article III</u>
<u>2405-100-074-2405-007</u>	<u>Tuition Aid Grant Program</u>
<u>2405-100-074-2405-278</u>	<u>Garden State Distinguished Scholarship Program</u>
<u>2400-100-074-2400-026</u>	<u>New Jersey Gear Up Scholarship</u>
<u>2405-100-074-2405-313</u>	<u>New Jersey Stars Program</u>
<u>100-082-2155-017</u>	<u>Employer Contributions - Alternative Benefit Program</u>
<u>100-082-2155-015</u>	<u>State Operating Subsidy</u>
<u>08-100-082-2155-016</u>	<u>P.L.1971, Chapter 12 Debt Service</u>

Dollar threshold used to determine Type A programs \$ 665,160.00

Auditee qualified as low-risk auditee? X yes no

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Department of the Treasury, State of New Jersey.

No Current Year Findings.

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

Finding No. 2008-1

Programs:

Federal Supplemental Educational Opportunities Grants – CFDA No. 84.007
Federal Family Educational Loans – CFDA No. 84.032
Federal PELL Grant Program – CFDA No. 84.063
Federal Academic Competitiveness Grant – CFDA No. 84.375

Condition

There is inadequate monitoring procedures to insure title IV recipient students receive a grade for the classes they attended and the return of funds calculation be performed if required.

Criteria

2007-08 FSA Handbook – Volume 5 – Overawards, Overpayments & Withdrawal Calculations, Chapter 2 – Withdrawals and the Return of Title IV Funds

Questioned Costs

None

Context

Out of the entire population of title IV recipient students, there were eleven title IV recipient students receiving a combination of never attended and a no grade reported in their courses. There were twenty title IV recipient students receiving a combination of stopped attending and a no grade reported in their courses. There has been no resolution to the students not receiving a grade and the possible return of title IV funds calculations have not been completed.

Effect

The College, depending upon the outcome of the grade reported, could be required to return title IV funds.

Cause

The College failed to adequately monitor title IV recipient students not receiving a grade for classes they attended.

Recommendation

That the College review their procedures to insure title IV recipient students receive a grade for classes they attended and the return of funds calculation be performed if required.

View of the Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 3- Schedule of Federal Award Findings and Questioned Costs (Cont'd)

Finding No. 2008-2

Programs:

Federal Supplemental Educational Opportunities Grants – CFDA No. 84.007
 Federal Family Educational Loans – CFDA No. 84.032
 Federal PELL Grant Program – CFDA No. 84.063
 Federal Academic Competitiveness Grant – CFDA No. 84.375

Condition

During the fiscal year, the report used by the college to determine which students required a return of title IV funds calculation did not include the complete population of students.

Criteria

2007-08 FSA Handbook – Volume 5 – Overawards, Overpayments & Withdrawal Calculations, Chapter 2 – Withdrawals and the Return of Title IV Funds

Questioned Costs

Federal Family Educational Loans – CFDA No. 84.032	\$ 138,638.41
Federal PELL Grant Program – CFDA No. 84.063	109,769.06
Federal Supplemental Educational Opportunities Grants – CFDA No. 84.007	1,125.00
New Jersey Tuition Aid Grant (TAG)	<u>3,198.00</u>
	<u>\$ 252,730.47</u>

Context

After errors were noted in a sample selected for testing by the auditor, the total population of students requiring a return of title IV funds calculation was determined using the corrected return of funds report. The College performed return of funds calculations for the students omitted from the original report.

Effect

The return of funds calculations for the students omitted from the original report resulted in \$252,730.47 in funds that will be returned to the Department of Education.

Cause

An upgrade to the computer software is the suspected cause of the omission of the students from the return of funds report.

Recommendation

That the College reviews their procedures when performing software upgrades to insure the system is operating as intended and delivering accurate reports.

View of the Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 3- Schedule of Federal Award Findings and Questioned Costs (Cont'd)

Finding No. 2008-3

Programs:

Federal Family Educational Loans – CFDA No. 84.032

Condition

Unsubsidized and Subsidized Loans were not always awarded in the correct amounts.

Criteria

2007-2008 FSA Handbook – Volume 3 – Calculating Awards & Packaging Chapter 7

Questioned Costs

None

Context

In a sample size of 27, errors were noted in 2 instances.

AS AWARDED

				Awarded				
	COA	EFC	Need	Sub Loan	Unsub Loan	FWS	PELL	NJTAG
LV	8,152	7,351	801	3,854	3,646	0	0	0
RS	11,205	0	11,205	2,895	2,225	0	4,310	1,774

SHOULD HAVE BEEN AWARDED

				Awarded				
	COA	EFC	Need	Sub Loan	Unsub Loan	FWS	PELL	NJTAG
LV	11,205	7,351	3,854	3,500	4,500	0	0	0
RS	11,205	0	11,205	3,500	1,620	0	4,310	1,774

Effect

Some students are incurring interest costs on an Unsubsidized Loan Balance that is higher than it should be.

Cause

The process for Calculating Awards & Packaging was not always performed accurately.

Recommendation

That the College reviews their process for calculating awards & packaging procedures to ensure Unsubsidized and Subsidized Loans are awarded in correct amounts.

View of the Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 3- Schedule of Federal Award Findings and Questioned Costs (Cont'd)

Finding No. 2008-4

Programs:

Vocational Education – Perkins – CFDA No. 84.048

Condition

The procedure to determine if liabilities are liquidated within 90 days after project period end did not operate effectively.

Criteria

Grant provides 90 days after project period end to liquidate any outstanding purchase orders (invoices). These outstanding purchase orders (invoices) represent a legally binding debt as evidenced by the purchase order and receipt of the goods or services.

Questioned Costs

None

Effect

The ineffective procedure could cause liabilities to be reported in the project period that did not occur in the project period.

Cause

The procedure to determine which project period the liabilities should be reported is ineffective.

Recommendation

That the College review their procedure to insure that liabilities are liquidated within 90 days after project period end.

View of the Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

CAMDEN COUNTY COLLEGE
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2008

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

No Current Year Findings.

CAMDEN COUNTY COLLEGE
Summary Schedule of Prior Year Audit Findings
And Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

FINANCIAL STATEMENT FINDINGS

No Prior Year Findings.

FEDERAL AWARDS

Finding No. 2005-1

Program

Federal Family Education Loan Program – CFDA No. 84.032

Condition

In one instance a student was granted a dependency override without the required statement and supporting documentation available for inspection in the student file.

In three instances, students Expected Family Contribution (EFC) were adjusted due to student's special circumstances. The supporting documentation referenced by the student financial aid counselor's justification statement was unavailable for inspection in the students file.

Current Status

As a result of the receipt of the A-133 audit, the College was contacted by the Department of Education, and responded to a request for documents. Pell grant funds were returned to the Department and TAG funds were returned to NJ HESAA for two students. There was no corresponding financial liability for the other two. As required under regulation, the College also reported credible information to the Office of the Inspector General (OIG) related to the suspicion of student record falsification by a former financial aid administrator in the case of the two files for which refunds were made. An independent consultant was engaged to confirm our suspicions, whose report was also forwarded to the OIG. The College was visited by two agents from the regional OIG office and supplied requested additional information from the files of the two students. A subsequent phone call was received from the OIG, informing the college that the case was being transferred to a southern regional OIG office, which has jurisdictional oversight over the vicinity in which the former administrator is now believed to be employed.

CAMDEN COUNTY COLLEGE
Summary Schedule of Prior Year Audit Findings
And Questioned Costs as Prepared by Management

FEDERAL AWARDS (CONT'D)**Finding No. 2006-1 and 2007-1****Programs**

Federal Supplemental Educational Opportunities Grants – CFDA No. 84.007

Federal Family Educational Loans – CFDA No. 84.032

Federal PELL Grant Program – CFDA No. 84.063

Condition

Title IV credit balances created on 3/1/07 were not paid within 14 days.

Current Status

This condition has been resolved.

Finding No. 2007-2**Program**

Vocational Assessment – CFDA No. 84.126

Condition

An employee of the College who served as the grant coordinator for the vocational assessment grant served as an uncompensated Board of Trustee Member and as President of a Non-Profit Corporation. The Non-Profit Corporation received payments, funded by the Vocational Assessment grant, for services rendered to the College. The grant coordinator was responsible for the selection of the vendor who provided the services as well as the approval of the vendor invoices submitted for payment. This conflict of interest was a violation of the College's Code of Ethics.

Current Status

This condition has been resolved.

STATE FINANCIAL ASSISTANCE PROGRAMS

No Prior Year Findings.

APPRECIATION

We received the complete cooperation of all of the officials of the College and greatly appreciate the courtesies extended to us during the course of the audit.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Bowman & Company LLP", written in a cursive style.

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

