



BLUE RIDGE COMMUNITY COLLEGE

REVIEW REPORT FOR THE YEAR ENDED JUNE 30, 2013



Martha S. Mavredes, CPA
Auditor of Public Accounts

Commonwealth of Virginia

Auditor of Public Accounts

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January 23, 2014

Dr. John Downey
President, Blue Ridge Community College

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

We have reviewed the accompanying Statement of Net Position of **Blue Ridge Community College** as of June 30, 2013, and the related Statement of Revenues, Expenses, and Changes in Net Position for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of College management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion. We did not perform review procedures on the activity of Blue Ridge Community College Educational Foundation, a discretely presented component unit of Blue Ridge Community College, which is presented in the accompanying financial statements.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Blue Ridge Community College is one of 23 community colleges that comprise the Virginia Community College System, which is a component unit of the Commonwealth of Virginia. Federal funds received by the Commonwealth of Virginia are audited at a statewide level by the Auditor of Public Accounts under the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133. As a major program, the Auditor of Public Accounts audits Federal Student Financial Aid at Virginia's state-supported colleges and universities generally on a triennial cyclic basis. The Auditor of Public Accounts audited Blue Ridge Community College's Federal Student Aid programs in fiscal years 2008 and 2011 and did not report any material compliance issues. Copies of our audits of the system-wide financial statements of the Virginia Community College System along with copies of our statewide Single Audits may be found on our website at www.apa.virginia.gov.

This letter is intended solely for the information and use of the accreditation review board and is not intended to be and should not be used by anyone other than this specified party. However, this letter is a matter of public record and its distribution is not limited.

AUDITOR OF PUBLIC ACCOUNTS

EMS/clj

Virginia Community College System
Blue Ridge Community College
Statement of Net Position
As of June 30, 2013

	Community College	Component Unit Blue Ridge Community College Educational Foundation
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 5,078,214	\$ 511,317
Short term investments	7,888	-
Accounts receivable, net	537,010	-
Pledges receivable	-	1,487
Due from Commonwealth	298,305	-
Interest receivable	94,567	-
Prepaid expenses	761,016	-
Inventories	4,500	-
Notes receivable, net	-	5,382
Total Current Assets	6,781,500	518,186
Noncurrent Assets		
Restricted cash and cash equivalents	1,259,358	-
Cash with trustees	1,641,007	-
Appropriation available	430,994	-
Endowment investments	-	6,006,527
Other long-term investments	-	1,671,275
Accounts receivable, net	-	-
Investments in real estate	-	280,234
Pledges receivable	-	23,836
Due from Commonwealth	9,360	-
Non-depreciable capital assets, net	11,081,456	7,500
Depreciable capital assets, net	24,736,636	-
Total Noncurrent Assets	39,158,811	7,989,372
Total Assets	45,940,311	8,507,558
Liabilities		
Current Liabilities		
Accounts and retainage payable	966,500	386,893
Accrued payroll expense	1,423,112	-
Deferred revenue	1,234,623	-
Long-term liabilities-current portion	772,117	26,200
Securities lending obligation	154,185	-
Due to Commonwealth	1,000	-
Deposits	33,672	-
Total Current Liabilities	4,585,209	413,093
Noncurrent Liabilities		
Long-term liabilities	9,438,367	120,619
Total Noncurrent Liabilities	9,438,367	120,619
Total Liabilities	14,023,576	533,712
Net Position		
Net investment in capital assets	27,364,093	7,500
Restricted for:		
Nonexpendable	-	4,989,671
Expendable	3,043,060	1,651,360
Unrestricted	1,509,582	1,325,315
Total Net Position	\$ 31,916,735	\$ 7,973,846

**Virginia Community College System
Blue Ridge Community College
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2013**

	Community College	Component Unit Blue Ridge Community College Educational Foundation
Revenues		
Operating Revenue		
Tuition and fees (net of scholarship allowance of \$5,222,835)	\$ 8,268,547	\$ -
Federal grants and contracts	496,031	-
State and local grants	450,859	-
Nongovernmental grants	352,702	-
Auxiliary enterprises (net of scholarship allowance of \$19,560)	262,425	-
Gifts and contributions	-	544,165
Endowment income	-	562,695
Other operating revenues	577,961	298,823
Total Operating Revenue	10,408,525	1,405,683
Expenses		
Operating Expenses		
Instruction	11,311,372	258,270
Public service	173,941	-
Academic support	2,902,540	45,529
Student services	1,986,327	-
Institutional support	4,702,326	94,268
Operation and maintenance	2,020,807	-
Scholarships and fellowships	3,001,521	353,138
Auxiliary enterprises	51,934	-
Fundraising	-	44,403
Total Operating Expenses	26,150,768	795,608
Operating Income (Loss)	(15,742,243)	610,075
Nonoperating Revenues(Expenses)		
State appropriations	9,996,094	-
Local appropriations	26,000	-
Grants and gifts	6,576,772	-
Investment income	172,056	177,668
Other nonoperating revenue (expense)	200,784	-
Net Nonoperating Revenue	16,971,706	177,668
Income before other revenues, expenses gains (losses)	1,229,463	787,743
Capital appropriations-state	473,113	-
Capital appropriations-local	219,367	-
Capital gifts, grants and contracts	83,966	-
Additions to permanent and term endowments	-	99,770
Increase (Decrease) in Net Position	2,005,909	887,513
Net Position		
Net Position beginning of year	29,910,826	7,086,333
Net Position end of year	\$ 31,916,735	\$ 7,973,846