

CENTRAL TEXAS COLLEGE DISTRICT

EXHIBIT 2

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Year Ended August 31, 2003

	Current Year		Prior Year	
	Primary Institution	Component Unit Foundation	Primary Institution	Component Unit Foundation
<b>REVENUES</b>				
<b>Operating Revenues</b>				
State Appropriations	\$ 20,917,212		21,934,670	
Tuition and Fees (Net of Discounts of \$ 9,959,975 )	20,778,780		13,998,327	
Federal Grants and Contracts	41,241,002		36,101,128	
State Grants and Contracts	2,151,874		1,223,619	
Non-Governmental Grants and Contracts	251,538		278,790	
Sales of Services of Educational Activities	763,467		814,418	
Auxiliary Enterprises ( Net of Discounts of \$ 1,888,267 )	8,049,856		5,965,966	
Other Operating Revenues	1,413,114	401,866	844,419	399,171
<b>Total Operating Revenues (Schedule A)</b>	<b>95,566,843</b>	<b>401,866</b>	<b>81,161,337</b>	<b>399,171</b>
<b>Expenses</b>				
<b>Operating Expenses</b>				
Instruction	42,698,142		41,027,207	
Public Service	1,779,977		1,271,774	
Academic Support	3,680,757		3,384,567	
Student Services	5,385,095		4,998,513	
Institutional Support	11,514,085	182,730	9,534,781	106,749
Operation and Maintenance of Plant	5,185,547		4,940,687	
Depreciation	2,214,030		1,614,909	
Scholarships and Fellowships	5,740,694	44,170	2,938,404	13,873
Auxiliary Enterprises	9,484,929		7,612,042	
<b>Total Operating Expenses (Schedule B)</b>	<b>87,683,256</b>	<b>226,900</b>	<b>77,322,884</b>	<b>120,622</b>
<b>Operating Income (Loss)</b>	<b>7,883,587</b>	<b>174,966</b>	<b>3,838,453</b>	<b>278,549</b>
<b>Non-Operating Revenues (Expenses)</b>				
Taxes for Maintenance & Operations	5,778,808		5,503,374	
Investment Income (Net of Investment Expenses)	634,336	216,312	1,057,883	(135,221)
Interest on Capital Related Debt	(651,639)		(735,388)	
Other Non-Operating Revenues (Expenses)	(9,060)		(12,508)	
<b>Net Non-Operating Revenues</b>	<b>5,752,445</b>	<b>216,312</b>	<b>5,813,361</b>	<b>(135,221)</b>
<b>Income Before Other Revenues,( Expenses), Gains, (Losses)</b>	<b>13,636,032</b>	<b>391,278</b>	<b>9,651,814</b>	<b>143,328</b>
<b>Other Revenues, (Expenses), Gains, (Losses)</b>				
Capital Contributions	(58,780)		282,184	
<b>Total Other Revenues</b>	<b>(58,780)</b>		<b>282,184</b>	
<b>Increase (Decrease) in Net Assets</b>	<b>13,577,252</b>	<b>391,278</b>	<b>9,933,998</b>	<b>143,328</b>
<b>Net Assets</b>				
Net Assets - Beginning of Year	93,144,150	1,524,273	119,139,171	1,380,945
Prior Period Adjustments	630,391		(35,929,019)	
<b>Net Assets - End of Year</b>	<b>107,351,793</b>	<b>1,915,551</b>	<b>93,144,150</b>	<b>1,524,273</b>

The Notes to the Financial Statements are an Integral part of this statement