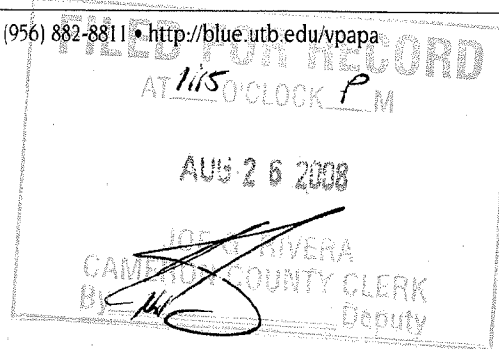




TEXAS SOUTHMOST COLLEGE DISTRICT
THE UNIVERSITY OF TEXAS AT BROWNSVILLE and TEXAS SOUTHMOST COLLEGE

80 Fort Brown • Brownsville, Texas 78520 • (956) 882-3879 • Fax: (956) 882-8811 • <http://blue.utb.edu/vpapa>



Board of Trustees

Chester Gonzalez

Chair

Rosemary Breedlove

Vice Chair

Eduardo A. Campirano

Secretary

Adela G. Garza

David G. Oliveira

Roberto Robles, M.D.

René Torres

Official Notice of the

**Texas Southmost College District
Public Hearing/ Regular Meeting**

for
August 28, 2008

Posted
August 25, 2008

AMENDED
AGENDA

The Board of Trustees of the Texas Southmost College District will convene **Thursday, August 28, 2008 at 5:00 p.m.** in the Gorgas Board Room of Texas Southmost College, 80 Fort Brown, Brownsville, Texas 78520

Call to Order

1 Public Hearing

Public Hearing on proposed 2008 Ad Valorem Tax Rate for Texas Southmost College District

2 Executive Session

as provided by Government Code, Chapter 551.072,74

Real Estate

Utility Easement to the Brownsville Public Utilities Board for the ITEC Campus

Contract and Resolution for Purchase of Lot 4, Block 9, Colonia Alta Vista Subdivision, Brownsville, Texas.

Contract and Resolution for Purchase of Lots 4, 5, 6 & 7, Block 5, Paredes Track Addition Brownsville, Texas.

Contract and Resolution for Purchase of Lot 9 & 10, Block 12, Colonia Alta Vista Subdivision, Brownsville, Texas.

Personnel Matters

Election of Officers of the Board

Consideration and possible action on matters discussed in Executive Session

Real Estate

Utility Easement to the Brownsville Public Utilities Board for the ITEC Campus

Contract and Resolution for Purchase of Lot 4, Block 9, Colonia Alta Vista Subdivision, Brownsville, Texas.

Contract and Resolution for Purchase of Lots 4, 5, 6 & 7, Block 5, Paredes Track Addition Brownsville, Texas.

Contract and Resolution for Purchase of Lot 9 & 10, Block 12, Colonia Alta Vista Subdivision, Brownsville, Texas.

Personnel Matters

Election of Officers of the Board

3 Approval of minutes of previous meetings
Consideration and possible action on:

Regular Meeting, June 25, 2008
Special Meeting, August 5, 2008
Special Meeting, August 15, 2008

- 4 Acceptance of Gift and Resolution**
Consideration and possible action on:

Adoption of Resolution Naming The Arts Center Teaching Studio D
“The Tipton Family Teaching Studio”
- 5 Speakers to Agenda Items and Public Discussion**
- 6 Board Briefing**

Dr. David Pearson –
“Why Societies Succeed or Fail”
- 7 Board Policy**
Consideration and possible action on:

Second Reading of Board Policy V–D:
Investment
- 8 Budget**
Consideration and possible action on:

Second Reading of the TSC District Budget for Fiscal Year 2008 – 2009
- 9 Renewal of Insurance Policy**
Consideration and possible action on:

Renewal of General Liability, Educators Legal, Crime and Auto Insurance Policies
- 10 Budget Amendments**
Consideration and possible action on:

Budget Amendments for Fiscal Year 2008
- 11 Physical Facilities Committee**
Consideration and possible Action on:

Report
Change Order to Contract with SpawGlass Contractors for Incubator Expansion Project
Change Order to Contract with Skanska for the Arts Center
Change Order to the Contract with Design Build Solutions for the repair of the ITECC roof
- 12 Resolution**
Consideration and possible action on:

Re-naming International Technology Education and Commerce Campus (ITECC)

13 **3rd Quarter Financial
Statements and Investment Report**

14 **Construction Report**

15 **President's Report**

16 **Proposed Meeting Dates**

Board Meetings:

Monday, September 8, 2008

Public Hearing 5:00 p.m. *Tentative*

Thursday, September 18, 2008

Thursday, October 30, 2008 – 4:30 p.m.

Thursday, November 20, 2008

Thursday, December 18, 2008

17 **Announcements**

Adjournment

Individuals with disabilities are entitled to have access to and participate in public meetings. An individual requiring an accommodation for access to the meeting must notify the Texas Southmost College District in writing 24 hours prior to the scheduled meeting of the necessity of an accommodation. Upon receipt of this request, the Texas Southmost College District will furnish appropriate auxiliary aids and services when necessary to afford an individual with a disability an equal opportunity to participate in and enjoy the benefits of the Board meeting as non-handicapped individuals enjoy.

Notice of Public Hearing on Tax Increase

The TEXAS SOUTHMOST COLLEGE DISTRICT will hold two public hearings on a proposal to increase total tax revenues from properties on the tax roll in the preceding tax year by 4.911851 percent (percentage by which proposed tax rate exceeds lower of rollback tax rate or effective tax calculated under Chapter 26, Tax Code). Your individual taxes may increase at a greater or lesser rate, or even decrease, depending on the change in the taxable value of your property in relation to the change in taxable value of all other property and the tax rate that is adopted.

The first public hearing will be held on August 28, 2008 at 5:00 PM at Gorgas Board Room, Texas Southmost College.

The second public hearing will be held on September 8, 2008 at 5:00 PM at Gorgas Board Room, Texas Southmost College.

The members of the governing body voted on the proposal to consider the tax increase as follows:

FOR: Chester Gonzalez, Rosemary Breedlove,
Eduardo A. Campirano, David Oliveria,
Adela Garza, Rene Torres, Roberto Robles

AGAINST:
PRESENT and not voting:
ABSENT:

The average taxable value of a residence homestead in TEXAS SOUTHMOST COLLEGE DISTRICT last year was \$88,676. Based on last year's tax rate of \$0.161089 per \$100 of taxable value, the amount of taxes imposed last year on the average home was \$142.85.

The average taxable value of a residence homestead in TEXAS SOUTHMOST COLLEGE DISTRICT this year is \$91,477. If the governing body adopts the effective tax rate for this year of \$0.153547 per \$100 of taxable value, the amount of taxes imposed this year on the average home would be \$140.46.

If the governing body adopts the proposed tax rate of \$0.161089 per \$100 of taxable value, the amount of taxes imposed this year on the average home would be \$147.36.

Members of the public are encouraged to attend the hearings and express their views.

* "Appraised value" is the amount shown on the appraisal roll and defined by Section 1.04(8), Tax Code.
** "New property" is defined by Section 26.012(17), Tax Code.
*** "Taxable value" is defined by Section 1.04(10), Tax Code.



Texas Southmost College District
2008 Ad Valorem Taxes
Public Hearing
August 28, 2008

2008 Proposed Tax Rate

	Current Tax Rate 2007	Proposed Tax Rate 2008
Maintenance & Operations	0.111423	0.1010614
Total Debt service	0.049666	0.050475
Total Rate	0.161089	0.161089

Total Tax Examples

	Current Tax Rate 2007	Proposed Tax Rate 2008
Tax on \$87,000 House	\$140.15	\$140.15
Tax on \$100,000 House	\$161.09	\$161.09

Next Steps to Adopt Rate

August 15th

Meeting of governing body to discuss tax rate.

- * Take record vote of intent to adopt rate
- * Schedule dates for two hearings if rate exceeds effective rate; requires motion.

**August 28th &
September 8th**

Public Hearings.

September 18th

Adopt tax rate.



http://blue.utb.edu/vppa/bot/agendas_07-08.html

Texas Southmost College District

Minutes of the Regular Meeting of the Board of Trustees

June 25, 2008

The Board of Trustees of the Texas Southmost College District convened in open session on June 25, 2008, at 5:30 p.m., in the Free Speech Area, behind Gorgas Hall, Texas Southmost College. Board members present were Mr. Chester Gonzalez, Chair, Mr. Eduardo A. Campirano, Secretary, Dr. Roberto Robles, Mr. David Oliveira, Mr. Rene Torres, and Ms. Adela Garza. Absent was Ms. Rosemary Breedlove, Vice Chair. Also present was Dr. Juliet V. García, President of The University of Texas at Brownsville and Texas Southmost College.

Call to Order

The meeting was called to order by Chairman Gonzalez at 5:30 p.m.

1. Announcements

Chairman Gonzalez announced the recognition of two of our Trustees for their outstanding work in the community.

Mr. Torres was selected locally to receive the “Jefferson Award for Public Service,” and attended the National Ceremony in Washington, D.C., in June 2008.

Dr. Roberto Robles was the honoree for the “Leadership Award,” presented during the Timeless Values Reception sponsored by the Rio Grande Council of the Boy Scouts of America on June 12, 2008. Dr. Robles was the sixth recipient to receive this award.

2. Resolution

Chairman Gonzalez stated that on May 21st, 2008, Ernesto Gamez suffered a heart attack that could have been fatal if not for the heroic efforts of Albert Barreda, Oseas Cantu, Dr. Phillip Conaster, and Dr. Susan Hart. He stated these four individuals used their expertise and responded quickly, using CPR and other life saving measures that saved Mr. Gamez's life.

On behalf of the Texas Southmost College Board of Trustees, Mr. Gonzalez read and presented the resolution to heroes Albert Barreda, Oseas Cantu, Dr. Phillip Conaster and Dr. Susan Hart for their heroic life-saving efforts. He also introduced Mr. Gamez and his family, who were present in the audience.

Dr. Robles recognized Dr. Jaime Gomez, Mr. Gamez's presiding physician, who was also present.

Consideration and possible action on adoption of a resolution honoring heroes

A motion was made by Mr. Campirano to adopt the resolution honoring heroes Albert Barreda, Oseas Cantu, Dr. Phillip Conaster, and Dr. Susan Hart. The motion was seconded by Dr. Robles and carried unanimously. Exhibit "A"

3. Board Briefing Bond Retirement Report

Mr. Gonzalez called on Dr. Garcia to introduce a video recognizing former TSC Trustees who served from 1986 to present: among them Michael Putegnat, Mary Rose Cardenas, and Mervyn Mosbacher.

Joining us for this celebratory event were Paul Davis and Robert Henderson. Mr. Davis, lead architect with Marmon Barkley Souter Foster & Hays of San Antonio, was the project architect who directed the construction. Mr. Henderson was one of the financial advisors who participated in the 1986 bond sale. He also participated in the presentations to the rating agencies.

Dr. David Pearson, Vice President for Partnership Affairs, introduced Anne Burger Entekin of First Southwest Company for additional comments on the bond retirement.

4. District Elections

Dr. Pearson called on Allan Peakes, Election Agent, for the TSC District, who provided the *Canvassing the Results* report of the TSC District run-off election held on June 14, 2008.

Consideration and possible action on the canvassing the results of the TSC District run-off election

A motion was made by Mr. Oliveira to accept the results of the TSC District election as presented. The motion was seconded by Dr. Robles and carried unanimously. *Exhibit "B"*

Consideration and possible action on the order declaring results of the TSC District run-off election

A motion was made by Mr. Oliveira to adopt the order declaring results of the TSC District election as presented. The motion was seconded by Mr. Torres and carried unanimously. *Exhibit "C"*

The Certificate of Election was signed and presented to Ms. Adela Garza.

5. Administering Oath of Office for Elected Members

Chairman Gonzalez announced the swearing in of two new members of the Board of Trustees of the Texas Southmost College District, Rene Torres, Place 2, and Adela Garza, Place 1.

Mr. Torres was sworn into office by the Honorable Judge Arturo McDonald. Ms. Garza was sworn into office by the Honorable Judge Arturo Nelson. A reception at the Free Speech Area, behind Gorgas Hall, followed the ceremony. The regular Board meeting reconvened in the Gorgas Board Room.

6. Executive Session

as provided by Government Code, Chapter 551.071-7

Real Estate

Electric Utility Easement to the Brownsville Public Utilities Board for the Arts Center

Contract and Resolution for purchase of Lot 3, Block 11,

Colonia Alta Vista
Subdivision, Brownsville,
Texas

Contract and Resolution for
purchase of Lot 21, Block 12,
Colonia Alta Vista
Subdivision, Brownsville,
Texas

Contract and Resolution for
purchase of Lot 22, Block 12,
Colonia Alta Vista
Subdivision, Brownsville,
Texas

Contract and Resolution for
purchase of Lots 23 & 24,
Block 12, Colonia Alta Vista
Subdivision, Brownsville,
Texas

Legal Matters

The Board convened in executive session at 6:40 p.m.

The Board reconvened in regular session at 7:20 p.m.

7. Consideration and Possible Action on Matters Discussed in Executive Session

Electric utility easement to the
Brownsville Public Utilities Board for the Arts Center

A motion was made by Mr. Campirano to approve the electric utility easement to the Brownsville Public Utilities Board for the Arts Center. The motion was seconded by Mr. Oliveira and carried unanimously. Exhibit "D"

**Contract and resolution for purchase
of Lot 3, Block 11, Colonia Alta Vista Subdivision, Brownsville, Texas**

A motion was made by Dr. Robles to approve the earnest money contract and resolution for the purchase of Lot 3, Block 11, Colonia Alta Vista Subdivision in the amount of \$20,000. The motion was seconded by Mr. Torres and carried unanimously. *Exhibit "E"*

**Contract and resolution for purchase
of Lot 21, Block 12, Colonia Alta Vista Subdivision, Brownsville, Texas**

A motion was made by Mr. Torres to approve the earnest money contract and resolution for the purchase of Lot 21, Block 12, Colonia Alta Vista Subdivision in the amount of \$45,000. The motion was seconded by Ms. Garza and carried unanimously. *Exhibit "F"*

**Contract and resolution for purchase of
Lot 22, Block 12, Colonia Alta Vista, Brownsville, Texas**

A motion was made by Mr. Campirano to approve the earnest money contract and resolution for the purchase of Lot 22, Block 12, Colonia Alta Vista in the amount of \$45,000. The motion was seconded by Dr. Robles and carried unanimously. *Exhibit "G"*

**Contract and resolution for purchase
of Lot 23 & 24, Block 12, Colonia Alta Vista Subdivision, Brownsville, TX**

A motion was made by Mr. Torres to approve the earnest money contract and resolution for the purchase of Lot 23 & 24, Block 12, Colonia Alta Vista in the amount of \$79,500. The motion was seconded by Ms. Garza and carried unanimously. *Exhibit "H"*

8. Approval of Minutes of Previous Meetings

**Consideration and possible action on
minutes of the meeting of May 15 & special meeting of May 19, 2008**

A motion was made by Mr. Campirano to approve the minutes of the regular meeting on May 15, and the special meeting on May 19, 2008. The motion was seconded by Dr. Robles and carried unanimously. Mr. Torres and Ms. Garza abstained. *Exhibit "I"*

9. Speakers to Agenda Items and Public Discussion

There were no speakers.

10. Early College High School

Dr. Charles Dameron provided a report on Early College High School. He reported that the project was initiated by The Bill and Melinda Gates Foundation. It is a national program that helps under-privileged students succeed through an intensive early college program of study. The program is in its preliminary stages and is jointly incorporated by UTB/TSC and the Brownsville Independent School District. Dr. Dameron added that both partners have been responsible for the selection process of the students, staff, and administration, and that 113 incoming freshman students from BISD were chosen to participate in the program. These Brownville Early College High School (BECHS) students will attend the first two years of high school and then transition to college level courses on the main UTB/TSC campus for their junior and senior years. Upon graduation they will receive both their high school diploma and an Associate Degree. The Memorandum of Understanding specifies that BISD will be responsible for the first two years and UTB/TSC will take responsibility for the following years. BISD has invested \$1 million at its Clearwater Campus, and the expectation is that the Economic Development Agency will provide funding for the renovation of the ITEC Campus which would then be used for the first two years of the program.

Dr. Dameron called on Dr. Salvador Cavazos, Assistant Superintendent for BISD, to address concerns expressed by several Board members. He emphasized that UTB/TSC was involved in the interviewing and selection of students. He added that the main requirement for students to qualify was that they had to be first generation college students. Dr. Cavazos also noted that if there were delays, or difficulties in making the ITECC available for BECHS, BISD would continue to utilize the Clearwater Campus. Dr. Cavazos also informed the Board that BISD was committed to offer transportation to and from campuses to students who opted to participate in extracurricular activities.

No action necessary.

11. Trustee Scholarship

Motion was tabled.

12. Physical Facilities Partnership Committee

Report

Dr. Robles reported that the Physical Facilities Committee met on June 24, 2008. The committee discussed the approval of the funding allocation for construction projects and a change order to the contract with SpawGlass Contractors for the renovation project at the ITEC Campus. The committee recommended the following items:

Consideration and possible action on funding allocation for construction projects

Dr. Robles reported that the funding allocation summary outlines budgets for the construction projects and the various funding sources. The previous funding allocation was approved by the Board in November 2007, and is being updated to incorporate funds that will become available from the 2008 bond sales.

A motion was made by Dr. Robles to approve the funding allocation for construction projects as presented. A motion was seconded by Ms. Garza and carried unanimously. Exhibit "J"

Consideration and possible action on the change order to the contract with SpawGlass Contractors for the renovation project at the ITEC Campus.

Dr. Robles reported that the proposed main entrance design for the ITEC Campus called for two phases of construction. Phase I involves the main entrance structure, and Phase II a flanking arcade reminiscent of the historic Fort Brown architecture. Phase I is being recommended.

A motion was made by Dr. Robles to approve the change order to the contract with SpawGlass Contractors Inc., and authorize the Assistant Vice President for Planning and Construction to execute the change order in the amount of 570,000. A motion was seconded by Mr. Oliveira and carried unanimously. Exhibit "K"

Consideration and possible action on change order to the contract with J.E. Dunn/Terry Ray, a joint venture partnership, for construction of the Recreation, Education, and Kinesiology Center.

Dr. Robles reported that, although the REK Center is in the final stages of construction, it has experienced construction escalation caused by ambiguities in the construction documents. The proposed change order will increase the owner's contingency in the amount of \$1,732,698. The additional funding is necessary to mitigate any additional impacts, maintain project schedule, and fund the addition of a six-lane, twenty-five yard National Council Athletic Association (NCAA) swimming pool. The required funds are available from interest earnings from the REK Center Bonds.

A motion to approve the change order to J. E. Dunn/Terry Ray Construction, a joint venture partnership; and authorize the Assistant Vice President for Planning and Construction to execute the change order in the amount of \$1,732,698. The motion was seconded by Mr. Campirano and carried unanimously. Exhibit "L"

Consideration and possible action on approval of purchase of furniture for the ITEC Campus renovation and the Recreation, Education, and Kinesiology Center.

Dr. Robles reported that the owner procurement of materials was identified as one of the cost control strategies for the bond projects. Workplace Resource is the recommended supplier. They participate in the TexMass agreement, allowing us to contract with them directly, and take advantage of bulk pricing.

A motion was made by Dr. Robles to approve the purchase of furniture for the ITEC Campus renovation and the Recreation, Education, and Kinesiology Center to Workplace Resource in the amount of \$720,120., and authorize the Assistant Vice president for Planning and Construction to execute the contract. The motion was seconded by Ms. Garza and carried unanimously. Exhibit "M"

13. Business Affairs Partnership Committee

Mr. Campirano reported that the Business Affairs Partnership Committee met on June 17, 2008. Several items were discussed:

Mr. Campirano reported on the First Reading of Board Policy V-D Investment, informing the Board that per the Public Investment Act, The District is required to review its Investment Policy on an annual basis. He reported that there are no changes being proposed, and that no action is required.

Mr. Campirano, then introduced Melba Sanchez, Assistant Vice President for Finance to present the TSC District Budget for fiscal year 2008-2009. Ms. Sanchez described the funding allocations that provide instructional services in partnership with UTB. She also discussed budget allocations for scholarships, capital improvements and deferred maintenance, insurance, fund reserves, property acquisition, and for the bond projects. The Budget will be presented for a second reading at the August Board meeting. No action required.

Ms. Sanchez also informed the Board that there is a budgetary surplus for the current fiscal year year. Mr. Campirano recommended that the surplus should only be used for student scholarships and the form they take should be decided by the Board at a future meeting.

Mr. Campirano reported that the committee also reviewed the UTB/TSC Partnership Budget for FY 2008-2009. He noted that Rosemary Martinez, Vice President for Business Affairs, would be presenting the Partnership Budget at the next Board meeting, since she was out of town representing the President at a Senate Hearing.

14. Bond Issuance

Dr. David Pearson, Vice President for Partnership Affairs, stated that in September 2004 the voters approved a \$68 million bond election for the construction of various projects on campus. The bonds are being sold in a series of five issuances and this is the 4th issuance.

Dr. Pearson introduced Anne Berger-Entrekin of First Southwest Company to provide an update on the current bond market and its volatility during the previous years. Daniel Martinez, Bond Counsel, was also in attendance.

**Consideration and adoption of an order
authorizing the issuance of “Texas Southmost College District
Limited Tax Bonds, Series 2008”;
entering into a bond purchase agreement and a paying
agent/registrar agreement; approving an official statement;
and authorizing and approving other matters related thereto.**

A motion was made by Dr. Robles to approve the order authorizing the issuance of the TSC Tax Bonds, Series 2008. The motion was seconded by Mr. Torres and carried unanimously. Exhibit “N”

**Resolution authorizing the issuance of
“Texas Southmost College District Maintenance Tax Notes,
Series 2008”; entering into a purchase contract and a paying
agent/registrar agreement; approving an official statement;
and authorizing and approving other matters related thereto.**

A motion was made by Mr. Campirano to adopt the resolution authorizing the issuance of the “TSC District Maintenance Tax Notes, Series 2008.” The motion was seconded by Mr. Oliveira and carried unanimously. *Exhibit “O”*

15. Construction Report

Report

Dr. Pearson reported the following:

- Work is nearing completion on two parking lots on Jackson Street in the areas of 21st and 24th Street. He said that parking lot striping will be completed within the next week, and that landscaping irrigation is complete.
- Construction continues in the Cavalry Building wing designated for use by the Center for Gravitational Wave Astronomy. The walls have been painted and the wainscoting installed.
- Renovation on the Commandant’s Quarters continues. The two chimneys were completed and siding and windows are being installed.
- Demolition is almost complete on the Commissary Building. Beams are now exposed and additional space is being constructed for the air conditioning.
- The abatement at the Newman Center is complete.

Ms. Mendez reported the following:

- Structural steel is installed and completed on the first floor of the New Library and Classroom Building, and work continues on the 2nd floor. The building should be ready for “topping off” in mid-July 2008.
- Construction continues at the REK Center. The jogging track has been completed and installation of brick, air conditioning, and the railing for the track are in progress.
- Construction continues at the Arts Center. Additional piers and water and sewer lines are installed. On May 22nd, the IBC Board visited the Orchestra Pit.
- Interior renovation of the ITECC continues. Framing is completed, and the detailing of the arcades are almost complete.
- KRGV-TV Channel 5 reported on the REK Center in their People’s Stories weekly programming.

- On June 24, 2008, the official groundbreaking ceremony for the Early Childhood Studies was held at the construction site.

16. Presidents Report

Because of time constraints, the President's Report will be read at the following Board meeting.

16. Proposed Meeting Dates

July ** no meeting**

Friday August 15, 2008

Thursday, August 28, 2008

Public Hearing -5:00 pm

Regular Meeting-5:30 pm

Thursday, September 18, 2008

Public Hearing- 5:00 pm

Thursday, October 30, 2008

Regular Meeting-4:30 p

Thursday, November 20, 2008

Thursday, December 18, 2008

Adjournment

The meeting was adjourned by Chairman Gonzalez at 10:00 p.m.

Mr. Chester Gonzalez
Chairman, Board of Trustees

Mr. Eduardo A. Campirano
Secretary, Board of Trustees

NOTE: The tape of the Regular Board of Trustees meeting held on June 25, 2008 is on file at the District Office of the Texas Southmost College District. The master tape is on file at the UTB/TSC Media center. These minutes were taken and transcribed by Gloria Miranda, Administrative Assistant. Videotaping of the Board of Trustees' meetings began on April 11, 1996. They are aired on Channel KISD in cooperation with the Brownsville Independent School District.

Texas Southmost College District

Minutes of the Special Meeting of the Board of Trustees

August 5, 2008

The Board of Trustees of the Texas Southmost College District convened in open session on August 5, 2008, at 5:30 p.m., in the Board Room of Gorgas Hall, Texas Southmost College. Board members present were Mr. Chester Gonzalez, Chair, Ms. Rosemary Breedlove, Vice Chair, Mr. Eduardo A. Campirano, Secretary, Ms. Adela G. Garza and Mr. René Torres. Absent were Dr. Roberto Robles and Mr. David Oliveira. Also present was Dr. Juliet V. García, President of The University of Texas at Brownsville and Texas Southmost College.

Call to Order

The meeting was called to order by Chairman Gonzalez at 5:38 p.m.

1. Executive Session

as provided by Government
Code, Chapter 551.071

Legal Matters

Resolution approving settlement agreement with Department of Homeland Security with regard federal condemnation proceeding.

The Board convened in Executive Session at 5:39 p.m.

The Board reconvened in Regular Session at 6:27 p.m.

2. Consideration and possible action on matters discussed in Executive Session

Resolution approving settlement agreement with Department of Homeland Security with regard to federal condemnation proceeding

Chairman Gonzalez read the resolution.

A motion was made by Ms. Breedlove to approve the Resolution approving the settlement agreement with the Department of Homeland Security with regard to the federal condemnation proceeding. The motion was seconded by Mr. Torres and carried unanimously. Exhibit "A"

Adjournment

The meeting was adjourned by Chairman Gonzalez at 6:52 p.m.

Mr. Chester Gonzalez
Chairman, Board of Trustees

Mr. Eduardo A. Campirano
Secretary, Board of Trustees

NOTE: The tape of the Regular Board of Trustees meeting held on August 5, 2008 is on file at the District Office of the Texas Southmost College District. The master tape is on file at the UTB/TSC Media center. These minutes were taken and transcribed by Max E. Roca, Administrative Secretary. Videotaping of the Board of Trustees' meetings began on April 11, 1996. They are aired on Channel KISD in cooperation with the Brownsville Independent School District.

Texas Southmost College District

Minutes of the Special Meeting of the Board of Trustees

August 15, 2008

The Board of Trustees of the Texas Southmost College District convened in open session August 15, 2008, at 2:12 p.m., in the Board Room of Gorgas Hall, Texas Southmost College. Board members present were Mr. Chester Gonzalez, Chair, Ms. Rosemary Breedlove, Vice Chair, Mr. Eduardo A. Campirano, Secretary, Dr. Roberto Robles, Mr. David Oliveira, Mr. Rene Torres, and Ms. Adela Garza. Also present was Dr. Juliet V. García, President of The University of Texas at Brownsville and Texas Southmost College.

Special Meeting

Call to Order

The meeting was called to order by Chairman Gonzalez at 2:12 p.m.

1. Tax Rate

Consideration and possible action on Texas Southmost College District 2008 Ad Valorem Tax Rate

Dr. David Pearson, Vice President for Partnership Affairs, reported that the operating budget for the District is funded by ad valorem tax revenues, and that the District has drafted a budget to cover its needs for the upcoming fiscal year. He added that the taxes necessary to cover the budget would require a proposed tax rate that exceeds the effective rate, and must be approved by the Board. The District's operating budget funds scholarships, capital improvements, deferred maintenance, insurance, and administration.

Dr. Pearson introduced Ms. Melba Sanchez, Assistant Vice President for Finance, to make a presentation regarding the proposed 2008 tax rate for the Texas Southmost College District. Ms. Sanchez reported that in order to fully fund the preliminary TSC District budget for fiscal year 2009, the Board must adopt a

maintenance and operations tax rate of 0.110614 and a debt tax rate of 0.050475 per \$100 valuation.

Ms. Sanchez explained that while the District's posting in accordance with *truth in taxation* would appear to raise taxes, the reality is that adopting the current tax rate would not raise the current tax rate. Mr. Torres asked that a press release be prepared to explain the truth in taxation process to the community. Mr. Oliveira and Mr. Campirano concurred that a press release would serve to address concerns raised by the community and prevent any false assumptions in regard to adopting the current tax rate.

A motion was made by Mr. Oliveira to propose that a maintenance and operations tax rate of \$0.110614 and a debt tax rate of \$0.050475 per \$100 valuation be placed on the agenda for adoption at the September 18, 2008, Board meeting as presented. The motion was seconded by Mr. Campirano and carried unanimously.

Consideration and possible action on Setting Dates for Public Hearings

A motion was made by Ms. Breedlove to propose that the public hearings on the proposed 2008 Ad Valorem Tax Rate be held on Thursday, August, 28, 2008, and Monday, September 8, 2008, at 5:00 p.m., in the Gorgas Board Room on the UTB/TSC Campus. The motion was seconded by Mr. Torres and carried unanimously.

Adjournment

The meeting was adjourned by Chairman Gonzalez at 2:40 p.m.

Mr. Chester Gonzalez
Chairman, Board of Trustees

Mr. Eduardo A. Campirano
Secretary, Board of Trustees

THE STATE OF TEXAS §

COUNTY OF CAMERON §

TEXAS SOUTHMOST COLLEGE DISTRICT

RESOLUTION

WHEREAS, The Tipton Family is an outstanding friend of The University of Texas at Brownsville and Texas Southmost College; and

WHEREAS, The Tipton Family has sponsored the performing arts to support scholarships and equal access to higher education for south Texans; and

WHEREAS, The Tipton Family is dedicated to the development of the Arts and believe strongly that all people should have the opportunity to experience high quality performances and programming; and

WHEREAS, the visual and performing arts at The University of Texas at Brownsville and Texas Southmost College and in our community will be nurtured and showcased in The Arts Center for many years to come;

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Texas Southmost College District that Teaching Studio D in The Arts Center will be named

The Tipton Family Teaching Studio

ADOPTED this 28th day of August 2008.

Chester Gonzalez
Chair, Board of Trustees

Eduardo A. Campirano
Secretary, Board of Trustees



TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Finance Office/Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on Second Reading of the Investment Policy	
Rationale/Background: The Public Funds Investment Act requires that the District's Investment Policy be reviewed on an annual basis. The first reading of the revised policy was presented on the June 25, 2008, Board meeting. There were no changes recommended or made after the first reading to the current TSC District Investment Policy.	
Recommended Action: Motion to approve the second reading of the Board Policy V-D: Investment as presented.	
Fiscal Implications: Budgeted Item: <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A If no, explain:	
Attachments (List): Investment Policy, Section V-D	

FOR OFFICE USE ONLY:
Board Action: Approved: <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> Tabled for action on: _____
Certified by: _____ Title: _____ Date: _____

**TEXAS SOUTHMOST COLLEGE
POLICY STATEMENT**

TITLE	INVESTMENT	NUMBER V-D
AUTHORITY	Texas Education Code, Sec. 23.61 et seq.; and TSCD Board of Trustees	PAGE 1 of 7

APPROVED BY BOARD OF TRUSTEES: December 18, 1985

LAST AMENDED BY BOARD: August 30, 2007

POLICY:

INVESTMENT

1. This policy shall be reviewed annually in accordance with provisions of the Public Funds Investment Act chapter 2256 as it now may be amended.
2. This policy is meant to be in compliance with such Act and any other law or statute specifically related to the "Investment of Public Funds," under the control of this entity.
3. The Investing Officers for Texas Southmost College District shall be listed by position.
 - a. Any persons employed in the following positions are hereby appointed to act on behalf of this entity as "Investment Officer":
 - i. Vice President for Partnership Affairs
 - ii. Assistant Vice President for Finance
 - iii. Director of Finance
 - iv. Anyone else the Board may appoint from time to time by official resolution.
4. The Investment Officers shall be required, within twelve (12) months of taking office, and once every two years, to attend at least one (1) training session related to the Officers' responsibilities containing at least 10 hours of instruction.
5. The governing body will establish the qualification and capabilities of the Investment Officers which will be subject to change from time to time. The current qualifications and required capabilities are the required annual training in investment management and process.
6. The only other persons who are authorized to transact any investment business for the entity are those individuals who are instructed by the Investment Officers to facilitate the efficient handling of the investment portfolio. Any other person must be approved by the governing board of the entity.
7. This entity recognizes that the public has entrusted it with various monies to be used in the operation, debt service, special projects and various other activities necessary for successful operations.
8. The primary focus of this Investment Policy is on "Safety" of principal. In addition, because of the nature of the sources and uses of monies this entity recognizes that it is similarly important to maintain "Liquidity" in all of its funds to ensure that monies are available when and as needed. Investment decisions will be made with a focus on creating a reasonable "Yield" on the monies

invested. Once the first three requirements of the policy are considered, attention will naturally be focused on "Diversification" in order to maintain a level of protection against risk.

9. Definitions:

- a. Dollar weighted average maturity: The average maturity of the fund, giving weight to the dollar amounts by maturity ie., \$100,000 for 30 days, and \$400,000 for 180 days, creates an average weighted maturity of 150 days.
- b. Final maturity: The day in which all principal and interest are due on a security.
- c. Training in investment management and process: Training in the basic types of allowable investments authorized by Texas Southmost College District, the mechanics of buying and redeeming a security, basic accounting for any securities purchased, or any training conducted by the state to meet this requirement. Training must include investment controls, security, strategy risks, market risks and compliance with the PFIA.
- d. Funds: Are those monies necessary for Texas Southmost College District to conduct its day to day operations, receive and disburse money, money received from and to pay for bonded indebtedness, and any other account established by the Texas Southmost College District.

10. This Policy is written and arranged using the main components of the Public Funds Investment Act (PFIA) as a guideline:

- I. Listing of authorized investments
- II. Definition of Standard Care
- III. Strategy for each of the funds under District control
- IV. Dealing with Brokers and Third Parties
- V. Reporting Requirements

I. LISTING OF AUTHORIZED INVESTMENTS

The following investments have been reviewed and approved as authorized investments:

- A. Obligations of the United States, or its Agencies and Instrumentalities;
 1. Authorized to 100% of the entire Investment portfolio
 2. Maturities specifically related to the investment strategy by fund
 3. Individual investment maturities shall not exceed two (2) years
- B. Direct Obligations of the State of Texas, or its Agencies and Instrumentalities;
 1. Authorized to no more than 25% of the entire portfolio
 2. No individual maturity greater than two (2) years per investment
 3. The securities should be rated by two national rating agencies, AAA or the like
 4. Since this investment is also exposed to credit risk, there will be an analysis of the credit quality concerns before any investments are made, and annually thereafter

5. If it is determined that the chances of receiving payments due to deterioration of the credit quality, the governing body will be appraised immediately and the investment considered for sale
- C. Certificates of deposit
1. Authorized to 100% of the entire portfolio
 2. Issued by Banks domiciled in the State of Texas
 3. Insured by the Federal Deposit Insurance Corporation (FDIC) Bank Insurance Fund (BIF)
 4. Excess collateralized by authorized collateral per Public Funds Collateral Act (Chpt. 2257)
 5. The final maturity of any one investment not to exceed two (2) years
- D. Bank Interest Bearing Checking Accounts
1. Authorized to 100% of entire portfolio
 2. Insured by the FDIC (BIF)
 3. Excess collateralized by authorized collateral per Public Funds Collateral Act (Chpt. 2257)
- E. Money Market Funds
1. Maximum dollars allowed to be invested shall be 80% of the monthly average fund balance (excluding bond proceeds and reserves and other funds held for debt service)
 2. No single investment in any one mutual fund which exceeds 10% of the total assets of the mutual fund
 3. Average dollar weighted maturity of all funds should be ninety (90) days or less
 4. The money market fund must have, as an investment objective, the maintenance of a stable net asset value of \$1 for each share
 5. The fund shall be a no-load fund
 6. The money market mutual fund shall be regulated by the Securities and Exchange Commission
- F. Mutual Funds
1. Maximum dollars allowed to be invested shall be 15% of the monthly average fund balance
 2. No single investment in any one mutual fund which exceeds 10% of the total assets of the mutual fund
 3. Average weighted maturity of less than two (2) years
 4. Continuously rated as to investment quality by at least one nationally recognized investment rating firm AAA or better
 5. Conforms to the requirements set out in Sec. 2256.016 b and c relating to eligibility
 6. Must be a no load fund
- G. Investment Pools
1. Authorized to 100% of the entire portfolio
 2. The pool must comply with Sec. 2256.016 in its entirety (see attached)
- H. Repurchase Agreement for Bond Proceeds-Restricted
- (a) A fully collateralized repurchase agreement is an authorized investment if the repurchase agreement:

- (1) has a defined termination date;
- (2) is secured by obligations described by Section 2256.009(a)(1) of the Government Code; and
- (3) requires the securities being purchased by the District to be pledged to the District, held in the District's name, and deposited at the time the investment is made with the District or with a third party selected and approved by the District; and
- (4) is placed through a primary government securities dealer, as defined by the Federal Reserve, or a financial institution doing business in this state.

(b) Money received by the District under the terms of a reverse security repurchase agreement shall be used to acquire additional authorized investments, but the term of the authorized investments acquired must not mature later than the expiration date stated in the reverse security repurchase agreement. Government Code 2256.011

II. Standard Care

The District recognizes that the securities are a dynamic moving target. As such, the District has approved, by acceptance of this policy, the following doctrine of standard of care to be used with all its investments. Investments shall be made with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital and the income to be derived. As such, the entity will apply the following general guidelines with each and every investment:

1. Emphasis will be placed on safety of principal
2. Emphasis will be given to the liquidity of the investment
3. Emphasis will be placed on the return of the investment

In order to maintain these standards of care, the Investment Officer(s) is responsible for taking into consideration:

1. The entire portfolio, meaning that the standards should be applied to the entire portfolio and the safety, liquidity, and yields should be considered on the whole portfolio
2. Each particular investment shall comply and be consistent with this written policy
3. The maximum allowable stated maturity of any individual investment owned by the District will be two (2) years

III. Strategy for each of the Funds under District Control

- A. Each of the entity's funds will be grouped into one of the following categories for use with this policy.
 1. General Fund
 2. Loan Fund
 3. Auxiliary Fund
 4. Plant Fund
 5. Agency Fund

- B. Each of the categories mentioned above will have a strategy written for that fund which is part of this investment policy. This strategy will comply with the general terms of the policy in that safety, liquidity, and yield are to be addressed. In addition, each strategy will include an analysis and an explanation of the objectives of that particular strategy. The Investment Officer will follow the investment strategy when making authorized investments for the fund.
- C. Since strategies for each particular fund may change from time to time depending on the position in which the entity finds itself, those approved and adopted strategies are part of this policy and carried under SCHEDULE A, which is made part of this policy.

IV. Dealing with Brokers and Third Parties

Any person or organization who is in the legitimate position where they, in fact, are going to sell the entity an authorized investment, or act as an authorized agent of the District, shall be given a copy of this policy. This entity shall require that the principal of the particular organization seeking to sell authorized investments execute a written instrument that confirms that the person or organization has:

1. Received and reviewed thoroughly the investment policy of the entity.
2. Acknowledged that the firm has implemented reasonable procedures and controls in an effort to preclude imprudent investment activities.
3. Filed a statement disclosing any personal business relationship or familial relationship with any Investment Officer.
4. Agreed that all securities will be purchased on a delivery vs. payment settlement method so that no security will be purchased without good delivery of the security.
5. Provided a professional resume and job history with a listing of the organization's principal partners or agents.

Any Investment Officer who has a personal business relationship, or a familial relationship with an individual of the organization seeking to sell an investment to the entity, shall file a statement disclosing that relationship. A statement must be filed with the Texas Ethics Commission and the governing body of this entity. The Investment Officer of Texas Southmost College District may not buy securities from a person who has not delivered to TSC an instrument which covers all of the above.

V. Reporting Requirements

In order to properly service this portfolio, and provide the Board with information to determine the success of the entity's investment portfolio, reporting will be required on all investments to the Board no less than quarterly.

- A. This information, at minimum, shall:
 1. Contain a detail of the investment position as of the date of the report.
 2. Be prepared jointly by all of the Investment Officers.
 3. Be signed by each Officer.
 4. Contain a summary statement on each pooled fund group with:
 - a. beginning market value for the reporting period;

- b. additions and changes to the market value during the period;
- c. ending market value for the period
5. State book value, market value, beginning and end of the reporting period by investment.
6. State maturity date on each investment.
7. List this information by pool.
8. Contain a statement that the investments made by the entity are in accordance with the stated strategies and approved policy, and relevant provisions of the law.

SCHEDULE A: INVESTMENTS STRATEGIES BY FUND

The following investment strategies are the guidelines to investments of the funds of this entity. All investments, when aggregated together, must be within the diversification parameters listed with the authorized investments. From time to time, on a temporary basis, the actual investments within one fund or another may vary slightly from its underlying strategy. However, these aberrations should only be temporary and corrected easily. Diversification, very often, is impacted by the yield on various types of authorized investments. Although diversification is part of the decision criteria used by the Investment Officer, more heavily considered are: yield, safety of principal, and maturity of the particular investment. As a result, diversity of the investment portfolio may not be significantly accomplished.

1. General Fund

The operating funds are necessary for the operations of the day to day activities of the District and, as such, need to be available when needed. Excess balances in the General Fund will be invested in highly liquid securities which can be sold and cash delivered immediately. The suitable investments to meet this high level of liquidity are considered to be those investments authorized under this policy, with maturities of less than two weeks. Marketability of the short term investments will be high priority in the event the security must be sold before maturity and as such, only those investments which can be sold immediately will be considered for this fund.

2. Loan Fund

These funds are necessary to provide for students, faculty and staff on an as needed basis. Investments authorized under this policy will have maturities of less than one (1) week. The fund will be maintained in an interest bearing checking account.

3. Auxiliary Fund

The Auxiliary Funds are not as time sensitive as some of the other funds. Consequently, the funds investments may be pushed further in time and thus realizing a higher Return on Investment (yield). The suitable investments for this fund will be longer term investments as authorized under this policy. The fund will keep at least 20% of its monies in investments of maturities of two weeks or less in order to provide for and maintain liquidity for those unplanned or immediate expenditures. The remaining percentage of the

monies in this fund may be invested in authorized investments not exceeding two (2) years.

4. Plant Fund

The nature of the funds in this account, allow for longer term investments. The fund will maintain an interest bearing checking account to act as a collection vehicle for monies transferred into and out of the fund. However, the strategy for this fund will be to invest the available balances in maturities up to two (2) years and not less than 60 days. Investments suitable for this fund will be those authorized by this policy. The marketability of the investments will be more volatile in this fund due to the longer term investment horizon, the impact of this volatility will be partially mitigated by maintaining at least 20% of the invested funds in maturities of one hundred twenty (120) days or less.

5. Agency Fund

The nature of these funds is identical to No. 2 above, and strategy is the same.

<p>TEXAS SOUTHMOST COLLEGE</p> <hr/> <p>UTB/TSC PRESIDENT DATE</p>	<p>BOARD OF TRUSTEES</p> <hr/> <p>CHAIRPERSON DATE</p> <hr/> <p>SECRETARY DATE</p>
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TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Finance Office/Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on Second Reading of the TSC District Budget for Fiscal Year 2008-2009	
Rationale/Background: Annual budget requirements are contained within a rider in the general appropriation act by the State of Texas. The proposed budget will fund scholarships for tuition, capital improvements, deferred maintenance, property acquisition and bond projects. A detail presentation of the budget was made at the Business Affairs Partnership Committee on Tuesday, June 17, 2008 and the Board of Trustees meeting on Wednesday, June 25, 2008. There were no substantial changes in the proposed budget since the first reading at the June meeting. There were only a few minor modifications, which have been listed for your reference on a handout and included in the budget booklet.	
Recommended Action: Motion to adopt the TSC District Budget for Fiscal Year 2008-2009 as presented.	
Fiscal Implications: Budgeted Item: <input type="checkbox"/> Yes <input type="checkbox"/> No N/A If no, explain:	
Attachments (List):	

FOR OFFICE USE ONLY:	
Board Action: Approved: <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> Tabled for action on: _____	
Certified by: _____	Title: _____ Date: _____



TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Finance Office/Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on Renewal of General Liability, Educators' Legal, Crime and Auto Insurance Policies	
Rationale/Background: The District requested a renewal quote from Shepard Walton King (SWK) for General Liability, Crime, Auto and Educators' Legal Liability policies. The renewal period for these policies is September 1, 2008 through August 31, 2009. SWK responded with a 15% premium reduction. <ul style="list-style-type: none">- General Liability Policy through Texas Political Subdivisions for a premium of \$19,619;- Crime Policy through Texas Political Subdivisions for a premium of \$557;- Automobile Policy through Texas Political Subdivisions for a premium of \$5,863 and- Educators Legal Liability Policy through Diamond State Insurance Co. for a premium of \$13,200. The total amount of the insurance renewal premium reduction is \$6,589.00 less than the premium for the current policy.	
Recommended Action: Motion to approve the Renewal of General Liability, Educator's Legal, Crime and Auto Insurance Policies in the amount of \$39,239 as presented.	
Fiscal Implications:	Budgeted Item: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A If no, explain:
Attachments (List): Insurance proposal	

FOR OFFICE USE ONLY:	
Board Action: Approved: <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> Tabled for action on: _____	
Certified by: _____	Title: _____ Date: _____

CAMERON INVESTMENT COMPANY, INC. DBA



INSURANCE GROUP

August 11, 2008

Ms. Melba Sanchez
Southmost Union Junior College District
80 Fort Brown
Brownsville, TX 78520

RE: Casualty Renewal Proposal

Dear Melba:

We are pleased to enclose a summary sheet outlining expiring & renewal terms for your casualty insurance program that reflects a 15% premium reduction. The general liability, auto and crime quotes are through Texas Political Subdivisions.

Mexico auto coverage is not included. If vehicles are going to be used there please contact us so that we can place a separate policy for those units.

The Educators Legal Liability is through Diamond State Insurance Company; the same carrier who reduced its premium last year after the board requested premium relief. The spreadsheet attached provides a summary of quotes.

Please do not hesitate to call should you have any questions regarding the renewal terms. We await your instructions to proceed with binding of renewal coverage.

Sincerely,

A handwritten signature in cursive script that reads "Raul Cabaza, III".
Raul Cabaza, III
Vice-President

**Texas Southmost College District
Proposal Summary**

Insurance Company: A.M. Best Rating	2007/2008 TX Political Subdivisions Not Applicable	2008-2009 TX Political Subdivisions Not Applicable
CRIME		
Limits		
Employee Dishonesty	\$100,000	\$100,000
Forgery or Alteration	\$50,000	\$50,000
Theft, Disappearance & Destr.	\$50,000	\$50,000
Robbery & Safe Burglary	\$50,000	\$50,000
Computer Fraud	\$50,000	\$50,000
Deductibles		
Employee Dishonesty	\$5,000	\$5,000
All Other	\$2,000	\$2,000
Estimated Annual Premium	\$636	\$557
GENERAL LIABILITY		
General Aggregate	\$1,000,000	\$1,000,000
Products/Completed Operations Agg	\$1,000,000	\$1,000,000
Personal & Advertising Injury	\$1,000,000	\$1,000,000
Each Occurrence	\$1,000,000	\$1,000,000
Damage to Rented Premises	\$100,000	\$100,000
Medical Expense	\$5,000	\$5,000
Deductible	\$0	\$0
Employee Benefits Liability		
Each Claim	Included in Each Occ Limit	Included in Each Occ Limit
Aggregate	Included in Gen Agg Limit	Included in Gen Agg Limit
Deductible- per Claim	\$1,000	\$1,000
Classifications:		
67509 - Schools-Colleges, Universities	1,261,916	1,261,916
67511 - Dormitory Facilities	93,738	93,738
44194 - Grandstands or Bleachers	2	2
48925 - Swimming Pools	2	2
44444 - Employee Benefits	17	17
61225 - Building or Premises-Office -	86,940	86,940
Premises occupied by Employees of Insd*		
(*Space leased to others at ITECC)		
Estimated Annual Premium	\$26,129	\$19,619
AUTOMOBILE		
Combined Single Limit of Liability	\$1,000,000	\$1,000,000
Medical Payments	\$2,500	\$2,500
Includes Liability for Hired & Non-Owned	Yes	Yes
Vehicles		
	-1996 Dodge Pickup Truck #3417	-1996 Dodge Pickup Truck #3417
	-1996 Dodge Pickup Truck #3418	-1996 Dodge Pickup Truck #3418
	-1997 Dodge Pickup Truck #3394	-1997 Dodge Pickup Truck #3394
	-1963 Mercedes Unimog #6421	-1963 Mercedes Unimog #6421
	-2003 Big Tex Trailer #3467	-2003 Big Tex Trailer #3467
	-1998 El Dorado Bus #4040	-1998 El Dorado Bus #4040
	-2007 Dodge Ram #4058	-2007 Dodge Ram #4058
Estimated Annual Premium	\$5,866	\$5,866
SUB-TOTAL	\$32,628	\$26,039

Texas Southmost College District Proposal Summary		
	Expiring	Renewal Quote
	2007/2008	2008-09
Insurance Company:	Diamond State Insurance Co.	Diamond State Insurance Co.
A.M. Best Rating	A IX	A IX
EDUCATORS LEGAL LIABILITY		
	Claims Made	Claims Made
Limit	\$ 1,000,000	\$ 1,000,000
Retention	\$ 25,000	\$ 25,000
Retroactive Date	Full Prior Acts	Full Prior Acts
Defense	Inside the limit of liability	Inside the limit of liability
Form	Indemnity	Indemnity
Optional Extended Reporting Period		
-Length	One Year	One Year
-Premium	75% of annual premium	75% of annual premium
Estimated Annual Premium	\$ 13,200	\$ 13,200
Subject to:		Fully completed, signed and dated Educators Legal app.
TOTAL ACCOUNT PREMIUM	\$ 45,828	\$ 39,239



TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Finance Office/Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on Budget Amendments for Fiscal Year 2008	
Rationale/Background: Request for budget amendment #08-004 to adjust revenue and expenditures in the General Fund, budget amendment #08-005 to adjust expenditures in the Auxiliary Fund, budget amendment #08-006 in the Campus Facilities Fund, budget amendment #08-007 in the Restricted Parking Fund, and budget amendment #08-008 in the Restricted Insurance Fund. The budget amendments are necessary to cover anticipated expenditures through year end.	
Recommended Action: Motion to approve budget amendments #08-004, #08-005, #08-006, #08-007 and #08-008 for Fiscal Year 2008 as presented.	
Fiscal Implications: Budgeted Item: <input type="checkbox"/> Yes x No <input type="checkbox"/> N/A If no, explain:	
Attachments (List): Budget Amendments: #08-004 General Fund #08-005 Auxiliary Fund #08-006 Campus Facilities Fund #08-007 Restricted Parking Fund #08-008 in the Restricted Insurance Fund	

FOR OFFICE USE ONLY:	
Board Action: Approved: <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> Tabled for action on: _____	
Certified by: _____	Title: _____ Date: _____

**TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008**

Department: General Fund
Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	547.11900	Ad Valorem Taxes	\$ 9,449,453	800,000	-	\$ 10,249,453
2	763.11900	Insurance	\$ 465,000		102,271	\$ 567,271
3	781.11900	Dues & Memberships	\$ 29,000		6,550	\$ 35,550
4	762.11900	Promotional & Advertising	\$ 40,000		10,000	\$ 50,000
5	773.11100	Elections	\$ 75,000		145,000	\$ 220,000
6	766.11900	Attorney's Fees	\$ 121,000		104,000	\$ 225,000
7	821.11900	Tuition Differential	\$ 3,179,631		(1,762,084)	\$ 1,417,547
8	806.11900	TSC Trustee Scholarship	\$ -	-	1,222,151	\$ 1,222,151
9	984.11900	Transfer to Restricted Scholarship	\$ -	-	539,933	\$ 539,933
10	985.11900	Transfer to Restricted Insurance	\$ 587,000	-	(102,271)	\$ 484,729
		General Fund Balance *	\$ 2,452,348	800,000	265,550	\$ 2,986,798

*Adjusted for FY07 Actuals

Reasons for Amendments:

- 1 To adjust for additional Ad Valorem Taxes Revenue
- 2 To adjust for Insurance expenses.
- 3 To adjust for Dues & Memberships expenses
- 4 To adjust for Promotional & Advertising expenses
- 5 To adjust for additional Election expenses
- 6 To adjust for additional Attorney's Fees
- 7 To adjust for Tuition Differential
- 8 To adjust for TSC Trustee Scholarship
- 9 To transfer to Restricted Scholarship
- 10 To adjust transfer to Restricted Insurance for additional premiums incurred

Asst. VP for Finance 

President: _____

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees
on _____.

Eduardo A. Campirano, Secretary

#08-004

TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008


Department: Auxiliary Fund
 Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	561.215	Raymondville Facility	\$ -	\$ 50,000.00	\$ -	\$ 50,000
2	561.6921	Condominiums	\$ 132,000	\$ 43,000.00	\$ -	\$ 175,000
3	721.6921	Condominiums	\$ 130,000	\$ -	\$ 93,000.00	\$ 223,000
		Auxiliary Fund Balance	\$ 127,758	\$ 93,000.00	\$ 93,000.00	\$ 127,758

Reasons for Amendments:

- 1 To adjust for additional Revenue from the Raymondville Facility
- 2 To adjust for additional Revenue from the Condominiums
- 3 To adjust expenses for the Condominiums

Asst VP for Finance



President:

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees

on _____.

 Eduardo A. Campirano, Secretary

#08-005

**TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008**

Department: Campus Facilities
Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	5804.99999	Transfer from 2002/2006 General Revenue Debt	\$ -	\$ 750,000.00		\$ 750,000
2	9533.119	Historic Restorations	\$ 100,000.00		\$ 227,877.96	\$ 327,878
3	9003.700	Bond Projects	\$ 11,015,000.00		\$ 5,426,701.51	\$ 16,441,702
4	9003.708	REK Center	\$ 15,454,500.00		\$ 2,751,062.26	\$ 18,205,562
5	9003.711	Athletic Zone	\$ -		\$ 750,000.00	\$ 750,000
		Campus Facilities Fund Balance	\$ 54,573,105	\$ 750,000.00	\$ 9,155,641.73	\$ 46,167,463

Reasons for Amendments:

- 1 To transfer from 2002/2006 General Revenue Debt for Property Acquisitions per Funding Allocation approved June 2008
- 2 To adjust Historic Restorations
- 3 To adjust Bond Project expenses
- 4 To adjust REK Center expenses
- 5 To add Athletic Zone expenses

Asst VP for Finance



President: _____

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees

on _____.

Eduardo A. Campirano, Secretary

#08-006

**TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008**

Department: Restricted Parking
Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	9506.119	Parking Lot Repairs/Additions	\$ 200,000.00		\$ 269,511.77	\$ 469,512
		Restricted Parking Fund Balance	\$ 426,286.00	-	\$ 269,511.77	\$ 156,774

Reasons for Amendments:

- 1 To adjust for additional Parking Lot Repairs/ Additions

Asst VP for Finance



President: _____

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees

on _____.

Eduardo A. Campirano, Secretary

#08-007

**TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008**

Department: 2002/2006 General Revenue Debt Service
Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	989.11900	Transfer to Campus Facilities	\$ 500,000		750,000	\$ 1,250,000
		2002 General Revenue Debt Service Fund Balance*	\$ 2,350,529	-	750,000	\$ 1,600,529

*Adjusted for FY07 Actuals

Reasons for Amendments:

- 1 To transfer to Campus Facilities for Athletics Zone per Funding Allocation approved June 2008.

Asst VP for Finance



President: _____

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees

on _____.

Eduardo A. Campirano, Secretary

#08-008

**TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008**

Department: Restricted Scholarship
Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	806.11900	Transfer from General Fund	\$ -	539,933	-	\$ 539,933
		Restricted Scholarship Balance*	\$ -	539,933	-	\$ 539,933

*Adjusted for FY07 Actuals

Reasons for Amendments:

- 1 Transfer from General Fund

Asst VP for Finance



President: _____

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees

on _____.

Eduardo A. Campirano, Secretary

#08-009

**TEXAS SOUTHMOST COLLEGE
BUDGET AMENDMENT REQUEST
2007-2008**

Department: Restricted Insurance
Date: August 28, 2008

Item No.	Account Number	Account Title	Current Budget	Revenues	Expenses	Amended Budget
1	985.11900	Transfer from General Fund	\$ 587,000	(102,271)	-	\$ 484,729
2	965.11900	Campus Improvements	\$ 293,500	-	(51,135)	\$ 242,365
		Restricted Insurance Balance*	\$ 303,500	(102,271)	(51,135)	\$ 252,364

*Adjusted for FY07 Actuals

Reasons for Amendments:

- 1 Transfer from General Fund
- 2 To adjust campus improvements for increase in premiums

Asst VP for Finance 

President: _____

This amendment has been accepted _____, rejected _____, by the Texas Southmost College Board of Trustees

on _____.

Eduardo A. Campirano, Secretary

#08-010

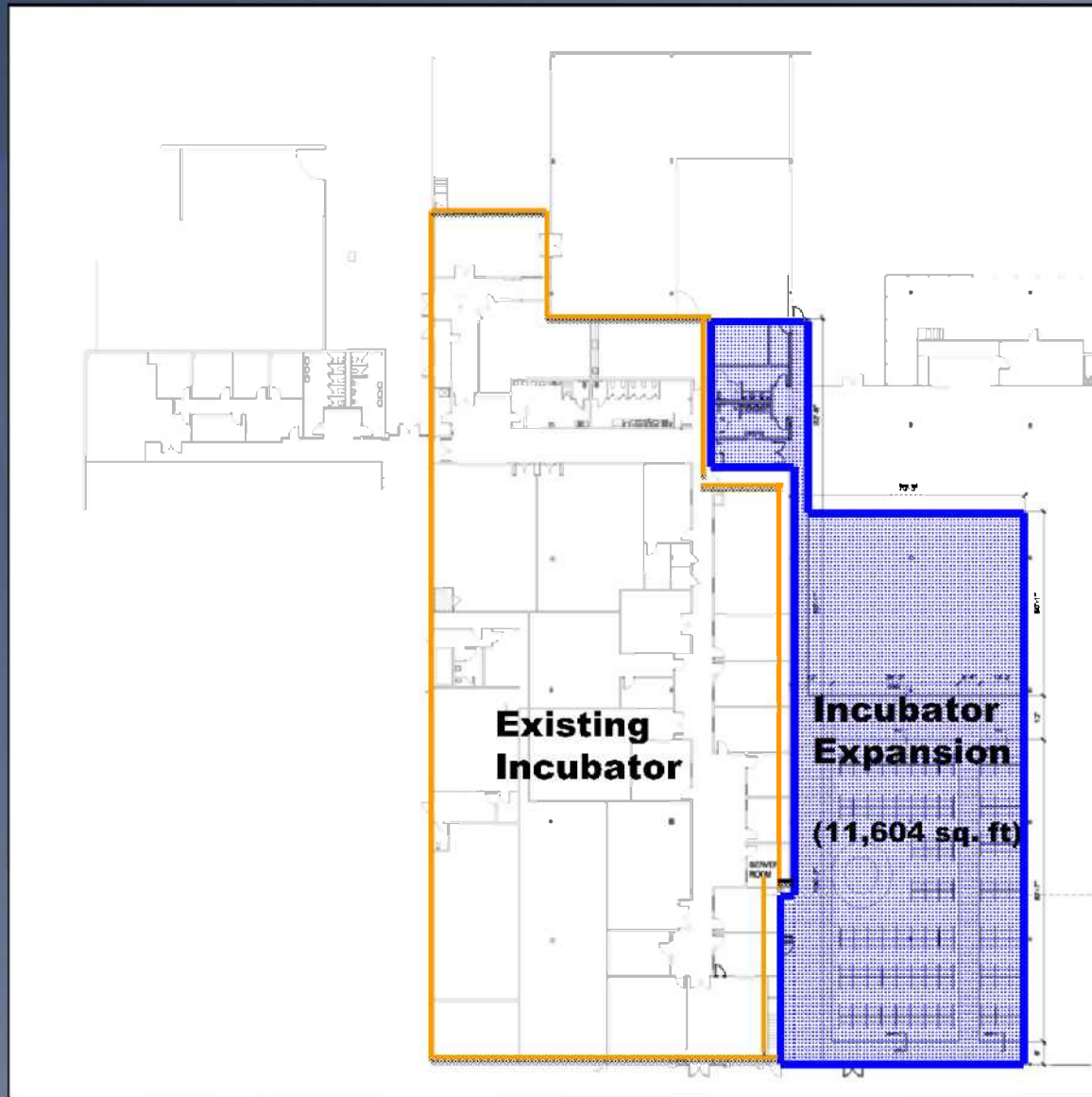


TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Planning and Construction Office	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on change order to the contract with SpawGlass Contractors, Inc. for the incubator expansion project	
Rationale/Background: <p>The ITECC renovation project was broken down into several contracts for the thermal plant expansion, roof repair, interior renovation and site work all within the \$17 million project allocation. The thermal plant expansion and the roof repairs have been completed. The interior renovation and site work are currently in progress under a contract with SpawGlass.</p> <p>In July of 2007, the International Innovation Center submitted a grant proposal to Economic Development Administration (EDA) for expansion of the existing small business incubator spaces. The proposal was successful and International Innovation Center was awarded a total of \$1.25 million for the Incubator expansion project. The local firm of Gomez Mendez Saenz, Inc. was asked to develop construction documents for the Incubator expansion project. Several meetings were held during the months of August 2007 to February 2008 to discuss and complete the design for the project.</p> <p>The final plan consists of 11,604 square feet of flexible space. The renovation includes infrastructure upgrades to mechanical, electrical and plumbing systems. In addition, the renovation will create an access from the existing incubator lobby to the renovated space providing a seamless addition from the existing Incubator. Since SpawGlass is currently at the ITECC completing other renovation work, staff recommended seeking an estimate from them for the Incubator expansion project. The goal was to maximize construction funds available and achieve savings by reducing mobilization, general conditions and other costs by using pre-negotiated pricing with SpawGlass. The proposed cost for the incubator expansion is \$1,073,924 funds from the grant will be used to cover the construction cost.</p>	
Recommended Action: This item will be presented to Physical Facilities Committee meeting on Wednesday, August 27, 2008 for recommendation.	
Fiscal Implications: EDA grant funds	Budgeted Item: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A If no, explain:
Attachments (List): Floor plan and change order proposal	

Floor Plan



AIA® Document G701™ – 2001

Change Order

PROJECT (Name and address): International, Technology, Education and Commerce Campus 301 Mexico Blvd Brownsville, TX 78521	CHANGE ORDER NUMBER: 002 DATE: August 19, 2008	OWNER: <input checked="" type="checkbox"/> ARCHITECT: <input checked="" type="checkbox"/> CONTRACTOR: <input checked="" type="checkbox"/> FIELD: <input type="checkbox"/> OTHER: <input type="checkbox"/>
TO CONTRACTOR (Name and address): SpawGlass Contractors, Inc. 4909 E. Grimes, Ste. 116 Harlingen, TX 78550	ARCHITECT'S PROJECT NUMBER: CONTRACT DATE: June 22, 2006 CONTRACT FOR: General Construction	

THE CONTRACT IS CHANGED AS FOLLOWS:

(Include, where applicable, any undisputed amount attributable to previously executed Construction Change Directives)
Incubator Expansion as defined in the enclosed Assumptions and Clarifications dated August 18, 2008.


The original Contract Sum was	\$ 8,468,922.70
The net change by previously authorized Change Orders	\$ 570,000.00
The Contract Sum prior to this Change Order was	\$ 9,038,922.70
The Contract Sum will be increased by this Change Order in the amount of	\$ 1,073,924.00
The new Contract Sum including this Change Order will be	\$ 10,112,846.70

The Contract Time will be increased by Ninty one (91) days.

The date of Substantial Completion as of the date of this Change Order therefore is December 29,2008.

NOTE: This Change Order does not include changes in the Contract Sum, Contract Time or Guaranteed Maximum Price which have been authorized by Construction Change Directive until the cost and time have been agreed upon by both the Owner and Contractor, in which case a Change Order is executed to supersede the Construction Change Directive.

NOT VALID UNTIL SIGNED BY THE ARCHITECT, CONTRACTOR AND OWNER.

<u>Gomez Mendez Saez, Inc.</u> ARCHITECT (Firm name) Brownsville, TX ADDRESS BY (Signature) David Mendez <i>(Typed name)</i> DATE	<u>SpawGlass Contractors, Inc.</u> CONTRACTOR (Firm name) 4909 E. Grimes, Ste. 116 Harlingen, TX 78550 ADDRESS  BY (Signature) Rene Capistran <i>(Typed name)</i> 8.26.08 DATE	<u>Texas Southmost College</u> OWNER (Firm name) Brownsville, TX ADDRESS BY (Signature) Veronica Mendez <i>(Typed name)</i> DATE
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TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Planning and Construction Office/Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on change order to the contract with Skanska USA, for construction of Arts Center	
Rationale/Background: <p>The Arts Center project is currently under construction in a contract with Skanska USA. The original plans for the project were modified after approval of the guaranteed maximum price primarily for two reasons: 1) the City of Brownsville imposed additional requirement for relocation of Taylor Avenue and 2) existing sewer line to which the new building is to connect to, was found in a deteriorated condition not anticipated during design.</p> <p>In order to move the project forward, Studio Red and engineers designed upgrades to Taylor Avenue as per City of Brownsville (COB) requirements added during permitting review. Taylor Avenue improvements include a road that is 4ft. wider than originally designed to accommodate 18 parallel metered parking and additional sidewalks. There were also some utilities that had to be removed and relocated due to the COB request. The cost associated with the COB requirements is estimated at \$147,862. In addition, a new sewer line was designed to service the new Arts Center, the Commandant's house, Building 23 and the Fort Brown Memorial Center complex (Jacob Brown). The estimated cost for the new line is \$224,595. Taking advantage of the fact that we have a contractor on site it is recommended that the University replace the line and achieve a proper slope to properly serve all buildings connected to this line.</p> <p>Skanska USA, the current contractor for the project, was asked to price the designed changes. The total cost for both upgrades is \$372,457. The cost has been reviewed and recommended by Broaddus and Associates project manager for the project.</p>	
Recommended Action: This item will be presented to Physical Facilities Committee at their meeting on Wednesday, August 27, 2008 for recommendation.	
Fiscal Implications: Budgeted Item: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A If no, explain: The 2009 Budget includes \$150,000 for sewer line repairs under the infrastructure account. The remainder funds will come from interest earned on 2005 bond issuance.	
Attachments (List): Change order form	

FOR OFFICE USE ONLY:
Board Action: Approved: <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> Tabled for action on: _____
Certified by: _____ Title: _____ Date: _____

CHANGE ORDER

Date: August 22, 2008

Project No. & Name: Arts Center
 Institution: Texas Southmost College
 Contractor Name: Skanska USA
 Change Order No.: **One(01)**

To:

You are hereby authorized to make the following changes in the work under your contract;

C.P./F.O.

<u>No.</u>	<u>Description of Work</u>	<u>Cost</u>	<u>Time Extension</u>
01	Removal and Installation of new sewer line NTE	\$224,595	15 Days
02	City of Brownsville Requirements	\$147,862	0 Days
Total Change Order Amount:		\$372,457	15 Days
(Refer Attachment "A" for Item Re-cap)			

It is mutually agreed that the payment of \$372,457 (\$) and Fifteen (15) calendar days time extension provided for in this Change Order, constitutes full compensation to the Contractor, whether direct, consequential or otherwise, in any way incidental to, or arising out of, or resulting directly from the work performed or modified by the Contractor under this Change Order.

The new Substantial Completion date, including this time extension, if any is: Remains the same as per contract

The new Final Completion date, including this time extension, if any is: Remains the same as per contract

For the above changes the sum of \$372,457 (\$) will be added to the Contract Price as follows:

Original Contract Price:	\$21,084,574	ACCEPTED:
Previous Additions:	0	By _____ <i>ARCHITECT</i>
Previous Deductions:	0	Date _____
Net Balance Contract Price:	\$21,084,574	By _____ <i>Skanska USA</i>
THIS Addition:	\$372,457	Date _____
Adjusted Contract Price:	\$21,457,031	By _____ <i>Veronica Mendez - Assistant Vice-President for Planning and Construction – UTB/TSC</i>
		Date _____
		By _____ <i>PM</i>
		Date _____

GUARANTEED MAXIMUM PRICE CONTRACT SUMMARY

Texas Southmost College

(To be used as a back-up summary for all GMP Contract and Owner's Construction Contingency Change Orders)

CO/CP/FO No.: 01

Submittal Date: August 22, 2008

Project No.: _____

Project Name: Arts Center
Texas Southmost College

	Previous Contract Price*			This Contract Price			Total Contract Price
1. Cost of the Work:	\$17,723,697	+	\$	0	=		\$17,723,697
2. General Conditions:	\$1,493,725	+	\$	0	=		\$ 1,493,725
3. Construction Contingency:	\$526,519		\$	0	=		\$526,519
4. Construction Phase Fee:	\$614,114	+		\$ 29,295	=		\$619,797
5. Owner's Special Cash Allowance:	\$ 0	+	\$	0	=		\$0
6. Owner's Contingency:	\$726,519	+		\$342,162	=		\$1,098,976
7. Total of GMP Line items 1 through 6:	\$21,084,574	+		\$372,457	=		\$21,457,031

This figure shall be the
Guaranteed Maximum
Price (GMP), which we
hereby guarantee to the
Owner.

* Includes ALL changes to previous GMP(s).



TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Office for Planning and Construction Office/ Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: Consideration and possible action on a change order to the contract with Design Build Solutions for construction of the ITECC Roof	
Rationale/Background: <p>At the request of Texas Southmost College, Broaddus & Associates obtained a cost estimate from Design Build Solutions, a Garland Company, to repair roof damage incurred by Hurricane Dolly. Due to high winds caused by Hurricane Dolly, a stucco wall fell over a portion of the newly repaired roof at the ITECC. The new roof section adjacent to the stucco wall that fell over sustained some damage. In order maintain the existing 30 year warranty of the roof, it was recommended that Design Build Solutions repair the damaged areas. The cost for this work has been estimated at \$16,463. The cost has been reviewed and recommended by Broaddus and Associates project manager for the project.</p>	
Recommended Action: This item will be presented to the Physical Facilities Committee at their meeting on Wednesday, August 27, 2008 for recommendation.	
Fiscal Implications: Budgeted Item: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A If no, explain: Restricted Insurance set aside for campus improvements.	
Attachments (List): Change Order Proposal	

FOR OFFICE USE ONLY:
Board Action: Approved: <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> Tabled for action on: _____
Certified by: _____ Title: _____ Date: _____



TXMAS-4-56030
TXMAS-4-56030-1



2800 East 91st Street, Cleveland, Ohio 44105 • 866-327-0308 • www.design-buildsolutions.com

ROOFING MATERIAL AND SERVICES PROPOSAL

UNIVERSITY of TEXAS at BROWNSVILLE
ITECC INCUBATOR PENTHOUSE WALL WATERPROOFING

Proposal Date: August 21, 2008

Proposal #: TXM-TX-2008.039

Purchase Request / Delivery Order Language:

The Garland Company, Inc. (dba) Design-Build Solutions, Inc * TXMAS-4-56030-1

THE FOLLOWING PROPOSAL (S) ARE SUBMITTED IN ACCORDANCE TO THE ACCOMPANYING PROJECT DOCUMENTS INCLUDING BUT NOT LIMITED TO; DETAILS AND DRAWINGS, PROJECT MANUAL AND SYSTEM SPECIFICATIONS, SCOPE OF WORK.

Proposed Scope of Work:

- Repair damages to the roof and wall at the west end of the incubator penthouse.
- Install Garland material Last-O- Coat and apply one ply of polyester according to Garland specifications.
- Install new metal trims and flashings as required.
- Repair gouges in roof from falling stucco.

Total proposal cost of: **\$16,463.00**

TXMAS-4-56030
TXMAS-4-56060-1



Norm Crawford, CART, CSI-CDT
South Central Regional Manager
Design-Build Solutions, Inc.

Accepted by:

Signature: _____

Printed Name: _____

Title: _____

Pricing is valid for ninety days (90) from the date of this proposal.

Communication relating to this proposal may be directed to:
Norm Crawford, CART, CSI-CDT
18178 Windy Oaks Ct.
Porter, TX 77365
281-825-7625
281-354-1173 fax
ncrawford@garlandind.com

END OF PROPOSAL



TEXAS SOUTHMOST COLLEGE DISTRICT

BOARD AGENDA REQUEST FORM

Department/Division: Finance Office/ Partnership Affairs	Board Meeting Date: August 28, 2008
Agenda Item: 3 rd Quarter Financial Statements and Investment Report for FY2008	
Rationale/Background: Presentation of the Fiscal Year 2008 3 rd Quarter Financial Statements and Investment Report.	
Recommended Action: For the Board's review. No action necessary.	
Fiscal Implications: Budgeted Item: <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A If no, explain:	
Attachments (List): 3 rd Quarter Financial Statements and Investment Report for FY2008	

FOR OFFICE USE ONLY:

Board Action: Approved: Yes No N/A Tabled for action on: _____

Certified by: _____ **Title:** _____ **Date:** _____

Texas Southmost College
SUMMARY OF NET ASSET BALANCES
From 9/1/2007 Through 05/31/2008

(In Whole Dollar)

UNRESTRICTED FOR OPERATIONS

	Ending Balance FY07	Current Period Actual Revenue and Transfers FY08	Current Period Actual Expenses and Transfers FY08	Net Change in Assets FY08	Current Period Net Asset Balance FY08
General Fund	3,556,659	37,677,653	34,008,410	3,669,243	7,225,902
Auxiliary Fund	114,826	2,597,981	2,358,598	239,383	354,209
Campus Facilities Fund	69,475,605	5,861,628	21,513,290	(15,651,662)	53,823,943
Restricted Parking Fund	629,496	253,836	373,874	(120,038)	509,458
Restricted Insurance Fund	0	442,987	0	442,987	442,987
TOTAL FUNDS	\$ 73,776,586	\$ 46,834,085	\$ 58,254,172	\$ (11,420,087)	\$ 62,356,499

RESTRICTED FOR DEBT SERVICE

	Ending Balance FY07	Current Period Actual Revenue and Transfers FY08	Current Period Actual Expenses and Transfers FY08	Net Change in Assets FY08	Current Period Net Asset Balance FY08
1986/87 Tax Debt Service Fund	574,400	265,204	182,475	82,729	657,129
2000 Student Union Debt Service Fund	1,319,756	928,188	172,530	755,658	2,075,414
2002 General Revenue Bond Debt Service	2,850,502	400,430	642,611	(242,181)	2,608,321
2005 Tax Debt Service Fund	19,356	767,456	383,188	384,268	403,624
2005 WRKC Debt Service Fund	2,840,041	1,773,836	311,278	1,462,558	4,302,599
2006 Tax Debt Service Fund	(94,377)	1,137,370	574,192	563,178	468,801
2006 Maintenance Notes Tax Debt Service Fund	(16,998)	360,484	274,314	86,170	69,172
2007 Tax Debt Service Fund	0	1,690,081	1,527,051	163,030	163,030
2007 Maintenance Notes Tax Debt Service Fund	0	200,201	174,368	25,833	25,833
TOTAL FUNDS	\$ 7,492,680	\$ 7,523,250	\$ 4,242,007	\$ 3,281,243	\$ 10,773,923

Texas Southmost College
Statement of Revenues and Expenditures - GENERAL FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	Total Original Budget	Total Budget Revised	Current Period Actual	YTD Revised Budget Variance
REVENUES				
Operating Revenues				
Tuition & Fees	23,363,856	23,363,856	12,234,451	(11,129,405)
Federal Grants & Contracts	652,044	652,044	301,126	(350,918)
State Grants & Contracts				
Texas Grant Program	1,417,916	1,417,916	1,739,302	321,386
Building Lease - UTB	1,359,576	1,359,576	1,019,682	(339,894)
BOT Grants	0	0	8,391	8,391
TEOG Grant	0	0	201,905	201,905
College Workstudy Program	<u>0</u>	<u>0</u>	<u>64,735</u>	<u>64,735</u>
Total State Grants & Contracts	2,777,492	2,777,492	3,034,015	256,523
Non-Governmental Grants & Contracts	291,625	291,625	221,423	(70,202)
Other Operating Revenues	<u>44,912</u>	<u>44,912</u>	<u>0</u>	<u>(44,912)</u>
Total Operating Revenues	<u>27,129,929</u>	<u>27,129,929</u>	<u>15,791,015</u>	<u>(11,338,914)</u>
Non-Operating Revenues				
State Appropriations	13,982,821	13,982,821	10,168,825	(3,813,996)
Ad-Valorem Taxes	9,449,453	9,449,453	9,868,380	418,927
Investment Income	163,000	163,000	166,573	3,573
Other Non-Operating Revenues	<u>111,456</u>	<u>111,456</u>	<u>27,478</u>	<u>(83,978)</u>
Total Non-Operating Revenues	<u>23,706,730</u>	<u>23,706,730</u>	<u>20,231,256</u>	<u>(3,475,474)</u>
Total REVENUES	<u>50,836,659</u>	<u>50,836,659</u>	<u>36,022,271</u>	<u>(14,814,388)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Board of Trustees	108,000	108,000	80,106	27,894
Construction Office	356,917	356,917	159,693	197,224
Finance Office	371,229	371,229	243,338	127,891
Facilities Services Office	140,061	140,061	88,131	51,930
District Operations	207,098	207,098	153,501	53,597
General Institution				
Contracted Services - Cleaning	20,000	20,000	20,000	0
Commencement	15,000	15,000	3,823	11,177
Promotional/Advertising	40,000	40,000	40,108	(108)
Insurance	465,000	465,000	567,271	(102,271)
Catalogs/Publications/News	1,000	1,000	642	358
Auditor Fees	25,000	25,035	25,035	0
Attorney Fees	21,000	121,000	106,935	14,065
Instit. Official Functions	4,000	4,000	1,860	2,140
Consulting Fees	11,000	11,000	0	11,000
Dues/Memberships	29,000	29,000	31,193	(2,193)
Cameron Appraisal District	<u>165,000</u>	<u>183,000</u>	<u>172,547</u>	<u>10,453</u>
Total General Institution	796,000	914,035	969,414	(55,379)
STEMS	<u>42,000</u>	<u>42,000</u>	<u>43,647</u>	<u>(1,647)</u>
Total Institutional Support	<u>2,021,305</u>	<u>2,139,340</u>	<u>1,737,830</u>	<u>401,510</u>

Texas Southmost College
Statement of Revenues and Expenditures - GENERAL FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	Total Original Budget	Total Budget Revised	Current Period Actual	YTD Revised Budget Variance
Due to UTB for Partnership-Tuition				
Tuition	6,504,737	6,504,737	5,105,926	1,398,811
Tuition Differential	<u>3,179,631</u>	<u>3,179,631</u>	<u>1,417,547</u>	<u>1,762,084</u>
Total Due to UTB for Partnership-Tuition	<u>9,684,368</u>	<u>9,684,368</u>	<u>6,523,473</u>	<u>3,160,895</u>
Due to UTB for Partnership-Designated Funds &				
Designated Transfers to UTB	35,410,339	35,410,339	21,354,357	14,055,982
Additional Commitments				
VP External Affairs	71,800	71,800	0	71,800
Institutional Advancement	223,274	223,274	0	223,274
Institutional Grant Writers	262,695	262,695	0	262,695
Informational Writer	44,195	44,600	0	44,600
Library Development	250,000	250,000	0	250,000
Top 10% Scholarship	<u>95,000</u>	<u>95,000</u>	<u>0</u>	<u>95,000</u>
Total Additional Commitments	<u>946,964</u>	<u>947,369</u>	<u>0</u>	<u>947,369</u>
Total Operating Expenses	<u>48,062,976</u>	<u>48,181,416</u>	<u>29,615,660</u>	<u>18,565,756</u>
Total EXPENSES	<u>48,062,976</u>	<u>48,181,416</u>	<u>29,615,660</u>	<u>18,565,756</u>
Interfund Transfers				
Transfer to Restricted Insurance	587,000	587,000	440,250	146,750
Transfer to Auxilliary	700,000	700,000	525,000	175,000
Transfer to Campus Facilities	4,120,000	4,120,000	3,090,000	1,030,000
Transfer to General Revenue Bd	450,000	450,000	337,500	112,500
Transfer from Auxilliary	<u>(2,097,446)</u>	<u>(2,097,446)</u>	<u>(1,655,382)</u>	<u>(442,064)</u>
Total Interfund Transfers	<u>3,759,554</u>	<u>3,759,554</u>	<u>2,737,368</u>	<u>1,022,186</u>
Increase/(Decrease) in Net Assets	<u>(985,871)</u>	<u>(1,104,311)</u>	<u>3,669,243</u>	<u>4,773,554</u>

Texas Southmost College
Statement of Revenues and Expenditures - AUXILIARY ENTERPRISES FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	Total Original Budget	Total Budget Revised	Current Period Actual	YTD Revised Budget Variance
REVENUES				
Operating Revenues				
Tuition & Fees				
Parking Fees	345,000	345,000	241,886	(103,114)
Student Services Fees	<u>2,097,446</u>	<u>2,097,446</u>	<u>1,655,382</u>	<u>(442,065)</u>
Total Tuition & Fees	<u>2,442,446</u>	<u>2,442,446</u>	<u>1,897,268</u>	<u>(545,178)</u>
Auxiliary Enterprises				
Raymondville Facility	0	0	38,000	38,000
Port Mansfield	0	0	1,800	1,800
Broadcast (US Wireless)	6,000	6,000	1,000	(5,000)
Condominiums	132,000	132,000	129,496	(2,504)
Bookstore	<u>140,377</u>	<u>140,377</u>	<u>0</u>	<u>(140,377)</u>
Total Auxiliary Enterprises	<u>278,377</u>	<u>278,377</u>	<u>170,296</u>	<u>(108,081)</u>
Total Operating Revenues	<u>2,720,823</u>	<u>2,720,823</u>	<u>2,067,564</u>	<u>(653,259)</u>
Non-Operating Revenues				
Investment Income	<u>3,000</u>	<u>3,000</u>	<u>5,417</u>	<u>2,417</u>
Total Investment Income	<u>3,000</u>	<u>3,000</u>	<u>5,417</u>	<u>2,417</u>
Total Non-Operating Revenues	<u>3,000</u>	<u>3,000</u>	<u>5,417</u>	<u>2,417</u>
Total REVENUES	<u>2,723,823</u>	<u>2,723,823</u>	<u>2,072,981</u>	<u>(650,842)</u>
EXPENSES				
Operating Expenses				
Auxiliary Enterprises				
General Institution	5,000	5,000	0	5,000
Raymondville Facility	80,000	80,000	24,558	55,442
Rancho Del Cielo	235,000	235,000	168,795	66,205
Canon del Novillo	30,000	30,000	22,400	7,600
Port Mansfield	10,000	10,000	4,153	5,847
Condominiums	130,000	130,000	158,254	(28,254)
Fort Brown Memorial Center	340,945	340,945	0	340,945
Golf Course	<u>137,500</u>	<u>137,500</u>	<u>83,230</u>	<u>54,270</u>
Total Auxiliary Enterprises	<u>968,445</u>	<u>968,445</u>	<u>461,390</u>	<u>507,055</u>
Total Operating Expenses	<u>968,445</u>	<u>968,445</u>	<u>461,390</u>	<u>507,055</u>
Total EXPENSES	<u>968,445</u>	<u>968,445</u>	<u>461,390</u>	<u>507,055</u>
Interfund Transfers				
Transfer to Restricted Parking	345,000	345,000	241,826	103,174
Transfer To General	2,097,446	2,097,446	1,655,382	442,064
Transfer from General	<u>(700,000)</u>	<u>(700,000)</u>	<u>(525,000)</u>	<u>(175,000)</u>
Total Interfund Transfers	<u>1,742,446</u>	<u>1,742,446</u>	<u>1,372,208</u>	<u>370,238</u>
Increase/(Decrease) in Net Assets	<u>12,932</u>	<u>12,932</u>	<u>239,383</u>	<u>226,451</u>

Texas Southmost College
Statement of Revenues and Expenditures - CAMPUS FACILITIES FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	Total Original Budget	Total Budget Revised	Current Period Actual	YTD Revised Budget Variance
REVENUES				
Operating Revenues				
Bond Proceeds	<u>9,000,000</u>	<u>9,000,000</u>	<u>0</u>	<u>(9,000,000)</u>
Total Operating Revenues	<u>9,000,000</u>	<u>9,000,000</u>	<u>0</u>	<u>(9,000,000)</u>
Non-Operating Revenue				
Investment Income	<u>2,290,000</u>	<u>2,290,000</u>	<u>2,271,628</u>	<u>(18,372)</u>
Total Non-Operating Revenues	<u>2,290,000</u>	<u>2,290,000</u>	<u>2,271,628</u>	<u>(18,372)</u>
Total REVENUES	<u>11,290,000</u>	<u>11,290,000</u>	<u>2,271,628</u>	<u>(9,018,372)</u>
EXPENSES				
Operating Expenses				
Maintenance & Operations				
Campus Improvements	1,618,000	1,618,000	713,125	904,875
Campus Infrastructure	135,000	135,000	38,734	96,266
Consulting Fees	30,000	30,000	0	30,000
Property Acquisitions	1,080,000	1,580,000	1,261,908	318,092
Property Site Work	30,000	30,000	0	30,000
Historic Restorations	<u>100,000</u>	<u>100,000</u>	<u>24,494</u>	<u>75,506</u>
Total Maintenance & Operations	<u>2,993,000</u>	<u>3,493,000</u>	<u>2,038,261</u>	<u>1,454,739</u>
Capital Construction				
Bond Projects	11,015,000	11,015,000	13,280,845	(2,265,845)
ITECC	850,000	850,000	0	850,000
WRKC	<u>15,454,500</u>	<u>15,454,500</u>	<u>6,194,184</u>	<u>9,260,316</u>
Total Maintenance & Operations	<u>27,319,500</u>	<u>27,319,500</u>	<u>19,475,029</u>	<u>7,844,471</u>
Total Operating Expenses	<u>30,312,500</u>	<u>30,812,500</u>	<u>21,513,290</u>	<u>9,299,210</u>
Total EXPENSES	<u>30,312,500</u>	<u>30,812,500</u>	<u>21,513,290</u>	<u>9,299,210</u>
INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS	<u>(19,022,500)</u>	<u>(19,522,500)</u>	<u>(19,241,662)</u>	<u>280,838</u>
Transfers In				
Transfer from General	(4,120,000)	(4,120,000)	(3,090,000)	(1,030,000)
Transfer from Debt Service	<u>0</u>	<u>(500,000)</u>	<u>(500,000)</u>	<u>0</u>
Total Transfers In	<u>(4,120,000)</u>	<u>(4,620,000)</u>	<u>(3,590,000)</u>	<u>(1,030,000)</u>
INCREASE (DECREASE) IN NET ASSETS AFTER TRANSFERS	<u>(14,902,500)</u>	<u>(14,902,500)</u>	<u>(15,651,662)</u>	<u>(749,162)</u>

Texas Southmost College
Statement of Revenues and Expenditures - RESTRICTED PARKING FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Investment Income	<u>20,000</u>	<u>20,000</u>	<u>12,010</u>	<u>(7,990)</u>
Total Non-Operating Revenues	<u>20,000</u>	<u>20,000</u>	<u>12,010</u>	<u>(7,990)</u>
Total REVENUES	<u>20,000</u>	<u>20,000</u>	<u>12,010</u>	<u>(7,990)</u>
EXPENSES				
Operating Expenses				
Operation & Maintenance of Plant				
Parking Fees	7,800	7,800	7,800	0
Parking Lot Repairs/Additions	200,000	200,000	366,074	(166,074)
Capital Construction	<u>360,410</u>	<u>360,410</u>	<u>0</u>	<u>360,410</u>
Total Operation & Maintenance of Plant	<u>568,210</u>	<u>568,210</u>	<u>373,874</u>	<u>194,336</u>
Plant				
Total Operating Expenses	<u>568,210</u>	<u>568,210</u>	<u>373,874</u>	<u>194,336</u>
Total EXPENSES	<u>568,210</u>	<u>568,210</u>	<u>373,874</u>	<u>194,336</u>
Interfund Transfers				
Transfer from Auxiliary	<u>(345,000)</u>	<u>(345,000)</u>	<u>(241,826)</u>	<u>(103,174)</u>
Total Interfund Transfers	<u>(345,000)</u>	<u>(345,000)</u>	<u>(241,826)</u>	<u>(103,174)</u>
Increase/(Decrease) in Net Assets	<u>(203,210)</u>	<u>(203,210)</u>	<u>(120,038)</u>	<u>83,172</u>

Texas Southmost College
Statement of Revenues and Expenditures - RESTRICTED INSURANCE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Investment Income	10,000	10,000	2,737	(7,263)
Total Non-Operating Revenues	<u>10,000</u>	<u>10,000</u>	<u>2,737</u>	<u>(7,263)</u>
Total REVENUES	<u>10,000</u>	<u>10,000</u>	<u>2,737</u>	<u>(7,263)</u>
EXPENSES				
Operating Expenses				
Operation & Maintenance of Plant	293,500	293,500	0	293,500
Total Operation & Maintenance of	<u>293,500</u>	<u>293,500</u>	<u>0</u>	<u>293,500</u>
Total EXPENSES	<u>293,500</u>	<u>293,500</u>	<u>0</u>	<u>293,500</u>
Interfund Transfers				
Transfer from General	(587,000)	(587,000)	(440,250)	(146,750)
Total Interfund Transfers	<u>(587,000)</u>	<u>(587,000)</u>	<u>(440,250)</u>	<u>(146,750)</u>
Increase/(Decrease) in Net Assets	<u>303,500</u>	<u>303,500</u>	<u>442,987</u>	<u>139,487</u>

Texas Southmost College
Statement of Revenues and Expenditures - 86/87 TAX DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Ad Valorem Taxes	182,025	182,025	258,107	76,082
Investment Income	<u>2,000</u>	<u>2,000</u>	<u>7,097</u>	<u>5,097</u>
Total Non-Operating Income	<u>184,025</u>	<u>184,025</u>	<u>265,204</u>	<u>81,179</u>
Total REVENUES	<u>184,025</u>	<u>184,025</u>	<u>265,204</u>	<u>81,179</u>
EXPENSES				
Operating Expenses				
Fiscal Agent Fees	<u>1,500</u>	<u>1,500</u>	<u>450</u>	<u>1,050</u>
Total Operating Expenses	<u>1,500</u>	<u>1,500</u>	<u>450</u>	<u>1,050</u>
Non-Operating Expenses				
Interest on Capital	2,025	2,025	2,025	0
Principal on Capital	<u>180,000</u>	<u>180,000</u>	<u>180,000</u>	<u>0</u>
Total Non-Operating Expenses	<u>182,025</u>	<u>182,025</u>	<u>182,025</u>	<u>0</u>
Total EXPENSES	<u>183,525</u>	<u>183,525</u>	<u>182,475</u>	<u>1,050</u>
Increase/(Decrease) in Net Assets	<u>500</u>	<u>500</u>	<u>82,729</u>	<u>82,229</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2000 STUDENT UNION DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	Total Original Budget	Total Budget Revised	Current Period Actual	YTD Revised Budget Variance
REVENUES				
Operating Revenues				
Tuition & Fees				
Student Union Fees	1,056,425	1,056,425	892,832	(163,593)
Total Tuition & Fees	<u>1,056,425</u>	<u>1,056,425</u>	<u>892,832</u>	<u>(163,593)</u>
Total Operating Revenues	<u>1,056,425</u>	<u>1,056,425</u>	<u>892,832</u>	<u>(163,593)</u>
Non-Operating Revenues				
Investment Income	70,000	70,000	35,356	(34,644)
Total Investment Income	<u>70,000</u>	<u>70,000</u>	<u>35,356</u>	<u>(34,644)</u>
Total Non-Operating Revenues	<u>70,000</u>	<u>70,000</u>	<u>35,356</u>	<u>(34,644)</u>
Total REVENUES	<u>1,126,425</u>	<u>1,126,425</u>	<u>928,188</u>	<u>(198,237)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Fiscal Agent Fees	6,750	6,750	750	6,000
Total Institutional Support	<u>6,750</u>	<u>6,750</u>	<u>750</u>	<u>6,000</u>
Contracted Services				
Designated Student Union	387,865	387,865	0	387,865
Total Contracted Services	<u>387,865</u>	<u>387,865</u>	<u>0</u>	<u>387,865</u>
Total Operating Expenses	<u>394,615</u>	<u>394,615</u>	<u>750</u>	<u>393,865</u>
Non-Operating Expenses				
Debt Service				
Interest on Capital	343,560	343,560	171,780	171,780
Principal on Capital	325,000	325,000	0	325,000
Total Debt Service	<u>668,560</u>	<u>668,560</u>	<u>171,780</u>	<u>496,780</u>
Total Non-Operating Expenses	<u>668,560</u>	<u>668,560</u>	<u>171,780</u>	<u>496,780</u>
Total EXPENSES	<u>1,063,175</u>	<u>1,063,175</u>	<u>172,530</u>	<u>890,645</u>
Increase/(Decrease) in Net Assets	<u>63,250</u>	<u>63,250</u>	<u>755,658</u>	<u>692,408</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2002 GENERAL REVENUE DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Investment Income				
Investment Earnings	4,000	4,000	62,930	58,930
Total Investment Income	<u>4,000</u>	<u>4,000</u>	<u>62,930</u>	<u>58,930</u>
Total Non-Operating Revenues	<u>4,000</u>	<u>4,000</u>	<u>62,930</u>	<u>58,930</u>
Total REVENUES	<u>4,000</u>	<u>4,000</u>	<u>62,930</u>	<u>58,930</u>
EXPENSES				
Operating Expenses				
Fiscal Agent Fees	3,750	3,750	0	3,750
Total Operating Expenses	<u>3,750</u>	<u>3,750</u>	<u>0</u>	<u>3,750</u>
Non-Operating Expenses				
Debt Service				
Interest on Capital	285,223	285,223	142,611	142,612
Principal on Capital	<u>165,000</u>	<u>165,000</u>	<u>0</u>	<u>165,000</u>
Total Debt Service	<u>450,223</u>	<u>450,223</u>	<u>142,611</u>	<u>307,612</u>
Total Non-Operating	<u>450,223</u>	<u>450,223</u>	<u>142,611</u>	<u>307,612</u>
Total EXPENSES	<u>453,973</u>	<u>453,973</u>	<u>142,611</u>	<u>311,362</u>
Interfund Transfers				
Transfer from General	(450,000)	(450,000)	(337,500)	(112,500)
Transfer to Campus	<u>0</u>	<u>500,000</u>	<u>500,000</u>	<u>0</u>
Total Interfund Transfers	<u>(450,000)</u>	<u>50,000</u>	<u>162,500</u>	<u>(112,500)</u>
Increase/(Decrease) in Net Assets	<u>27</u>	<u>(499,973)</u>	<u>(242,181)</u>	<u>257,792</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2005 TAX DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Local Tax Revenues	765,775	765,775	759,765	(6,010)
Investment Income	9,000	9,000	7,691	(1,309)
Total Non-Operating Revenues	<u>774,775</u>	<u>774,775</u>	<u>767,456</u>	<u>(7,319)</u>
Total REVENUES	<u>774,775</u>	<u>774,775</u>	<u>767,456</u>	<u>(7,319)</u>
EXPENSES				
Operating Expenses				
Fiscal Agent Fees	4,100	4,100	300	3,800
Total Operating Expenses	<u>4,100</u>	<u>4,100</u>	<u>300</u>	<u>3,800</u>
Non-Operating Expenses				
Debt Service				
Interest on Capital	765,775	765,775	382,888	382,887
Total Debt Service	<u>765,775</u>	<u>765,775</u>	<u>382,888</u>	<u>382,887</u>
Total Non-Operating	<u>765,775</u>	<u>765,775</u>	<u>382,888</u>	<u>382,887</u>
Total EXPENSES	<u>769,875</u>	<u>769,875</u>	<u>383,188</u>	<u>386,687</u>
Increase/(Decrease) in Net Assets	<u>4,900</u>	<u>4,900</u>	<u>384,268</u>	<u>379,368</u>

Statement of Revenues and Expenditures - 2005 STUDENT RECREATION CENTER DEBT SERVICE FUND

From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	Total Original Budget	Total Budget Revised	Current Period Actual	YTD Revised Budget Variance
REVENUES				
Operating Revenues				
Tuition & Fees				
Student Recreation Fee	<u>2,008,637</u>	<u>2,008,637</u>	<u>1,701,321</u>	<u>(307,316)</u>
Total Tuition & Fees	<u>2,008,637</u>	<u>2,008,637</u>	<u>1,701,321</u>	<u>(307,316)</u>
Total Operating Revenues	<u>2,008,637</u>	<u>2,008,637</u>	<u>1,701,321</u>	<u>(307,316)</u>
Non-Operating Revenues				
Investment Income				
Investment Earnings	<u>80,000</u>	<u>80,000</u>	<u>72,515</u>	<u>(7,485)</u>
Total Investment Income	<u>80,000</u>	<u>80,000</u>	<u>72,515</u>	<u>(7,485)</u>
Total Non-Operating Revenues	<u>80,000</u>	<u>80,000</u>	<u>72,515</u>	<u>(7,485)</u>
Total REVENUES	<u>2,088,637</u>	<u>2,088,637</u>	<u>1,773,836</u>	<u>(314,801)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Fiscal Agent Fees	<u>6,500</u>	<u>6,500</u>	<u>0</u>	<u>6,500</u>
Total Institutional Support	<u>6,500</u>	<u>6,500</u>	<u>0</u>	<u>6,500</u>
Contracted Services				
Designated Transfers to UTB	<u>315,307</u>	<u>315,307</u>	<u>0</u>	<u>315,307</u>
Total Contracted Services	<u>315,307</u>	<u>315,307</u>	<u>0</u>	<u>315,307</u>
Total Operating Expenses	<u>321,807</u>	<u>321,807</u>	<u>0</u>	<u>321,807</u>
Non-Operating Expenses				
Debt Service				
Interest on Capital	<u>622,556</u>	<u>622,556</u>	<u>311,278</u>	<u>311,278</u>
Principal on Capital	<u>360,000</u>	<u>360,000</u>	<u>0</u>	<u>360,000</u>
Total Debt Service	<u>982,556</u>	<u>982,556</u>	<u>311,278</u>	<u>671,278</u>
Total Non-Operating Expenses	<u>982,556</u>	<u>982,556</u>	<u>311,278</u>	<u>671,278</u>
Total EXPENSES	<u>1,304,363</u>	<u>1,304,363</u>	<u>311,278</u>	<u>993,085</u>
Increase/(Decrease) in Net Assets	<u>784,274</u>	<u>784,274</u>	<u>1,462,558</u>	<u>678,284</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2006 TAX DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Local Tax Revenues	1,147,784	1,147,784	1,126,899	(20,885)
Investment Income				
Investment Earnings	<u>12,000</u>	<u>12,000</u>	<u>10,471</u>	<u>(1,529)</u>
Total Investment Income	<u>12,000</u>	<u>12,000</u>	<u>10,471</u>	<u>(1,529)</u>
Total Non-Operating Revenues	<u>1,159,784</u>	<u>1,159,784</u>	<u>1,137,370</u>	<u>(22,414)</u>
Total REVENUES	<u>1,159,784</u>	<u>1,159,784</u>	<u>1,137,370</u>	<u>(22,414)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Fiscal Agent Fees	<u>2,000</u>	<u>2,000</u>	<u>300</u>	<u>1,700</u>
Total Operating Expenses	<u>2,000</u>	<u>2,000</u>	<u>300</u>	<u>1,700</u>
Non-Operating Expenses				
Interest on Capital	<u>1,147,784</u>	<u>1,147,784</u>	<u>573,892</u>	<u>573,892</u>
Total Interest on Capital	<u>1,147,784</u>	<u>1,147,784</u>	<u>573,892</u>	<u>573,892</u>
Total Non-Operating Expenses				
Total EXPENSES	<u>1,149,784</u>	<u>1,149,784</u>	<u>574,192</u>	<u>575,592</u>
Increase/(Decrease) in Net Assets	<u>10,000</u>	<u>10,000</u>	<u>563,178</u>	<u>553,178</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2006 MAINTENANCE NOTES TAX DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Local Tax Revenues	374,628	374,628	357,728	(16,900)
Investment Income				
Investment Earnings	<u>4,000</u>	<u>4,000</u>	<u>2,756</u>	<u>(1,244)</u>
Total Investment Income	<u>4,000</u>	<u>4,000</u>	<u>2,756</u>	<u>(1,244)</u>
Total Non-Operating Revenues	<u>378,628</u>	<u>378,628</u>	<u>360,484</u>	<u>(18,144)</u>
Total REVENUES	<u>378,628</u>	<u>378,628</u>	<u>360,484</u>	<u>(18,144)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Fiscal Agent Fees	<u>2,000</u>	<u>2,000</u>	<u>300</u>	<u>1,700</u>
Total Operating Expenses	<u>2,000</u>	<u>2,000</u>	<u>300</u>	<u>1,700</u>
Non-Operating Expenses				
Interest on Capital	204,628	204,628	104,014	100,614
Principal on Capital	<u>170,000</u>	<u>170,000</u>	<u>170,000</u>	<u>0</u>
Total Non-Operating Expenses	<u>374,628</u>	<u>374,628</u>	<u>274,014</u>	<u>100,614</u>
Total EXPENSES	<u>376,628</u>	<u>376,628</u>	<u>274,314</u>	<u>102,314</u>
Increase/(Decrease) in Net Assets	<u>2,000</u>	<u>2,000</u>	<u>86,170</u>	<u>84,170</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2007 TAX DEBT SERVICE FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Local Tax Revenues	1,827,820	1,827,820	1,678,866	(148,954)
Investment Income				
Investment Earnings	<u>20,000</u>	<u>20,000</u>	<u>11,215</u>	<u>(8,785)</u>
Total Investment Income	<u>20,000</u>	<u>20,000</u>	<u>11,215</u>	<u>(8,785)</u>
Total Non-Operating Revenues	<u>1,847,820</u>	<u>1,847,820</u>	<u>1,690,081</u>	<u>(157,739)</u>
Total REVENUES	<u>1,847,820</u>	<u>1,847,820</u>	<u>1,690,081</u>	<u>(157,739)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Fiscal Agent Fees	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Operating Expenses	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Non-Operating Expenses				
Interest on Capital	732,820	732,820	432,051	300,769
Principal on Capital	<u>1,095,000</u>	<u>1,095,000</u>	<u>1,095,000</u>	<u>0</u>
Total Non-Operating Expenses	<u>1,827,820</u>	<u>1,827,820</u>	<u>1,527,051</u>	<u>300,769</u>
Total EXPENSES	<u>1,829,820</u>	<u>1,829,820</u>	<u>1,527,051</u>	<u>302,769</u>
Increase/(Decrease) in Net Assets	<u>18,000</u>	<u>18,000</u>	<u>163,030</u>	<u>145,030</u>

Texas Southmost College
Statement of Revenues and Expenditures - 2007 MAINTENANCE TAX NOTES FUND
From 9/1/2007 Through 5/31/2008

(In Whole Numbers)

	<u>Total Original Budget</u>	<u>Total Budget Revised</u>	<u>Current Period Actual</u>	<u>YTD Revised Budget Variance</u>
REVENUES				
Non-Operating Revenues				
Local Tax Revenues	216,451	216,451	198,840	(17,611)
Investment Income				
Investment Earnings	<u>2,000</u>	<u>2,000</u>	<u>1,361</u>	<u>(639)</u>
Total Investment Income	<u>2,000</u>	<u>2,000</u>	<u>1,361</u>	<u>(639)</u>
Total Non-Operating Revenues	<u>218,451</u>	<u>218,451</u>	<u>200,201</u>	<u>(18,250)</u>
Total REVENUES	<u>218,451</u>	<u>218,451</u>	<u>200,201</u>	<u>(18,250)</u>
EXPENSES				
Operating Expenses				
Institutional Support				
Fiscal Agent Fees	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Institutional Support	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Operating Expenses	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Non-Operating Expenses				
Interest on Capital	101,451	101,451	59,368	42,083
Principal on Capital	<u>115,000</u>	<u>115,000</u>	<u>115,000</u>	<u>0</u>
Total Non-Operating Expenses	<u>216,451</u>	<u>216,451</u>	<u>174,368</u>	<u>42,083</u>
Total EXPENSES	<u>218,451</u>	<u>218,451</u>	<u>174,368</u>	<u>44,083</u>
Increase/(Decrease) in Net Assets	<u>0</u>	<u>0</u>	<u>25,833</u>	<u>25,833</u>

TEXAS SOUTHMOST COLLEGE DISTRICT
INVESTMENT REPORT
FOR QUARTER ENDED
MAY 2008

RETIREMENT OF INDEBTEDNESS

Instrument	Book Value	Market Value	Book Value	Market Value	Avg. Yield	Maturity	Interest Earned
	2/29/2008	2/29/2008	5/31/2008	5/31/2008			
TSC Debt Service Fund	\$204,336.53	\$204,336.53	\$205,218.11	\$205,218.11	1.58%	N/A	\$881.58
TSC 1987 Tax Debt Service Fund	\$289,295.65	\$289,295.65	\$330,986.23	\$330,986.23	1.58%	N/A	\$1,348.73
TSC 2005 Tax Debt Service Fund	\$361,441.64	\$361,441.64	\$435,531.53	\$435,531.53	1.58%	N/A	\$1,747.13
TSC 2005 WRKC Debt Service Fund	\$3,487,272.01	\$3,487,272.01	\$4,314,960.58	\$4,314,960.58	1.58%	N/A	\$15,607.72
TSC 2006 Tax Debt Service	\$489,967.71	\$489,967.71	\$593,413.31	\$593,413.31	1.58%	N/A	\$2,376.73
TSC 2007 Tax Debt Service	\$33,432.78	\$33,432.78	\$163,030.36	\$163,030.36	1.58%	N/A	\$485.65
TSC 2006 Maintenance Tax Debt Service	\$61,449.47	\$61,449.47	\$91,454.09	\$91,454.09	1.58%	N/A	\$342.89
TSC 2007 Maintenance Tax Debt Service	\$10,455.42	\$10,455.42	\$25,833.04	\$25,833.04	1.58%	N/A	\$85.85
TSC Student Union Bldg Fees	\$1,651,572.26	\$1,651,572.26	\$2,083,595.74	\$2,083,595.74	1.58%	N/A	\$7,418.43
							<u>\$30,294.71</u>

AGENCY FUNDS

Instrument	Book Value	Market Value	Book Value	Market Value	Avg. Yield	Maturity	Interest Earned
	2/29/2008	2/29/2008	5/31/2008	5/31/2008			
TSC Alumni Association Savings	\$10,523.07	\$10,523.07	\$10,568.47	\$10,568.47	1.58%	N/A	\$45.40
							<u>\$45.40</u>

TOTAL INTEREST EARNED THIS QUARTER

\$772,212.80

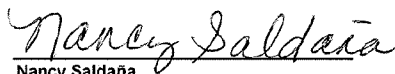
Note: All investments are in accordance with the stated strategies, District Board Investment Policy 4.60, and relevant provisions of the law.

Interest Summary

FUNDS	Earned 1st Qtr	Earned 2nd Qtr	Earned 3rd Qtr	Earned 4th Qtr
Current Funds	\$55,161.23	\$73,823.19	\$43,005.70	
Loan Funds	\$333.75	\$266.05	\$155.16	
Endowment & Similar Funds	\$55.67	\$48.70	\$31.19	
Plant Funds	\$909,855.31	\$864,287.97	\$728,975.35	
Agency Funds	\$97.65	\$77.84	\$45.40	
TOTAL	\$965,503.61	\$938,503.75	\$772,212.80	\$0.00


Melba Sanchez
Assistant Vice President for Finance


Dr. David Pearson
Vice President for Partnership Affairs


Nancy Saldaña
Director of Finance