TRIDENT TECHNICAL COLLEGE

Comprehensive Annual Financial Report

Charleston, South Carolina
Fiscal Year Ended June 30, 2015

Member of State Board for Technical and Comprehensive Education

TRIDENT TECHNICAL COLLEGE

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2015

PREPARED BY
DIVISION OF FINANCE AND ADMINISTRATION

A MEMBER OF THE STATE BOARD
FOR
TECHNICAL AND COMPREHENSIVE EDUCATION
AN AGENCY OF THE STATE OF SOUTH CAROLINA

TRIDENT TECHNICAL COLLEGE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2015

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TRIDENT TECHNICAL COLLEGE
ORGANIZATIONAL DATA
JUNE 30, 2015

Area Commission

Name	Office	Expires	County
Yvonne J. Barnes	Treasurer Chairperson: Finance and Administration Committee Audit Committee	January 2018	Berkeley
William A. Blanton	Member Chairperson: Building and Grounds Committee	January 2018	Berkeley
Jack Y. Harrison	Member	June 2016	Dorchester
Baird A. Mallory	Chairperson	June 2015	Charleston
Franklin J. Medio	Member Chairperson: Curriculum Committee	January 2013*	Berkeley
Robert J. Reid	Member	June 2011*	Charleston
Rutherford P.C. Smith	Vice-Chairperson	June 2018	Dorchester
Marion C. Thompson	Member	June 2014*	Dorchester
Anita G. Zucker	Member	June 2016	Charleston

Counties served by Area Commission and providing financial support: Berkeley County, Charleston County, and Dorchester County.

*Commissioners serve until a successor is appointed by the Governor.

Institutional Officers

Dr. Mary Thornley	President
Ms. Marguerite G. Howle	Vice President, Advancement
Dr. Patrice Mitchell	Vice President, Student Services
Mr. Scott Poelker	Vice President, Finance and Administration
Dr. Patricia J. Robertson	Vice President, Academic Affairs
Mr. E. Bernard Straub	Vice President, Information Technology
Mr. Robert Walker	Vice President, Continuing Education and Economic Development

TRIDENT TECHNICAL COLLEGE

September 30, 2015

To the Members of the Area Commission for Trident Technical College:

We are pleased to convey to you the Comprehensive Annual Financial Report of Trident Technical College (the College) for the year ended June 30, 2015. The Office of the Vice President for Finance and Administration is responsible for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the information presented is accurate in all material respects, and all disclosures necessary for a reasonable understanding of the College's financial activities have been included.

The management of the College is responsible for establishing and maintaining an internal control structure designed to protect the assets of the College, to prevent loss from theft or misuse and ensure adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. To the best of our knowledge, the internal control system achieves these objectives. The concept of reasonable assurance recognizes that:

- The cost of a control should not exceed the benefits likely to be derived; and,
- The valuation of costs and benefits requires estimates and judgments by management.

Elliott Davis Decosimo, LLC, independent certified public accountants, audited the financial statements. The Independent Auditor's Report is included in the financial section of this report and reflects an unmodified opinion on the basic financial statements. The College complies with the requirements of the Single Audit Act for which separate reports are issued.

This letter of transmittal should be read in conjunction with the Management's Discussion and Analysis, which focuses on current activities, accounting changes and currently known facts.

Entity

Trident Technical College (TTC) is one of sixteen technical colleges that comprise the State Board for Technical and Comprehensive Education (SBTCE), which is an agency of the State of South Carolina. The College is a part of the State of South Carolina's primary government and is included in the State's Comprehensive Annual Financial Report (CAFR) as a discretely presented component unit.

Trident Technical College Foundation (the Foundation) is a legally separate, tax-exempt, discretely presented component unit of Trident Technical College. The Foundation acts primarily as a fund-raising organization to supplement the resources that are available to the College in support of its programs. The Foundation's Board of Directors is self-perpetuating and consists of influential business leaders in the local community. Although the College does not control the timing or the amount of receipts from the Foundation, the majority of resources or income thereon that the Foundation holds and invests is restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, the College, the Foundation is considered a component unit of the College and the Foundation's financial statements are inserted in the College's Comprehensive Annual Financial Report.

The Trident Technical College Enterprise Campus Authority (the Authority) was established in 2006 by the 1976 South Carolina Code of Laws Section 59-53-460. For accounting purposes, the Authority is a blended component unit of Trident Technical College. The legislation establishing the Authority requires that the members of the College's Area Commission also constitute the Board of the Authority. The Authority's financial activity is blended in the financial statements of the College.

The College maintains budgetary controls in the form of line-item budgets and budget transfer restrictions. The objective of these budgetary controls is to ensure compliance with the annual budget adopted by the Area Commission. The College maintains an encumbrance accounting system as one technique of accomplishing budgetary control. As demonstrated by the financial statements and schedules included in the financial section of this report, management of the College continues to meet its responsibility for sound financial management.

Economic Condition and Outlook

The College's regional area economy consists of market activity in three counties located in the southeastern, coastal, region of the State of South Carolina. From a national perspective, the region is also strategically located along the nation's busy mid-Atlantic corridor, roughly half-way between New York and Miami. The three counties—Berkeley, Charleston, and Dorchester—that comprise the College's regional economy also comprise the College's local service area. Together, the counties cover over 3,100 square miles of the state and have a combined population of approximately 700,000 residents.

The area has a thriving and highly diverse economy, with business sectors that range all the way from rural farming to high-tech aeronautical engineering and manufacture. The business community draws its strength from the area's rich history, its wide-ranging natural beauty, and its eclectic mix of both long-time and newly arrived residents. These factors, along with Charleston's abundant other quality-of-life amenities, have combined to make the region one of the fastest growing in the United States.

According to the Bureau of Labor and Statistics for the most recently reported five-year period (2007 to 2012), the Charleston metropolitan statistical area (MSA) grew nearly 11.0%--a rate that is more than double the national growth rate for the same period. Charleston's Gross Regional Product (GRP) over this same five-year period grew an astounding 35.4%. Charleston MSA's significantly outperformed all peer MSA metros, the State, and the U.S.

The region's economy consists of a diverse range of business sectors that continue to outperform themselves year after year. Charleston's economic mix includes one of the busiest container ports in the nation, a world-renowned visitor industry, a large military presence, and a well-established base of national and global manufactures. Thanks to Boeing's large-scale aeronautical operations, a high-tech sector with the ability to attract globally known tech giants such as Google and a highly advanced medical and biotech research sector, the region is well prepared for the fast changing economy of the future.

Trident Technical College has taken steps to support the high-tech future needs of business. A good example of the steps the College is taking to supply these needs is a joint venture it has entered into with the State and local governments. The $79 million dollar project known as the South Carolina Aeronautical Training Center, will serve the needs of both the aeronautical and aerospace industries. Even though the facility will be located on the College's Main Campus in North Charleston, South Carolina, the economic impact will be felt statewide. The impact will be on par with the impact BMW had on the State's economy when it established its large automobile manufacturing operations in Greer, South Carolina years ago.

Each year, the Charleston Metro Chamber of Commerce's Center for Business Research and the College of Charleston's School of Business and Economics join together to publish an econometric-based study of the local area economy. According to findings in this year's report, the region's job market is poised to continue posting solid gains. More than 6,000 new jobs are forecasted for 2015, with another 5,000 projected for 2016. The job gains are projected to further reduce the regions already declining unemployment rate to just 4.6 percent by the end of 2016.

The study goes on to note that Charleston Harbor's port volumes are on pace to exceed the record setting levels established in 2014. Container volumes increased 11.9% that year, the largest gain of any port in the United States. Thanks to Charleston Harbor's massive undertaking to deepen the harbor to 52 feet, making it the deepest harbor on the East Coast, the port is well prepared to handle the even greater volumes that are projected when the Panama Canal expansion project is completed in 2016.

Charleston's visitor industry also continues to remain a solid performer. Already recognized as a world-class travel destination, the region was once again named by Conde Nast magazine as the nation's number one travel destination. This makes the fourth year in a row the well-respected travel publication has bestowed the coveted honor on the region. Trends show the visitor industry is continuing to expand at a rapid rate. Average hotel occupancy increased to 74.5% in 2014, and the revenue per available room rate increased 9.8% from the prior year. Both metrics point to continued strong growth in this sector for at least the next two to three years.

Contributing to the rosy outlook for the visitor industry, and for other business sectors as well is the major expansion project currently underway at Charleston's International Airport. Total passenger activity reached the three million mark in 2014, setting a new record. Due to the expansion as well as other factors at work in the area economy, total passenger volumes are forecast to continue to grow even higher over the next two years—3.8% in 2015 and another 1.3% in 2016.

Of course, one of the region's business sectors that has benefited the most from the area's burgeoning growth is Charleston's real estate market. By the end of 2014, the region's residential real estate market activity had already returned to pre-recession levels. Single family permits increased 10.0% from the levels recorded for the prior year, and multifamily permits soared even higher with an increase of more than 23.0%. More modest growth is forecast for residential building permits in 2015 and 2016; but, residential housing sales are expected to increase in both years nonetheless.

As indicated previously, the College stands prepared to meet the challenges of a rapidly evolving economy. The College, for example, long ago understood industry's need for more workers educated in the fields of Science, Technology, Engineering and Mathematics (STEM). The emphasis the College has placed on STEM education is evidenced by the investments it has made in support of these fields of study. Examples of such investments include: the recent addition of a new $30 million dollar Nursing and Science building, funding and faculty time-commitments for innovative new math-cube tutoring and study formats, the recent purchase of a fully intact airplane and fully operational aircraft engines for its avionics programs and, of course, the land and funding the College committed toward construction of the previously mentioned South Carolina Aeronautical Training Center.

The College is also committed to other needs of the future economy, such as industry's growing needs for an already-trained workforce. The College has long-since been at the forefront of training and certifying the workforces of local area industries; however, the College is also at the forefront of other new and innovative training methods as well. The College's growing apprenticeship training program, for example, is the model leader for the State and, for that matter, the entire southeastern region of the U.S. as well. Together, these factors combine to make the economic outlook for the College appear full of promise for the decades that lie ahead.

Major Initiatives and Planning Goals – Fiscal Year 2015 – 2016

The College's mission is to serve as a catalyst for personal, community, and economic development by empowering individuals through education and training. The College achieves its mission by implementing the following strategic initiatives and goals.

Strategic Initiative 1 – Students

To enable more students to reach their full potential as scholars, workers and citizens.

Goals

1. Preparation: Improve the college readiness of new students and provide the necessary support for underprepared students.
2. Access: Provide higher education opportunities to all residents of Berkeley, Charleston, and Dorchester counties.
3. Student Success: Improve student progress toward completion of academic programs.
4. Student Development: Provide educational enrichment opportunities to TTC students.
5. Alumni Success and Development: Promote the continual success of TTC graduates.

Strategic Initiative 2 – Faculty and Staff

To strengthen the TTC workforce to meet the needs of the college and the community it serves.

Goals

1. Staffing for Institutional Growth: Employ additional qualified faculty and staff.
2. Professional Development: Provide professional development and educational opportunities for faculty and staff.
3. Succession Planning: Prepare the college for the impending retirements of experienced employees.
4. Health Promotion: Improve employee health and morale.

Strategic Initiative 3 – Community

To strengthen the economy and improve the standard of living in the tri-county region.

Goals

1. Economic Development: Meet the growing workforce needs of local business and industry.
2. Community Relations: Build strong ties between the public and the college.
3. Community Service: Expand mission-based public service activities.

Strategic Initiative 4 – College

To secure the resources and develop the infrastructure necessary for the college to fulfill its mission and reach its vision.

Goals

1. Organizational Structure: Adapt the college's organizational structure for enrollment and program growth.
2. Infrastructure (IT): Ensure the college's IT infrastructure is state-of-the-art.
3. Campuses, Sites and Facilities: Develop new and expand existing college campuses and sites.
4. Sound Financial Base: Become a model of fiscal and environmental responsibility.
5. Safety and Security: Improve the safety and security of all TTC campuses.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Trident Technical College for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2014. In order to be awarded a Certificate of Achievement, a government entity must publish an easily readable and efficiently organized CAFR whose contents conform to rigorous program standards.

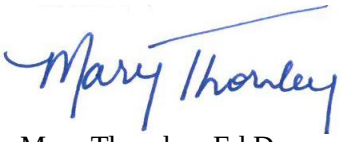
Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year. Trident Technical College has received a Certificate of Achievement for the last 22 consecutive years.

Again this year, the College will submit its CAFR for the Certificate of Achievement for Excellence in Financial Reporting program of the GFOA. We firmly believe that the College's report for the fiscal year ended June 30, 2015 meets the requirements to receive the Certificate of Achievement.

Acknowledgements

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff. We would like to express appreciation to all the employees who assisted in the timely closing of the College's financial records and the preparation of this report. In addition, we would like to express our appreciation to the other departments and individuals who assisted in the preparation of this report.

Sincerely,

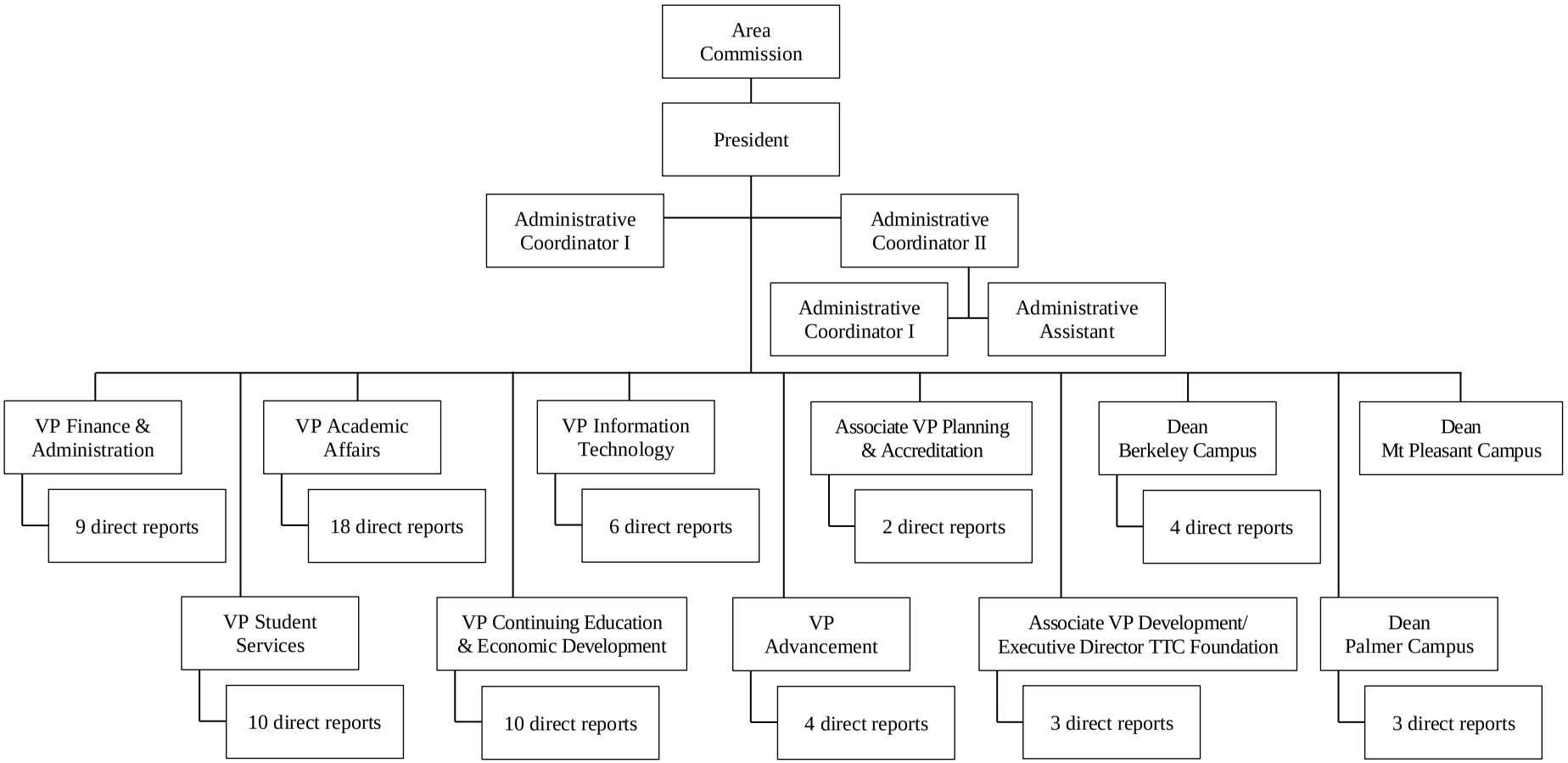


Mary Thornley, Ed.D.
President

Scott Poelker
Vice President, Finance and Administration

TRIDENT TECHNICAL COLLEGE

Organization Chart
September 1, 2015



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Trident Technical College

South Carolina

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

FINANCIAL SECTION

elliott davis decosimo

Independent Auditor's Report

Members of the Area Commission
Trident Technical College
Charleston, South Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Trident Technical College (the "College"), a component unit of the State of South Carolina, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Trident Technical College Foundation, Inc., a discretely presented component unit of Trident Technical College, which represent 100% of the total assets, 100% of the net assets, and 100% of the total revenues of the discretely presented component unit. Those financial statements were audited by another auditor whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Trident Technical College Foundation Inc., is based solely on the report of the other auditor. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Trident Technical College Foundation were not audited in accordance with Government Auditing Standards, issued by the Comptroller General of the United States.

Auditor's Responsibility, Continued

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of the College as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Implementation of new Accounting Standard

As discussed in Notes 1, 6, and 20 to the financial statements, the College adopted the provisions of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27* effective July 1, 2014. Our audit opinions were not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, as listed on pages 21 through 29, and the Schedule of the College's Proportionate Share of the Net Pension Liability and the Schedule of the College's Contributions, as shown on pages 61 through 62, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The Supplemental Schedules 1 to 8 as listed on the accompanying table of contents, and the other information such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Supplemental Schedules 1 to 8 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the Supplemental Schedules 1 to 8 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, A*udits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2015, on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

Elliott Davis Decosimo, LLC

Charleston, South Carolina
September 28, 2015

TRIDENT TECHNICAL COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Trident Technical College (the "College") is pleased to present its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2015. This section of the report is a narrative overview and analysis of the financial activities of the College. This discussion should be read in conjunction with the College's basic financial statements, the component unit's financial statements and the notes thereto.

Overview of the Financial Statements

The College is engaged only in Business-Type Activities that are financed in part by fees charged to students for educational services. Accordingly, its activities are reported using the three financial statements required for proprietary funds, which present financial information in a format similar to that used by the private sector:

- Statement of Net Position
- Statement of Revenues, Expenses and Changes in Net Position
- Statement of Cash Flows

The financial statements of the College and its blended component unit are presented in accordance with Governmental Accounting Standards. The financial statement presentation required by governmental accounting standards provides a comprehensive, entity-wide perspective of the College's assets, deferred outflows, liabilities, deferred inflows, net position, revenues, expenses, changes in net position, and cash flows.

In accordance with governmental accounting standards, the College has included the Trident Technical College Foundation (the "Foundation") and the Trident Technical College Enterprise Campus Authority (the "Authority") in its financial statements. The College reports the Foundation as a discretely presented non-governmental component unit, and its Statement of Financial Position and Statement of Activities are presented along with the College's basic financial statements. The Authority is a blended component unit whose governing board is the same as that of the College. The Authority's financial activities are blended in the financial statements of the College.

The College implemented Governmental Accounting Standards Board (GASB) Statement 68, *Accounting and Financial Reporting for Pensions (an amendment of GASB Statement No. 27),* in the fiscal year ended June 30, 2015. Trident Technical College participates in the South Carolina Retirement System (SCRS) and South Carolina Police Officers Retirement System (PORS) retirement plans. Since these plans are cost-sharing multiple-employer defined benefit pension plans, the College was required to implement GASB 68. The implementation of the Statement required the College to record a beginning net pension liability and the effects on unrestricted net position of contributions made by the College during the measurement period (fiscal year ended June 30, 2014). Since the information for the restatement of beginning balances of deferred inflows of resources or deferred outflows of resources is not available for the earliest period presented, the cumulative effect of the Statement implementation is shown as a restatement to ending net position as of June 30, 2014. The restatement of all prior periods presented was not practical. As a result, ending unrestricted net position for the College for the year ended June 30, 2014 decreased by $81,121,920. This decrease resulted in the cumulative restatement of unrestricted net position to a deficit balance of $(52,383,729) for the year ended June 30, 2014.

Statement of Net Position

The Statement of Net Position presents the financial position at the end of the fiscal year and includes all assets, liabilities, deferred inflows and deferred outflows of the College. The Statement of Net Position is a "point in time" financial statement, which presents to the reader a fiscal snapshot of Trident Technical College. Assets are property owned by the College. Liabilities are what the College owes to others. Assets and liabilities are classified as either current or noncurrent. Current assets are generally expected to be converted into cash, sold or consumed within a year. Current liabilities are obligations that are due or to be paid within the year. Noncurrent assets and liabilities are those that are longer term in nature. Capital assets are reported at historical cost less an allowance for depreciation. Deferred outflows of resources represent consumption of net position that applies to a future reporting period(s) and so will not be recognized as outflows of resources (expense) until then. Deferred inflows of resources represent the acquisition of net position that applies to a future reporting period(s) and so will not be recognized as inflows of resources (revenue) until that time.

Net position represents the difference between total assets and deferred outflows, and total liabilities and deferred inflows. Net position is one indicator of the current financial condition of the College, while the change in net position indicates whether the overall financial condition has improved or deteriorated during the year.

Net position is displayed in three broad categories:

- Net investment in capital assets represents the investment in property, plant and equipment less any related debt used to acquire those assets.
- Restricted expendable net position is available for expenditure, but must be spent for specific purposes.
- Unrestricted net position is available for any lawful purpose of the entity.

The following schedule is a condensed presentation of the College's assets, deferred outflows, liabilities, deferred inflows, and net position and is prepared from the Statement of Net Position as of June 30, 2015.

Condensed Summary of the Statement of Net Position
As of June 30
(in millions)

	2015	2014*	Increase (Decrease)	Percent Change
Current assets	$ 53.1	$ 55.7	$ (2.6)	-4.7%
Non-current assets				
Capital assets, net of depreciation	104.7	107.5	(2.8)	-2.6%
Deferred outflow of resources	7.3	0.0	7.3	100.0%
Total assets & deferred outflows	165.1	163.2	1.9	1.2%
Current liabilities	9.7	11.1	(1.4)	-12.6%
Non-current liabilities	94.4	13.2	81.2	615.2%
Deferred inflow of resources	7.0	0.0	7.0	100.0%
Total liabilities & deferred inflows	111.1	24.3	86.8	357.2%
Net position				
Invested in capital assets	95.2	96.1	(0.9)	-0.9%
Restricted for expendable:				
Capital projects	15.6	14.0	1.6	11.4%
Unrestricted	(56.9)	28.7	(85.6)	-298.3%
Enterprise Campus Authority	0.1	0.1	0.0	0.0%
Total Net position	$ 54.0	$ 138.9	$ (84.9)	-61.1%

*As originally stated

Assets & deferred outflows-increase of $1.9 million

Current assets decreased by $2.6 million or 4.7% due to decreases in cash and investments of $5.3 million, offset by an increase in accounts receivable and other assets of $2.7 million. Accounts receivable increases are related primarily to state grants receivable. Noncurrent assets decreased $2.8 million or 2.6% as discussed below under Capital Asset activity. Deferred outflows of resources consists of the College's $5.0 million contributions during fiscal year 2015 to SCRS and PORS, plus the $2.3 million proportionate share of the total deferred outflows of the SCRS and PORS plans combined reported by the South Carolina Public Employee Benefit Authority ("PEBA"). Contributions to SCRS and PORS this fiscal year will reduce the amount reported as net pension liability next fiscal year.

Liabilities & deferred inflows-increase of $86.8 million

Current liabilities decreased $1.4 million due to decreases in trade accounts payable, retainage and deferred revenue. Non-current liabilities increased by $81.2 million due primarily to the addition of the net pension liability required by the implementation of GASB 68. The College's proportionate share of the SCRS and PORS net pension liabilities was $82.2 million. Deferred inflows of resources consists of the College's proportionate share of the amounts reported by PEBA of $7.0 million. Additional information about the net

pension liability and deferred inflows of resources is disclosed in *Note 6* and *Note 20*, in the Notes to the Financial Statements. Long term debt decreased $1.0 million due to scheduled principal payments, offset by the change in compensated absences.

Net position-decrease of $84.9 million

- Net investment in capital assets - decreased by $0.9 million. This resulted from a decrease in net capital assets of $2.8 million, as discussed below in Capital Asset activity; offset by the decrease of the related notes payable of $1.1 million and a decrease in retainage payable of $0.8 million.
- Capital Projects - Restricted for expendable - increased by $1.6 million. Local government appropriations for the Nursing and Science building project, Foundation funds, state appropriations and capital fees in excess of debt service requirements contributed $6.2 million during the year. However, project expenditures totaled $4.6 million.
- Unrestricted net position - decreased by $85.6 million. As noted above, the College implemented GASB 68, which required the College to record an adjustment for the beginning net pension liability of $81.1 million. Additional information is disclosed in *Note 20*, in the Notes to the Financial Statements. Additional expense related to the implementation of GASB 68 decreased unrestricted net position by $0.8 million. Educational and general net position decreased $3.7 million. Operating revenues including tuition and fees and auxiliary revenues were less than expenses. Additional information is found in the Schedule of Changes in Unrestricted Current Fund located in Other Supplementary Information.
- Enterprise Campus Authority – no activity for fiscal year 2015.

Capital Asset Activity

The following schedule is an analysis of capital assets as of June 30, 2015 and 2014. Additional information is disclosed in *Note 5*, in the Notes to the Financial Statements.

Analysis of Capital Assets
As of June 30
(in millions)

	2015	2014	Increase (Decrease)	Percent Change
Land and improvements	$ 7.1	$ 7.1	$ -	0.0%
Construction in progress	9.2	9.1	0.1	1.1%
Buildings and improvements	144.4	142.0	2.4	1.7%
Machinery, equipment, vehicles, and other	29.2	28.5	0.7	2.5%
Total capital assets	189.9	186.7	3.2	1.7%
Less accumulated depreciation	(85.2)	(79.2)	(6.0)	7.6%
Capital assets	$ 104.7	$ 107.5	$ (2.8)	-2.6%

Capital assets decreased by $2.8 million or 2.6%. The change from the prior year is explained by depreciation expense of $6.9 million, offset by additions totaling $4.0 million. The majority of capital additions are due to the completion of renovation projects for buildings 500, 900, and 940 as well as continued Nursing and Science building construction.

Statement of Revenues, Expenses and Changes in Net Position

The purpose of the Statement of Revenues, Expenses and Changes in Net Position is to provide an entity-wide perspective on the revenues and expenses, which are categorized by operating and nonoperating and are reported by natural classification. A public institution's reliance on state and local appropriations results in operating losses because governmental accounting standards require classification of appropriations as nonoperating revenues. Nonoperating revenues are funds received for which goods and services are not provided. In addition, Pell grant funds received on behalf of students are also classified as nonoperating revenues. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues and to carry out the mission of the College. A significant portion of operating expenses are attributable to salaries and benefits for the faculty and staff of the College.

The following schedule is a summary presentation of the College's results of operations prepared from the Statement of Revenues, Expenses and Changes in Net Position as of June 30, 2015 and 2014.

Condensed Summary of the Statement of Revenues, Expenses and Changes in Net Position
As of June 30
(in millions)

	2015	2014	Increase (Decrease)	Percent Change
Operating revenue				
Tuition and fees	$ 42.6	$ 46.0	$ (3.4)	-7.4%
Grants and contracts	15.0	14.9	0.1	0.7%
Auxiliary	7.4	7.9	(0.5)	-6.3%
Other	0.2	0.2	-	0.0%
Total operating revenues	65.2	69.0	(3.8)	-5.5%
Less operating expenses	(136.6)	(142.5)	(5.9)	-4.1%
Operating loss	(71.4)	(73.5)	(2.1)	-2.9%
Nonoperating revenue (expense)				
State appropriations	16.5	15.5	1.0	6.5%
County appropriations	10.5	10.3	0.2	1.9%
Federal, state grants and other	38.2	41.6	(3.4)	-8.2%
Interest expense	(0.2)	(0.1)	(0.1)	100.0%
Total nonoperating revenue (expense)	65.0	67.3	(2.3)	-3.4%
Loss before other revenues	(6.4)	(6.2)	(0.2)	3.2%
Capital gifts and contracts	0.4	0.6	(0.2)	-33.3%
County capital appropriations	1.6	7.6	(6.0)	-78.9%
State capital appropriations	0.6	0.4	0.2	50.0%
Increase (decrease) in net position	(3.8)	2.4	(6.2)	-258.3%
Cumulative effect of implementation of accounting pronouncement	(81.1)	-	(81.1)	-100.0%
Net position, beginning of year	138.9	136.5	2.4	1.8%
Net position, end of year	$ 54.0	$ 138.9	$ (84.9)	-61.1%
Total revenues	$ 133.0	$ 145.3	$ (12.3)	-8.5%
Total expenses	136.8	142.9	(6.1)	-4.3%
Increase (decrease) in net position	$ (3.8)	$ 2.4	$ (6.2)	-258.3%

Total Revenues-decrease of $12.3 million
Operating revenue decreased $3.8 million this fiscal year due to a declining enrollment resulting in a decrease in tuition and fees and auxiliary revenues. Even though we saw increases in both state appropriations of $1.0 million, and county appropriations of $0.2 million, federal and state grants and other nonoperating revenues decreased $3.4 million. Federal awards for Pell and SEOG declined by $3.4 million due to the decline in enrollment. Capital appropriations and gifts decreased $6.0 million overall. County capital appropriations declined due to the reduction in construction costs for the Nursing and Science building on main campus.

Total Expenses-decrease of $6.1 million
Operating expenses decreased by $5.9 million. Salaries and benefits increased by $3.0 million, which included rising healthcare premiums and retirement cost increases. Services and supplies decreased by $1.0 million as budgets were adjusted. Enrollment reductions impacted purchases for resale, $1.2 million less than 2014, and financial aid and fee remissions, $3.4 million less than 2014. Equipment and permanent improvements expenses decreased $3.1 million due to the completion of several major projects in 2014. Depreciation expense was slightly less, $0.4 million, than last year.

Statement of Cash Flows
The Statement of Cash Flows presents detailed information about the cash activity of the College during the year and aids readers in identifying the sources and uses of cash by the four major categories of operating, noncapital financing, capital and related financing, and investing activities. This statement will show a net use of cash in the operating activities because of the College's dependence on state and local appropriations. The following schedule is a summary presentation of the College's cash flows, which is prepared from the Statements of Cash Flows as of June 30, 2015 and 2014.

Condensed Summary of the Statement of Cash Flows
As of June 30
(in millions)

	2015	2014	Change
Net cash used by operating activities	$ (66.8)	$ (67.2)	$ 0.4
Net cash provided by noncapital financing activities	65.6	67.5	(1.9)
Net cash used by capital and related financing activities	(4.0)	(0.8)	(3.2)
Net cash (used) provided by investing activities	(4.0)	0.1	(4.1)
Net decrease in cash	(9.2)	(0.4)	(8.8)
Cash-beginning of year	44.2	44.6	(0.4)
Cash-end of year	$ 35.0	$ 44.2	$ (9.2)

Cash decreased by $9.2 million from the prior year. Less cash was used in operating activities due to a reduction of payments to vendors and employees. Net cash provided by noncapital financing activities decreased $1.9 million primarily in restricted grants and contracts. Noncapital financing activity also included a slight increase in state funding. Capital and the related financing activities reduced cash by an additional $3.2 million as existing resources financed capital spending. The College began investing a portion of excess cash balances, which explains the $4.0 million cash used for investing activities.

Debt Administration

Notes payable were $9.3 million as of June 30, 2015. The College's indebtedness consists of a bank note payable originated in July 2012 to finance construction. All credit students were assessed capital fees of $14.11 per enrolled hour that financed debt service requirements. Additional information on long-term debt activity is disclosed in the Notes to the Financial Statements, *Note 9* and *Note 11*.

Economic Factors

As indicated above, the College receives appropriations for operations beyond the revenue it earns from tuition, auxiliary business enterprises, and academic departmental sales. The operational funding it receives from the State flows through the State's Technical College System Office. This funding is designated by the State for use in supporting a portion of the College's permanent-full-time employee salaries and benefit costs. Operational funding the College receives from the three local counties it serves—Berkeley, Charleston and Dorchester—is generated by local property taxes. County governments annually set the millage tax rates that are to be assessed as well as the dollar amount size of the appropriation that will be made from the pool of revenues that are generated by them. Much like the operational funding from the State, funding from this source is also designated toward a particular use.

Historically, both the State and local service area counties have had difficulty meeting their obligations to help fund the 16 colleges that comprise the State's Technical College System. This challenge was made all the more difficult by the global recession that began in 2008. The economic downturn caused appropriations for operations from the State to fall more than 40% from their already underfunded pre-recession levels. While there has been some improvement in the State's annual allocation to the System Office since then, funding the College receives has nevertheless remained well below pre-recession levels.

Between the years 2005 and 2013, headcount enrollment at the College grew 53%. For four years in a row, Trident Technical College had the second largest undergraduate enrollment of all public colleges and universities in the State—second only in size to the undergraduate enrollments at the University of South Carolina. During this period, as well as currently, the College's enrollment remains larger than enrollments at any other college in the State's 16 member Technical College System. In order to handle the explosive growth, and to fulfill its mission and meet application acceptance requirements under State law, the College had no other choice but to expand and add new facility space.

While expenses generated by the College's expanded facilities grew, funding from sources originally established to pay for their maintenance and operation did not. Much like appropriations from the State, growth of revenues the College receives from local county appropriations has also leveled off—to the point where annual costs now well-exceed the amounts of revenue the counties annually appropriate to fund them. Due to political and other constraints, growth of any significance in this revenue source is not expected in the foreseeable revenue.

While the College's remaining other primary revenue sources, Tuition and Fee Revenue and Auxiliary Revenue (primarily, bookstore

operations) grew at rapid rates during its period of rapid enrollment expansion, revenue growth was nevertheless restrained by policies established to moderate the cost of tuition at the State's technical colleges. With some exception, tuition rate increases at the State's technical colleges have, on average, been limited to the annual increase in the Higher Education Price Index (HEPI).

Because of the limitations placed on growth from all the College's other main sources of income, operating revenues have become heavily dependent on enrollment for their growth. Because sales at the College's Auxiliary Operations are equally enrollment-dependent, growth in this revenue source is impacted as well.

Despite these constraints, prior to the current fiscal year being reported, operating revenues have managed to stay well above operating expenses for at least the last ten years—with the exception of fiscal year 2008-2009 when operating results achieved the break-even point. While enrollment growth played a large role in helping the College achieve these results, management's tight controls on discretionary spending played an equally large part.

In spite of management's successful efforts to control spending, the College's income statements have nevertheless been negatively impacted by disturbing trends in enrollment.

At the nation's high schools, trend data indicate that the number of students who annually complete high school is sharply dropping. The shrinking of this pool of eligible students caused by this phenomena has impacted enrollments at colleges and universities nationwide.

Enrollment trends at the College have been further impacted by recent changes in the local economy. As the national economy began to recover from the global recession, the nation's unemployment rate naturally began to drop. However, because of the robust nature of Charleston's regional area economy, unemployment dropped at a much faster pace than other regions around the State and the nation. The unemployment rate in Charleston County, for example, dropped a full 4.0% in just a four year period (2010 to 2014). As more people began to be hired back into jobs they lost and had already been trained to perform, the pool of untrained workers the College pulls from for enrollment began to shrink. The rate of decline in this pool was greater than the rate that new jobs (with new training needs) could be created. But now, with the recovery in full swing, economists expect future changes in the unemployment rate will be less dramatic as rates continue their march toward their economically speaking, "full-employment", levels.

While the decline in enrollment was the single largest factor affecting the results from operations in FY2014-2015, the remaining other factors discussed in this section, along with the new unfunded pension liability discussed previously, impacted the College's financial statements to a much greater degree.

As far as the College's future financial outlook is concerned, there are other factors at work in the State and regional economies that appear to offer new opportunities for financial growth and prosperity. According to the Bureau of Labor and Statistics, population in the Charleston Metropolitan Statistical Area (MSA) is growing at twice the national rate. The region's population is growing faster than any other region in the State, and most other regions of similar economic size around the country. The even better news is that the economic output of the region is growing at even faster pace. Over the most recent five-year period currently being reported by the Bureau, the Charleston MSA's regional gross product grew more than 35%--a rate that outstripped that of the State's, the nation's, and all other peer MSA's the region is normally compared against.

A recent study recently published by the Charleston's Charleston Metro Chamber of Commerce's Center for Business Research in conjunction with the College of Charleston's School of Business and Economics forecasts there will be over 25,000 new jobs created in the region in the next five years. Unlike the trained workers that returned to jobs lost during the recession, most of the workers that fill these new jobs will require additional education and training in order to perform as needed. As it was with Boeing and other large employers who moved to the area, industries that bring or create these new jobs will depend on Trident Technical College to provide the kind of specialized training and certifications their workforces need in the new economy.

Given the rapid pace of growth that continues to be forecast for the region, enrollments will no doubt reverse their current downward trend and revenues will once again return to their normal patterns of increase. As such, there is every expectation for the College's financial outlook to improve in the years that lie ahead.

Requests for Information

Please direct any requests for additional information or questions concerning any of the information provided to the College's Finance Director at Trident Technical College, P.O. Box 118067, Charleston, South Carolina 29423-8067, or by email at melody.taylor@tridenttech.edu.

Statement of Net Position
June 30, 2015

ASSETS		
Current Assets		
Cash and cash equivalents (*Note 2)*	$	34,921,430
Short term investments *(Note 2)*		3,996,377
Accounts receivable (net of allowance of $3,972,000 for 2015) (*Note 3*)		12,476,227
Inventory		1,343,213
Other assets		439,386
Total current assets		53,176,633
Noncurrent Assets		
Nondepreciable capital assets (*Note 5*)		16,343,549
Capital assets, net of accumulated depreciation (*Note 5*)		88,308,747
Total noncurrent assets		104,652,296
Total assets		157,828,929
DEFERRED OUTFLOWS OF RESOURCES *(Note 6)*		7,277,257
Total assets and deferred outflows of resources	$	165,106,186
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities (*Note 4)*		3,027,481
Long-term liabilities-current portion (*Note 9)*		1,377,188
Unearned revenue		5,065,492
Deposits held for others		197,705
Other liabilities		34,025
Total current liabilities		9,701,891
Noncurrent Liabilities		
Net pension liability *(Note 6)*		82,247,556
Note payable (*Note 11*)		8,130,735
Compensated absences payable		4,070,841
Total noncurrent liabilities		94,449,132
Total liabilities		104,151,023
DEFERRED INFLOWS OF RESOURCES *(Note 6)*		7,005,218
Total liabilities and deferred inflows of resources	$	111,156,241
NET POSITION		
Net investment in capital assets		95,275,044
Restricted for expendable:		
Capital projects		15,599,273
Unrestricted:		
College		(56,940,520)
Enterprise Campus Authority		16,148
Total net position	$	53,949,945

SEE NOTES TO FINANCIAL STATEMENTS.

Statement of Revenues, Expenses, and Changes in Net Position
For the year ended June 30, 2015

OPERATING		
Operating Revenues:		
Student tuition and fees (net of scholarship allowances of $19,046,911)	$	42,579,992
Federal grants and contracts		638,704
State grants and contracts		13,566,375
Nongovernmental grants and contracts		830,759
Sales and services of educational departments		101,008
Auxiliary enterprises (net of scholarship allowances of $3,537,900)		7,370,504
Other operating revenues		93,433
Total operating revenues		65,180,775
Operating Expenses:		
Salaries		53,704,225
Benefits		16,988,315
Utilities		3,395,985
Scholarships and fee remissions		27,055,519
Contracted services		12,009,015
Supplies and materials		4,556,094
Services-fixed charges		1,042,928
Travel		654,473
Equipment and permanent improvements		1,888,348
Purchases for resale		8,403,130
Depreciation		6,932,615
Total operating expenses		136,630,647
Operating loss		(71,449,872)
NONOPERATING REVENUES (EXPENSES)		
State appropriations		16,489,981
County appropriations		10,491,560
Investment income		2,066
Interest expense on capital asset-related debt		(184,954)
Federal grants and contracts		37,451,336
State grants and contracts		199,980
Other nonoperating revenues		560,803
Loss on disposal of capital assets		(31,011)
Net nonoperating revenues		64,979,761
Loss before other revenues, expenses, gains or losses		(6,470,111)
Capital gifts and contracts		400,000
County capital appropriations		1,640,533
State capital appropriations		552,293
Total capital gifts and appropriations		2,592,826
Decrease in net position		(3,877,285)
Net position-beginning of year, as originally stated		138,949,150
Cumulative effect of implementation of accounting pronouncement *(Note 20)*		(81,121,920)
Net position-beginning of year, as restated		57,827,230
Net position-end of year	$	53,949,945

SEE NOTES TO FINANCIAL STATEMENTS.

Statement of Cash Flows
For the year ended June 30, 2015

CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	$	42,068,490
Grants and contracts		12,231,411
Sales and services of educational departments		101,008
Auxiliary enterprise charges		7,407,168
Other receipts		116,159
Payments to vendors		(75,224,354)
Payments to employees		(53,618,203)
Federally subsidized loans for students		45,309,480
Loans issued to students		(45,210,096)
Net cash flows used by operating activities		(66,818,937)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations		16,489,981
County appropriations		11,510,197
Grants and contracts and other		37,557,056
Net cash flows provided by noncapital financing activities		65,557,234
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets		(4,920,639)
Proceeds from issuance of capital debt		-
Principal paid on capital debt		(1,142,174)
Interest paid on capital debt		(193,919)
Capital grants and gifts received		400,000
Capital appropriations		1,833,505
Proceeds from sale of capital assets		-
Net cash flows used by capital and related financing activities		(4,023,227)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturiries of investments		999,817
Interest on investments		183
Purchase of investments		(4,996,195)
Net cash flows used by investing activities		(3,996,195)
Net decrease in cash and cash equivalents		(9,281,125)
Cash and cash equivalents at beginning of year		44,202,555
Cash and cash equivalents at end of year	$	34,921,430

-CONTINUED-

SEE NOTES TO FINANCIAL STATEMENTS.

Statement of Cash Flows
For the year ended June 30, 2015

-CONTINUED-

RECONCILIATION OF OPERATING LOSS		
TO NET CASH USED BY OPERATING ACTIVITIES		
Operating loss	$	(71,449,872)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Depreciation expense		6,932,615
Pension expense		853,597
Changes in assets and liabilities		
Receivables, net		(2,353,557)
Inventory		1,661
Other assets		(356,683)
Accounts payable		(211,432)
Compensated absences		91,354
Unearned revenue		(324,686)
Other liabilities and deposits held for others		(1,934)
Net cash flows used by operating activities	$	(66,818,937)

NON-CASH TRANSACTIONS		
Loss on disposal of other capital assets at book value	$	(31,011)
Change in fair value of investments		1,874

SEE NOTES TO FINANCIAL STATEMENTS.

Non-Governmental Component Unit Statement of Financial Position
Trident Technical College Foundation
June 30, 2015

ASSETS

Cash and cash equivalents	$ 625,619
Unconditional promises to give, net	1,974,462
Prepaid expenses	12,046
Investments (at fair value)	6,942,595
Cash value of life insurance	12,093
Total Assets	$ 9,566,815

LIABILITIES AND NET ASSETS

LIABIITIES	
Accounts payable and accrued expenses	$ 232,154
Deferred revenue	65,000
Annuity payable	10,030
Total Liabilities	307,184
NET ASSETS	
Unrestricted	3,134,239
Temporarily restricted	4,151,817
Permanently restricted	1,973,575
Total Net Assets	9,259,631
Total Liabilities and Net Assets	$ 9,566,815

SEE NOTES TO FINANCIAL STATEMENTS.

Non-Governmental Component Unit Statement of Activities
Trident Technical College Foundation
For the year ended June 30, 2015

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT AND REVENUE				
Contributions	$ 288,855	$ 653,079	$ 114,795	$ 1,056,729
Grants	-	209,999	-	209,999
Interest and dividends, net	99,572	37,355	66,921	203,848
Net realized and unrealized gain on investments	(150,100)	(54,272)	(104,395)	(308,767)
Wine and golf event revenue, net of $128,525 for direct benefits to donors	422,025	-	-	422,025
Subtotal	660,352	846,161	77,321	1,583,834
Net assets released from restrictions:				
Transfer of funds	(167,334)	535,433	(368,099)	-
Program restrictions satisfied	1,320,485	(1,320,485)	-	-
Total Support and Revenue	1,813,503	61,109	(290,778)	1,583,834
EXPENSES				
Program services:				
Support of Trident Technical College	1,492,714	-	-	1,492,714
Supporting services:				
Management and general	161,229	-	-	161,229
Fundraising expenses	47,382	-	-	47,382
Total Expenses	1,701,325	-	-	1,701,325
Change in Net Assets	112,178	61,109	(290,778)	(117,491)
Net assets, beginning of year	3,022,061	4,090,708	2,264,353	9,377,122
NET ASSETS, END OF YEAR	$ 3,134,239	$ 4,151,817	$ 1,973,575	$ 9,259,631

SEE NOTES TO FINANCIAL STATEMENTS.

Non-Governmental Component Unit Statement of Cash Flows
Trident Technical College Foundation
June 30, 2015

OPERATING ACTIVITIES	
Decrease in net assets	$ (117,491)
Adjustments to reconcile change in net assets to net cash used for operating activities:	
Bad debt	12,760
Net realized and unrealized loss on investments	308,767
Reinvestment of interest and dividends	(203,848)
Change in discount - unconditional promises to give	(34,281)
Change in value of split interest agreement	-
Contributions permanently restricted for endowments	(114,795)
Changes in values of accrued and deferred amounts	
Unconditional promises to give	698,796
Prepaid expenses	(8,455)
Cash value of life insurance	(1,631)
Accounts payable and accrued expenses	92,521
Deferred revenue	7,350
Net cash provided by operating activities	639,693
INVESTING ACTIVITIES	
Proceeds from sale of investments	1,425,034
Purchases of investments	(1,938,122)
Net cash used in investing activities	(513,088)
FINANCING ACTIVITIES	
Contributions permanently restricted for endowments	114,795
Payments of annuity obligations	(4,563)
Net cash provided by financing activities	110,232
Net increase in cash and cash equivalents	236,837
Cash and cash equivalents, beginning of year	388,782
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 625,619
SUPPLEMENTAL DISCLOSURES	
Noncash investing and financing activities	
Unrealized loss	$ (294,667)
Assets donated for use	$ -
Interest paid	$ -
Taxes paid	$ -

SEE NOTES TO FINANCIAL STATEMENTS.

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Trident Technical College (the "College"), a member institution of the South Carolina Technical College System, provides a range of educational programs to meet the needs of the adult population of Charleston, Berkeley, and Dorchester counties. Included in this range of programs are technical and occupational associate degree, diploma and certificate curricula that are consistent with the needs of employers in the College's service area. As an integral part of this mission, the College provides a program of continuing education designed to satisfy the occupational demands of employers through retraining and upgrading the skills of individual employees. The College also provides a variety of developmental education programs, support services and offerings to assist students in meeting their personal and professional educational objectives.

Reporting Entity

The financial reporting entity, as defined by the Governmental Accounting Standards Board (GASB) Codification Section 2100, *Defining the Financial Reporting Entity*, consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete. GASB Codification Section 2600, *Reporting Entity and Component Unit Presentation and Disclosure*, provides criteria for determining whether certain organization should be reported as component units based on the nature and significance of their relationship with a primary government and classifies reporting requirements for those organizations. Based on these criteria, the financial statements include the College and its blended component unit as the primary government, and another related entity as a discretely presented component unit.

As a member institution of the South Carolina Technical College System, the College is a component unit of the State of South Carolina (the "State") and its financial statements are included in the State's Comprehensive Annual Financial Report ("CAFR") as a discretely presented component unit. The College has determined that the Trident Technical College Enterprise Campus Authority (the "Authority") and the Trident Technical College Foundation (the "Foundation") are component units. Therefore, the accompanying financial statements present the College, as the primary government with its component units. The Foundation, due to the nature and significance of its relationship with the State, is not a component unit of the State.

The Authority was created on June 12, 2006, for the purpose of managing and operating the Enterprise Campus. For accounting purposes, the Authority is considered a component unit of Trident Technical College. The Authority's component unit relationship principally arises from the Authority's financial accountability to the College. In particular, the legislation establishing the Authority requires that the members of the College's Area Commission also constitute the Board of the Authority. In accordance with governmental accounting standards, the Authority's financial activity is blended in the financial statements of the College.

The Foundation is a legally separate eleemosynary organization with a self-perpetuating Board of Trustees. It was established to further the educational aims of the College. Principally all of the resources held by the Foundation are for the benefit of the College and its students. Therefore, the Foundation qualifies as a discretely presented component unit. The Foundation's statements are presented on separate pages from the College due to differences in the reporting models as discussed below.

Complete financial statements for the Foundation may be obtained from its administrative offices by request to Post Office Box 61227, Charleston, South Carolina 29419-1227.

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Statements

The financial statement presentation for the College meets the requirements of GASB Codification Sections 2100-2900, *Financial Reporting Entity, and Co5, Colleges and Universities.* The financial statement presentation provides a comprehensive, entity-wide perspective of the College's assets, liabilities, deferred inflows and outflows, net position, revenues, expenses and changes in net position and cash flows.

The financial statements of the Trident Technical College Foundation are presented in accordance with accounting principles generally accepted or promulgated by the Financial Accounting Standards Board (FASB). The Foundation's revenue and expenses are recognized as increases and decreases in one of three net asset classifications - unrestricted, temporarily restricted, or permanently restricted. Permanently restricted net assets consists of contributions and other inflows of assets whose use is limited in perpetuity by donor imposed stipulations. Temporarily restricted net assets consists of contributions and other transactions whose use is limited by time or purpose by donor imposed stipulations. Unrestricted net assets are transactions which are neither temporarily nor permanently restricted.

When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Basis of Accounting

For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. Student tuition and auxiliary enterprise fees are presented net of scholarships and fellowships applied to student accounts, while stipends and other payments made directly are presented as scholarship expenses. All significant intra-institutional transactions have been eliminated.

The Foundation's statements are presented on the accrual basis of accounting in accordance with the Accounting Standards Codification. Therefore, certain revenue recognition criteria and presentation features are different from GASB criteria and presentation features. No modifications for these differences have been made to the Foundation's financial statements included in the College's financial reporting entity.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the College considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Funds invested through the State of South Carolina State Treasurer's Office are considered cash equivalents.

State Law requires that a bank receiving State funds must secure the deposits by deposit insurance, surety bonds, collateral securities or letters of credit to protect the State against any loss.

The Area Commission, the governing board of the College, has established policies regarding the custodial credit risk of the deposits with financial institutions that require the collateralization of all deposits with obligations of the United States or its agencies. The policies require that all deposits be denominated in United States dollars.

Investments

Deposits and investments for the College are governed by the South Carolina Code of Laws, Section 11-9-660, "Investment of Funds." Governmental accounting standards require disclosures related to deposit risks,

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

such as custodial credit risk, and investment risks, such as credit risk (including custodial credit risk and concentrations of credit risk). The College accounts for its investments at fair value in accordance with governmental accounting standards. Changes in unrealized gain (loss) on the fair value of investments are reported as a component of investment income in the Statement of Revenues, Expenses and Changes in Net Position.

The Area Commission has established investment policies allowing the investment in repurchase agreements, discount notes or certificates of deposits. The certificates of deposit are required to be secured by obligations of the United States or its agencies. Furthermore, the investments must be in accordance with the Code of Laws of South Carolina. The investment policy does not specifically address diversification of investments, credit risk, liquidity risk or interest rate risk.

Accounts Receivable

Accounts receivable consists of tuition and fee charges to students, and auxiliary enterprise services provided to students, faculty and staff. Accounts receivable also includes amounts due from the Federal government, state and local governments or private sources, in connection with reimbursement of allowable expenditures made pursuant to the College's grants and contracts. Included in accounts receivable are amounts committed through appropriations by the State and property taxes collected for College operations through Berkeley, Charleston and Dorchester counties. Accounts receivable are recorded net of estimated uncollectible amounts.

Allowances for losses for student accounts receivable are established based upon actual losses experienced in prior years and evaluations of the current account portfolio.

Inventories

Inventories for internal use are valued at cost. Inventories for resale are carried at the lower of cost or market on the first-in, first-out (FIFO) basis.

Capital Assets

Capital assets are recorded at cost at the date of acquisition or fair market value at the date of donation in the case of gifts. The College follows capitalization guidelines established by the State of South Carolina. All land is capitalized, regardless of cost. Qualifying improvements that rest in or on the land itself are recorded as depreciable land improvements. Major additions, renovations and other improvements of $100,000 or more that add to the usable space, prepare existing buildings for new uses, or extend the useful life of an existing building are capitalized. The College capitalizes movable personal property with a unit value in excess of $5,000 and a useful life in excess of two years and depreciable land improvements, buildings and improvements, and intangible assets costing in excess of $100,000. Routine repairs and maintenance and library materials, except individual items costing in excess of $5,000, are charged to operating expenses in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 15 to 50 years for buildings and improvements and land improvements and 2 to 25 years for machinery, equipment and vehicles. Prior to July 1, 2012, a full year of depreciation was taken the year the asset was placed in service and no depreciation was taken in the year of disposition. For assets placed in service after July 1, 2012, the State adopted a monthly depreciation convention in which depreciation is recognized in the month of purchase on a pro-rata basis of days placed in service.

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capitalized Interest

The College capitalizes interest cost in excess of earnings on debt associated with the capital projects as a component of construction in progress. Therefore, capital asset values include such interest costs when appropriate. There were no interest costs capitalized for fiscal year 2015.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the Statement of Net Position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Changes in net pension liability not included in pension expense are reported as deferred outflows of resources or deferred inflows of resources. Employer contributions subsequent to the measurement date of the net pension liability are reported as deferred outflows of resources

Unearned Revenue and Deposits

Unearned revenue includes amounts received for tuition, fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Unearned revenue also includes amounts received from grants and contracts that have not yet been earned.

Deposits represent student fee refunds and other miscellaneous deposits. Student deposits are recognized as revenue during the semester for which the fee is applicable and earned when the deposit is nonrefundable to the student under the forfeit terms of the agreement.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the South Carolina Retirement System ("SCRS") and the South Carolina Police Officers Retirement System ("PORS"), and additions to/deductions from SCRS' and PORS' fiduciary net position have been determined on the same basis as they are reported by SCRS or PORS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Compensated Absences

Employee vacation pay expense is accrued at year-end for financial statement purposes. The liability and expense incurred are recorded at year-end as a component of current and long-term liabilities in the Statement of Net Position and as a component of salaries and benefit expenses in the Statement of Revenues, Expenses, and Changes in Net Position.

Net Position

The College's net position is classified as follows:

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

Restricted - expendable: Restricted expendable net position includes resources that the College is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Unrestricted: Unrestricted net position represent resources derived from student tuition and fees, appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College, and may be used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

The College's policy for applying expenses for which either restricted or unrestricted resources may be used is to first apply the expense to restricted resources and then to unrestricted resources.

Income Taxes

The College is exempt from income taxes under the Internal Revenue Code. The Foundation has been classified by the Internal Revenue Service as an organization other than a private foundation. However, the College is not exempt from unrelated business income tax (UBIT).

The Foundation is a not-for-profit Foundation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state law as a charitable Foundation whereby only unrelated business income, as defined by Section 509(a)(1) of the Code is subject to federal income tax. The Foundation believes it has no unrelated business income. The Foundation does not believe there are any material uncertain tax positions, and, accordingly, it has not recognized any liability for unrecognized tax benefits. For the year ended June 30, 2015 there were no interest or penalties recorded or included in the financial statements. The Foundation is generally no longer subject to federal and state income tax examinations for the years prior to 2011.

Classification of Revenues and Expenses

The College has classified its revenues and expenses as either operating or nonoperating according to the following criteria:

Operating revenues: Operating revenues generally result from exchange transactions to provide goods or services related to the College's principle ongoing operations. These revenues include (1) student tuition and fees received in exchange for providing educational services, and other related services to students; (2) supplements for tuition assistance for which compliance and monitoring extends beyond the disbursement of funds; (3) fees received from organizations and individuals in exchange for miscellaneous goods and services provided by the College; and (4) grants and contracts that are essentially the same as contracts for services that finance programs the College would not otherwise undertake.

Nonoperating revenues: Nonoperating revenues include activities that have the characteristics of non-exchange transactions. These revenues include gifts and contributions, appropriations, investment income, and any grants and contracts that are not classified as operating revenue or restricted by the grantor to be used exclusively for capital purposes.

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

***Operating expenses*:** Operating expenses are those expenditures required to meet the mission and objectives of the College's existence. Operating expenses also include purchases for resale, which are generally expenses by the bookstore and conference services that are passed on to customers.

***Nonoperating expenses*:** Nonoperating expenses are those expenditures incidental to the required needs of operations and arising from financing and investing activities.

Sales and Services of Educational and Other Activities

Revenues from sales and services of educational and other activities generally consists of amounts received from instructional and laboratory activities that incidentally create goods and services, which may be sold to students, faculty, staff and the general public. The College receives such revenues primarily from incidental dental services and culinary arts.

Auxiliary Enterprises and Internal Service Activities

Auxiliary enterprise revenues primarily represent revenues generated by bookstore, cafeteria and facilities rental services. Revenues of internal service and auxiliary enterprise activities and the related expenditures of college departments have been eliminated.

County Appropriations Revenue

The College obtains support from Berkeley, Charleston and Dorchester counties in the form of billed millage of property taxes. Real property and business personal property taxes, excluding automobile property taxes, become enforceable liens as of January 1. Real property taxes are levied in November and are payable without penalty during January. Automobile property taxes are levied throughout the year depending on vehicle tag expiration dates. Business property taxes are levied in September and are payable during January. Property taxes are assessed and collected by the counties and remitted monthly or quarterly to the College. Property taxes billed by the respective counties but remaining uncollected as of June 30, 2015, is unknown and therefore, unrecorded by the College.

County appropriations receivable in *Note 3* represents amounts collected by the counties as of June 30, 2015, but not yet remitted to the College.

Estimates

The preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America requires the use of estimates. Actual amounts may differ from the estimates used.

Recently Adopted Accounting Standard

Effective for the fiscal year ended June 30, 2015, the University adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27*. As a result of this implementation, the College will now report its portion of the net pension liability of the South Carolina Retirement System and South Carolina Police Officers Retirement System. Since the information for the restatement of beginning balances of deferred inflows of resources or deferred outflows of resources is not available for the earliest period presented, the cumulative effect of the Statement implementation will be shown as restatement to ending net position as of June 30, 2014. The effect of this implementation is discussed in *Notes 6* and *20*.

NOTE 2 — DEPOSITS AND INVESTMENTS

Deposits

Custodial Credit Risk – Custodial credit risk for deposits is the risk that the College will not be able to recover deposits if a depository financial institution fails or to recover the value of collateral securities that are in the possession of an outside party if the counterparty to the deposit transaction fails.

NOTE 2 — DEPOSITS AND INVESTMENTS (CONTINUED)

Deposits may include demand deposits with banks, certificates of deposits with banks and amounts held by the State Treasurer. At June 30, 2015, the College's carrying value of deposits with banks was $33,898,511. The bank balances were $33,982,085, of which $250,000 was covered by FDIC insurance.

The balance was collateralized with securities totaling $39,361,990 held by the Federal Reserve Bank of the United States of America and held by Bank of America, N.A. and pledged to the College by the financial institutions.

The College did not recognize any losses in the year ended June 30, 2015, that were due to default by counterparties.

Foreign Currency Risk – Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of a deposit. The College does not maintain deposits that are denominated in a currency other than the United States dollar; and therefore, is not exposed to this risk.

Investments

Custodial Credit Risk – Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the College will not be able to recover the value of the investments or the collateral securities that are in the possession of the outside party. The College's investments at June 30, 2015 are not with the South Carolina State Treasurer's Office and are alternatively held by certain financial institutions in the College's name. The fair value of investments at June 30, 2015, consists of United States government-backed securities with maturities of less than one year. All of the securities for the reporting period were either fully collateralized or insured by the Federal Deposit Insurance Corporation.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The College limits its investments to the most conservative types of securities through policy and legal restrictions.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

Credit Risk Concentration – Issuers that represent 5 percent or more of total investments:

	Fair Value	% of Investments
Freddie Mac	$ 2,998,854	75
Federal Home Loan Bank	999,427	25

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. It occurs because potential purchasers of debt securities will not pay the face value of the securities if interest rates subsequently increase, thereby, affording potential purchasers more favorable rates on essentially equivalent securities. Part of the interest rate risk experienced with debt securities is maturity risk. The College structures its investment portfolio so securities mature to meet cash requirements for ongoing operations to prevent the need to liquidate securities prior to maturity. Another component of interest rate risk is the exposure to fluctuations in the purchase price caused by stated earnings rates of the investments.

NOTE 2 — DEPOSITS AND INVESTMENTS (CONTINUED)

The following schedule reconciles the College's deposits and investments reported in the Statement of Net Positon to this footnote.

DEPOSITS AND INVESTMENTS NOTE:	
Cash on hand	$ 22,931
On deposit with banks	33,898,511
Short-term investments maturing within 90 days	999,988
Short-term investments	3,996,377
Total deposit and investment notes	$ 38,917,807
STATEMENT OF NET POSITION:	
Cash and cash equivalents	$ 34,921,430
Short term investments	3,996,377
Total Statement of Net Position	$ 38,917,807

Non-governmental discretely presented component unit

The Trident Technical College Foundation is exposed to concentrations of credit risk relating to its deposits with a single local financial institution. At June 30, 2015, the Foundation's carrying value of deposits was $625,619. The bank's balance for these deposits was $625,619 of which $250,000 was insured by the Federal Deposit Insurance Corporation ("FDIC") and $375,619 was unsecured.

Cash (money market fund) in an investment account is held in safekeeping at Wells Fargo (the "Firm"). The cash in this account is held at the trust department of Wells Fargo and is not insured by the Securities Investor Protection Corporation ("SIPC") or FDIC coverage. The Firm is insured under the enterprise-wide insurance programs of Wells Fargo & Company. These programs include coverage with Superior Guaranty Insurance Company under fidelity bond and errors and omissions policies. These policies each have limitations of $100 million per occurrence. At June 30, 2015, the total cash held by the Firm for the foundation was $128,549.

The Foundation is also subject to concentration of credit risk related to its contributions since most donors are in the coastal South Carolina area. This risk is limited due to the large number of contributors comprising the Foundation's contributor base.

The Foundation has investments consisting of money market funds, marketable debt securities and equity securities, which are carried at fair value. The investments held by the Foundation are in various accounts at a national brokerage firm. Unrealized gains and losses are included in the change in net assets in the Statement of Activities.

NOTE 2 — DEPOSITS AND INVESTMENTS (CONTINUED)

The following summarizes the fair value and cost of the investments of the Foundation at June 30, 2015:

	Fair Value	Cost
Money Market	$ 128,549	$ 128,549
Fixed Income		
Domestic mutual funds	1,162,221	1,196,745
International mutual funds	433,591	451,972
Equities		
Domestic mutual funds	2,551,895	1,870,136
International mutual funds	1,864,039	1,849,876
Real assets funds	802,300	826,640
Total investments	$ 6,942,595	$ 6,323,918

NOTE 3 — ACCOUNTS RECEIVABLE AND UNCONDITIONAL PROMISES TO GIVE

The College's receivables as of June 30, 2015, including applicable allowances, were as follows:

Receivables:	
Student accounts	$ 9,025,657
County appropriations and capital funding	526,502
Federal grants and contracts	964,585
State grants and contracts	5,031,667
Local grants and contracts	218,691
Other	681,125
Gross accounts receivable	16,448,227
Less allowance for doubtful accounts	(3,972,000)
Net accounts receivable	$ 12,476,227

The Foundation had unconditional promises to give at June 30, 2015, as follows:

Receivable in	
Less than one year	$ 115,664
One to five years	1,494,529
More than five years	565,000
Total unconditional promises to give	2,175,193
Less: discount to net present value	(200,731)
Net unconditional promises to give	$ 1,974,462

Discount to net present value was calculated using the interest rate of 3.25% at June 30, 2015. Bad debt expense for the year ended June 30, 2015 was $12,760.

NOTE 4 — ACCOUNTS PAYABLE AND ACCRUED EXPENSES

Accounts payable and accrued expenses as of June 30, 2015, are summarized as follows:

Accounts payable	$ 1,474,916
Benefits payable	1,298,141
Sales tax payable	43,345
Restricted grants payable	55,698
Retainage payable	82,423
Accrued interest payable	72,958
Total accounts payable and accrued liabilities	$ 3,027,481

NOTE 5 — CAPITAL ASSETS

The following is a summary of the changes in the capital assets accounts during the year ended June 30, 2015.

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land and improvements	$ 7,132,114	$ -	$ -	$ 7,132,114
Construction in progress	9,136,510	3,411,842	(3,336,917)	9,211,435
Total capital assets not being depreciated	16,268,624	3,411,842	(3,336,917)	16,343,549
Other capital assets				
Buildings and improvements	142,047,586	2,369,658	-	144,417,244
Machinery, equipment, and other	24,917,693	1,583,692	(879,332)	25,622,053
Vehicles	981,709	54,328	(19,158)	1,016,879
Depreciable land improvements	1,213,374	-	-	1,213,374
Intangibles	1,311,842	-	-	1,311,842
Total other capital assets at historical cost	170,472,204	4,007,678	(898,490)	173,581,392
Less accumulated depreciation for				
Buildings and improvements	(57,331,891)	(4,412,339)	-	(61,744,230)
Machinery, equipment, and other	(19,950,992)	(2,407,743)	848,321	(21,510,414)
Vehicles	(855,289)	(31,935)	19,158	(868,066)
Depreciable land improvements	(418,110)	(80,598)	-	(498,708)
Intangibles	(651,227)	-	-	(651,227)
Total accumulated depreciation	(79,207,509)	(6,932,615)	867,479	(85,272,645)
Other capital assets, net	91,264,695	(2,924,937)	(31,011)	88,308,747
Capital assets, net	$107,533,319	$ 486,905	$ (3,367,928)	$ 104,652,296

Noncash transactions include the disposal of other capital assets at their book value that resulted in a loss on disposal of assets in the amount of $31,011.

NOTE 6 — PENSION PLANS

The South Carolina Public Employee Benefit Authority ("PEBA"), which was created July 1, 2012, administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the Budget and Control Board, which consists of five elected officials, also reviews certain PEBA Board decisions regarding the funding of the Systems and serves as a co-trustee of the Systems in conducting that review. PEBA issues a CAFR containing financial statements and required supplementary information for the South Carolina Retirement Systems' Pension Trust Funds. The CAFR is publicly available on the Retirement Benefits' link on PEBA's website at www.retirement.sc.gov, or a copy may be obtained by submitting a request to South Carolina Public Employee Benefit Authority, Retirement Systems Finance, 202 Arbor Lake Drive, Columbia, SC 29223. PEBA is considered a division of the primary government of the state of South Carolina and therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the state.

Plan descriptions

The SCRS, a cost–sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for employees of the state, its public school districts, and political subdivisions.

The State Optional Retirement Program (ORP) is a defined contribution plan that is offered as an alternative to certain newly hired state, public school, and higher education employees. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers.

The South Carolina Police Officers Retirement System (PORS), a cost–sharing multiple-employer defined benefit pension plan, was established effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for police officers and firemen of the state and its political subdivisions.

Membership

Membership requirements are prescribed in Title 9 of the South Carolina Code of Laws. A brief summary of the requirements under each system is presented below.

SCRS – Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

State ORP – As an alternative to membership in SCRS, newly hired state, public school, and higher education employees and individuals newly elected to the S.C. General Assembly beginning with the November 2012 general election have the option to participate in the State Optional Retirement Program (State ORP), which is a defined contribution plan. State ORP participants direct the investment of their funds into a plan administered by one of four investment providers. PEBA assumes no liability for State ORP benefits. Rather, the benefits are the liability of the investment providers. For this reason, State ORP programs are not considered part of the retirement systems for financial statement purposes.

Employee and employer contributions to the State ORP are at the same rates as SCRS. A direct remittance is required from the employers to the member's account with investment providers for the employee

NOTE 6 — PENSION PLANS (CONTINUED)

contribution (8.0 percent) and a portion of the employer contribution (5 percent). A direct remittance is also required to SCRS for the remaining portion of the employer contribution (5.75 percent) and an incidental death benefit contribution (0.15 percent), if applicable, which is retained by SCRS.

PORS – To be eligible for PORS membership, an employee must be required by the terms of his employment, by election or appointment, to preserve public order, protect life and property, and detect crimes in the state; to prevent and control property destruction by fire; or to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least $2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

Benefits

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without a legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation. A brief summary of benefit terms for each system is presented below.

SCRS – A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals at least 90 years. Both Class Two and Class Three members are eligible to receive a reduced deferred annuity at age 60 if they satisfy the five or eight years earned service requirement, respectively.

The benefit formula for full benefits effective since July 1, 1989 for the SCRS is 1.82 percent of an employee's average final compensation (AFC) multiplied by the number of years of credited service. For Class Two members, AFC is the average annual earnable compensation during 12 consecutive quarters and includes an amount for up to 45 days termination pay at retirement for unused annual leave. For Class Three members, AFC is the average annual earnable compensation during 20 consecutive quarters and termination pay for unused annual leave at retirement is not included. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

PORS – A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or with 27 years of service regardless of age.

NOTE 6 — PENSION PLANS (CONTINUED)

Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty.

The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

Contributions

Contributions are prescribed in Title 9 of the South Carolina Code of Laws. The PEBA Board may increase the SCRS and PORS employer and employee contribution rates on the basis of the actuarial valuations, but any such increase may not result in a differential between the employee and employer contribution rate that exceeds 2.9 percent of earnable compensation for SCRS and 5 percent for PORS. An increase in the contribution rates adopted by the board may not provide for an increase of more than one-half of one percent in any one year. If the scheduled employee and employer contributions provided in statute or the rates last adopted by the board are insufficient to maintain a thirty year amortization schedule of the unfunded liabilities of the plans, the board shall increase the contribution rates in equal percentage amounts for the employer and employee as necessary to maintain the thirty-year amortization period; and, this increase is not limited to one-half of one percent per year.

- Required **employee** contribution rates for fiscal year 2014-2015 are as follows:

  SCRS
  Employee Class Two ..... 8.00% of earnable compensation
  Employee Class Three ..... 8.00% of earnable compensation

  State ORP Employee..... 8.00% of earnable compensation

  PORS
  Employee Class One ..... $21 per month
  Employee Class Two ..... 8.41% of earnable compensation
  Employee Class Three ..... 8.41% of earnable compensation

- Required **employer** contributions for fiscal year 2014-2015 are as follows:

  SCRS
  Employer Class Two..... 10.75% of earnable compensation
  Employer Class Three..... 10.75% of earnable compensation
  Employer Incidental Death Benefit ..... 0.15% of earnable compensation

  State ORP
  Employer Contribution ..... 10.75% of earnable compensation
  Employer Incidental Death Benefit ..... 0.15% of earnable compensation

  PORS
  Employer Class One ..... 7.80% of earnable compensation
  Employer Class Two..... 13.01% of earnable compensation
  Employer Class Three..... 13.01% of earnable compensation
  Employer Incidental Death Benefit ..... 0.20% of earnable compensation
  Employer Accidental Death Program ..... 0.20% of earnable compensation

NOTE 6 — PENSION PLANS (CONTINUED)

Of the ORP employer contribution of 10.75% of earnable compensation, 5% of earnable compensation must be remitted by the employer directly to the ORP vendor to be allocated to the member's account with the remainder of the employer contribution remitted to SCRS.

Contributions to the SCRS, PORS and ORP pension plans from the College were $4,355,619, $181,497, and $413,336 for the year ended June 30, 2015, respectively. In addition, the College contributed $350,574 directly to the ORP vendors.

Effective January 1, 2001, Section 9-1-2210 of the South Carolina Code of Laws allows employees eligible for service retirement to participate in the Teachers and Employee retention ("TERI") Program. TERI participants may retire and begin accumulating retirement benefits on a deferred basis without terminating employment for up to five years. Upon termination of employment or at the end of the TERI period, whichever is earlier, participants will begin receiving monthly service retirement benefits which will include any benefit adjustments granted during the TERI period. Because participants are considered retired during the TERI period, they do not earn service credit, and are ineligible for disability retirement benefits. The TERI program will end effective June 30, 2018 and a member's participation may not continue after this date.

Net pension liability

At June 30, 2015, the College reported liabilities of $79,981,659 and $2,265,897 for its proportionate shares of the SCRS and PORS net pension liabilities, respectively. The net pension liabilities were measured as of June 30, 2014, and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of July 1, 2013, projected forward to June 30, 2014. The College's proportionate shares of the net pension liabilities were based on a projection of the College's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the College's proportionate shares of the SCRS and PORS plans were 0.464559% and 0.11836%, which was the same as its proportionate shares of the net pension liabilities measured as of June 30, 2013, respectively.

Pension expense

For the year ended June 30, 2015, the College recognized pension expense for the SCRS and PORS plans of $5,605,805 and $198,238, respectively.

NOTE 6 — PENSION PLANS (CONTINUED)

Deferred inflows of resources and deferred outflows of resources

At June 30, 2015, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for each of the respective plans:

	SCRS	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	$ 2,266,344	$ –
Net difference between projected and actual earnings on pension plan investments	–	6,743,037
College contributions subsequent to the measurement date	4,768,949	–
Total	$ 7,035,293	$ 6,743,037

	PORS	
	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	$ 60,467	$ –
Net difference between projected and actual earnings on pension plan investments	–	262,181
College contributions subsequent to the measurement date	181,497	–
Total	$ 241,964	$ 262,181

The $4,768,949 and $181,497 reported as deferred outflows of resources related to pensions resulting from College contributions subsequent to the measurement date for the SCRS and PORS plans, respectively, during the year ended June 30, 2015 will be recognized as a reduction of the net pension liabilities in the year ending June 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows for the SCRS and PORS plans, respectively:

Years ended June 30	SCRS	PORS
2016	$ (984,756)	$ (49,864)
2017	(984,756)	(49,864)
2018	(984,756)	(49,864)
2019	(1,522,425)	(52,122)
2020	–	–

NOTE 6 — PENSION PLANS (CONTINUED)

Actuarial assumptions and methods:

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined during the valuation process are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. The last experience study was performed on data through June 30, 2010, and the next experience study is scheduled to be conducted after the June 30, 2015 annual valuation is complete.

The most recent annual actuarial valuation reports adopted by the PEBA Board and Budget and Control Board are as of July 1, 2013. The net pension liability of each defined benefit pension plan was therefore determined by PEBA's consulting actuary, Gabriel, Roeder, Smith and Company (GRS) based on the July 1, 2013 actuarial valuations, using membership data as of July 1, 2013, projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2014, using generally accepted actuarial procedures. Information included in the following schedules is based on the certification provided by GRS.

The following table provides a summary of the actuarial assumptions and methods used in the July 1, 2013 valuations for the SCRS and PORS plans administered by PEBA.

	SCRS	**PORS**
Actuarial cost method	Entry age	Entry age
Actuarial assumptions:		
Investment rate of return	7.5%	7.5%
Projected salary increases	levels off at 3.5%	levels off at 4.0%
Includes inflation at	2.75%	2.75%
Benefit adjustments	lesser of 1% or $500	lesser of 1% or $500

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2000.

Former Job Class	**Males**	**Females**
Educators and Judges	RP-2000 Males (with White Collar adjustment) multiplied by 110%	RP-2000 Females (with White Collar adjustment) multiplied by 95%
General Employees and Members of the General Assembly	RP-2000 Males multiplied by 100%	RP-2000 Females multiplied by 90%
Public Safety, Firefighters and members of the South Carolina National Guard	RP-2000 Males (with Blue Collar adjustment) multiplied by 115%	RP-2000 Females (with Blue Collar adjustment) multiplied by 115%

NOTE 6 — PENSION PLANS (CONTINUED)

The long-term expected rate of return on pension plan investments for actuarial purposes is based upon the 30 year capital market outlook at the end of the third quarter 2012. The actuarial long-term expected rates of return represent best estimates of arithmetic real rates of return for each major asset class and were developed in coordination with the investment consultant for the Retirement System Investment Commission (RSIC) using a building block approach, reflecting observable inflation and interest rate information available in the fixed income markets as well as Consensus Economic forecasts. The actuarial long-term assumptions for other asset classes are based on historical results, current market characteristics and professional judgment.

The RSIC has exclusive authority to invest and manage the retirement trust funds' assets. As co-fiduciary of the Systems, statutory provisions and governance policies allow the RSIC to operate in a manner consistent with a long-term investment time horizon. The expected real rates of investment return, along with the expected inflation rate, form the basis for the target asset allocation adopted annually by the RSIC. For actuarial purposes, the long-term expected rate of return is calculated by weighting the expected future real rates of return by the target allocation percentage and then adding the actuarial expected inflation which is summarized in the table on the following page. For actuarial purposes, the 7.50 percent assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75 percent real rate of return and a 2.75 percent inflation component.

Asset Class	Target Asset Allocation	Expected Arithmetic Real Rate of Return	Long Term Expected Portfolio Real Rate of Return
Short Term			
Cash	2.0%	0.3%	0.01%
Short Duration	3.0%	0.6%	0.02%
Domestic Fixed Income			
Core Fixed Income	7.0%	1.1%	0.08%
High Yield	2.0%	3.5%	0.07%
Bank Loans	4.0%	2.8%	0.11%
Global Fixed Income			
Global Fixed Income	3.0%	0.8%	0.02%
Emerging Markets Debt	6.0%	4.1%	0.25%
Global Public Equity	31.0%	7.8%	2.42%
Global Tactical Asset Allocation	10.0%	5.1%	0.51%
Alternatives			
Hedge Funds (Low Beta)	8.0%	4%	0.32%
Private Debt	7.0%	10.2%	0.71%
Private Equity	9.0%	10.2%	0.92%
Real Estate (Broad Market)	5.0%	5.9%	0.29%
Commodities	3.0%	5.1%	0.15%
Total Expected Real Return	100.0%		5.88%
Inflation for Actuarial Purposes			2.75%
Total Expected Nominal Return			8.63%

NOTE 6 — PENSION PLANS (CONTINUED)

Discount rate:
The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made based on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity analysis:
The following table presents the College's proportionate share of the net pension liabilities of the respective plans calculated using the discount rate of 7.50 percent, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1.00 percent lower (6.50 percent) or 1.00 percent higher (8.50 percent) than the current rate.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

System	1.00% Decrease (6.50%)	Current Discount Rate (7.50%)	1.00% Increase (8.50%)
SCRS	$ 103,501,215	$ 79,981,659	$ 60,359,602
PORS	3,166,532	2,265,897	1,520,696

Pension plan fiduciary net position:
The net pension liability is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB 67 less that System's fiduciary net position. As of June 30, 2014, net pension liability amounts for SCRS and PORS are as follows (amounts expressed in thousands):

System	Total Pension Liability	Plan Fiduciary Net Position	Employers' Net Pension Liability (Asset)	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
SCRS	$ 42,955,205,796	$ 25,738,521,026	$ 17,216,684,770	59.9%
PORS	5,899,529,434	3,985,101,996	1,914,427,438	67.5%

The total pension liability is calculated by the System's actuary, and each plan's fiduciary net position is reported in the System's financial statements. The net pension liability is disclosed in accordance with the requirements of GASB 67 in the System's notes to the financial statements and required supplementary information.

Detailed information regarding the fiduciary net position of the plans administered by PEBA is available in the separately issued CAFR containing financial statements and required supplementary information for SCRS and PORS which can be accessed via the contact information provided above.

NOTE 7 — POSTEMPLOYMENT AND OTHER EMPLOYEE BENEFITS

Plan Description

In accordance with the South Carolina Code of Laws and the annual Appropriations Act, the State provides post-employment health and dental and long-term disability benefits to retired State and school district employees and their covered dependents. The College contributes to the South Carolina Retiree Health Insurance Trust Fund (SCRHITF) and the South Carolina Long-Term Disability Insurance Trust Fund (SCLTDITF), cost-sharing multiple employer defined benefit postemployment healthcare and long-term disability plans administered by the Insurance Benefits Division (IB) of the South Carolina Public Employee Benefit Authority (PEBA).

Generally, retirees are eligible for the health and dental benefits if they have established at least ten years of retirement service credit. For new hires beginning employment May 2, 2008 and after, retirees are eligible for benefits if they have established 25 years of service for 100% employer funding and 15 through 24 years of service for 50% employer funding.

Benefits become effective when the former employee retires under a State retirement system. Basic Long-Term Disability (BLTD) benefits are provided to active state, public school district, and participating local government employees approved for disability.

Funding Policies

Section 1-11-710 of the South Carolina Code of Laws of 1976, as amended, requires these postemployment and long-term disability benefits be funded through annual appropriations by the General Assembly for active employees to the IB and participating retirees to the PEBA, except for the portion funded through the pension surcharge and provided from the other applicable sources of the IB, for its active employees who are not funded by State General Fund appropriations. Employers participating in the RMP are mandated by State statute to contribute at a rate assessed each year by the Office of the State Budget, 4.92% of annual covered payroll for 2014 and 4.55% of annual covered payroll for 2013. The IB sets the employer contribution rate based on a pay-as-you-go basis. The College paid approximately $2,415,945 and $2,306,341 applicable to the surcharge included with the employer contribution for retirement benefits for the fiscal years ended June 30, 2015 and 2014, respectively. BLTD benefits are funded through a person's premium charged to State agencies, public school districts, and other participating local governments. The monthly premium per active employee paid to IB was $3.22 for the fiscal years ended June 30, 2015 and 2014. The College recorded employer contributions expenses applicable to these insurance benefits for active employees in the amount of approximately $26,419 and $26,308 for the years ended June 30, 2015 and 2014, respectively.

Effective May 1, 2008 the State established two trust funds through Act 195 for the purpose of funding and accounting for the employer costs of retiree health and dental insurance benefits and long-term disability insurance benefits. The SCRHITF is primarily funded through the payroll surcharge. Other sources of funding include additional State appropriated dollars, accumulated IB reserves, and income generated from investments. The SCLTDITF is primarily funded through investment income and employer contributions.

A copy of the separately issued financial statements for the benefit plans and the trust funds may be obtained by writing to the South Carolina Public Employee Benefit Authority - Retirement Benefits Division, P.O. Box 11960, Columbia, South Carolina 29211-1960.

NOTE 7 — POSTEMPLOYMENT AND OTHER EMPLOYEE BENEFITS (CONTINUED)

Other Employee Benefits

In accordance with the South Carolina Code of Laws and the annual Appropriation Act, the State of South Carolina provides certain health care, dental, and life insurance benefits to all permanent full-time and certain permanent part-time employees of the College. These benefits are provided on a reimbursement basis by the employer agency based on rates established at the beginning of the service period by PEBA. The College recorded benefit expenses for these insurance benefits for active employees in the amount of $3,992,055 for the year ended June 30, 2015.

NOTE 8 — CONTINGENCIES, LITIGATION, AND PROJECT COMMITMENTS

The College is party to various lawsuits arising out of the normal conduct of its operations. In the opinion of College management, there are no material claims or lawsuits against the College that are not covered by insurance or whose settlement would materially affect the College's financial position.

The College participates in certain Federal grant programs. These programs are subject to financial and compliance audits by the grantor or its representative. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Management believes disallowances, if any, will not be material.

The College had outstanding commitments under construction contracts of approximately $1,543,000 at June 30, 2015. The College anticipates funding these projects out of current resources, current and future debt issues, private gifts, student fees, state capital appropriations and Charleston, Berkeley and Dorchester County allocations.

NOTE 9 — LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2015, was as follows:

	June 30, 2014	Additions	Reductions	June 30, 2015	Due Within One Year
Notes Payable	$ 10,437,003	$ -	$(1,142,174)	$ 9,294,829	$ 1,164,094
Accrued Compensated Absences	4,196,092	2,154,756	(2,066,913)	4,283,935	213,094
Total Long-Term Liabilities	$ 14,633,095	$ 2,154,756	$(3,209,087)	$ 13,578,764	$ 1,377,188

Additional information regarding Notes Payable is included in *Note 11*.

NOTE 10 — LEASE OBLIGATIONS

Contingent Rental Agreements

The College rents copiers under operating leases renewable annually with no minimum lease payments specified. The contracts are strictly on contingent (a "cost per copy") rental basis. The College incurred rental expense of $231,937 during the fiscal year related to these leases.

NOTE 11 — NOTE PAYABLE

Note payable consisted of the following at June 30, 2015:

Bank note payable originated in the amount of $11,000,000 to finance construction, dated July 2, 2012, payable in semi-annual installments of $668,047 including interest at 1.91%, maturing August 1, 2022. Payments are due in February and August of each year.	$ 9,294,829

The scheduled maturity of the note payable is as follows:

Years Ending June 30	Principal	Interest	Total Payments
2016	$ 1,164,094	$ 171,999	$ 1,336,093
2017	1,186,434	149,659	1,336,093
2018	1,209,203	126,890	1,336,093
2019	1,232,409	103,684	1,336,093
2020	1,256,061	80,032	1,336,093
2021-2023	3,246,628	93,605	3,340,233
Total	$ 9,294,829	$ 725,869	$ 10,020,698

NOTE 12 — RISK MANAGEMENT

The College is exposed to various risks of loss and maintains State or commercial insurance coverage for each of those risks. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. Settlement claims have not exceeded this coverage in any of the past three years.

The State of South Carolina believes it is more economical to manage certain risks internally and set aside assets for claim settlement. Several state funds accumulate assets and the State itself assumes substantially all the risk for the following claims of covered employees:

- Unemployment compensation benefits
- Worker's compensation benefits for job-related illnesses or injuries
- Health and dental insurance benefits
- Long-term disability and group-life insurance benefits

Employees elect health insurance coverage through either a health maintenance organization or through the State's self-insured plan. The costs recognized by the College are disclosed in *Note 7*.

The College and other entities pay premiums to the State's Insurance Reserve Fund (IRF), which issues policies, accumulates assets to cover the risk of loss, and pays claims incurred for covered losses relating to the following activities:

- Theft, damage to, or destruction of assets
- Real property, its contents, and other equipment
- Motor vehicles and watercraft
- Torts
- Natural disasters
- Medical malpractice claims against the infirmary

NOTE 12 — RISK MANAGEMENT (CONTINUED)

The IRF is a self-insurer and purchases reinsurance to obtain certain services and to limit losses in certain areas. The IRF's rates are determined actuarially.

The College obtains coverage through a commercial insurer for employee fidelity bond insurance for all employees for losses arising from theft or misappropriation and also for student accident insurance.

Premium expenses during the year ended June 30, 2015, were paid as follows:

Insurance Reserve Fund	$ 277,662
Tort Liability	150,125
Student Accident Insurance	12,173
Student Organization Liability	4,649
State Accident Fund (Student Apprentice)	17,917
Total	$ 462,526

NOTE 13 — OPERATING EXPENSES BY FUNCTION

Operating expenses by functional classification for the year ended June 30, 2015 are summarized as follows:

	Salaries	Benefits	Supplies/Other	Scholarships	Utilities	Depreciation	TOTAL
Instruction	$ 30,390,012	$ 9,105,944	$ 4,946,781	$ -	$ -	$ -	$ 44,442,737
Academic Support	5,198,511	1,973,289	2,869,152	-	-	-	10,040,952
Student Services	6,730,806	2,123,785	2,949,024	-	-	-	11,803,615
Oper & Maint Plant	3,147,232	1,161,443	4,312,477	-	3,268,936	-	11,890,088
Institutional Support	7,651,059	2,417,839	4,223,343	-	-	-	14,292,241
Scholarships	-	-	-	27,055,519	-	-	27,055,519
Auxiliary Enterprises	586,605	206,015	9,253,211	-	127,049	-	10,172,880
Depreciation	-	-	-	-	-	6,932,615	6,932,615
	$ 53,704,225	$ 16,988,315	$ 28,553,988	$ 27,055,519	$3,395,985	$ 6,932,615	$ 136,630,647

NOTE 14 — TRANSACTIONS WITH COMPONENT UNITS

The Foundation awarded scholarships, grants and stipends of $589,397 to faculty and students of the College. Furthermore, the Foundation provided other program support and lobbyist fees of $503,317 during the year ended June 30, 2015, excluding the Virtual Desktop Infrastructure (VDI) contribution described below. In December 2012, the College entered into a revised cooperative agreement with the Foundation signed by the Chairman of the College's governing board and the Chairman of the Foundation's board. This agreement can be terminated by either party with a six month written notice. In accordance with this agreement, the Foundation paid the College $51,409 for office space, personnel and other related expenses during the year. The Foundation concluded a capital campaign during the year ended June 30, 2013 with the goal of raising funds for the College. The Foundation plans to pay a total of $2,000,000 for Virtual Desktop Infrastructure (VDI) to the College over a five year period as the pledges are received. There have been three $400,000 payments made in May 2015, 2014 and 2013. At June 30, 2015, the Foundation owed the College $220,758 as reimbursement for grant funds paid by the College on behalf of the Foundation. These amounts are included in the accounts payable, grants payable and accrued expenses in the Foundation's Statement of Financial Position.

NOTE 15 — ENTERPRISE CAMPUS AUTHORITY

The following table presents condensed financial information as of June 30, 2015, for the College and its blended component unit, the Enterprise Campus Authority.

Condensed Summary of the Statement of Net Assets

	Enterprise Campus Authority	Trident Technical College	Total
Current assets	$ 16,148	$ 53,160,485	$ 53,176,633
Non-current assets			
Capital assets, net of depreciation	-	104,652,296	104,652,296
Deferred outflows	-	7,277,257	7,277,257
Total assets & deferred outflows	16,148	165,090,038	165,106,186
Current liabilities	-	9,701,891	9,701,891
Non-current liabilities	-	94,449,132	94,449,132
Deferred inflows	-	7,005,218	7,005,218
Total liabilities & deferred inflows	-	111,156,241	111,156,241
Net assets			
Invested in capital assets	-	95,275,044	95,275,044
Restricted for expendable:			
Capital projects	-	15,599,273	15,599,273
Unrestricted	-	(56,940,520)	(56,940,520)
Enterprise Campus Authority	16,148	-	16,148
Total net assets	$ 16,148	$ 53,933,797	$ 53,949,945

The blended component unit did not have any revenue, expense or cash activities during the fiscal year ended June 30, 2015. Therefore, no condensed information is presented.

NOTE 16 — STATE APPROPRIATIONS

State funds for the South Carolina Technical College System are appropriated to the State Board for Technical and Comprehensive Education (the "Board") and the Board allocates funds budgeted for the technical colleges. The following is a detailed schedule of State appropriations revenue reported in the financial statements for the fiscal year ended June 30, 2015.

Non-capital appropriations	
Original appropriations per Annual Appropriations Act	$ 14,169,951
Allocation-general increase, health & dental and retirement	397,531
Performance funding	199,135
STEM E&G critical needs workforce	435,946
Special line item -culinary institute	468,522
Pathways to prosperity	29,431
Critical needs nursing initiative	37,643
Lottery special items - equipment	140,240
Lottery technology	334,632
Aeronautical training	276,950
Total non-capital appropriations recorded as current year revenue	$ 16,489,981
Capital appropriations	
Capital reserve funds	$ 552,293
Total capital appropriations recorded as current year revenue	$ 552,293

NOTE 17 — REQUIRED INFORMATION ON BUSINESS – TYPE ACTIVITIES

To assist the Comptroller General's Office of the State of South Carolina, the following information is provided on the business-type activities of the stand-alone enterprise (the "College"):

	2015
Charges for services	$ 65,087,342
Operating grants and contributions	48,799,178
Capital grants and contributions	2,040,533
Less: expenses	(136,846,612)
Net program revenue (expense)	(20,919,559)
Transfers:	
State appropriations	16,489,981
State capital appropriations	552,293
Total general revenue and transfers	17,042,274
Change in net position	(3,877,285)
Cumulative Effect of Change in Accounting Principle	(81,121,920)
Net position – beginning	138,949,150
Net position-ending	$ 53,949,945

NOTE 18 — TRANSACTIONS WITH OTHER AGENCIES

The College had certain transactions with the State of South Carolina and various agencies. Services received at no cost from State agencies include banking and bond trustee services from the State Treasurer. Other services received at no cost from the various offices of the State Budget and Control Board include pension plan administration, insurance plans administration, audit services, grant services, personnel management, assistance in the preparation of the State Budget, review and approval of certain budget amendments, procurement services, and other centralized functions.

NOTE 19 — SUBSEQUENT EVENTS

Subsequent events were evaluated through September 28, 2015, which is the date the financial statements were available for issue. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

NOTE 20 — RESTATEMENT FOR IMPLEMENTATION OF ACCOUNTING STANDARD

The College implemented Governmental Accounting Standards Board (GASB) Statement 68, *Accounting and Financial Reporting for Pensions (an amendment of GASB Statement No. 27)*, in the fiscal year ended June 30, 2015. The implementation of the statement required the College to record beginning net pension liability and the effects on unrestricted net position of contributions made by the College during the measurement period (fiscal year ended June 30, 2014). As a result, ending unrestricted net position for the College for the year ended June 30, 2014 decreased by $(81,121,920). This decrease resulted in the restatement of unrestricted net position to a deficit balance of $(52,383,729) for the year ended June 30, 2014.

Schedule of the College's Proportionate Share of the Net Pension Liability
Last Two Fiscal Years*

Schedule A

	South Carolina Retirement System	
	2015	2014
College's proportion of the net pension liability	0.464559%	0.464559%
College's proportionate share of the net pension liability	$ 79,981,659	$ 83,325,313
College's covered payroll during the measurement period	$ 39,582,152	$ 38,962,301
College's proportionate share of the net pension liability as a percentage of its covered-employee payroll	202.06%	213.86%
Plan fiduciary net position as a percentage of the total pension liability	59.90%	56.39%

	South Carolina Police Officers Retirement System	
	2015	2014
College's proportion of the net pension liability	0.118360%	0.118360%
College's proportionate share of the net pension liability	$ 2,265,897	$ 2,456,550
College's covered payroll during the measurement period	$ 1,458,357	$ 1,350,412
College's proportionate share of the net pension liability as a percentage of its covered-employee payroll	155.37%	181.91%
Plan fiduciary net position as a percentage of the total pension liability	67.55%	62.98%

Note:
* Information for prior fiscal years is not available.

Schedule of the College's Contributions
Last Three Fiscal Years*

Schedule B

	South Carolina Retirement System		
	2015	2014	2013
Contractually required contribution	$ 4,355,613	$ 4,075,341	$ 4,030,128
Contributions in relation to the contractually required contribution	4,355,613	4,075,341	4,030,128
Contribution deficiency (excess)	$ -	$ -	$ -
College's covered-employee payroll	$ 41,383,845	$ 39,582,152	$ 38,962,301
Contributions as a percentage of covered-employee payroll	10.52%	10.30%	10.34%

	South Carolina Police Officers Retirement System		
	2015	2014	2013
Contractually required contribution	$ 181,497	$ 182,784	$ 162,524
Contributions in relation to the contractually required contribution	181,497	182,784	162,524
Contribution deficiency (excess)	$ -	$ -	$ -
College's covered-employee payroll	$ 1,399,059	$ 1,458,357	$ 1,350,412
Contributions as a percentage of covered-employee payroll	12.97%	12.53%	12.04%

Note:
* Information for prior fiscal years is not available.

Schedule of Reconciliation of Revenues and Cash Reimbursements Received from State Board For the Year Ended June 30, 2015

Schedule 1
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	State Sub Fund Code	Amount
Net reimbursements requested per College records		
Capital reserve funds	36038	$ 552,293
Critical needs nursing	1001	37,643
Critical needs workforce development	1001	435,946
Culinary arts allocation	1001	468,522
Educational lottery funds	43B1	9,711,117
EEDA Pathways to prosperity	1001	37,784
Lottery technology equipment	43B1	140,240
Miscellaneous- procurement card rebate	3805	10,583
Performance funding allocation	1001	199,135
ReadySC	3634	299,680
ReadySC	43B1	7,500
State Board operational allocation	1001	14,567,482
Total reimbursement requests		$ 26,467,925
Reconciliation of receipts to requests		
Cash Received		
Capital reserve funds	36038	$ 248,902
Critical needs nursing	1001	37,643
Critical needs workforce development	1001	435,946
Culinary arts allocation	1001	468,522
Educational lottery funds	43B1	7,879,229
EEDA Pathways to prosperity	1001	37,784
Lottery technology equipment	43B1	140,240
Miscellaneous- procurement card rebate	3805	10,583
Performance funding allocation	1001	199,135
ReadySC	3634	324,014
ReadySC	43B1	7,500
State Board operational allocation	1001	14,567,482
Total cash received		24,356,980

Schedule of Reconciliation of Revenues and Cash Reimbursements Received from State Board For the Year Ended June 30, 2015

	State Sub Fund Code	Amount
Deduct Reimbursements Receivable at June 30, 2014		
Educational lottery funds	43B1	$ 1,833,930
ReadySC	3634	77,477
Total		1,911,407
Add Reimbursements Receivable at June 30, 2015		
Capital reserve funds	36038	303,391
Educational lottery funds	43B1	3,665,818
ReadySC	3634	53,143
Total		4,022,352
Total reimbursement requests		$ 26,467,925

Schedule of Current Funds Expenses and Other Disbursements by Function
For the Year Ended June 30, 2015

Schedule 2
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	Salaries	Expenses and Other Disbursements	Total
UNRESTRICTED CURRENT EXPENSES AND OTHER DISBURSEMENTS			
INSTRUCTION			
Academic Printing	$ -	$ 15,716	$ 15,716
Accounting	395,020	124,379	519,399
Advisory Committees	-	1,670	1,670
Air Conditioning/Refrigeration	174,844	82,491	257,335
Aircraft Maintenance	471,818	185,187	657,005
Aircraft Manufacturing	184,300	77,184	261,484
Automation and Instrumentation	137,702	46,791	184,493
Automotive Technology	201,240	101,805	303,045
Avionics	46,066	25,480	71,546
Basic Construction Trades	68,984	21,154	90,138
Behavioral/Social Sciences	913,188	272,599	1,185,787
Biological Sciences	1,597,824	575,951	2,173,775
Business Technology	858,438	258,134	1,116,572
Civil Engineering Technology	150,392	47,935	198,327
Construction and Industrial	207,458	62,269	269,727
Cosmetology	511,550	192,150	703,700
Criminal Justice	573,757	180,516	754,273
Dental Hygiene	332,949	126,843	459,792
Developmental Studies - Reading	-	1,191	1,191
Distance Learning	360,044	140,449	500,493
Early Childhood Development	286,760	94,281	381,041
Electrical Line Worker Program	84,514	44,389	128,903
Electronics Engineering Technology	351,486	129,522	481,008
Emergency Medical Technology	318,414	93,471	411,885
English and Journalism	1,665,971	475,625	2,141,596
Environmental Sciences	-	75,994	75,994
Esthetics	-	50,617	50,617
Expanded Duty Dental Assisting	146,676	48,547	195,223
Film Production	237,413	131,755	369,168
Fitness Specialist Program	114,217	50,440	164,657
Health Information Management	-	117	117
History/Humanity/Political	1,078,889	292,884	1,371,773
Horticultural Technologies	148,448	91,444	239,892
Hospitality/Tourism	1,023,921	738,278	1,762,199
Human Services	336,658	110,065	446,723
Industrial Drafting	189,379	60,763	250,142
Industrial Maintenance	111,190	38,909	150,099
Information Systems	1,102,543	309,621	1,412,164
International Education	-	45,803	45,803
Machine Tool Technology	103,589	47,497	151,086
Massage Therapy	46,292	16,086	62,378
Math - QEP	93,314	12,697	106,011
Mathematics	1,814,723	584,263	2,398,986
Mechanical Engineering	128,872	48,624	177,496
Medical Laboratory Technology	211,196	122,298	333,494

Schedule of Current Funds Expenses and Other Disbursements by Function
For the Year Ended June 30, 2015

	Salaries	Expenses and Other Disbursements	Total
INSTRUCTION (CONTINUED)			
Medical Office Assisting	$ 77,630	$ 35,178	$ 112,808
Medical Records Coder	23,295	3,279	26,574
Nails	-	13,334	13,334
Network Systems Management	527,790	145,423	673,213
Nursing	2,743,475	924,812	3,668,287
Occupational Therapy	133,030	51,907	184,937
Office Information Technology	137,611	38,106	175,717
Ophthalmic Clinical Assistant	-	523	523
Paralegal/Legal Assistance	173,015	69,887	242,902
Pharmacy Technician	40,392	12,986	53,378
Phlebotomy Technician	-	19	19
Physical Science-General	926,794	299,591	1,226,385
Physical Therapy	125,136	49,387	174,523
Radio/TV Broadcasting	314,462	126,053	440,515
Radiologic Technology	143,878	50,061	193,939
Respiratory Care	279,399	78,728	358,127
Speech-Foreign Languages	1,015,884	333,870	1,349,754
The Learning Center	1,613,043	483,196	2,096,239
Veterinary Technology	169,771	102,117	271,888
Visual Arts	692,489	244,590	937,079
Welding Technology	107,687	101,066	208,753
Aeronautical Training	636,205	448,638	1,084,843
Business Solutions	-	1,000	1,000
Corporate & IT Training	282,646	294,023	576,669
Healthcare	555,155	239,405	794,560
Manufacturing, Industrial and Construction Trades	481,234	516,476	997,710
Offsite Programs	191,430	64,149	255,579
Personal Enrichment & Special Projects	164,244	182,283	346,527
Networking Services - Academic	-	345,764	345,764
Network Services - Software Labs	62,044	388,643	450,687
Workers Compensation for Student Apprentices	-	17,917	17,917
Instructional Costs Allocated	1,501,335	1,275,122	2,776,457
Total Instruction	29,899,113	13,191,417	43,090,530
ACADEMIC SUPPORT			
Accreditations	-	32,574	32,574
Achieving The Dream	34,183	15,345	49,528
Assoc Dean - Palmer	114,608	45,513	160,121
Berkeley Campus	211,420	124,383	335,803
Center for Information Technology Training	381,791	135,077	516,868
Center for Teaching Support	236,997	89,486	326,483
Continuing Education-Administrative Support	395,297	387,735	783,032
Dean-Aeronautical Studies	97,478	35,106	132,584
Dean-Allied Health	245,184	92,715	337,899
Dean-Business Technology	449,504	135,389	584,893
Dean-Community Family Child Services	128,303	49,251	177,554

Schedule of Current Funds Expenses and Other Disbursements by Function
For the Year Ended June 30, 2015

	Salaries	Expenses and Other Disbursements	Total
ACADEMIC SUPPORT (CONTINUED)			
Dean-Developmental Studies	$ 104,763	$ 35,337	$ 140,100
Dean-Film, Media & Visual Arts	194,131	93,213	287,344
Dean-Hospitality	137,845	82,595	220,440
Dean-Humanities & Social Sciences	252,413	90,870	343,283
Dean-Industrial Engineering Technology	248,918	82,936	331,854
Dean-Law Related Studies	234,527	79,738	314,265
Dean-Nursing	252,594	76,423	329,017
Dean-Science & Mathematics	222,297	75,369	297,666
Director of Apprenticeship Programs	73,211	29,335	102,546
Foundation Mini Grants	-	46,252	46,252
I.T.F.S	-	7,809	7,809
Instruction	125,361	242,489	367,850
Library Assets	-	154,410	154,410
Library Operations-Main	816,085	350,138	1,166,223
Media Services	-	11,800	11,800
Orientation Services	217,897	85,834	303,731
Palmer Campus	198,838	142,773	341,611
Professional Development- Academics Affairs	-	151,956	151,956
Professional Development- Continuing Education	-	24,868	24,868
TTC Green Initiative	-	251	251
VP Continuing Education Allocated Costs	-	10,574	10,574
VP-Continuing Education	341,024	114,608	455,632
Academic Support- Allocated Costs	(709,350)	275,156	(434,194)
Total Academic Support	5,005,319	3,407,308	8,412,627
STUDENT SERVICES			
Access & Equity	-	5,459	5,459
ADA	44,071	126,446	170,517
Admissions	499,033	176,824	675,857
Assistant Vice President Special Projects	75,999	24,646	100,645
Assistant Vice President Student Services	88,060	73,618	161,678
Career Planning	38,725	24,505	63,230
Cooperative Education	19,133	6,635	25,768
Counseling	330,380	125,187	455,567
Dean - Enrollment Management	123,241	57,984	181,225
Dean - Student Development	118,191	37,434	155,625
Financial Aid	1,019,118	391,792	1,410,910
Marketing Services	583,972	1,668,264	2,252,236
Professional Development- Student Services	-	57,925	57,925
QUEST	-	482	482
Recruiting	233,556	155,935	389,491
Registrars Office	675,605	288,754	964,359
Student Activities	128,673	162,390	291,063
Student Affairs- Institutional Work Study	11,868	-	11,868

Schedule of Current Funds Expenses and Other Disbursements by Function For the Year Ended June 30, 2015

	Salaries	Expenses and Other Disbursements	Total
STUDENT SERVICES (CONTINUED)			
Student Success - Berkeley	$ 124,631	$ 44,074	$ 168,705
Student Success -Palmer	327,388	108,152	435,540
Students with Disabilities	-	62	62
Testing Services	262,125	182,454	444,579
Student Support- Allocations	290,299	467,180	757,479
Total Student Services	4,994,068	4,186,202	9,180,270
MAINTENANCE AND OPERATIONS			
Plant Maintenance- Main	1,231,210	6,092,094	7,323,304
Plant Maintenance- Berkeley	81,785	401,297	483,082
Plant Maintenance- Palmer	114,809	656,975	771,784
Plant Maintenance- Mt Pleasant	124,067	87,002	211,069
Plant Maintenance- Summerville Trolley Rd Site	6,870	168,055	174,925
Plant Maintenance- Offsite Facilities	-	71,797	71,797
Environment & Health	-	22,538	22,538
Equipment & Supply Control	144,653	136,772	281,425
Grounds Maintenance	-	154,555	154,555
Inventory Control/Signage	-	74,761	74,761
Public Safety- Main	1,321,992	786,909	2,108,901
Public Safety- Berkeley	84,545	32,694	117,239
Public Safety- Palmer	81,094	30,213	111,307
Plant Operations - Allocations	(43,793)	3,152	(40,641)
Total Maintenance and Operations	3,147,232	8,718,814	11,866,046
INSTITUTIONAL SUPPORT			
Advancement-Global Opportunity	84,048	28,986	113,034
Area Commission	-	39,562	39,562
Business Office-Main	62,056	37,560	99,616
Business Office-Palmer	65,200	28,540	93,740
Development	484,875	228,923	713,798
Ellucian Consulting	-	61,811	61,811
Federal Work Study Matching	22,851	5,675	28,526
Financial Affairs	785,140	443,622	1,228,762
General Institutional Expense	938,531	2,217,553	3,156,084
Graduation	-	30,874	30,874
Human Resources Services	440,886	238,969	679,855
Indirect Cost Recovery	-	(163,840)	(163,840)
Information Services	526,120	178,062	704,182
Institutional Research	317,465	152,598	470,063
Insurance	-	445,306	445,306
Motor Vehicles	-	100,062	100,062
Motor Vehicles-Allocations	-	(83,144)	(83,144)
Networking Services	1,485,573	1,073,828	2,559,401
Planning & Accreditation	158,361	50,555	208,916
Postage & Freight	-	97,875	97,875
Postage Allocated	-	(80,143)	(80,143)

Schedule of Current Funds Expenses and Other Disbursements by Function
For the Year Ended June 30, 2015

Schedule 2
Page 5 of 8

	Salaries	Expenses and Other Disbursements	Total
INSTITUTIONAL SUPPORT (CONTINUED)			
President's Office	$ 398,253	$ 153,295	$ 551,548
President's Office Allocated Costs	-	5,019	5,019
Print Shop	162,251	372,863	535,114
Print Shop Allocated	-	(232,836)	(232,836)
Procurement and Risk Management	229,538	164,512	394,050
Professional Development - Advancement	-	10,594	10,594
Professional Development - AVP	-	12,178	12,178
Professional Development - Finance & Administration	-	47,964	47,964
Professional Development - Planning	-	5,435	5,435
Professional Development - President	-	156,731	156,731
Professional Development- Information Technology	-	33,718	33,718
SOS Operations Administration	441,568	837,835	1,279,403
Telephone- Administration	32,822	18,038	50,860
Telephone- Main	62,936	869,202	932,138
Telephone Costs Allocated	-	(932,138)	(932,138)
Trident Quality Management	-	(1,250)	(1,250)
Web Services	227,769	73,566	301,335
VP - Academic Affairs	726,755	216,536	943,291
VP - Academic Affairs Allocated Costs	-	111,062	111,062
VP - Advancement	254,261	86,584	340,845
VP - Advancement Allocated Costs	-	12,518	12,518
VP - Finance & Administration	386,469	129,631	516,100
VP - Finance Allocated Costs	-	20,717	20,717
VP - Information Technology	181,545	56,518	238,063
VP - Information Technology Allocated Costs	-	403	403
VP - Student Services	235,691	204,085	439,776
VP - Student Services Allocated Costs	-	66,295	66,295
Institutional Support- Allocations	(1,064,974)	(1,243,642)	(2,308,616)
Total Institutional Support	7,645,990	6,388,667	14,034,657
	7,645,990	6,388,667	14,034,657
STUDENT FINANCIAL ASSISTANCE			
Remissions & Exempt	-	1,164,446	1,164,446
Total Educational & General	50,691,722	37,056,854	87,748,576
	50,691,722	37,056,854	87,748,576
AUXILIARY ENTERPRISES			
Bookstore - Operating Overhead	344,963	500,654	845,617
Bookstore - Purchases for Resale	-	7,837,116	7,837,116
Auxiliary - Facilities Rentals	154,539	720,753	875,292
Auxiliary Expenditures - Other	-	2,150	2,150
Auxiliary Expenditures - President	-	274,924	274,924
Auxiliary Services - Allocations	87,103	240,511	327,614
Total Auxiliary Enterprises	586,605	9,576,108	10,162,713
Total Unrestricted Current Expenses and Other Disbursements	$ 51,278,327	$ 46,632,962	$ 97,911,289

Schedule of Current Funds Expenses and Other Disbursements by Function For the Year Ended June 30, 2015

	Salaries	Expenses and Other Disbursements	Total
RESTRICTED CURRENT EXPENDITURES AND OTHER DISBURSEMENTS			
INSTRUCTION			
State Programs			
Culinary Institute of Charleston - State Allocation	$ 350,611	$ 117,911	$ 468,522
Indie Grants Production Fund Film Project	49,388	146,531	195,919
Lottery Technology - VP Academics	-	102,737	102,737
SC Critical Needs Nursing Allocation	37,643	-	37,643
Federal Programs			
US Dept of Agriculture SNAP2Work Grant (CE)	10,654	11,996	22,650
Other Programs			
TTC Foundation - Boeing Equipment Grant	-	6,591	6,591
TTC Foundation - English Department Royalty	16,321	3,856	20,177
TTC Foundation - Veterans Engaging in STEM (VEST)	26,282	8,628	34,910
TTC Foundation - Wells Fargo (CE)	-	667	667
Total Instruction	490,899	398,917	889,816
ACADEMIC SUPPORT			
State Programs			
Lottery Technology - VP Continuing Education	-	102,378	102,378
Pathways to Prosperity	4,794	24,637	29,431
Federal Programs			
Career & Technical Education - Basic Grants to States	1,728	801,985	803,713
Center for Aviation - Education using Virtual E-School	2,070	358	2,428
Mechanical Engineering Technology Advancement	13,092	76,762	89,854
Southeastern Advanced Cybersecurity Ed Consortium Project	548	35,973	36,521
Teacher Education Assistance for College & Higher Ed Grant	-	6,526	6,526
Trade Adjustment Assistance & Career Training Program	164,010	70,949	234,959
Other Programs			
Boeing - Science, Tech, Engineering & Manufacturing Grant (STEM)	3,190	1,213	4,403
TTC Foundation - BP Chemical Company	-	4,705	4,705
TTC Foundation - Clemente Project	3,760	2,867	6,627
TTC Foundation - Dental Hygiene	-	16,965	16,965
TTC Foundation - Mini-Grants	-	60,000	60,000
TTC Foundation - Steinberg Library	-	132,024	132,024
Total Academic Support	193,192	1,337,342	1,530,534

Schedule of Current Funds Expenses and Other Disbursements by Function
For the Year Ended June 30, 2015

Schedule 2
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	Salaries	Expenses and Other Disbursements	Total
STUDENT SERVICES			
State Programs			
Lottery Technology - VP Student Services	$ -	$ 41,179	$ 41,179
Federal Programs			
Federal Work-Study Program	626,736	11,968	638,704
TRIO - Educational Opportunity Center	374,336	175,797	550,133
TRIO - Educational Talent Search	251,828	151,710	403,538
TRIO - Student Support Services - Scholars Network	192,969	110,291	303,260
TRIO - Upward Bound Math & Science	98,776	137,375	236,151
TRIO - Veteran's Upward Bound	160,092	107,191	267,283
Other Programs			
Call Me MISTER Program	6,500	2,229	8,729
US Air Force Medical Service Dental Hygiene Training	20,600	14,389	34,989
TTC Foundation - Bosch - Upward Bound Math and Science	4,901	20,881	25,782
TTC Foundation - Post & Courier (QUEST)	-	8,090	8,090
Total Student Services	1,736,738	781,100	2,517,838
MAINTENANCE AND OPERATIONS			
State Programs			
Aeronautical - State Allocation	$ -	$ 276,950	$ 276,950
Ready SC - Boeing	-	4,061	4,061
Total Maintenance and Operations	-	281,011	281,011
INSTITUTIONAL SUPPORT			
State Programs			
Lottery Technology - VP Finance & Administration	-	29,157	29,157
Lottery Technology - VP Information Technology	-	59,181	59,181
Other Programs			
TTC Foundation - Bliss Math Project	-	22,154	22,154
TTC Foundation - Palmetto Warrior Connect	5,069	23,688	28,757
Total Institutional Support	5,069	134,180	139,249

Schedule of Current Funds Expenses and Other Disbursements by Function
For the Year Ended June 30, 2015

	Salaries	Expenses and Other Disbursements	Total
STUDENT FINANCIAL ASSISTANCE			
State Programs			
SC Life Scholarship Program	$ -	$ 2,182,238	$ 2,182,238
SC Lottery Tuition Assistance Program	-	9,712,257	9,712,257
SC National Guard Civil Air Patrol Scholarship	-	72,004	72,004
SC Needs Based Grant	-	1,599,876	1,599,876
Federal Programs			
Career & Technical Education - Basic Grants to States	-	1,800	1,800
Federal Direct Student Loans	-	44,894,360	44,894,360
Federal Family Education Loan Program	-	315,736	315,736
Federal Pell Grant Program	-	33,834,085	33,834,085
Federal Supplemental Educational Opportunity Grants	-	579,925	579,925
TRIO - Student Support Services - Scholars Network	-	12,000	12,000
TRIO - Upward Bound Math & Science	-	19,643	19,643
TRIO - Veteran's Upward Bound	-	9,028	9,028
US Dept of Agriculture SNAP2Work Grant (CE)	-	37,839	37,839
Other Programs			
TTC Foundation - Miscellaneous Scholarships	-	350,091	350,091
TTC Foundation - Wells Fargo (CE)	-	29,333	29,333
US Air Force Medical Service Dental Hygiene Training	-	35,764	35,764
Total Student Financial Assistance	-	93,685,979	93,685,979
Total Restricted Current Expenses and Other Disbursements	$ 2,425,898	$ 96,618,529	$ 99,044,427
Total Current Funds Expenses and Other Disbursements	$ 53,704,225	$ 143,251,491	$ 196,955,716

Schedule of Current Funds Expenses and Other Disbursements by Object
For the Year Ended June 30, 2015

Schedule 3
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	Unrestricted	Restricted	Total
SALARIES			
Classified - Positions	$ 17,073,538	$ 1,081,950	$ 18,155,488
Unclassified - Positions	24,530,886	10,653	24,541,539
Reimbursed Salary	(463,555)	366,640	(96,915)
Classified-Temporary	2,185,018	287,291	2,472,309
Overtime And Shift Differential	107,682	-	107,682
Faculty Overload	701,145	720	701,865
Instructor - Community Interest Courses	8,730	-	8,730
Instructor - Part Time	5,277,400	89,350	5,366,750
Instructor - Summer Full Time	2,820	-	2,820
Student Earnings-College Work Study	-	580,343	580,343
Student Earnings-Institutional Work Study	188,743	-	188,743
Dual Employment	332,561	8,951	341,512
Lump Sum Bonus	426,012	-	426,012
Terminal Leave	907,347	-	907,347
Total Salaries	51,278,327	2,425,898	53,704,225
BENEFITS			
State Retirement	6,262,604	177,630	6,440,234
Retirement-Police Officers	124,367	-	124,367
Optional Retirement	343,692	8,579	352,271
Retirement - Retired Employees	818,089	6,578	824,667
Social Security	3,795,917	108,378	3,904,295
Workmen's Compensation Insurance	415,380	10,168	425,548
Unemployment Comp. Insurance	41,963	2,899	44,862
Health Insurance	3,816,552	101,517	3,918,069
Dental Insurance	97,067	3,338	100,405
Reimbursed Fringe	(57,654)	57,654	-
Total Benefits	15,657,977	476,741	16,134,718
CONTRACTED SERVICES			
Auditing, Accounting, Financial	20,950	-	20,950
Auxiliary	160,605	-	160,605
Book Processing Fees	1,677	-	1,677
Building Renovation	540	-	540
Catered Meals	28,732	14,402	43,134
Collections Expenses	1,610,899	-	1,610,899
College Net Fees	36,965	-	36,965
Communications Equipment Repair	128,362	-	128,362

Schedule of Current Funds Expenses and Other Disbursements by Object
For the Year Ended June 30, 2015

	Unrestricted	Restricted	Total
CONTRACTED SERVICES (CONTINUED)			
Consultants-Continuing Education Instruction	$ 760,400	$ -	$ 760,400
Credit Card Processing	210,388	-	210,388
Data Processing Services	2,463,656	10,080	2,473,736
Education and Training - State	150	-	150
Education and Training - Non State	7,622	-	7,622
Freight-Express Delivery	591	-	591
Janitorial & Security	1,258,595	-	1,258,595
General Repair	856,230	4,492	860,722
Legal Services	8,055	-	8,055
Medical And Health Services	13,159	-	13,159
Motorized Vehicle Repair	697	-	697
Nelnet Credit Card Processing Fee	41,952	-	41,952
Non-State Travel	31,246	27,880	59,126
Other Contractual	1,738,111	344,210	2,082,321
Other Professional	116,576	13,639	130,215
Per Diem	1,645	-	1,645
Printing, Binding, Advertising	1,468,935	13,181	1,482,116
Rental Vehicles	(74)	-	(74)
Student Workers Compensation	17,917	-	17,917
Telecommunications	8,440	-	8,440
Telephone & Telegraph	25,141	-	25,141
Temporary Services	438,848	-	438,848
Unreimbursed Grant Expenses	625	-	625
Utilities	3,395,985	-	3,395,985
Total Contracted Services	14,853,620	427,884	15,281,504
SUPPLIES AND MATERIALS			
Agricultural, Marine, Forestry	32,110	-	32,110
Auxiliary Supplies	114,319	-	114,319
Building Construction & Renovation Supplies	57,625	-	57,625
Classroom Materials	1,273	972	2,245
Clothing Supplies	28,027	187	28,214
Data Processing Supplies	365,701	95,640	461,341
Discounts	(155)	-	(155)
Education Supplies	382,008	80,554	462,562
Food Supplies	250,210	2,215	252,425
Janitorial Supplies	2,017	-	2,017
Instructional Materials	76,416	16,380	92,796

Schedule of Current Funds Expenses and Other Disbursements by Object
For the Year Ended June 30, 2015

Schedule 3
Page 3 of 5

	Unrestricted	Restricted	Total
SUPPLIES AND MATERIALS (CONTINUED)			
Library Books/Maps/Film	$ 152,733	$ -	$ 152,733
Maintenance Supplies	4,175	-	4,175
Medical-Scientific & Lab Supplies	822	-	822
Miscellaneous Charges	3,274	394	3,668
Motor Vehicle Supplies	40,970	-	40,970
Munitions-Targets & Law Enforcement	24,578	-	24,578
Office Supplies	224,404	145,195	369,599
Other Supplies	68,114	10,588	78,702
Parts - General Repairs	2,405	-	2,405
Photographic and Audio Visual	30,438	12,803	43,241
Pilferable Equipment	81,477	93,124	174,601
Postage	84,645	754	85,399
Printing-Commercial	34,169	10,442	44,611
Promotional Supplies	13,201	-	13,201
Publications, Books, Periodicals	422	639	1,061
Purchasing Card	1,837,667	74,852	1,912,519
Testing Supplies	32,522	-	32,522
TV/Radio Eng. Maintenance Supplies	1,661	-	1,661
Total Supplies and Materials	3,947,228	544,739	4,491,967
FIXED CHARGES			
Dues and Membership Fees	184,705	380	185,085
Fees and Fines	600	-	600
Insurance-State	444,609	-	444,609
Other Interest Charges	41,921	-	41,921
Rental - Data Processing	38,881	-	38,881
Rental - Photocopy Equipment	231,937	-	231,937
Rental - Other	19	-	19
Rent-Non-State Owned Property	99,876	-	99,876
Total Fixed Charges	1,042,548	380	1,042,928
TRAVEL			
In-State Meals	3,560	965	4,525
In-State Lodging	22,412	5,929	28,341
In-State Private Auto Mileage	112,506	25,285	137,791
In-State Other Transportation	2,345	739	3,084
In-State Miscellaneous	2,124	73	2,197
In-State Registration	66,792	34,443	101,235

Schedule of Current Funds Expenses and Other Disbursements by Object
For the Year Ended June 30, 2015

	Unrestricted	Restricted	Total
TRAVEL (CONTINUED)			
Non-Deductible Meals	$ 535	$ 54	$ 589
Out-of-State Meals	14,090	4,105	18,195
Out-of-State Lodging	95,645	18,090	113,735
Out-of-State Air Transportation	54,010	10,404	64,414
Out-of State Private Auto Mileage	11,131	1,360	12,491
Out-of-State Other Transportation	9,875	2,922	12,797
Out-of-State Miscellaneous	4,148	630	4,778
Out-of-State Registration	80,955	12,547	93,502
Foreign Meals	3,157	-	3,157
Foreign Lodging	7,937	-	7,937
Foreign Air Transportation	9,190	-	9,190
Foreign Private Auto Mileage	16	-	16
Foreign Other Transportation	4,828	-	4,828
Foreign Miscellaneous	24,621	-	24,621
Foreign Registration	7,050	-	7,050
Total Travel	536,927	117,546	654,473
EQUIPMENT ACQUISITIONS			
Communications Equipment	6,855	-	6,855
Data Processing Equipment	7,200	-	7,200
Educational Equipment	133,177	604,143	737,320
Non-Capital Equipment	554,614	525,477	1,080,091
Office Equipment	12,172	-	12,172
Other Equipment	98,359	37,244	135,603
Photographic & Audio/Visual Equipment	40,223	-	40,223
Total Equipment Acquisitions	852,600	1,166,864	2,012,609
PERMANENT IMPROVEMENTS			
Renovations of Buildings/Additions	287,427	-	287,427
Renovations of Utilities	50,899	-	50,899
Total Permanent Improvements	338,326	-	338,326
PURCHASES FOR RESALE			
Auxiliary	550,528	-	550,528
Bookstore - Freight	123,680	-	123,680
Bookstore - New Books	5,942,999	-	5,942,999

Schedule of Current Funds Expenses and Other Disbursements by Object
For the Year Ended June 30, 2015

Schedule 3
Page 5 of 5

	Unrestricted	Restricted	Total
PURCHASES FOR RESALE (CONTINUED)			
Bookstore - Taxable Supplies	$ 1,716,980.0	$ -	$ 1,716,980.0
Bookstore - Used Books	53,457	-	53,457
Horticulture	4,273	-	4,273
Hospitality	11,213	-	11,213
Total Purchases for Resale	8,403,130	-	8,403,130
STUDENT AID PROGRAMS			
Financial Aid	599,253	93,540,572	94,139,825
Tuition Awards	521,951	-	521,951
Remission & Exemptions	43,242	-	43,242
Total Student Aid Programs	1,164,446	93,540,572	94,705,018
OTHER EXPENSES			
Indirect Cost - General Fund	-	31,834	31,834
Indirect Cost - Unrestricted	(163,840)	166,561	2,721
Trainee Tuition	-	116,237	116,237
Trainee Books	-	5,372	5,372
Trainee Supplies/Materials/Other	-	4,054	4,054
Stipends-Support Services	-	13,800	13,800
Stipends-Grant Reimbursements	-	5,945	5,945
Total Other Expenses	(163,840)	343,803	179,963
Total Current Funds Expenses and Other Disbursements	$ 97,911,289	$ 99,044,427	$ 196,955,716

Schedule 4

Auxiliary Enterprises
Schedule of Revenues, Expenses and Other Allocations
(Excludes Scholarship Allowance)
For the Year Ended June 30, 2015

	Bookstore	Percent of Revenue	Facilities Rentals	Percent of Revenue	Food Service	Auxiliary Expenditures	TOTAL
REVENUE							
New Books	$ 7,820,563	77.7%	$ -	-	$ -	$ -	$ 7,820,563
Used Books	134,259	1.3%	-	-	-	-	134,259
Supplies	2,114,665	21.0%	-	-	-	-	2,114,665
Other	(6,653)	-0.1%	-	-	111,065	-	104,412
Room Rental (Including Food)	-	-	653,284	88.9%	-	-	653,284
AV Equipment Rental and Services	-	-	81,221	11.1%	-	-	81,221
Total Revenue	10,062,834	100.0%	734,505	100.0%	111,065	-	10,908,404
Cost of Sales	7,837,116	77.9%	550,528	75.0%	-	-	8,387,644
Gross Profit	2,225,718	22.1%	183,977	25.0%	111,065	-	2,520,760
EXPENDITURES							
Salaries	403,049	4.0%	183,556	25.0%	-	-	586,605
Benefits	137,351	1.4%	58,497	8.0%	-	-	195,848
Contractual Services	477,905	4.7%	95,105	12.9%	-	162,755	735,765
Supplies and Materials	25,466	0.3%	44,144	6.0%	-	114,319	183,929
Fixed Charges	4,703	0.0%	3,148	0.4%	-	-	7,851
Travel	1,871	0.0%	2,069	0.3%	-	-	3,940
Equipment	9,126	0.1%	52,003	7.1%	-	-	61,129
Total Expenditures	1,059,471	10.5%	438,522	59.7%	-	277,074	1,775,067
Excess Revenue Over (Under) Expenditures	$ 1,166,247	11.6%	$ (254,545)	-34.7%	$ 111,065	$ (277,074)	$ 745,693

Schedule 5

Statement of Changes in Unexpended Plant Fund
For the Year Ended June 30, 2015

Revenues		
Capital fees in excess of debt service requirements	$	2,999,423
TTC Foundation contributions		400,000
County capital appropriations		1,640,533
State Appropriations - Aeronautical (Wetlands) Project		1,128,480
Total revenue	$	6,168,436
Expenditures		
Capital Projects		(4,604,265)
Net Increase / (decrease)	$	1,564,171
Fund balance-beginning of year		14,035,102
Fund balance-end of year	$	15,599,273

Schedule 6

Schedule of Capital Project Balances
For the Year Ended June 30, 2015

PROJECTS	Project Balance June 30, 2014	Deductions			Budget Allocations	Project Balance June 30, 2015
		Buildings	Equipment	Other		
Bldg 950 Renovation	$ 755,529.00	$ 27,527	$ -	$ 13,145	$ -	$ 714,857
Parking Expansion - Main	49,757	-	-	-	-	49,757
Bldg 940 Renovation	60,043	-	-	6,072	(53,971)	-
Wetlands Mitigation	1,276,793	22,700	-	-	-	1,254,093
Bldg 630 Roof Replacement	253,618	-	-	-	(253,618)	-
Nursing & Science Building	2,792,676	899,878	-	553	-	1,892,245
Nursing & Science - FF&E	2,056,234	-	444,774	59,629	-	1,551,831
Berkeley Campus Repaving - Phase II	50,693	-	-	-	-	50,693
Building 300 Roof	268,897	71,561	-	-	-	197,336
Main Campus Electrical Study	75,329	61,295	-	-	25,000	39,034
Palmer Campus Air Conditioning	914,358	113,144	-	-	-	801,214
Building 410 Chiller	15,683	-	-	-	(15,683)	-
Building 500 Renovation	815,026	771,943	6,411	-	-	36,672
Building 200 Renovation	226,340	26,591	11,829	-	(187,920)	-
Virtual Desktop Infrastructure - Phase II	137,173	-	31,590	33,411	(72,172)	-
Building 900 Renovation	45,409	7,569	1,308	1,334	(35,198)	-
FY14 Lan Hardware	16,481	-	13,941	-	(2,540)	-
FY14 Network Servers	100,000	-	91,617	5,190	(3,193)	-
Mt Pleasant Campus Renovation - Phase III	999,365	123,786	1,070	8,600	-	865,909
Building Exteriors Clean & Seal - Main	750,000	42,465	-	-	-	707,535
Main Campus Repaving - Phase I	368,112	378,408	-	-	10,296	-
Elevator Upgrades - Main	600,000	-	-	-	-	600,000
Bldg 410 Restrooms Renovation	450,000	127,383	-	-	-	322,617
Wetlands Development Phase I	411,752	348,790	-	-	-	62,962
AeroTrainCtr-State Fu	-	552,293	-	-	10,000,000	9,447,707
ATC FF&E - Program Eq	-	-	229,585	-	576,186	346,601
Bldg 400 - Welding Ex	-	19,200	-	-	400,000	380,800
Bldg 510 - Carpet Rep	-	-	-	-	300,000	300,000
Bldg 700/800 HVAC Rep	-	4,500	-	-	500,000	495,500
Bldg 410 - Roof Repla	-	23,631	-	-	500,000	476,369
Bldg 900 - Roof Repla	-	8,062	-	-	500,000	491,938
Bldg 500 - Renovation Phase I	-	-	-	-	700,000	700,000
Mt. Pleasant Campus - FF&E	-	-	7,877	5,603	118,000	104,520
	$ 13,489,268	$ 3,630,726	$ 840,002	$ 133,537	$ 13,005,187	$ 21,890,190

Schedule of Changes in Unrestricted Current Fund **Schedule 7**
(With Expenses and Other Disbursements by Function)
For the Year Ended June 30, 2015

Revenues	
Tuition and Fees	$ 57,300,352
State Appropriations	14,766,617
County Appropriations	10,491,560
Sales and Services of Educational Departments	101,008
Auxiliary Enterprises	10,908,404
Investment Income	2,066
Other & nongovernmental	818,076
Total Revenues	94,388,083
Expenses and Other Disbursements by Function	
Instruction	43,090,530
Academic Support	8,412,627
Student Services	9,180,270
Maintenance and Operations	11,866,046
Institutional Support	14,198,498
Student Financial Assistance	1,164,446
Auxiliary Enterprises	10,162,713
Total Expenses	98,075,130
Excess Revenue Over (Under) Expenses	(3,687,047)
Net Position-Beginning of Year	28,722,043
Net Position-End of Year	$ 25,034,996

Note:
This schedule includes only the Unrestricted Current Fund. It excludes any adjustments as required for financial statement presentation such as the scholarship allowance, the effects of net pension liability, and other eliminating entries (e.g., indirect cost recovery). It is intended to provide the reader of the statement with information regarding the financial resources attributable to operations and available to the College in meeting its mission.

Schedule of Changes in Unrestricted Current Fund **Schedule 8**
(With Expenses and Other Disbursements by Object)
For the Year Ended June 30, 2015

Revenues	
Tuition and Fees	$ 57,300,352
State Appropriations	14,766,617
County Appropriations	10,491,560
Sales and Services of Educational Departments	101,008
Auxiliary Enterprises	10,908,404
Investment Income	2,066
Other & nongovernmental	818,076
Total Revenues	94,388,083
Expenses and Other Disbursements by Object	
Salaries	51,278,327
Benefits	15,657,977
Utilities	3,395,985
Scholarships and fee remissions	1,164,446
Contracted services	11,457,636
Supplies and materials	3,947,228
Services-fixed charges	1,042,548
Travel	536,927
Equipment and permanent improvements	1,190,926
Purchases for resale	8,403,130
Total Expenses	98,075,130
Excess Revenue Over (Under) Expenses	(3,687,047)
Net Position-Beginning of Year	28,722,043
Net Position-End of Year	$ 25,034,996

Note:
This schedule includes only the Unrestricted Current Fund. It excludes any adjustments as required for financial statement presentation such as the scholarship allowance, the effects of net pension liability, and other eliminating entries (e.g., indirect cost recovery). It is intended to provide the reader of the statement with information regarding the financial resources attributable to operations and available to the College in meeting its mission.

STATISTICAL SECTION
(Unaudited)

STATISTICAL SECTION

The statistical section of the Trident Technical College's (the "College") Comprehensive Annual Financial Report presents selected financial, statistical and demographic information. This information provides a broad overview of trends in the financial affairs of the College.

Financial Trends

These schedules contain trend information to help to assist in understanding how the College's financial performance and well-being have changed over time.

Revenue Capacity

The schedules include information about the College's revenue sources including student tuition and fees.

Debt Capacity

These schedules present information that assess the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future.

Operating Information

These schedules contain service and infrastructure data including student enrollment and demographics, and capital asset information.

Demographic and Economic Indicators

These schedules provide an overview of the socioeconomic environment in which the College operates.

Schedule of Net Position by Component
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Net investment in capital assets	$ 95,275,044	$ 96,175,857	$ 90,041,114	$ 77,131,977	$ 73,219,938	$ 72,315,514	$ 70,767,742	$ 67,560,632	$ 56,610,927	$ 55,917,929
Restricted for expendable	15,599,273	14,035,102	20,593,608	22,928,529	16,294,524	8,935,240	6,295,351	7,306,532	7,547,292	5,891,171
Unrestricted [a]	(56,924,372)	28,738,191	25,918,030	23,002,697	24,992,979	23,663,775	13,210,039	13,251,343	11,298,377	8,913,169
Total net position	$ 53,949,945	$ 138,949,150	$ 136,552,752	$ 123,063,203	$ 114,507,441	$ 104,914,529	$ 90,273,132	$ 88,118,507	$ 75,456,596	$ 70,722,269

Source: Trident Technical College Comprehensive Annual Financial Report for years presented.

[a] Beginning in 2007, the unrestricted net position includes the Trident Technical College Enterprise Campus Authority. Also, in 2015 the College implemented GASB Statement 68, Accounting and Financial Reporting for Pensions. The implementation required the College to record beginning net pension liability and the effects on unrestricted net position of contributions made by the College. As a result, the unrestricted net position for the year ended June 30, 2014 was restated to a deficit balance of $(52,383,729) which was adjusted through beginning net position in fiscal year 2015.

Schedule of Changes in Net Position
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Operating Revenues										
Student tuition and fees (net of scholarship allowances)	$ 42,579,992	$ 46,064,705	$ 45,654,553	$ 44,674,156	$ 40,075,362	$ 38,529,517	$ 31,361,578	$ 29,748,792	$ 26,591,393	$ 24,124,485
Federal contracts [a]	638,704	480,410	470,944	439,420	396,509	483,725	16,143,293	12,417,840	11,439,358	11,757,155
State contracts	13,566,375	13,758,534	13,590,998	11,432,719	10,185,830	10,424,598	10,324,215	9,188,917	10,153,028	9,678,424
Nongovernmental grants and contracts	830,759	672,385	433,312	429,854	428,073	468,625	357,320	443,734	393,512	182,885
Sales/services of educational departments	101,008	98,957	122,343	125,856	108,055	126,383	83,121	81,284	73,692	83,050
Auxiliary enterprises (net of scholarship allowances)	7,370,504	7,858,598	8,113,893	8,085,057	7,475,000	7,674,590	6,851,960	5,973,412	5,454,070	5,041,392
Other operating revenues	93,433	78,344	81,847	112,142	119,354	67,219	164,190	149,889	145,888	225,498
Total operating revenues	65,180,775	69,011,933	68,467,890	65,299,204	58,788,183	57,774,657	65,285,677	58,003,868	54,250,941	51,092,889
Operating Expenses										
Instruction	44,442,737	43,459,339	43,815,169	41,284,107	38,094,184	35,178,743	33,722,646	31,650,244	27,861,037	28,584,952
Academic support	10,040,952	9,208,301	8,558,807	9,497,577	9,330,034	7,350,417	7,295,885	6,682,040	5,987,311	5,878,356
Student services	11,803,615	11,052,906	10,986,503	10,516,242	10,202,984	9,599,999	9,386,599	9,521,017	9,985,728	7,869,870
Operation and maintenance of plant	11,890,088	16,304,218	11,880,092	9,463,781	9,404,764	7,605,600	7,767,553	7,391,530	6,667,769	8,909,186
Institutional support	14,292,241	13,594,563	13,092,174	13,285,882	11,698,998	11,134,194	12,312,214	11,456,872	10,903,261	10,344,770
Scholarships and fellowships	27,055,519	30,457,597	31,421,852	29,983,315	25,473,271	22,861,531	14,353,612	11,845,318	11,400,718	11,943,798
Auxiliary enterprises	10,172,880	11,216,407	10,443,065	10,997,624	9,516,879	9,024,246	7,896,696	6,364,711	5,950,748	5,662,483
Depreciation	6,932,615	7,300,572	4,974,291	4,967,538	4,640,001	4,529,923	4,017,652	5,653,129	5,939,771	6,526,148
Total operating expenses	136,630,647	142,593,903	135,171,953	129,996,066	118,361,115	107,284,653	96,752,857	90,564,861	84,696,343	85,719,563
Operating income (loss)	(71,449,872)	(73,581,970)	(66,704,063)	(64,696,862)	(59,572,932)	(49,509,996)	(31,467,180)	(32,560,993)	(30,445,402)	(34,626,674)

-CONTINUED-

Schedule of Changes in Net Position
Last Ten Fiscal Years

-CONTINUED-

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Nonoperating Revenues (Expenses)										
State appropriations	$ 16,489,981	$ 15,535,262	$ 14,807,199	$ 14,000,038	$ 13,438,112	$ 16,246,953	$ 17,997,839	$ 22,761,816	$ 21,335,955	$ 20,742,657
County appropriations	10,491,560	10,285,774	9,732,690	10,268,017	10,155,622	9,892,300	9,476,196	8,705,553	8,408,442	7,957,665
Federal grants and contracts [a]	37,451,336	40,957,991	43,116,540	44,503,801	44,351,767	35,993,470	3,158,716	2,812,945	2,770,374	2,398,472
State grants and contracts	199,980	315,260	734,248	890,158	449,529	1,377,465	1,083,968	3,404,595	1,374,737	1,607,431
Investment income	2,066	43,416	81,384	110,261	180,959	224,160	342,848	709,432	887,800	790,409
Interest expense on capital asset-related debt	(184,954)	(107,701)	(163,687)	(134,140)	(238,758)	(345,630)	(457,618)	(599,688)	(785,204)	(356,694)
Other nonoperating revenues	560,803	538,279	387,290	779,237	272,681	445,286	861,248	602,935	358,041	137,966
Gain (loss) on sale of land	-	-	-	-	11,760	71,627	-	-	-	-
Gain (loss) on disposal of capital assets	(31,011)	(230,141)	18,120	(6,027)	-	(4,238)	(1,854)	(41,330)	(300,122)	(2,818)
Total nonoperating revenues (expenses)	64,979,761	67,338,140	68,713,784	70,411,345	68,621,672	63,901,393	32,461,343	38,356,258	34,050,023	33,275,088
Income (loss) before other changes in net position	(6,470,111)	(6,243,830)	2,009,721	5,714,483	9,048,740	14,391,397	994,163	5,795,265	3,604,621	(1,351,586)
Capital grants and gifts	400,000	571,445	489,950	262,339	250,000	250,000	250,000	250,000	250,000	-
County capital appropriations	1,640,533	7,633,033	10,353,139	1,411,983	294,172	-	-	-	-	-
State capital appropriations	552,293	435,750	636,739	1,166,957	-	-	910,462	6,616,646	879,706	-
Total change in net position	$ (3,877,285)	$ 2,396,398	$ 13,489,549	$ 8,555,762	$ 9,592,912	$ 14,641,397	$ 2,154,625	$ 12,661,911	$ 4,734,327	$ (1,351,586)

Source: Trident Technical College Comprehensive Annual Financial Report for years presented.

[a] Effective fiscal year ended 2010, the South Carolina Comptroller General's Office required institutions of higher learning in South Carolina to report Pell grant activity as federal non-operating revenues. This is in accordance with the Comptroller General's interpretation of Question 7.72.10 of GASB's Comprehensive Implementation Guide 2009-2010.

Schedule of Revenues by Source
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues:										
Student tuition and fees (net of scholarship allowances)	$ 42,579,992	$ 46,064,705	$ 45,654,553	$ 44,674,156	$ 40,075,362	$ 38,529,517	$ 31,361,578	$ 29,748,792	$ 26,591,393	$ 24,124,485
Federal grants and contracts [a]	638,704	480,410	470,944	439,420	396,509	483,725	16,143,293	12,417,840	11,439,358	11,757,155
State grants and contracts	13,566,375	13,758,534	13,590,998	11,432,719	10,185,830	10,424,598	10,324,215	9,188,917	10,153,028	9,678,424
Nongovernmental grants and contracts	830,759	672,385	433,312	429,854	428,073	468,625	357,320	443,734	393,512	182,885
Sales and services of educational departments	101,008	98,957	122,343	125,856	108,055	126,383	83,121	81,284	73,692	83,050
Auxiliary enterprises (net of scholarship allowances)	7,370,504	7,858,598	8,113,893	8,085,057	7,475,000	7,674,590	6,851,960	5,973,412	5,454,070	5,041,392
Other operating revenues	93,433	78,344	81,847	112,142	119,354	67,219	164,190	149,889	145,888	225,498
Total Operating Revenues	65,180,775	69,011,933	68,467,890	65,299,204	58,788,183	57,774,657	65,285,677	58,003,868	54,250,941	51,092,889
State appropriations	16,489,981	15,535,262	14,807,199	14,000,038	13,438,112	16,246,953	17,997,839	22,761,816	21,335,955	20,742,657
County appropriations	10,491,560	10,285,774	9,732,690	10,268,017	10,155,622	9,892,300	9,476,196	8,705,553	8,408,442	7,957,665
Investment income	2,066	43,416	81,384	110,261	180,959	224,160	342,848	709,432	887,800	790,409
Federal grants and contracts [a]	37,451,336	40,957,991	43,116,540	44,503,801	44,351,767	35,993,470	3,158,716	2,812,945	2,770,374	2,398,472
State grants and contracts	199,980	315,260	734,248	890,158	449,529	1,377,465	1,083,968	3,404,595	1,374,737	1,607,431
Other nonoperating revenues	560,803	538,279	387,290	779,237	272,681	445,286	861,248	602,935	358,041	137,966
Gains on disposal of capital assets	-	-	18,120	-	11,760	71,627	-	-	-	-
Capital grants and gifts	400,000	571,445	489,950	262,339	250,000	250,000	250,000	250,000	250,000	-
County capital appropriations	1,640,533	7,633,033	10,353,139	1,411,983	294,172	-	-	-	-	-
State capital appropriations	552,293	435,750	636,739	1,166,957	-	-	910,462	6,616,646	879,706	-
Total Nonoperating Revenues	67,788,552	76,316,210	80,357,299	73,392,791	69,404,602	64,501,261	34,081,277	45,863,922	36,265,055	33,634,600
Total Revenues	$ 132,969,327	$ 145,328,143	$ 148,825,189	$ 138,691,995	$ 128,192,785	$ 122,275,918	$ 99,366,954	$ 103,867,790	$ 90,515,996	$ 84,727,489

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Schedule of Revenues by Source
Last Ten Fiscal Years

-CONTINUED-

	For the Years Ended June 30, *(Percentage of Total)*									
Revenues:	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Student tuition and fees (net of scholarship allowances)	32.0%	31.7%	30.6%	32.3%	31.3%	31.5%	31.6%	28.6%	29.4%	28.5%
Federal grants and contracts [a]	0.5%	0.3%	0.3%	0.3%	0.3%	0.4%	16.2%	12.0%	12.6%	13.9%
State grants and contracts	10.2%	9.4%	9.1%	8.2%	8.0%	8.5%	10.4%	8.8%	11.2%	11.4%
Nongovernmental grants and contracts	0.6%	0.5%	0.3%	0.3%	0.3%	0.4%	0.4%	0.4%	0.4%	0.2%
Sales and services of educational activities	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.0%	0.1%	0.0%	0.1%
Auxiliary enterprises (net of scholarship allowances)	5.5%	5.4%	5.5%	5.8%	5.8%	6.3%	6.9%	5.8%	6.0%	6.0%
Other operating revenues	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.2%	0.1%	0.2%	0.3%
Total Operating Revenues	49.0%	47.5%	46.0%	47.1%	45.9%	47.3%	65.7%	55.8%	59.8%	60.4%
State appropriations	12.4%	10.7%	9.9%	10.1%	10.5%	13.3%	18.1%	21.9%	23.6%	24.5%
County appropriations	7.9%	7.0%	6.5%	7.4%	7.9%	8.1%	9.5%	8.4%	9.3%	9.4%
Investment income	0.0%	0.0%	0.1%	0.1%	0.1%	0.2%	0.3%	0.7%	1.0%	0.9%
Federal grants and contracts [a]	28.2%	28.2%	29.0%	32.1%	34.6%	29.4%	3.2%	2.7%	3.1%	2.8%
State grants and contracts	0.2%	0.2%	0.5%	0.6%	0.4%	1.1%	1.1%	3.3%	1.5%	1.9%
Other nonoperating revenues	0.4%	0.4%	0.3%	0.6%	0.2%	0.4%	0.9%	0.6%	0.4%	0.1%
Gains on disposal of capital assets	-	-	0.0%	-	0.0%	0.0%	-	-	-	-
Capital grants and gifts	0.3%	0.4%	0.3%	0.2%	0.2%	0.2%	0.3%	0.2%	0.3%	-
County capital appropriations	1.2%	5.3%	7.0%	1.0%	0.2%	-	-	-	-	-
State capital appropriations	0.4%	0.3%	0.4%	0.8%	-	-	0.9%	6.4%	1.0%	-
Total Nonoperating Revenues	51.0%	52.5%	54.0%	52.9%	54.1%	52.7%	34.3%	44.2%	40.2%	39.6%
Total Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Source: Trident Technical College Comprehensive Annual Financial Reports for years presented.

[a] Effective fiscal year ended 2010, the South Carolina Comptroller General's Office is requiring institutions of higher learning in South Carolina to report Pell grant activity as federal non-operating revenues. This is in accordance with the Comptroller General's interpretation of Question 7.72.10 of GASB's Comprehensive Implementation Guide 2009-2010.

Schedule of Expenses by Function
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Operating Expenses										
Instruction	$ 44,442,737	$ 43,459,339	$ 43,815,169	$ 41,284,107	$ 38,094,184	$ 35,178,743	$ 33,722,646	$ 31,650,244	$ 27,861,037	$ 28,584,952
Academic support	10,040,952	9,208,301	8,558,807	9,497,577	9,330,034	7,350,417	7,295,885	6,682,040	5,987,311	5,878,356
Student services	11,803,615	11,052,906	10,986,503	10,516,242	10,202,984	9,599,999	9,386,599	9,521,017	9,985,728	7,869,870
Operation and maintenance of plant	11,890,088	16,304,218	11,880,092	9,463,781	9,404,764	7,605,600	7,767,553	7,391,530	6,667,769	8,909,186
Institutional support	14,292,241	13,594,563	13,092,174	13,285,882	11,698,998	11,134,194	12,312,214	11,456,872	10,903,261	10,344,770
Scholarships and financial aid	27,055,519	30,457,597	31,421,852	29,983,315	25,473,271	22,861,531	14,353,612	11,845,318	11,400,718	11,943,798
Auxiliary enterprises	10,172,880	11,216,407	10,443,065	10,997,624	9,516,879	9,024,246	7,896,696	6,364,711	5,950,748	5,662,483
Depreciation	6,932,615	7,300,572	4,974,291	4,967,538	4,640,001	4,529,923	4,017,652	5,653,129	5,939,771	6,526,148
Total operating expenses	136,630,647	142,593,903	135,171,953	129,996,066	118,361,115	107,284,653	96,752,857	90,564,861	84,696,343	85,719,563
Nonoperating Expenses										
Interest on capital asset-related debt	184,954	107,701	163,687	134,140	238,758	345,630	457,618	599,688	785,204	356,694
Loss on disposal of capital assets	31,011	230,141	-	6,027	-	4,238	1,854	41,330	300,122	2,818
Total expenses	$ 136,846,612	$ 142,931,745	$ 135,335,640	$ 130,136,233	$ 118,599,873	$ 107,634,521	$ 97,212,329	$ 91,205,879	$ 85,781,669	$ 86,079,075

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Schedule of Expenses by Function
Last Ten Fiscal Years

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	For the Years Ended June 30, *(Percentage of Total)*									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Operating Expenses										
Instruction	32.5%	30.4%	32.4%	31.7%	32.1%	32.8%	34.7%	34.7%	32.5%	33.2%
Academic support	7.3%	6.4%	6.3%	7.3%	7.9%	6.8%	7.5%	7.3%	7.0%	6.8%
Student services	8.6%	7.7%	8.1%	8.1%	8.6%	8.9%	9.7%	10.4%	11.6%	9.1%
Operation and maintenance of plant	8.7%	11.4%	8.8%	7.3%	7.9%	7.1%	8.0%	8.1%	7.8%	10.4%
Institutional support	10.5%	9.5%	9.7%	10.2%	9.9%	10.3%	12.7%	12.6%	12.7%	12.0%
Scholarships	19.8%	21.3%	23.2%	23.0%	21.5%	21.2%	14.8%	13.0%	13.3%	13.9%
Auxiliary enterprises	7.4%	7.9%	7.7%	8.5%	8.0%	8.4%	8.1%	7.0%	6.9%	6.6%
Depreciation	5.1%	5.1%	3.7%	3.8%	3.9%	4.2%	4.0%	6.2%	6.9%	7.6%
Total operating expenses	99.9%	99.7%	99.9%	99.9%	99.8%	99.7%	99.5%	99.3%	98.7%	99.6%
Nonoperating expenses										
Interest on capital asset-related debt	0.1%	0.1%	0.1%	0.1%	0.2%	0.3%	0.5%	0.7%	1.0%	0.4%
Loss on disposal of capital assets	0.0%	0.2%	-	-	-	0.0%	0.0%	0.0%	0.3%	0.0%
Total expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Source: Trident Technical College Comprehensive Annual Financial Report for years presented.

Schedule of Expenses by Object
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Operating Expenses										
Salaries	$ 53,704,225	$ 52,330,185	$ 52,078,921	$ 50,708,866	$ 46,966,157	$ 42,707,355	$ 43,130,768	$ 40,761,901	$ 37,592,148	$ 36,026,368
Benefits	16,988,315	15,322,041	14,722,608	13,427,695	12,082,857	11,316,609	10,938,771	10,203,027	9,057,948	8,448,773
Utilities	3,395,985	2,981,950	2,773,588	2,736,567	2,615,376	2,437,241	2,226,011	1,996,922	1,705,702	1,751,664
Scholarships and fee remissions	27,055,519	30,457,597	31,421,852	29,983,315	25,473,271	22,861,531	14,353,612	11,845,318	11,400,718	11,943,798
Contracted services	12,009,015	11,764,186	10,704,761	10,465,519	9,437,287	9,081,058	8,014,208	8,158,177	7,708,139	7,232,916
Supplies and materials	4,556,094	6,272,759	4,922,467	4,514,127	4,279,259	3,919,611	4,056,542	3,737,643	3,613,784	5,273,959
Services-fixed charges	1,042,928	1,004,142	1,103,481	901,102	749,749	673,994	732,544	733,994	756,410	734,006
Travel	654,473	570,054	592,336	430,865	448,147	438,916	522,038	574,014	476,861	464,710
Equipment and permanent improvements	1,888,348	4,976,136	2,740,977	2,275,457	3,217,379	1,326,232	1,745,516	1,177,494	974,878	2,211,586
Purchases for resale	8,403,130	9,614,281	9,136,671	9,585,015	8,451,632	7,992,183	6,862,906	5,584,627	5,329,163	4,970,480
Indirect costs [a]	-	-	-	-	-	-	152,289	138,615	140,821	135,155
Depreciation	6,932,615	7,300,572	4,974,291	4,967,538	4,640,001	4,529,923	4,017,652	5,653,129	5,939,771	6,526,148
Total Operating Expenses	136,630,647	142,593,903	135,171,953	129,996,066	118,361,115	107,284,653	96,752,857	90,564,861	84,696,343	85,719,563
Interest expense on capital asset-related debt	184,954	107,701	163,687	134,140	238,758	345,630	457,618	599,688	785,204	356,694
Loss on disposal of capital assets	31,011	230,141	-	6,027	-	4,238	1,854	41,330	300,122	2,818
Total Expenses	$ 136,846,612	$ 142,931,745	$ 135,335,640	$ 130,136,233	$ 118,599,873	$ 107,634,521	$ 97,212,329	$ 91,205,879	$ 85,781,669	$ 86,079,075

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Schedule of Expenses by Use
Last Ten Fiscal Years

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	For the Years Ended June 30, *(Percentage of Total)*									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Operating Expenses										
Salaries	39.2%	36.6%	38.5%	39.0%	39.6%	39.8%	44.4%	44.7%	43.8%	41.9%
Benefits	12.4%	10.7%	10.9%	10.3%	10.2%	10.6%	11.3%	11.2%	10.6%	9.8%
Utilities	2.5%	2.1%	2.0%	2.1%	2.2%	2.3%	2.3%	2.2%	2.0%	2.0%
Scholarships and fee remissions	19.8%	21.3%	23.2%	23.0%	21.5%	21.2%	14.8%	13.0%	13.3%	13.8%
Contracted services	8.8%	8.2%	7.9%	8.0%	8.0%	8.4%	8.2%	8.9%	9.0%	8.4%
Supplies and materials	3.3%	4.4%	3.6%	3.5%	3.6%	3.6%	4.2%	4.1%	4.2%	6.1%
Services-fixed charges	0.8%	0.7%	0.8%	0.7%	0.6%	0.6%	0.8%	0.8%	0.9%	0.9%
Travel	0.5%	0.4%	0.4%	0.3%	0.4%	0.4%	0.5%	0.6%	0.6%	0.5%
Equipment and permanent improvements	1.4%	3.5%	2.1%	1.8%	2.7%	1.2%	1.8%	1.3%	1.1%	2.6%
Purchases for resale	6.1%	6.7%	6.8%	7.4%	7.1%	7.4%	7.1%	6.1%	6.2%	5.8%
Indirect costs [a]	-	-	-	-	-	-	0.1%	0.2%	0.1%	0.2%
Depreciation	5.1%	5.1%	3.7%	3.8%	3.9%	4.2%	4.0%	6.2%	6.9%	7.6%
Total Operating Expenses	99.9%	99.7%	99.9%	99.9%	99.8%	99.7%	99.5%	99.3%	98.7%	99.6%
Interest on capital asset-related debt	0.1%	0.1%	0.1%	0.1%	0.2%	0.3%	0.5%	0.7%	1.0%	0.4%
Loss on disposal of capital assets	0.0%	0.2%	-	0.0%	-	0.0%	0.0%	0.0%	0.3%	0.0%
Total Expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Source: Trident Technical College Comprehensive Annual Financial Report for years presented.

[a] Beginning in fiscal year 2010, indirect costs are included with the total contracted services and shown net of indirect cost recoveries.

Current Funds Revenues and Other Receipts by Source
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Tuition and Fees	$ 57,300,352	$ 60,535,117	$ 59,897,524	$ 58,656,410	$ 54,129,410	$ 47,110,015	$ 37,313,153	$ 33,998,288	$ 31,372,993	$ 28,772,430
State Appropriations	15,913,793	15,535,262	14,807,199	14,000,038	13,438,112	16,246,953	17,997,839	22,761,816	19,901,497	19,299,138
County Appropriations	10,491,560	10,285,774	9,732,690	10,268,017	10,155,622	9,892,300	9,476,195	8,705,553	8,408,442	7,957,665
Federal Grants and Contracts	83,300,136	97,997,378	102,765,477	102,316,241	90,987,047	77,717,412	47,900,668	37,005,089	33,363,475	33,739,839
State Grants and Contracts	13,766,355	14,073,794	14,325,246	12,322,877	10,635,359	11,802,063	11,408,183	11,264,791	12,790,943	12,729,374
Sales and Services of Educational Departments	101,008	98,957	122,343	125,856	108,055	126,383	83,121	81,284	73,692	83,050
Auxiliary Enterprises	10,908,404	11,834,973	11,986,622	11,937,451	10,940,458	10,624,410	8,824,781	7,566,868	7,049,328	6,470,367
Investment Income	2,066	43,416	81,384	110,261	180,959	198,335	280,852	571,774	710,756	648,922
Other	1,484,995	1,463,954	902,448	1,321,233	1,396,898	1,455,661	892,947	748,926	648,784	543,725
Total Revenues	$ 193,268,669	$ 211,868,625	$ 214,620,933	$ 211,058,384	$ 191,971,920	$ 175,173,532	$ 134,177,739	$ 122,704,389	$ 114,319,910	$ 110,244,510

	For the Years Ended June 30, *(Percentage of Total)*									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Tuition and Fees	29.7%	28.6%	27.9%	27.8%	28.2%	26.9%	27.8%	27.7%	27.4%	26.1%
State Appropriations	8.2%	7.3%	6.9%	6.6%	7.0%	9.3%	13.4%	18.5%	17.4%	17.5%
County Appropriations	5.4%	4.9%	4.5%	4.9%	5.3%	5.6%	7.1%	7.1%	7.3%	7.2%
Federal Grants and Contracts	43.1%	46.3%	47.9%	48.5%	47.4%	44.4%	35.7%	30.1%	29.2%	30.6%
State Grants and Contracts	7.1%	6.6%	6.7%	5.8%	5.5%	6.7%	8.5%	9.2%	11.2%	11.5%
Sales and Services of Educational Departments	0.1%	0.0%	0.1%	0.1%	0.1%	0.1%	0.0%	0.1%	0.1%	0.1%
Auxiliary Enterprises	5.6%	5.6%	5.6%	5.6%	5.7%	6.1%	6.6%	6.2%	6.2%	5.9%
Investment Income	0.0%	0.0%	0.0%	0.1%	0.1%	0.1%	0.2%	0.5%	0.6%	0.6%
Other	0.8%	0.7%	0.4%	0.6%	0.7%	0.8%	0.7%	0.6%	0.6%	0.5%
Total Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Note: Current Funds include the Unrestricted and Restricted Funds. This schedule includes amounts received that are related to federal student loans (FFELP/Direct Loan).
Source: Trident Technical College Comprehensive Annual Financial Report for years presented.

Current Funds Expenses and Other Disbursements by Function
Last Ten Fiscal Years

	For the Years Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Instruction	$ 43,980,346	$ 43,459,339	$ 43,809,750	$ 41,448,054	$ 38,094,184	$ 35,180,423	$ 33,722,647	$ 31,650,245	$ 27,861,035	$ 28,584,952
Academic Support	9,943,161	9,209,316	8,542,902	9,499,079	9,332,744	7,350,416	7,295,884	6,682,040	5,987,312	5,878,356
Student Services	11,698,108	11,190,120	11,002,120	10,597,908	10,202,984	9,599,999	9,386,598	9,521,017	9,985,727	7,869,871
Maintenance and Operations	12,147,057	10,536,772	11,349,630	10,573,144	10,218,460	9,144,686	8,066,217	7,630,702	6,930,676	6,873,578
Institutional Support	14,173,906	13,594,563	13,274,996	13,507,327	12,275,786	11,608,727	12,312,214	11,455,359	10,903,263	10,344,770
Student Financial Assistance	94,850,425	109,733,397	113,266,238	109,576,883	93,818,125	82,120,291	55,538,789	44,045,838	41,212,099	41,537,462
Auxiliary Enterprises	10,162,713	11,216,407	10,443,065	10,997,623	9,516,879	9,024,246	7,896,694	6,364,711	5,950,748	5,662,484
Transfers	-	-	-	7,000,000	-	-	-	-	-	-
Total Expenditures and Mandatory transfers	$ 196,955,716	$ 208,939,914	$ 211,688,701	$ 213,200,018	$ 183,459,162	$ 164,028,788	$ 134,219,043	$ 117,349,912	$ 108,830,860	$ 106,751,473

	For the Years Ended June 30, *(Percentage of Total)*									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Instruction	22.3%	20.8%	20.7%	19.4%	20.8%	21.4%	25.1%	27.0%	25.6%	26.8%
Academic Support	5.0%	4.4%	4.0%	4.5%	5.1%	4.5%	5.4%	5.7%	5.5%	5.5%
Student Services	5.9%	5.4%	5.2%	5.0%	5.5%	5.8%	7.0%	8.1%	9.2%	7.4%
Maintenance and Operations	6.2%	5.0%	5.4%	5.0%	5.6%	5.6%	6.0%	6.5%	6.3%	6.4%
Institutional Support	7.2%	6.5%	6.3%	6.3%	6.7%	7.1%	9.2%	9.8%	10.0%	9.7%
Student Financial Assistance	48.2%	52.5%	53.5%	51.4%	51.1%	50.1%	41.4%	37.5%	37.9%	38.9%
Auxiliary Enterprises	5.2%	5.4%	4.8%	5.1%	5.2%	5.5%	5.9%	5.4%	5.5%	5.3%
Transfers	0.0%	0.0%	0.0%	3.3%	0.0%	-	-	-	-	-
Total Expenditures and Mandatory transfers	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Source: Trident Technical College Comprehensive Annual Financial Report for years presented.
Note: Current Funds include the Unrestricted and Restricted Funds.

Student Tuition and Fees
Last Ten Years

Academic Year	Per Credit Hour [a] Tuition	Capital Fee	College Fee	Technology Fee	Annual Cost per Full-time Student	Increase Dollars	Increase Percent
2014-15	$ 144.36	$ 14.11	$ -	$ 4.53	$ 3,912.00	$ 229.20	6.2%
2013-14	$ 140.22	$ 13.44	$ -	$ 4.40	$ 3,793.44	$ 193.44	5.4%
2012-13	$ 136.14	$ 13.04	$ -	$ 4.27	$ 3,682.80	$ 82.80	2.3%
2011-12	$ 133.08	$ 12.75	$ -	$ 4.17	$ 3,600.00	$ 70.00	2.0%
2010-11	$ 131.00	$ 13.00	$ -	$ 5.00	$ 3,530.00	$ 80.00	2.3%
2009-10	$ 120.00	$ 21.00	$ -	$ 5.00	$ 3,450.00	$ 120.00	3.6%
2008-09	$ 115.00	$ 20.00	$ -	$ 5.00	$ 3,330.00	$ 110.00	3.4%
2007-08	$ 111.00	$ 19.00	$ -	$ 5.00	$ 3,220.00	$ 106.00	3.4%
2006-07	$ 108.00	$ 19.00	$ -	$ 5.00	$ 3,114.00	$ 164.00	5.6%
2005-06	$ 102.00	$ 18.00	$ -	$ 5.00	$ 2,950.00	$ 262.00	9.7%

Academic Year	Trident Technical College Annual Cost	Trident Technical College Percent Change	National Two Year Public Institution Average [b] Annual Cost	National Two Year Public Institution Average [b] Percent Change	South Carolina Technical College Average [c] Annual Cost	South Carolina Technical College Average [c] Percent Change
2014-15	$ 3,912.00	6.2%	d	d	$ 3,840.00	5.8%
2013-14	$ 3,793.44	5.4%	$ 2,882.00	3.2%	$ 3,727.00	5.4%
2012-13	$ 3,682.80	2.3%	$ 2,792.00	5.5%	$ 3,629.00	2.7%
2011-12	$ 3,600.00	2.0%	$ 2,647.00	8.5%	$ 3,535.00	2.9%
2010-11	$ 3,530.00	2.3%	$ 2,439.00	6.7%	$ 3,436.00	4.2%
2009-10	$ 3,450.00	3.6%	$ 2,285.00	6.9%	$ 3,297.00	4.3%
2008-09	$ 3,330.00	3.4%	$ 2,137.00	3.7%	$ 3,162.00	3.8%
2007-08	$ 3,220.00	3.4%	$ 2,061.00	2.1%	$ 3,045.00	3.0%
2006-07	$ 3,114.00	5.6%	$ 2,018.00	4.3%	$ 2,956.00	9.3%
2005-06	$ 2,950.00	9.7%	$ 1,935.00	4.7%	$ 2,705.00	0.4%

Sources:

[a] Trident Technical College published tuition and fees. In-county tuition and fees only.

[b] U.S. Department of Education "Digest of Education Statistics, Table 330.10." Includes in-state tuition and required fees.

[c] South Carolina Commission on Higher Education, Summary of Required Tuition & Fees for Full-time Undergraduates-Public Institutions

[d] Data not available.

Ratios of Outstanding Debt
Last Ten Fiscal Years

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Bonded Debt										
Notes Payable	$ 9,294,829	$ 10,437,003	$ 11,540,203	$ 2,600,584	$ 5,117,634	$ 7,990,849	$ 10,807,600	$ 13,530,483	$ 16,157,322	$ 18,992,038
Total general bonded debt	$ 9,294,829	$ 10,437,003	$ 11,540,203	$ 2,600,584	$ 5,117,634	$ 7,990,849	$ 10,807,600	$ 13,530,483	$ 16,157,322	$ 18,992,038
Per student equivalent	$ 901	$ 945	$ 1,049	$ 241	$ 501	$ 836	$ 1,352	$ 1,790	$ 2,213	$ 2,670
Other Debt										
Capital lease obligations	$ -	$ -	$ -	$ -	$ -	$ -	$ 829,625	$ 2,311,243	$ 3,742,028	$ 5,114,641
Total outstanding debt	$ 9,294,829	$ 10,437,003	$ 11,540,203	$ 2,600,584	$ 5,117,634	$ 7,990,849	$ 11,637,225	$ 15,841,726	$ 19,899,350	$ 24,106,679
Per student equivalent	$ 901	$ 945	$ 1,049	$ 241	$ 501	$ 836	$ 1,456	$ 2,096	$ 2,726	$ 3,390
Full-time Equivalency (FTE) Fall Term	10,311	11,050	11,006	10,797	10,220	9,562	7,992	7,559	7,300	7,112

Source: Trident Technical College Comprehensive Annual Financial Report for years presented.
Note: Debt per student calculated using full-time-equivalent enrollment; see Schedule of Student Enrollment.

Schedule of Bond Coverage
Last Ten Fiscal Years

Notes Payable and Capital Leases

For the Years Ended June 30,	Capital Fees Revenue	Debt Service Requirements			Coverage Ratio	
		Principal	Interest	Total		
2015	$ 4,326,551	$ 1,142,174	$ 193,919	$ 1,336,093	3.24	
2014	$ 4,408,264	$ 1,100,655	$ 210,624	$ 1,311,279	3.36	
2013	$ 4,727,808	$ 2,060,381	$ 188,253	$ 2,248,634	2.10	
2012	$ 4,633,016	$ 2,516,888	$ 141,465	$ 2,658,353	1.74	
2011	$ 4,589,287	$ 2,923,900	$ 247,660	$ 3,171,560	1.45	
2010	$ 6,489,905	$ 3,651,162	$ 364,676	$ 4,015,838	1.62	
2009	$ 5,151,931	$ 4,204,501	$ 515,973	$ 4,720,474	1.09	
2008	$ 4,583,264	$ 4,057,621	$ 662,857	$ 4,720,478	0.97	[a]
2007	$ 4,280,780	$ 4,220,268	$ 785,204	$ 5,005,472	0.86	[a]
2006	$ 3,932,532	$ 4,229,571	$ 963,829	$ 5,193,400	0.76	[a]

[a] The Trident Technical College Area Commission budgeted unrestricted current funds to supplement capital fees for debt service.

Faculty and Staff Statistics
Last Ten Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Number of Employees [a]										
Faculty [b]										
Part-time	469	552	543	505	499	397	374	330	326	342
Full-time	339	334	326	316	304	299	296	288	279	272
Staff [c]										
Part-time	224	234	149	134	124	116	134	116	111	124
Full-time	419	400	399	402	370	362	359	346	333	339
Total Employees										
Part-time	693	786	692	639	623	513	508	446	437	466
Full-time	758	734	725	718	674	661	655	634	612	611
Full-Time Faculty Average Nine-Month Salaries [d]										
Trident Technical College	$ 49,052	$ 48,641	$ 48,666	$ 47,752	$ 47,237	$ 47,153	$ 47,018	$ 44,742	$ 43,767	$ 42,057
S.C. Technical College System	$ 51,060	$ 47,748	$ 47,943	$ 46,250	$ 46,250	$ 46,465	$ 48,989	$ 46,114	$ 44,387	$ 43,062
Southern Regional Education Board	e	$ 52,158	$ 51,834	$ 51,831	$ 57,648	$ 51,452	$ 53,010	$ 50,191	$ 48,440	$ 46,732

Sources:

[a] IPEDS - Human Resources Reports; reported as of November 1.

[b] Excludes librarians

[c] Includes librarians

[d] Trident Technical College FactBook for years presented

[e] Data not available

Fall Term Student Enrollment
Last Ten Years

	Fall 2014	Fall 2013	Fall 2012	Fall 2011	Fall 2010	Fall 2009	Fall 2008	Fall 2007	Fall 2006	Fall 2005
Headcount										
Status										
Full time	7,183	7,521	7,557	7,553	7,295	6,856	5,544	5,230	5,161	5,002
Part time	8,953	9,968	9,667	9,228	8,495	7,978	7,219	6,846	6,647	6,405
Total student enrollment	16,136	17,489	17,224	16,781	15,790	14,834	12,763	12,076	11,808	11,407
Full-Time Equivalent										
Full time equivalent	10,311	11,050	11,006	10,797	10,220	9,562	7,992	7,559	7,300	7,112

Source: Trident Technical College Fact Books for years presented.

Student Demographics
Fall Term Student Enrollment
Last Ten Years

	Fall 2014	Fall 2013	Fall 2012	Fall 2011	Fall 2010	Fall 2009	Fall 2008	Fall 2007	Fall 2006	Fall 2005
Historic Gender Demographics										
Male	6,210	6,921	6,568	6,394	6,088	5,524	4,820	4,457	4,317	4,164
Female	9,926	10,568	10,656	10,387	9,702	9,310	7,943	7,619	7,491	7,243
Total student enrollment	16,136	17,489	17,224	16,781	15,790	14,834	12,763	12,076	11,808	11,407
Historic Ethnic Demographics										
African-American	4,917	5,657	5,507	5,292	4,697	4,295	3,351	3,223	3,235	3,177
Caucasian	9,374	9,908	9,916	9,814	9,469	9,265	8,361	7,914	7,697	7,400
Other	1,845	1,924	1,801	1,675	1,624	1,274	1,051	939	876	830
Total student enrollment	16,136	17,489	17,224	16,781	15,790	14,834	12,763	12,076	11,808	11,407
Historic County of Residence										
Berkeley	4,401	4,702	4,471	4,332	4,027	3,824	3,283	3,101	2,989	2,955
Charleston	6,835	7,585	7,704	7,549	7,214	6,859	6,075	5,910	5,909	5,562
Dorchester	3,685	3,872	3,720	3,642	3,388	3,110	2,625	2,429	2,355	2,355
Other South Carolina	865	917	929	896	819	712	684	495	428	399
Out-of-State	350	413	400	362	342	329	96	141	127	136
Total student enrollment	16,136	17,489	17,224	16,781	15,790	14,834	12,763	12,076	11,808	11,407

Source: Trident Technical College Fact Books for years presented.

Schedule of Capital Asset Information by Function
Last Ten Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Assignable Area (Square Footage) by Function Use										
Instruction	459,095	448,327	417,754	427,733	394,507	402,071	401,650	396,259	379,289	350,885
Public Service	202	202	202	202	202	202	202	202	202	202
Academic Support	55,645	55,645	55,821	51,483	54,188	55,254	54,968	56,471	57,152	57,152
Student Services	21,244	21,244	21,348	22,698	22,698	22,698	22,351	22,321	20,092	20,092
Institutional Support	38,625	38,625	38,621	36,844	37,060	31,735	31,735	31,735	32,243	32,243
Plant Operations and Maintenance	6,369	6,369	6,369	5,917	6,370	6,229	6,229	33,065	1,929	1,929
Auxiliary Enterprises	20,174	20,174	20,174	19,363	19,363	19,363	19,363	19,363	12,175	12,175

Note: Current fiscal year data is not readily available.
Source: South Carolina Commission on Higher Education, Assignable Area (Summary) by Function Use Codes

Schedule of Demographic and Economic Statistics
Last Ten Calendar Years

	Population in College's Service Area [a]			Personal Income [c]			Per Capita Personal Income [c]			Unemployment Rate [d]		
	Berkeley	Charleston	Dorchester	Berkeley	Charleston	Dorchester	Berkeley	Charleston	Dorchester	Berkeley	Charleston	Dorchester
2014	198,205	381,015	148,469	[b]	[b]	[b]	[b]	[b]	[b]	6.00%	5.10%	5.80%
2013	194,020	372,803	145,397	6,686,301	17,404,830	5,076,289	34,462	46,686	34,913	6.60%	6.00%	6.40%
2012	189,781	365,162	142,496	6,597,237	15,936,532	4,976,080	34,762	43,642	34,921	8.00%	7.30%	7.30%
2011	183,525	357,704	140,892	6,090,127	14,900,450	4,715,390	33,184	41,656	140,892	9.10%	8.30%	8.10%
2010	178,765	351,336	137,612	5,697,263	14,079,924	4,340,997	31,870	40,075	31,545	10.00%	9.10%	9.30%
2009	173,498	355,276	130,417	5,304,081	14,046,187	3,947,048	30,571	39,536	30,265	10.70%	9.10%	10.20%
2008	169,327	348,046	127,133	5,163,763	13,844,611	3,932,706	30,449	39,581	30,765	6.20%	5.30%	5.70%
2007	163,622	342,973	123,505	4,718,207	13,295,048	3,588,703	28,848	38,702	29,092	4.90%	4.50%	4.50%
2006	158,614	340,806	117,752	4,293,508	12,380,254	3,227,309	27,069	36,326	27,408	5.60%	5.10%	5.20%
2005	152,858	337,199	111,722	4,035,579	11,685,802	2,949,383	27,040	34,158	26,207	5.40%	5.50%	5.20%

Sources:

a U. S. Census Bureau, Population Division

b Data has not yet been published

c U.S. Department of Commerce, Bureau of Economic Analysis

d Bureau of Labor Statistics County Average Employment Data Tables

Ten Largest Employers
Last Completed Calendar Year and Nine Years Prior
(Listed Alphabetically)

2014		
County		
Berkeley	Charleston	Dorchester
AAI CORPORATION	BAE SYSTEMS EI&S - NORTH CHARLESTON	AMERICAN TACTICAL IMPORTS (ATI)
BENEFITFOCUS	BOEING CHARLESTON	GIANT CEMENT HOLDING, INC.
BLACKBAUD, INC.	CHARLESTON AIR FORCE BASE	IHG RESERVATION CENTER
CENTURY ALUMINM OF SOUTH CAROLINA	CUMMINS TURBO TECHNOLOGIES	IQOR CUSTOMER SERVICE CALL CENTER
JOINT BASE CHARLESTON WEAPONS STATION	KAPSTONE PAPER AND PACKAGING	KAPSTONE - SUMMERVILLE LUMBER MILL
JW ALUMINUM	MAHLE BEHR	KION NORTH AMERICA CORPORATION
NUCOR STEEL	MEDICAL UNIVERSITY OF SOUTH CAROLINA	KNIGHT'S COMPANIES
SANTEE COOPER	SAIC - SYSTEMS & ENGINEERING SERVICES	ROBERT BOSH CORPORATION
SPAWAR ATLANTIC	SCIENTIFIC RESEARCH CORPORATION	SHOWA DENKO CARBON, INC
T-MOBILE CUSTOMER CENTER	VERIZON WIRELESS	Z MARINE OF NORTH AMERICA. INC.

Notes:
Reliable top employer data is not available for the nine years previous to this report.
Due to confidentiality issues, the number of employees for each company
is not available. The employers are listed alphabetically rather than in
order of size.

Source: Charleston Regional Development Alliance (CRDA)

FEDERAL COMPLIANCE SECTION

elliott davis decosimo

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Members of the Area Commission
Trident Technical College
Charleston, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of the Trident Technical College (the "College"), a component unit of the State of South Carolina, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated September 28, 2015. Our report includes a reference to other auditors who audited the financial statements of the Trident Technical College Foundation, as described in our report on the College's financial statements. The financial statements of the Trident Technical College Foundation (the "Foundation") were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the College's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2015-1, 2015-2, 2015-3, and 2015-4.

Management's Response to Findings

The College's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The College's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Elliott Davis Decosimo, LLC

Charleston, South Carolina
September 28, 2015

elliott davis decosimo

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance

Members of the Area Commission
Trident Technical College
Charleston, South Carolina

Report on Compliance for Each Major Federal Program

We have audited the Trident Technical College's (the "College")'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the College's major federal programs for the year ended June 30, 2015. The College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the College's compliance.

Opinion on Each Major Federal Program

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 2015-1, 2015-2, 2015-3, and 2015-4. Our opinion on each major federal program is not modified with respect to these matters.

The College's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The College's response was not subjected to the auditing procedures applied in the audit of compliance, and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2015-1 and 2015-2 that we consider to be significant deficiencies.

The College's response to the internal control over compliance findings identified in our audit is described in the accompanying *schedule of findings and questioned costs.* The College's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Elliott Davis Decosimo, LLC

Charleston, South Carolina
September 28, 2015

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2015

Federal Grantor/Program Title/Grant Title	CFDA Number	Grant Year	Grant/ Contract Number	Expenditures
U. S. DEPARTMENT OF EDUCATION (NON-ARRA)				
DIRECT PROGRAMS				
STUDENT FINANCIAL ASSISTANCE CLUSTER				
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007	2011-12	P007A113811	$ (10,000)
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007	2012-13	P007A123811	(5,600)
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007	2013-14	P007A133811	(4,650)
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007	2014-15	P007A143811	600,175
Program Total				579,925
Federal Work-Study Program (FWS)	84.033	2014-15	P033A143811	638,704
Program Total				638,704
Federal Pell Grant Program (Pell)	84.063	2012-13	P063P120483	(19,778)
Federal Pell Grant Program (Pell)	84.063	2013-14	P063P130483	(118,129)
Federal Pell Grant Program (Pell)	84.063	2014-15	P063P140483	33,971,992
Program Total				33,834,085
Federal Direct Student Loans	84.268	2013-14	P268K140483	40,427
Federal Direct Student Loans	84.268	2014-15	P268K150483	44,853,933
Program Total				44,894,360
TOTAL STUDENT FINANCIAL ASSISTANCE CLUSTER				79,947,074
TRIO CLUSTER				
TRIO--Student Support Services	84.042	2013-14	P042A100195	44,972
TRIO--Student Support Services	84.042	2014-15	P042A100195	270,288
Program Total				315,260
TRIO--Talent Search	84.044	2013-14	P044A110038	68,070
TRIO--Talent Search	84.044	2014-15	P044A110038	335,468
Program Total				403,538
TRIO--Upward Bound Math & Science	84.047	2013-14	P047M120221	92,763
TRIO--Upward Bound Math & Science	84.047	2014-15	P047M120221	163,031
Program Total				255,794
TRIO--Educational Opportunity Centers	84.066	2013-14	P066A110005	92,775
TRIO--Educational Opportunity Centers	84.066	2014-15	P066A110005	457,358
Program Total				550,133
TRIO--Veteran's Upward Bound	84.047	2013-14	P047V120039	77,490
TRIO--Veteran's Upward Bound	84.047	2014-15	P047V120039	198,821
Program Total				276,311
TOTAL TRIO CLUSTER				1,801,036
TOTAL DIRECT PROGRAMS				81,748,110

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2015

Federal Grantor/Program Title/Grant Title	CFDA Number	Grant Year	Grant/ Contract Number	Expenditures
Passed through South Carolina Department of Education				
Career & Technical Education-Basic Grants to States	84.048	2014-15	15VA402	$ 805,513
Passed through Greenville Technical College				
Teacher Education Assistance for College & Higher Education Grant (TEACH)	84.379	2014-15	None	6,526
TOTAL VOCATIONAL EDUCATION GRANTS				812,039
TOTAL U. S. DEPARTMENT OF EDUCATION				82,560,149
U.S. DEPARTMENT OF AGRICULTURE				
Passed through S.C. Department of Social Services				
Food and Nutrition Service Supplemental Nutrition Assistance Program, Employment and Training Program, SNAP2WORK Grant	10.561	2014-15	None	60,489
TOTAL U.S. DEPARTMENT OF AGRICULTURE				60,489
U. S. DEPARTMENT OF LABOR				
Passed through Greenville Technical College				
Trade Adjustment Assistance Community College and Career Training Grants Program (ARRA)	17.282	2014-15	TC-23765-12-60-A-45	234,959
TOTAL U. S. DEPARTMENT OF LABOR				234,959
NATIONAL SCIENCE FOUNDATION				
Passed through Clemson University				
Center for Aviation & Automotive Technology Education using Virtual E-School	47.076	2014-15	1571-206-2008657	2,428
Passed through Daytona State College				
Southeastern Advanced Cybersecurity Education Consortium (ACE) Project	47.076	2014-15	DUE-1204800	36,521
Education & Human Resources: Mechanical Engineering Technology				
Advancement (META)	47.076	2014-15	DUE-1203562	89,854
TOTAL NATIONAL SCIENCE FOUNDATION				128,803
TOTAL FEDERAL AWARDS				**$ 82,984,400**

In addition, the college disbursed $315,736 during the year from approved lenders under the Federal Family Education Loan Program (FFEL).

Trident Technical College

Notes to the Schedule of Expenditures of Federal Awards
For the year ended June 30, 2015

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of the Trident Technical College and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Summary of Significant Accounting Policies for Federal Awards

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credit made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available. Expenditures for student financial aid programs include the federal share of student's Federal Supplemental Educational Opportunity Grant program grants and Federal Work Study program earnings, certain other federal financial aid for students and administrative cost allowances, where applicable.

Expenditures for nonfinancial aid awards include indirect costs, related primarily to facilities operation and maintenance and general, divisional and departmental administrative services, which are allocated to direct cost objectives (including federal awards) based on negotiated formulas commonly referred to as facilities and administrative cost rates. Facilities and administrative costs allocated to such awards for the year ended June 30, 2015, were based on predetermined fixed rates negotiated with the College's cognizant federal agency.

Note 3. Contingencies

The Trident Technical College receives funds under various federal grant programs and such awards are to be expended in accordance with the provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

Trident Technical College

Schedule of Findings and Questioned Costs
For the year ended June 30, 2015

Section I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:			Unmodified	
Internal control over financial reporting:				
• Material weakness identified?	____	yes	X	no
• Significant deficiency identified that is not considered to be a material weakness	____	yes	X	none reported
Noncompliance material to financial statements noted	____	yes	X	no

Federal Awards

Internal control over major federal programs:				
• Material weakness identified?	____	yes	X	no
• Significant deficiency identified that is not considered to be a material weakness	X	yes	____	none reported
Type of auditor's report issued on compliance for major federal programs:			Unmodified	
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133	X	yes	____	no

Identification of major federal programs:

CFDA Numbers	Name of Federal Program or Cluster
84.007; 84.033; 84.063; 84.268	Student Financial Aid Cluster
84.042; 84.044; 84.047; 84.066	TRIO Cluster

Dollar threshold used for distinguishing between type A and B programs:	$300,000
Auditee qualified as low-risk auditee?	Yes

Section II. Financial Statement Findings

None

Trident Technical College

Schedule of Findings and Questioned Costs
For the year ended June 30, 2015

Section III. Federal Award Findings and Questioned Costs

Finding 2015-1

Program:	Student Financial Cluster - CFDA Nos. 84.007, 84.033, 84.063, and 84.268
Criteria or Specific Requirement:	For recipients of Title IV grant or loan assistance that withdraw from an institution during a payment period or period of enrollment in which the recipient began attendance, the institution must determine the amount of Title IV grant or loan assistance that the student earned as of the student's withdrawal date, calculate the portion of unearned aid which is the responsibility of the student and institution, respectively, and return the amount of Title IV funds for which it is responsible no later than 45 days after the date of the institution's determination that the student withdrew (34 CFR section 668.22(a-j)).
Condition:	For a number of students who withdraw from the College during a payment period or period of enrollment in which the recipient began attendance in the 2014-2015 fiscal year, the College incorrectly calculated the portion of unearned aid to be returned which is the responsibility of the student and institution, respectively, as required.
Questioned Costs:	$0
Context:	A test of students who withdrew from the College during a payment period or period of enrollment in which the recipient began attendance during the year revealed discrepancies in the manual inputs utilized to perform the calculation. These discrepancies varied from inaccurate determination of days attended and incorrectly entered total institutional charges which were used in the calculation of the return of title IV. There were discrepancies in the calculations for 7 of the 40 students selected for testing.
Effect:	The allocation of unearned aid which is the responsibility of the student and institution, respectively, was calculated incorrectly due to the use of inaccurately determined number of days attended and/or errors in entry of total institution charges. Due to these inaccurate inputs, the College returned funds in excess of stated requirements in the amount of $2,780.
Cause:	The calculation for return of Title IV funds is completed within the College's software for student accounts after the addition of manual inputs. These inputs consisted of calculated days attended for the semester, total semester days, and institutional charges for the semester. Errors in the calculation of days attended and incorrect institution incorrectly entered charges resulted in return of Title IV being calculated in excess of stated requirements.
Recommendation:	Review procedures should be implemented whereby days attended is recalculated and entry of manual inputs is verified for accuracy.

Trident Technical College

Schedule of Findings and Questioned Costs
For the year ended June 30, 2015

Section III. Federal Award Findings and Questioned Costs, Continued

Finding 2015-1, continued

View of Responsible Official and Corrective Actions: The College is in agreement with audit finding 2015-1 and has immediately taken action to correct the student records that were impacted. To ensure corrective action for the future, the following plan has been put in place.

1. The Financial Aid office is in the process of creating and filling a compliance officer position. One of the responsibilities associated with this position will be to complete a Return of Title IV processing review each semester. Specifically, the following will occur:
    a. Before Return of Title IV calculations are finalized and information is transmitted, the new Compliance Officer will pull a representative sample and recalculate to confirm results.
    b. The Director of Financial Aid, or her designee, will initiate a programming request to determine whether any and/or all of the Return of Title IV process can be automated.

Finding 2015-2

Program: Student Financial Cluster - CFDA Nos. 84.007, 84.033, 84.063, and 84.268

Criteria or Specific Requirement: For recipients of Title IV grant or loan assistance that experience a change in enrollment, fall below half time, or withdraw from an institution, information must be reported to NSLDS by the institution within certain time frames. Official change of enrollment status, student officially withdraws from an institution, is required to be reported to the National Student Loan Data System (NSLDS) within 30 days. Unofficial change of enrollment status, students that stop attending class and so forth, is generally determined at the end of the semester and is required to be reported to NSLDS within 60 days (34 CFR section 685.309).

Condition: For a number of students who unofficially withdraw from the College during a period of enrollment in which the recipient began attendance in the 2014-2015 fiscal year, the College failed to report the student's change in enrollment status within the 60 day requirement.

Questioned Costs: $0

Context: A test of students who withdrew from the College during a period of enrollment in which the recipient began attendance during the year revealed that their change of enrollment status was either reported after the required 60 days or not at all. Change in enrollment reports run by the Registrar's Office failed to include unofficial student status changes resulting in late or unreported enrollment status changes to NSLDS.

Trident Technical College

Schedule of Findings and Questioned Costs
For the year ended June 30, 2015

Section III. Federal Award Findings and Questioned Costs, Continued

Finding 2015-2, continued

Effect: Late or unreported enrollment changes result in delayed repayment of student loans to lending agencies.

Cause: Enrollment changes are reported through the National Student Clearinghouse to NSLDS by the Registrar's Office. Due to incomplete report parameters, reports submitted by the Registrar's were incomplete and did not include enrollment changes for unofficially withdrawn students. The untimely reporting of this student population has resulted in delayed repayment of Federal Direct Lending student loans.

Recommendation: Review and correct the parameters set for reports run and utilized by the Registrar's Office to report student enrollment changes to NSLDS. Review procedures should also be implemented to verify students receiving all F's or W's, unofficial withdrawal students, are contained within the report run by the Registrar's Office to report enrollment changes sent to NSLDS. Additionally, interdepartmental communication procedures between the Registrar and Student Financial Aid Offices should be established to ensure complete student enrollment changes are reported to NSLDS within the required timeframe.

View of Responsible Official and Corrective Actions: The College is in agreement with audit finding 2015-2 and has immediately taken action to correct the student records that were impacted. To ensure corrective action for the future, the following plan has been put in place.

1. The Dean for Enrollment Management, the Director of Financial Aid and Veterans Assistance, and the Registrar have met and established appropriate reporting parameters to be applied to all terms within each of the College's semesters. The Registrar's office will determine and report last dates of attendance to the National Student Clearinghouse for students who have officially and/or unofficially withdrawn from courses. Simultaneously, this information will be reported to the Financial Aid office for the purpose of Return of Title IV calculations and processing. These actions will take place within the timeframe required by Federal Regulations.

Finding 2015-3

Program: TRIO Cluster - CFDA Nos. 84.042, 84.044, 84.047, and 84.066

Criteria or Specific Requirement: The TRIO Veteran's Upward Bound program requires specific earmarking criteria that must be met by the program. This requirement states that no less than two-thirds, or approximately sixty-seven percent, of all program participants must consist of low-income individuals who are potential first generation college students. (34 CFR section 645.11)

Trident Technical College

Schedule of Findings and Questioned Costs
For the year ended June 30, 2015

Section III. Federal Award Findings and Questioned Costs, Continued

Finding 2015-3, continued

Condition: Total low-income individuals who are potential first generation college students totaled 49% of program participants which is less than the required the sixty-seven percent.

Questioned Costs: $0

Context: Recalculation of program participants revealed that forty-nine percent of total participants consisted of low-income individuals who are potential first generation college students and did not meet the required sixty-seven percent earmarking requirement.

Effect: The absence of the required participant percentages for low-income individuals who are potential first generation college students resulted in noncompliance of the stated program requirement. No questioned costs were noted for the stated exception.

Cause: Noncompliance of earmark requirement resulted from the following. The College's overall student population does not possess a population of eligible students to meet the sixty-seven percent low income potential first generation student requisite. The lack of a sufficient population resulted in earmarking noncompliance.

View of Responsible Official and Corrective Actions: The College is in agreement with audit finding 2015-3 and has immediately taken action to implement measures to meet the earmarking requirements for the program. To ensure corrective action for the future, the following plan has been put in place.

1. A new director of the program was hired six months ago. To address meeting the participant goals, she has implemented the following:
    a. Added a Program Assistant and Academic Coordinator to the Recruitment team
    b. In the two months since her hire date, increased the number of students served from 92 to 130
    c. Re-vamped the Advisory Board with new members better aligned with the mission of the program and invested in helping our veterans
    d. Partnered with the TTC Foundation to offer gift cards to current participants that refer other veterans to the program
    e. Expanded classes to the Palmer Campus, near where many veterans reside
    f. Developed a plan to add an online component to VUB coursework to better prepare veterans for postsecondary work. Instituted Phase 1 of the online learning platform so that students and instructors will be able to communicate in an online environment for assignments, assistance with problems not understanding the material, and other instructional or academic issues. Phase 2, scheduled to begin January 2016, (Spring term) will consist of adding videotaped lectures as well as other course materials to reach the students in rural areas that do not have transportation (no public transportation in the area) to attend the VUB program and those that have health-related issues.

Trident Technical College

Schedule of Findings and Questioned Costs
For the year ended June 30, 2015

Section III. Federal Award Findings and Questioned Costs, Continued

Finding 2015-4

Program:	TRIO Cluster - CFDA Nos. 84.042, 84.044, 84.047, and 84.066
Criteria or Specific Requirement:	The TRIO Veteran's Upward Bound Program requires specific student support services that must be met and provided to participants. Programs that have received funding for a period in excess of two years must provide core curriculum class instruction, which must include laboratory science and literature. (34 CFR section 645.11)
Condition:	Laboratory science and literature core curriculum required classes were not provided by the College during the current academic year.
Questioned Costs:	$0
Context:	The College has received TRIO funding in excess of two years and is required to provide stated core curriculum classes. Per review of the academic course manual for the year, in addition to other supporting documentation, and inquiry of program personnel it was discovered that all required core curriculum classes were not provided. Core curriculum classes in laboratory science and literature were not offered or provided for in the current academic year due to unavailability of College instructors.
Effect:	The absence of core curriculum requirements resulted in noncompliance of the stated program requirement. No questioned costs were noted for the stated exceptions.
Cause:	Noncompliance of core curriculum support services requirement resulted from the following. The unavailability of College instructors over the course of the academic year resulted in the College's inability to provide all required core curriculum courses to program participants.
View of Responsible Official and Corrective Actions:	The College is in agreement with audit finding 2015-4 and has immediately taken action to implement the required core curriculum class instruction. To ensure corrective action for the future, the following plan has been put in place.

1. A new director of the program was hired six months ago. An instructor to teach the Literature class has been hired and the course will be offered in the Spring. Instructor recruitment efforts for the Science class have been expanded in order to ensure the Science course is offered moving forward.

Trident Technical College

Summary Schedule of Prior Audit Findings
For the year ended June 30, 2015

Finding 2014-1 – Calculation for return of Title IV

Status: Prior year finding was corrected in current year under audit, and no repeat finding was noted. The cause of the current year return of Title IV finding was deemed to be different and separate from the prior year finding.

This Comprehensive Annual Financial Report is also available on the
Trident Technical College's website located at:
http://www.tridenttech.edu/about/departments/finance/index.htm

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