



RICHARD BLAND COLLEGE

REVIEW REPORT FOR THE YEAR ENDED JUNE 30, 2017

Auditor of Public Accounts
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Commonwealth of Virginia

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P.O. Box 1295
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August 27, 2018

Debbie L. Sydow
President, Richard Bland College

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

We have reviewed the accompanying financial statements of **Richard Bland College**, which comprise the Statement of Net Position as of June 30, 2017, and the related Statement of Revenues, Expenses, and Changes in Net Position, for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of College management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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 the 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services (SSARs) promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. SSARs require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, except for the issues noted in the Known Departures from Accounting Principles Generally Accepted in the United States of America paragraph, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Known Departures From Accounting Principles Generally Accepted in the United States of America

Accounting principles generally accepted in the United States of America require that the financial statements for business-type entities include a Statement of Cash Flows and notes to the financial statements, which are considered part of the basic financial statements. As Richard Bland College shares governance with the College of William and Mary, the combined University issues a consolidated set of basic financial statements; however, Richard Bland College does not prepare separate note disclosures that comply with generally accepted accounting principles nor does Richard Bland College prepare a separate Statement of Cash Flows. In addition, the Richard Bland College does not prepare separate required supplementary information, such as management's discussion and analysis and pension-related schedules, which is required to be presented to supplement the basic financial statements. Required supplementary 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. The effect of these departures from accounting principles generally accepted in the United States of America has not been determined.

Other Matters

Federal funds received by the Commonwealth of Virginia are audited at a statewide level by the Auditor of Public Accounts 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). As part of the statewide Single Audit of federal funds, the Auditor of Public Accounts audits Federal Student Financial Aid at Virginia's state-supported colleges and universities. The Auditor of Public Accounts audited Richard Bland College's Federal Student Aid program in fiscal year 2017 and did not report any material compliance issues. Copies of our audits of the financial statements of the College of William and Mary, including Richard Bland College, along with copies of our statewide Single Audits may be found on our website at www.apa.virginia.gov.

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

AUDITOR OF PUBLIC ACCOUNTS

EMS/clj

**Richard Bland College of
The College of William and Mary in Virginia
Statement Of Net Position
As of June 30, 2017**

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 66,297
Receivables	282,891
Due From Commonwealth	(3,683)
Prepaid Expenses	84,996
Total Current Assets	<u>430,501</u>

Non-current Assets

Restricted Cash and Cash Equivalents	2,495,501
Restricted Investments	587,370
Capital assets, nondepreciable	937,130
Capital assets, depreciable net of accumulated depreciation	50,290,485
Total Non-current Assets	<u>54,310,486</u>

TOTAL ASSETS 54,740,987

DEFERRED OUTFLOWS OF RESOURCES

Pension related	<u>1,447,668</u>
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Total assets and deferred outflows of resources 56,188,655

LIABILITIES

Current Liabilities

Accounts Payable and Accrued Expenses	1,336,652
Unearned Revenue	59,338
Long-term Obligations-current	1,054,636
Other Liabilities	48,450
Total Current Liabilities	<u>2,499,076</u>

Non-current Liabilities 32,734,204

TOTAL LIABILITIES 35,233,280

DEFERRED INFLOWS OF RESOURCES

Pension related	<u>360,000</u>
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Total liabilities and deferred inflows of resources 35,593,280

NET POSITION

Net investment in capital assets	28,073,687
Restricted for:	
Unexpendable:	
Scholarships and Fellowships	587,370
Expendable:	
Scholarships and Fellowships	120,076
Research	
Debt Service	
Capital Projects	
Loans	
Departmental Uses	
Unrestricted	<u>(8,185,758)</u>
TOTAL NET POSITION	<u>\$ 20,595,375</u>

See Independent Accountant's Review Report

**Richard Bland College of
The College of William and Mary in Virginia
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2017**

Operating Revenues:

Student Tuition and Fees, net of scholarship allowances of \$1,170,106	\$ 3,632,156
Federal Grants and Contracts	42,574
Auxiliary Enterprises, net of scholarship allowances of \$1,373,603	4,141,934
Other Operating Revenues	80,042
Total Operating Revenues	<u>7,896,706</u>

Operating Expenses:

Instruction	2,724,993
Academic Support	168,520
Student Services	3,706,547
Institutional Support	4,936,962
Operation and Maintenance of Plant	921,874
Student Aid	164,427
Auxiliary Enterprises	2,736,395
Depreciation	2,317,769
Other Operating Expenses	14,578
Total Operating Expenses	<u>17,692,065</u>

Operating Loss

(9,795,359)

Nonoperating Revenues (Expenses)

State Appropriations	6,755,603
Investment Income	68,217
Pell Grants	2,381,967
Interest on Capital Asset Related Debt	(551,319)
Other Nonoperating Revenue	71,891
Other Nonoperating Expense	(1,240,626)
Net Nonoperating Revenues	<u>7,485,733</u>

Income before Other Revenues, Expenses, Gains or Losses

(2,309,626)

Capital Appropriations	667,693
Capital Grants and Contributions	271,911
Loss on disposal of assets	(544,311)
Net Other Revenues	<u>395,293</u>

Increase in Net Position

(1,914,333)

Net Position - Beginning of year

22,509,708

Net Position - End of year

\$ 20,595,375

See Independent Accountant's Review Report