

### **CS 3.10.2 - Submission of Financial Statements**

The institution provides financial profile information on an annual basis and other measures of financial health as requested by the Commission. All information is presented accurately and appropriately and represents the total operation of the institution.

#### **Compliance Finding: In Compliance**

##### **Narrative:**

The University of South Carolina Beaufort (USC Beaufort) annually provides financial profile information and other measures of financial health as requested by the South Carolina Commission on Higher Education (SCCHE). The 2007 Institutional Financial Profile [i] is presented accurately and appropriately and represents the total operation of the institution. The 2006 FTE Institutional Profile [ii] is the most recent institutional profile for general and enrollment information. No additional financial information has been requested by the SCCHE.

The financial statements presented provide an analysis of the financial condition of USC Beaufort. The Statement of Net Assets is an indicator of financial health. The chart below indicates changes in the Total Net Assets of USC Beaufort since 2002. In 2006 a one-time appropriation was allocated through state funds to address parity issues identified for institutions in South Carolina that had experienced growth in enrollment and the physical plant.

**Table1 Percent Change in Total Net Assets, State Funding, and FTE**

<b>YEAR</b>	<b>TOTAL NET ASSETS</b>	<b>PERCENT CHANGE</b>	<b>STATE FUNDING</b>	<b>PERCENT CHANGE</b>	<b>TOTAL FTE</b>	<b>PERCENT CHANGE</b>
<b>2002</b>	\$ 9,086,558		\$ 2,517,946		680	
<b>2003</b>	\$12,230,351	34.60%	\$ 2,273,299	-9.72%	723	6.32%
<b>2004</b>	\$14,203,035	16.13%	\$ 2,273,900	0.03%	832	15.08%
<b>2005</b>	\$15,811,493	11.32%	\$ 2,358,769	3.73%	916	10.10%
<b>2006</b>	\$45,120,666	185.37%	\$ 3,404,681	44.34%	997	8.84%
<b>2007</b>	\$44,787,816	-0.74%	\$ 3,477,625	2.14%	1101	10.43%

USC Beaufort audits are included in the USC system audit conducted annually by the State of South Carolina Office of the State Auditor. The audit is performed by an independent audit firm under contract with the State of South Carolina. Reports are prepared in accordance with the Governmental Accounting Standards Board (GASB). Reports include Statement of Net Assets, Statement of Revenue, Expenses, and Changes in Net Assets, Statement of Cash Flow, and

Schedule of Operating Expenses by Function. USC Beaufort financial statements and reports are included in the annual audit. Audited financial reports for fiscal year ending 2002, 2003, 2004, 2005, 2006, 2007 are available for public view [\[iii\]](#). Other financial reports available for public review are (OMB) Circular A-133 Report of federal programs [\[iv\]](#). There were no audit findings.

### **Supporting Documentation**

- [i USC Beaufort 2007 Institutional Financial Profile](#)
- [ii USC Beaufort 2006 Institutional Financial Profile](#)
- [iii USC Beaufort Audited Financial Reports](#)
- [iv USC Beaufort Circular A-133 Report of Federal Programs](#)