



Bevill State Community College

SACS Reaffirmation of Accreditation Compliance Certification

Financial and Physical Resources

Comprehensive Standard 3.10.1

The institution's recent financial history demonstrates financial stability. (**Financial stability**)

Judgment of Compliance:

Compliance **Partial Compliance** **Non-Compliance**

Rationale for Judgment of Compliance:

Bevill State Community College, a member of the Alabama Community College System, operates under the direction of the Department of Postsecondary Education and its Chancellor. Funding for the College is provided through appropriations from the State of Alabama Education Trust Fund and revenues generated by the College. Financially, the College operates according to governmental fund accounting principles with procedures prescribed by the National Association of College and University Business Officers (NACUBO). The Alabama State Board of Education has also established [policies](#) that regulate the management of funds.

The College's exemplary financial management is evidenced by [annual financial statements](#) filed for the last three years. The fact that the College possesses adequate investments and sufficient financial resources to support all of its programs demonstrates exceptional financial health and stability. Further, the Alabama State Board of Education requires Alabama Community College System institutions to maintain two months' operating expenses as contingency funds. In compliance with this requirement, stated in State Board of Education [Policy 301.01](#), the College maintains adequate operational balances to ensure its [financial stability](#).

Bevill State also continually monitors its net assets as an indicator of its financial condition. For the fiscal year ending September 30, 2008, net assets increased \$2,204,366.65, or 4.3%, from the previous year. During the period from October 1, 2004 to September 30, 2007, net assets increased \$5,496,528.61, or 12.13%.

Finally, the College maintains financial records in accordance with applicable Alabama statutes and Alabama State Board of Education Administrative Rules, which incorporate the appropriate requirements of the Governmental Accounting Standards Board (GASB) for State and Local Governments. The State of Alabama Department of Examiners of

Public Accounts conducts audits of the financial statements of the College and a review of its compliance with applicable laws and regulations of the State of Alabama and federal financial assistance programs. The audit of the College is conducted in accordance with governmental auditing standards generally accepted in the United States of America for financial audits.

References and Supporting Documentation:

Keyword(s)	Reference
Policies	<ul style="list-style-type: none"> • State Board Policy: 301.01 Financial Management • State Board Policy: 301.02 Accounting Procedures • State Board Policy: 304.01 Financial Reporting • State Board Policy: 308.01 Cash Management
Annual financial statements	<ul style="list-style-type: none"> • Financial Statements FY 06 • Financial Statements FY 07 • Financial Statements FY 08
Policy 301.01	State Board Policy: 301.01 Financial Management
Financial stability	<ul style="list-style-type: none"> • Annual Budget FY 06 • Annual Budget FY 07 • Annual Budget FY 08