Delta College

Audited Financial Statements and Other Financial Information

June 30, 2005

DELTA COLLEGE

AUDITED FINANCIAL STATEMENTS
AND OTHER FINANCIAL INFORMATION

JUNE 30, 2005

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MANAGEMENT'S DISCUSSION AND ANALYSIS
DELTA COLLEGE
YEAR ENDED JUNE 30, 2005

The discussion and analysis of the financial statements of Delta College (the College) provides an overview of the College's financial activities for the years ended June 30, 2005, 2004 and 2003. Management has prepared the financial statements and the related footnote disclosures along with the discussion and analysis. Responsibility for the completeness and fairness of this information rests with the College's management.

Using this Report

These financial statements are prepared in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 35, *Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities*. The financial statements are prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service is provided and expenses and liabilities are recognized when others provide the service, regardless of when cash is exchanged. Capital expenditures are capitalized on the Balance Sheet instead of recording as an expense, and depreciation is recorded.

Activities are reported as either operating or nonoperating in accordance with the GASB Statement No. 35. Charges for services are recorded as operating revenues. Essentially all other types of revenue, including state appropriations and property tax levies are nonoperating. A public community college's reliance on state funding and local property taxes will result in reporting an operating deficit.

This annual financial report complies with these requirements and includes this management's discussion and analysis, the report of independent auditors, the financial statements, notes to financial statements and supplemental information similar to commercial enterprises and private-sector institutions.

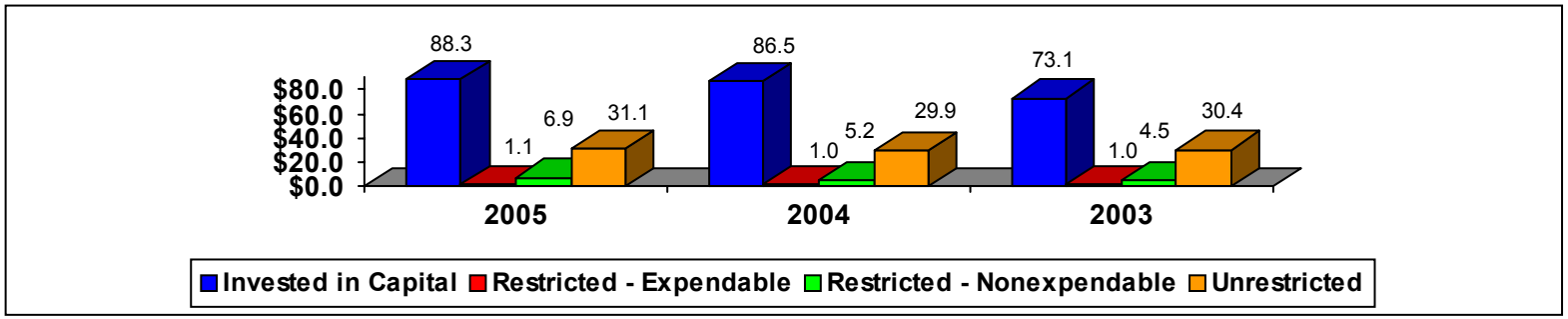
Over time, increases or decreases in net assets provide one indication of the financial health of an organization. To assess the overall health of the College, many other non-financial factors need also be considered such as trends in enrollment, condition of facilities, attention to workforce needs, success of graduates, and the strength of the faculty and staff.

Financial Highlights

The College's financial position improved during both fiscal years ended June 30, 2005 and 2004. In 2005, the College's net assets increased $4.8 million, or 4%, over the previous year; whereas 2004 increased $13.6 million or 12%. The increases in both years are primarily attributable to capital investment in the College facilities through renovation projects and the related financing activities. In particular, the significant 2004 increase was due almost entirely to the substantial completion of the final phase of the $45 million Renovation II capital construction project. The State of Michigan funded $17.8 million, a majority of which was received during the fiscal year, and the balance from a special .5 mill levy that ended in fiscal year 2004 in addition to College reserves. The 2005 increase also was partially attributable to endowment gifts, with an increase in such nonexpendable assets of $1.7 million.

Financial Highlights - Continued

The following chart provides a graphical breakdown of net assets by category for the fiscal years ending June 30, 2005, 2004 and 2003, in millions:



Summary of Selected Financial Data

Following is a summary of the major components of the net assets of the College as of June 30, 2005, 2004 and 2003, in millions:

	2005	2004	2005-2004 Change	2003	2004-2003 Change
Current Assets	$ 32.5	$ 27.3	$ 5.2	$ 39.8	$ (12.5)
Long-Term Assets:					
Capital Assets, Net of Depreciation	88.3	86.5	1.8	73.1	13.4
Other	13.1	16.5	(3.4)	8.1	8.4
Total Assets	$ 133.9	$ 130.3	$ 3.6	$ 121.0	$ 9.3
Current Liabilities	$ 6.5	$ 7.7	$ (1.2)	$ 12.0	$ (4.3)
Net Assets:					
Invested in Capital Assets	88.3	86.5	1.8	73.1	13.4
Restricted – Expendable	1.1	1.0	.1	1.0	0
Restricted – Nonexpendable	6.9	5.2	1.7	4.5	.7
Unrestricted	31.1	29.9	1.2	30.4	(.5)
Total Net Assets	127.4	122.6	4.8	109.0	13.6
Total Liabilities and Net Assets	$ 133.9	$ 130.3	$ 3.6	$ 121.0	$ 9.3

Summary of Selected Financial Data – Continued

During the year ended June 30, 2005, current assets increased $5.2 million, primarily in liquid assets consisting of cash and short-term investments. Much of this increase was directly related to a corresponding decrease of approximately $3.5 million in long-term investments in anticipation of continued rise in interest rates. These changes combined with a $1.8 million increase in capital assets and a decrease in liabilities of $1.2 million, both primarily related to the close-out of the College's Renovation II capital construction projects, reflected the overall $4.8 million increase in net assets.

Current assets decreased during the year ended June 30, 2004 as the State of Michigan funded its portion of the Renovation II capital project eliminating the $11.0 million project related receivable recorded as of June 30, 2003. The receipt of project funds from the State brought greater certainty to cash flow management and long term assets increased as cash reserves were invested in bank certificates of deposit and government agency obligations of slightly longer maturities.

The following summarizes the major components of the College's operating results for the years ended June 30, 2005, 2004 and 2003, in millions:

	2005	2004	2005-2004 Change	2003	2004-2003 Change
Operating Revenue					
Tuition and Fees	$ 19.5	$ 19.6	$ (.1)	$ 19.1	$ .5
Grants and Contracts	12.2	12.9	(.7)	13.1	(.2)
Public Broadcasting Gifts	.8	.8	0	.8	0
Auxiliary Services	4.6	4.2	.4	3.8	.4
Other	2.7	2.8	(.1)	2.0	.8
Total Operating Revenue	39.8	40.3	(.5)	38.8	1.5
Operating Expenses					
Instruction	32.5	32.2	.3	32.4	(.2)
Public Services	2.7	3.5	(.8)	4.1	(.6)
Instructional Support	6.3	6.0	.3	6.3	(.3)
Student Services	16.1	15.8	.3	14.8	1.0
Institutional Administration	7.3	6.8	.5	7.2	(.4)
Operation and Maintenance of Facilities	6.1	7.0	(.9)	5.6	1.4
Depreciation	3.2	3.2	0	2.0	1.2
Total Operating Expenses	74.2	74.5	(.3)	72.4	2.1
Operating Loss	(34.4)	(34.2)	(.2)	(33.6)	(.6)

(continued on next page)

Summary of Selected Financial Data – Continued

(continued from previous page)

	2005	2004	2005-2004 Change	2003	2004-2003 Change
Nonoperating Revenues (Expenses)					
State Appropriations	$ 13.4	$ 12.8	$ .6	$ 14.3	$ (1.5)
Property Taxes	21.8	26.3	(4.5)	25.6	.7
Other	2.8	1.9	.9	.4	1.5
Net Nonoperating Revenues	38.0	41.0	(3.0)	40.3	.7
Other Revenue					
Capital Appropriations	.5	6.2	(5.7)	9.3	(3.1)
Capital Grants and Contracts	.1	.3	(.2)	1.8	(1.5)
Additions to Permanent Endowments	.6	.3	.3	.3	0
Total Other Revenue	1.2	6.8	(5.6)	11.4	(4.6)
Increase in Net Assets	4.8	13.6	(8.8)	18.1	(4.5)
Net Assets – Beginning of Year	122.6	109.0	13.6	90.9	18.1
Net Assets – End of Year	$ 127.4	$ 122.6	$ 4.8	$ 109.0	$ 13.6

Operating Revenue

Operating revenue includes all transactions that result in the sales and/or receipts from providing goods and services such as tuition and fees and food service and bookstore operations. In addition, certain federal, state, and private gifts and grants are considered operating if they are not for capital purposes and are considered a contract for services or are program-specific.

Operating revenue changes are highlighted by the following factors for the year ended June 30, 2005:

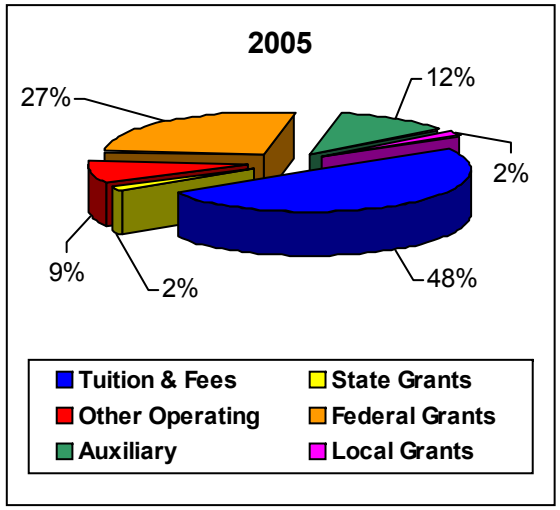
- Academic tuition and fee rates were increased 5% and enrollment totaled 202,667 credit hours, an increase of 1.4%. For the year, 81% of academic credit hours were in-district and 19% out of district.
- Of the $19.5 million in Tuition and Fees, which was offset by $4.2 million in scholarship allowances, and $12.2 million in Grants and Contracts operating revenue, Corporate Services provided administration, education and training of $4.9 million and $2.3 million, respectively, both representing declines from the previous year levels.
- The Auxiliary services revenue consists primarily of Bookstore sales of $4.5 million, which had offsetting scholarship allowances approximating $1.1 million, and Food and Conference Services sales of $760,000, both up slightly.

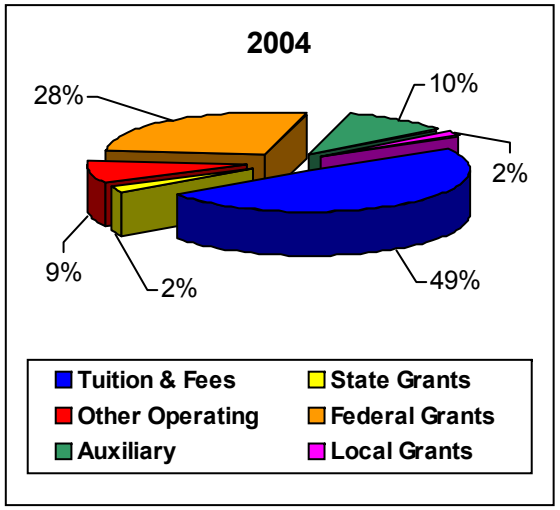
Operating Revenue - Continued

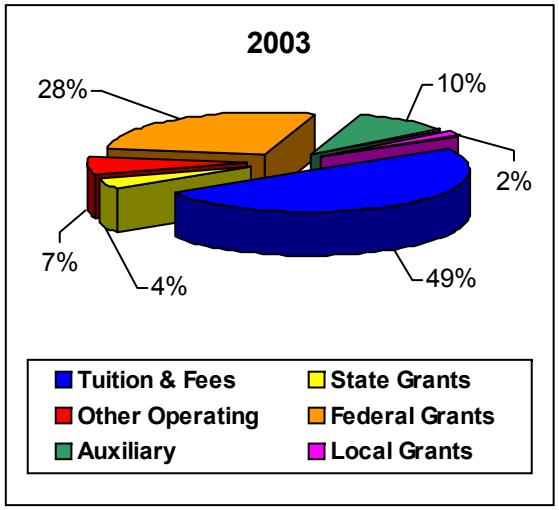
Operating revenue changes are highlighted by the following factors for the year ended June 30, 2004:

- Academic tuition and fee rates were increased 6% and enrollment totaled 199,836 credit hours, an increase of 2.2%. For the year, 82% of credit hours were in-district and 18% out of district.
- Of the $19.6 million in Tuition and Fees, which was offset by $3.8 million in scholarship allowances, and $12.9 million in Grants and Contracts operating revenue, Corporate Services provided administration, education and training of $5.6 million and $3.0 million, respectively.
- The Auxiliary services revenue consists primarily of Bookstore sales of $4.3 million, which had offsetting scholarship allowances of $990,000, and Food and Conference Services sales of $670,000, both up slightly.

The following is a graphic illustration of operating revenues by source for the years ended June 30, 2005, 2004 and 2003:







Operating Expenses

Operating expenses are all the costs necessary to perform and conduct the programs and primary purposes of the College.

Operating expense changes are highlighted by the following factors for the year ended June 30, 2005:

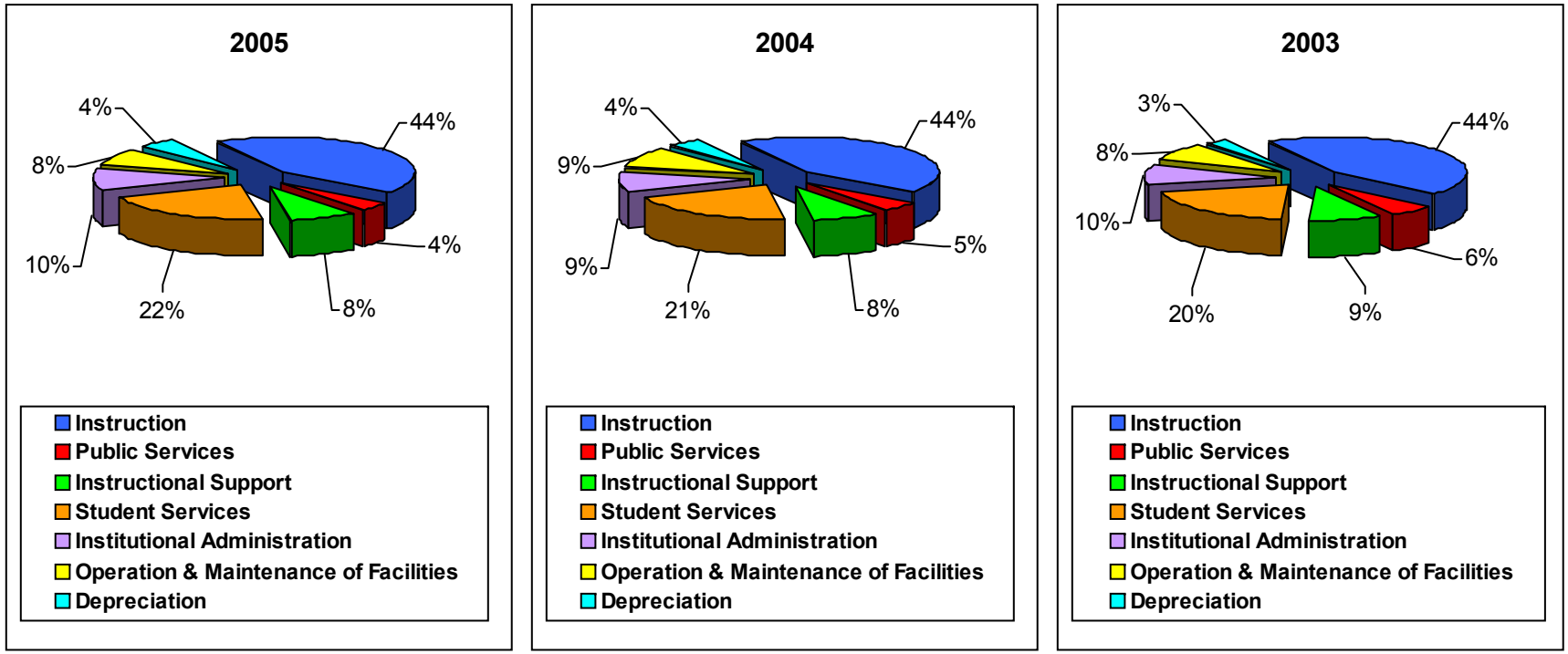
- General salary increases approximated 4% after the freeze in the previous year. Medical insurance costs increased approximately 8% after reductions in benefit design, and required contributions to the Michigan Public School Employees' Retirement System increased by nearly 15% to a rate of 14.87% of eligible salary.
- The above increases in expenditures were mitigated by reduced spending on capital maintenance in Public Services and Facilities as compared to fiscal year 2004 when the multi-year Digital Conversion and Renovation II Projects were substantially completed.

Operating Expenses - Continued

Operating expense changes are highlighted by the following factors for the year ended June 30, 2004:

- In response to reductions in State appropriations, a Budget Reduction plan was implemented which included the elimination of 27 administrative and support positions and the reduction of many more. Graphic Design Services, Health Services, and the Surgical First Program were eliminated, and reductions were made in Campus Safety and Security, marketing, faculty release time, library hours of operation, employee awards, equipment, supplies, professional development, travel, memberships, subscriptions and other areas.
- Salaries were frozen for the year.
- Medical insurance rates increased 11%, and required contributions to the Michigan Public School Employees' Retirement System were artificially frozen at the existing rate of 12.99% of salaries in consideration of the reductions in state appropriations.

The following is a graphic illustration of operating expenses by function for the years ended June 30, 2005, 2004 and 2003:



Nonoperating Revenues

Nonoperating revenues are all revenue sources that are primarily non-exchange in nature. They consist primarily of state appropriations, property tax revenue, investment income (including realized and unrealized gains and losses), gifts and grants, and contracts that do not require any services to be performed.

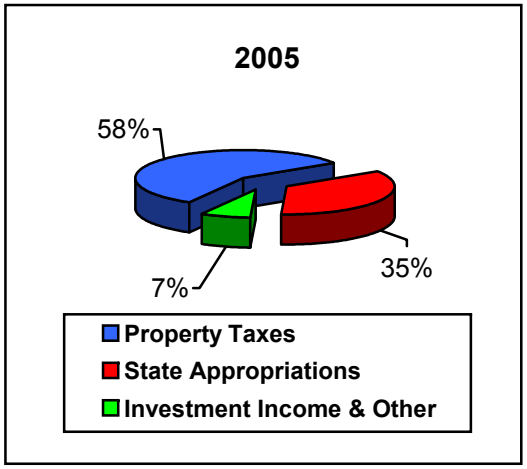
Nonoperating revenue changes are highlighted by the following factors for the year ended June 30, 2005:

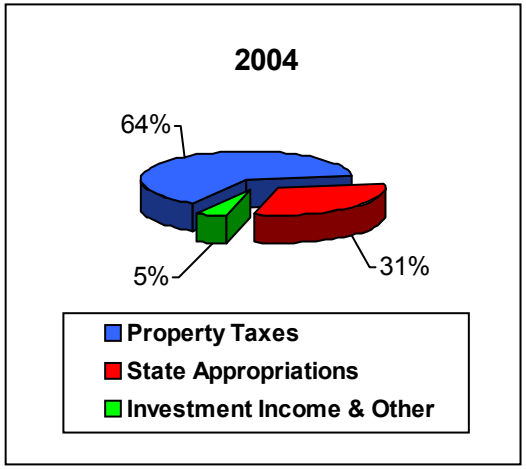
- State appropriations were originally enacted at $13.1 million, which approximated a $300,000 increase over the prior year appropriations; however Governor's Executive Orders issued during the year reduced the actual appropriations by $100,000. The College also qualified for the tuition restraint incentive during fiscal year 2004 and thus received a supplemental appropriation from the State in the amount of $400,000. These funds were reserved in the Plant Fund to assist in funding the continuing campus renovation projects as determined in accordance with the College's Five-Year Capital Outlay Master Plan.
- The taxable value of property within the district increased 3.3% for the year for a total levy of $21.8 million. Fiscal year 2004 was the final year of a special three year .5 mill dedicated millage to fund the Renovation II capital project and without this special levy in fiscal year 2005, property tax collections in total were less than in 2004.
- New gifts to the College during the year provided $1.7 million non-operating revenue.

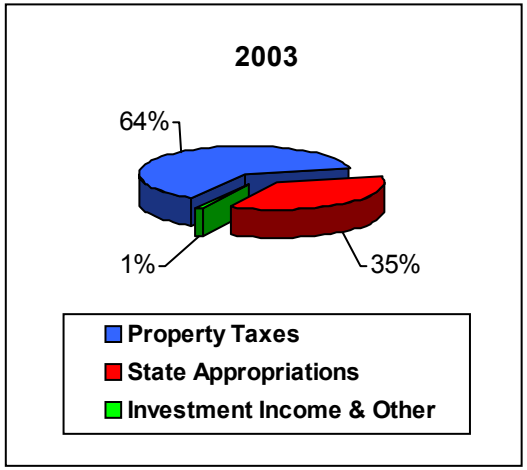
Nonoperating revenue changes are highlighted by the following factors for the year ended June 30, 2004:

- State appropriations were originally enacted at $13.3 million, a reduction of 10% from the prior year original appropriations. Additional executive order cuts were issued mid-year reducing the actual appropriations for the year by another $583,800, or another 4.4%.
- The taxable value of property within the district increased 2.4% for the year. Of the $26.3 million property tax levy, $21.1 million was for general operations and $5.1 million was for the dedicated millage to fund the Renovation II capital project.
- Earnings and gains in the realized and unrealized market value of endowment assets added $1.5 million to investment income for the year.

The following is a graphic illustration of nonoperating revenues by source for the years ended June 30, 2005, 2004 and 2003:







Other Revenue

Other revenue consists of items that are typically nonrecurring, extraordinary, or unusual to the College. Examples would be state capital appropriations, additions to permanent endowments, and transfers from related entities.

Changes in other revenues are highlighted by the following factors for the year ended June 30, 2005:

- In the final year of the Renovation II capital project, the College recognized state capital appropriations of $472,000.
- New gifts to the College during the year provided $601,000 in additions to permanent endowments.

Changes in other revenues are highlighted by the following factors for the year ended June 30, 2004:

- State capital appropriations of $6.2 million were recorded as part of the total $17.8 million match by the State of Michigan for the $45 million Renovation II capital project.
- Capital gifts and grants of $347,000 were recorded for the Broadcasting Digital Conversion and $281,000 in gifts were added to the permanent endowment.

Statement of Cash Flows

The primary purpose of the Statement of Cash Flows is to provide relevant information about the cash receipts and cash payments of an entity during a period. The Statement of Cash Flows also helps users assess:

- The ability to generate future net cash flows
- The ability to meet obligations as they come due
- Needs for external financing

The following summarizes the major cash flow components for the College for the years ended June 30, 2005, 2004 and 2003, in millions:

	2005	2004	2005-2004 Change	2003	2004-2003 Change
Cash Provided by (Used in):					
Operating Activities	$ (32.2)	$ (29.3)	$ (2.9)	$ (27.8)	$ (1.5)
Noncapital Financing Activities	36.7	40.3	(3.6)	41.1	(.8)
Capital and Related Financing Activities	(3.9)	(3.6)	(.3)	(25.3)	21.7
Investing Activities	(4.9)	(7.1)	2.2	4.9	(12.0)
Net Increase (Decrease) in Cash	(4.3)	.3	(4.6)	(7.1)	7.4
Cash – Beginning of Year	12.4	12.1	.3	19.2	(7.1)
Cash – End of Year	$ 8.1	$ 12.4	$ (4.3)	$ 12.1	$ .3

Statement of Cash Flows - Continued

The College realized a $4.3 million decrease in cash during the year ended June 30, 2005, with the majority relating to a $4.4 million decrease in local property taxes due to the prior year completion of a .5 mill three-year renovation levy that was dedicated to the Renovation II capital projects.

For the year ended June 30, 2004 the College's liquidity was stabilized with receipt of nearly $17 million in state appropriations for the Renovation II capital project, a major portion of which had been a receivable at the prior year end. The receipt of these funds also brought greater certainty to cash flow management allowing the College to invest its cash reserves.

Capital Assets

At June 30, 2005, the College had $88.3 million, net of accumulated depreciation of $30.6 million, invested in capital assets. Depreciation charges for the year totaled $3.2 million. Details of these assets, shown net of accumulated depreciation, as of June 30, 2005, 2004 and 2003 are as follows:

	2005	2004	2005-2004 Change	2003	2004-2003 Change
Land and Improvements	$ 2.4	$ 2.5	$ (.1)	$ 1.9	$ .6
Infrastructure	2.0	2.2	(.2)	.9	1.3
Buildings	76.9	77.3	(.4)	37.4	39.9
Furniture and Equipment	3.6	3.8	(.2)	4.0	(.2)
Construction in Progress	3.4	.7	2.7	28.9	(28.2)
Totals	$ 88.3	$ 86.5	$ 1.8	$ 73.1	$ 13.4

In accordance with the College's Five-Year Capital Outlay Master Plan, the College began a $5.8 million project during the year ended June 30, 2005 which included renovations to the existing H-wing, J-wing and East Courtyard to enhance and create twelve general classrooms and computer training laboratories and to re-design instructional support centers and general faculty offices. This project was funded entirely by institutional resources, including allocations from accumulated Plant Fund reserves.

With substantial completion of the Renovation II capital project during the year ended June 30, 2004, construction in progress was significantly reduced from 2003 and investment in buildings was increased accordingly. The project included a new Automotive and Technical Trades Center, a renovated Fitness, Recreation and Aquatics Center, and renovations to existing classroom buildings, offices, Lecture Theater and auxiliary and general service support areas. Of the $45 million project cost, the State of Michigan funded $17.8 million and the College the remaining $27.2 million through a special 3-year .5 mill voter approved property tax levy and reserved operating funds.

Debt

The College has no debt.

Economic Factors That Will Affect The Future

The economic position of the College is closely tied to that of the State of Michigan. For fiscal year 2005-2006 state appropriations were again frozen although no tuition restraints were imposed by the State as in 2004-2005. With fiscal constraint, the college was able to keep tuition and fees as low as possible with an in-district rate increase of 5%. Excess contact hour course fees were also increased in order to fund the cost of implementing the faculty load equity plan, in which the ratio of lab to lecture classroom hours were increased from .8:1 to 1:1 to match national trends. As enrollments have increased, state funding has declined and strong spending restraints have been necessary to hold down tuition. In addition to national concerns of rising medical costs, state mandated contributions to fund the medical component of the state pension fund is of growing concern to public schools and colleges in the State of Michigan. State mandated pension contribution rates for FY05-06 were established at 16.34% of eligible payroll, a 10% increase up from 14.87%, and are expected to equal 20% by FY07-08.

Local support of the College remains strong with enrollment growth and a relatively stable property tax base. Current financial plans and recent capital investments have strategically prepared the College to pursue its mission as a learning college defined by the following Vision for Delta College:

> "Delta College is a learning centered institution that focuses on the diverse post-secondary learning needs of the community. The College provides quality learning opportunities and recognizes learning can take place 24 hours a day, every day, in and out of the classroom, and on and off campus. Learning is our primary measure of success."

State fiscal problems will likely continue for some years. The College is prepared to face the significant challenge of meeting operating costs and serving the increased demand for services. The College will continue to provide excellent learning opportunities and great value for the educational dollar to create positive futures for the students and communities it serves.

ANDREWS HOOPER & PAVLIK P.L.C.
Certified Public Accountants

Report of Independent Auditors

Board of Trustees
Delta College

We have audited the accompanying financial statements of Delta College (the College) as of and for the year ended June 30, 2005. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year information has been derived from the College's June 30, 2004 financial statements, which were audited by other auditors whose report dated September 30, 2004 expressed an unqualified opinion on those financial statements.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the 2005 financial statements referred to above present fairly, in all material respects, the financial position of Delta College as of June 30, 2005 and the changes in its financial position and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2005 on our consideration of Delta College's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants 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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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The Management's Discussion and Analysis (MD&A) on pages 1 to 10 is not a required part of the basic financial statements but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of this supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Delta College financial statements. The other supplemental information as identified in the table of contents, is presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, if fairly presented in all material respects in relation to the financial statements taken as a whole.

Andrews Hooper & Pavlik P.L.C.

Saginaw, Michigan
October 7, 2005

BALANCE SHEETS
DELTA COLLEGE

	JUNE 30, 2005	JUNE 30, 2004
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents (Note 2)	$ 8,057,893	$ 12,367,704
Short-term investments (Note 2)	15,673,729	6,301,099
Property taxes receivable	62,414	101,007
State appropriations receivable	3,071,783	3,022,919
Federal and state grants receivable	1,196,501	1,453,192
Accounts receivable, net of allowance of $1,053,601 in 2005 and $901,857 in 2004	1,596,021	1,887,314
Pledges receivable (Note 3)	1,116,413	753,263
Inventories	1,165,942	1,063,345
Prepaid expenses and other assets	572,196	381,035
TOTAL CURRENT ASSETS	32,512,892	27,330,878
LONG-TERM INVESTMENTS (Note 2)	12,089,983	15,581,014
LONG-TERM PLEDGES RECEIVABLE (Note 3)	1,087,735	961,336
CAPITAL ASSETS (Note 4)	88,296,495	86,462,900
TOTAL ASSETS	$ 133,987,105	$ 130,336,128
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	$ 2,566,340	$ 3,870,615
Accrued payroll and other compensation	3,369,025	3,227,983
Unearned revenue	602,028	611,006
TOTAL CURRENT LIABILITIES	6,537,393	7,709,604
NET ASSETS		
Invested in capital assets	88,296,495	86,462,900
Restricted for:		
Nonexpendable endowments	6,978,880	5,270,491
Expendable scholarships and awards	519,592	442,267
Instructional department uses	166,998	174,421
Public radio broadcasting activities	134,013	33,609
Other restricted uses	281,202	343,227
Unrestricted (Note 1)	31,072,532	29,899,609
TOTAL NET ASSETS	127,449,712	122,626,524
TOTAL LIABILITIES AND NET ASSETS	$ 133,987,105	$ 130,336,128

The accompanying notes are an integral part of these statements.

STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
DELTA COLLEGE

	YEAR ENDED JUNE 30, 2005	2004
OPERATING REVENUE		
Tuition and fees, net of scholarship allowance of $4,230,847 in 2005 and $3,799,916 in 2004	$ 19,443,150	$ 19,616,568
Federal grants and contracts	10,720,825	11,248,362
State grants and contracts	703,167	933,642
Local and nongovernmental grants and contracts	769,088	720,595
Public broadcasting gifts	784,668	777,734
Auxiliary activities, net of scholarship allowance of $1,062,644 in 2005 and $964,704 in 2004	4,594,141	4,217,804
Miscellaneous	2,741,014	2,769,866
TOTAL OPERATING REVENUE	39,756,053	40,284,571
OPERATING EXPENSES		
Instruction	32,497,431	32,211,184
Public services	2,675,668	3,531,839
Instructional support	6,287,477	5,993,419
Student services	16,140,781	15,785,798
Institutional administration	7,297,941	6,835,288
Operation and maintenance of facilities	6,090,527	6,951,091
Depreciation expense	3,196,601	3,179,199
Fundraising expenses	2,818	9,652
Other expenses	777	3,765
TOTAL OPERATING EXPENSES	74,190,021	74,501,235
OPERATING LOSS	(34,433,968)	(34,216,664)
NONOPERATING REVENUES (EXPENSES)		
State appropriations	13,444,300	12,798,700
Property tax levy	21,777,189	26,245,372
Gifts	1,739,553	654,875
Special events, net of expenses of $90,848 in 2005 and $80,355 in 2004	137,964	126,566
Investment income, net of investment expense of $74,804 in 2005 and $67,551 in 2004	1,050,233	1,530,138
Loss on disposition of capital assets	(60,515)	(342,439)
Foundation grants and distributions to or for Delta College	(62,034)	(39,502)
NET NONOPERATING REVENUES	38,026,690	40,973,710
NET INCOME BEFORE OTHER REVENUE	3,592,722	6,757,046
OTHER REVENUE		
State capital appropriations	472,073	6,220,410
Capital gifts and grants	157,459	346,604
Additions to permanent endowments	600,934	281,069
TOTAL OTHER REVENUE	1,230,466	6,848,083
NET INCREASE IN NET ASSETS	4,823,188	13,605,129
NET ASSETS - BEGINNING OF YEAR	122,626,524	109,021,395
NET ASSETS - END OF YEAR	$ 127,449,712	$ 122,626,524

The accompanying notes are an integral part of these statements.

STATEMENTS OF CASH FLOWS
DELTA COLLEGE

	YEAR ENDED JUNE 30, 2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and fees	$ 19,628,015	$ 20,203,121
Grants and contracts	12,463,132	13,237,044
Public broadcasting gifts	784,668	777,734
Payments to suppliers	(34,855,489)	(33,470,189)
Payments to employees	(37,469,866)	(36,795,585)
Loans issued to students	(125,099)	(146,266)
Collection of loans from students	129,628	142,085
Auxiliary enterprise charges	4,516,654	4,154,914
Other	2,746,316	2,557,943
NET CASH USED IN OPERATING ACTIVITIES	(32,182,041)	(29,339,199)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State appropriations	13,435,669	13,065,808
Local property taxes	21,815,781	26,219,470
Gifts and contributions for other than capital purposes	1,260,868	1,014,126
Foundation special events receipts	137,964	133,235
Foundation grants and distributions to or for Delta College	(62,034)	(39,502)
Student organization and other agency transactions	30,653	(67,354)
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	36,618,901	40,325,783
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
State capital appropriations	431,841	16,603,038
Capital grant and gift proceeds	791,690	1,184,426
Purchase of capital assets	(5,108,358)	(21,445,487)
Proceeds from disposition of capital assets	17,647	4,447
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	(3,867,180)	(3,653,576)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	19,382,195	13,965,209
Investment income	864,415	519,910
Purchase of investments	(25,126,101)	(21,561,825)
NET CASH USED IN INVESTING ACTIVITIES	(4,879,491)	(7,076,706)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,309,811)	256,302
CASH AND CASH EQUIVALENTS - Beginning of year	12,367,704	12,111,402
CASH AND CASH EQUIVALENTS - End of year	$ 8,057,893	$ 12,367,704

The accompanying notes are an integral part of these statements.

STATEMENTS OF CASH FLOWS (Continued)
DELTA COLLEGE

	YEAR ENDED JUNE 30, 2005	YEAR ENDED JUNE 30, 2004
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITES:		
Operating loss	$ (34,433,968)	$ (34,216,664)
Adjustment to reconcile operating loss to net cash used in operating activities:		
Depreciation	3,196,601	3,179,199
Allowance for uncollectible accounts	107,583	91,153
(Increase) decrease in assets:		
Federal and state grants receivable	256,691	318,099
Accounts receivable	139,549	222,593
Inventories	(102,597)	(194,982)
Prepaid assets and other current assets	(143,036)	859,897
Increase (decrease) in liabilities:		
Accounts payable	(1,334,928)	608,821
Accrued payroll and other compensation	141,042	(310,062)
Unearned tuition and fees	(8,978)	102,747
NET CASH USED IN OPERATING ACTIVITIES	$ (32,182,041)	$ (29,339,199)

The accompanying notes are an integral part of these statements.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Delta College is a Michigan community college whose financial statements have been prepared in accordance with the generally accepted accounting principles as applicable to public colleges and universities outlined in Governmental Accounting Standards Board (GASB) Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities,* and the *Manual for Uniform Financial Reporting – Michigan Public Community Colleges, 2001*.

The College reports as a Business Type Activity, as defined by GASB Statement No. 35. Business Type Activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

The accompanying financial statements have been prepared in accordance with criteria established by GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units,* for determining the various governmental organizations to be included in the reporting entity. These criteria include significant operational or financial relationships with the College. Based on application of the criteria, the Delta College Foundation discussed in Note 11 is included in the College's reporting entity.

Significant accounting policies followed by Delta College are described below to enhance the usefulness of the financial statements to the reader:

Accrual Basis

The financial statements of Delta College have been prepared on the accrual basis of accounting, whereby revenue is recognized when earned and expenditures are recognized when the related liabilities are incurred and certain measurement and matching criteria are met. In accordance with GASB Statement No. 20, the College is required to follow all applicable GASB pronouncements. In addition, the College should apply all applicable Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. The College has elected not to apply FASB pronouncements issued after November 30, 1989.

Cash and Cash Equivalents

Cash and cash equivalents consist of all highly liquid investments with an initial maturity of three months or less.

Investments

Investments are recorded at fair value, based on quoted market prices.

Inventories

Inventories are stated at the lower of cost or market using the first-in, first-out method.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Capital Assets

Capital assets are recorded at cost or, if acquired by gift, at the fair market value as of the date of acquisition. Expenditures for maintenance and repairs are expensed as incurred. Depreciation is calculated on property and equipment using the straight-line method over the estimated useful lives of the assets. *The American Health Association's Estimated Useful Lives of Depreciable Hospital Assets* was utilized as a guide in establishing useful lives of the College's property and equipment.

Revenue Recognition

State appropriations for operations are recognized as revenue on a proportionate basis over the period for which they are appropriated (see Note 5). Restricted Fund revenues are recognized only to the extent expended. Revenues received prior to year-end that are related to the next fiscal year are recorded as unearned revenues. As of June 30, 2005 and 2004, unearned tuition and fee revenue for the summer semester, which begins in July and ends in August, was $483,749 and $555,124, respectively.

Gifts and Pledges

Gifts are recorded when received. Voluntary nonexchange transactions (pledges) are recognized in accordance with the GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. GASB Statement No. 33 requires recognition of the entire pledge in the first period that use is permitted and all applicable eligibility requirements have been satisfied. Such pledges are recorded at their discounted present value, net of allowance for uncollectible pledges.

Internal Service Activities

Revenue and expenses related to internal service activities approximating $779,000 and $724,000 for 2005 and 2004, respectively, have been eliminated. These activities include the College's bookstore, food service, fitness and recreation center, printing and copy services, vehicles, farmhouse, and planetarium gift shop and conference services.

Compensated Absences

Compensated absences represent the accumulated liability to be paid under the College's current vacation policy. Under the College's policy, employees accrue vacation on a bi-weekly basis at a rate that is dependent on the employee's pay class.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES – Continued

Unrestricted Net Assets

As of June 30, 2005 and 2004, the College has designated the use of unrestricted net assets as follows:

	2005	2004
Designated for potential contingency in state appropriations	$ 2,286,662	$ 2,278,031
Designated for Corporate Service activities	184,715	372,594
Designated for property tax appeal	8,313,438	9,304,316
Designated for future capital outlay	10,991,940	9,808,592
Designated for funds functioning as endowments	2,939,340	2,867,825
Designated for College student loan program	270,475	255,582
Other designated fund activities	2,078,695	1,789,882
Public television broadcasting deficit	-	(223,399)
Unrestricted and unallocated	4,007,267	3,446,186
Total Unrestricted Net Assets	$ 31,072,532	$ 29,899,609

NOTE 2. CASH AND INVESTMENTS

The College considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The College considers all investments maturing within one year or less as of the balance sheet date to be short-term. The College's deposits and investments are included on the balance sheet at June 30, 2005 and 2004 under the following classifications:

	2005	2004
Cash and cash equivalents	$ 8,057,893	$ 12,367,704
Short-term investments	15,673,729	6,301,099
Long-term investments	12,089,983	15,581,014
Total	$ 35,821,605	$ 34,249,817

NOTE 2. CASH AND INVESTMENTS – Continued

The amounts in the previous chart are classified in the following categories:

	2005	2004
Bank deposits (checking accounts, savings accounts and certificates of deposit)	$ 23,194,853	$ 22,345,298
Investments in securities and similar instruments	12,588,666	11,873,676
Petty cash and cash on hand	38,086	30,843
Total	$ 35,821,605	$ 34,249,817

Bank Deposits

The above deposits at June 30, 2005 and 2004 were reflected in the accounts of the bank (without recognition of checks written but not cleared, or of deposits in transit) at $24,530,900 and $23,201,674, respectively. Of these bank deposits, $733,565 and $801,855, respectively, was covered by federal depository insurance and the remainder was uninsured and uncollateralized. The College believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all bank deposits. As a result, the College evaluates each financial institution within which it deposits College funds and assesses the level of risk of each. Only those institutions with an acceptable estimated risk level are used as depositories.

Investments-Excluding Endowment Fund Investments

Credit Risk – Credit Risk is the risk than an issuer or other counterparty to an investment will not fulfill its obligations. The College's policy for reducing credit risk is to invest surplus funds, excluding Endowment Fund monies, in accordance with the provisions set forth in Michigan Public Act 331 of 1996, as amended through 1997. This Act allows the College to invest in: bonds, bills or notes of the United States or its agencies; obligations of the State of Michigan; corporate commercial paper rated prime by at least one of the standard rating services; bankers acceptances issued by and certificates of deposit of financial institutions which are members of the Federal Deposit Insurance Corporation; mutual funds and investment pools that are composed of authorized investment instruments; and certain repurchase agreements. The College does not have a formal investment policy further limiting its investment options. Endowment Fund investments are subject to a separate investment policy which is discussed in detail later in this footnote.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The College does not have a formal policy limiting investment maturities; however, the College manages its exposure to interest rate risk by generally limiting investment maturities to less than three years.

NOTE 2. CASH AND INVESTMENTS – Continued

As of June 30, 2005, the College had the following investments and maturities (excluding the Endowment Fund):

			By Maturity		
Investment Type	S&P Quality Ratings	Fair Market Value	Less Than One Year	1-3 Years	More Than 3 Years
Certificates of Deposit	N/A	$ 15,673,729	$ 15,673,729	$ -	$ -
U.S. Agency Securities *	AAA	3,977,400	-	1,976,400	2,001,000
Total Investments		$ 19,651,129	$ 15,673,729	$ 1,976,400	$ 2,001,000

*All agency securities held are callable.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the organization's investment in a single issuer. The College does not have a policy limiting the amount the College is allowed to invest in any one issuer; however, the College evaluates each issuer within which it invests College funds with and assesses the level of risk of each. The College invests with only those issuers with an acceptable estimated risk level.

The College's investments at June 30, 2005 were invested as follows:

Issuer	Fair Market Value	Percentage of Total
Federal National Mortgage Association	$ 3,977,400	20%
Ann Arbor Commerce Bank	4,569,589	23%
Capital National Bank	2,025,108	11%
Independent Bank	5,124,305	26%
Standard Federal Bank	1,010,295	5%
Wolverine Bank	2,944,432	15%
Total Investments	$ 19,651,129	100%

Custodial Credit Risk – Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty, the College will not be able to recover the value of the investments that are in the possession of an outside party. The College does not have a formal policy addressing custodial credit risk; however, all of the College's investments are issued in the name of the College. Custody of the College's certificates of deposit remains with the financial institutions from which they were purchased, while the FNMA notes are held in safekeeping by National City Bank.

NOTE 2. CASH AND INVESTMENTS – Continued

Endowment Fund Investments

Credit Risk – The College has attempted to mitigate credit risk associated with Delta College Endowment Fund (The Fund) investments by contracting with Smith Barney (a division of Citigroup Global Markets Inc.) to manage the investments of The Fund. The College has established a formal investment and distribution policy that Smith Barney must adhere to in their management of the Endowment Fund. The investment and distribution policies of the Endowment Fund, as well as the investment returns, are established, monitored and evaluated by the College's Investment Advisory Committee, which reports directly to the Board of Trustees.

The Delta College Endowment Fund Investment and Distribution Policy limits investment of Endowment Fund monies to the following instruments: bonds, notes or treasury bills of the United States, or its agencies; investment grade corporate bonds; certificates of deposit of institutions which are members of the Federal Deposit Insurance Corporation; commercial paper rated prime by Moody's Investor Services and/or Standard & Poor's Corporation; certain bankers acceptances; convertible securities, bonds and preferred stocks; common stock traded on United States exchanges; foreign equity investments and American Depository Receipts (ADR's); and mutual funds. The following investments are prohibited: Short sales, put and call options, margin purchases, commodities futures, direct investment in tangible assets, private placements, venture capital financing, and securities of the Investment Manager or its parent corporation including proprietary mutual funds.

Interest Rate Risk - In order to limit interest rate risk, the Endowment Fund investment policy stipulates various maturity limits. Commercial paper maturities may not exceed 270 days, bankers acceptances are limited to 180 day maturities, and the average weighted maturity of the fixed income portfolio shall fall within a range of 3-10 years.

Concentration of Credit Risk – The Delta College Endowment Fund Investment and Distribution Policy limits the investment in individual securities of any one issuer to 5% of the market value of the assets of The Fund, with a maximum of 12% invested in foreign equities and ADR's. The 5% limit does not apply to money market funds, mutual funds, or obligations of the United States federal government or its agencies. As of June 30, 2005, the Endowment Fund did not hold any securities of any one issuer in excess of these limits.

Custodial Credit Risk - The Endowment Fund investment policy does not address the issue of custody. The Endowment Fund investments are held by Smith Barney as custodian, and are listed under the account name Delta College Endowment Fund. In the event that Smith Barney were to become insolvent, the account assets are protected by $500,000 of coverage through the Securities Investor Protection Corporation (SIPC). Additionally, in the event of a forced liquidation of Citigroup Global Markets, Inc., losses in excess of those covered by SIPC, are covered by supplemental insurance protection subject to an aggregate loss limit of $600 million maximum for the firm, with a $1,900,000 cash limit per client. Smith Barney also carries insurance in excess of $750 million to cover cash and securities held by their firm that may be deemed missing through theft, fire, employee dishonesty, or any unexplained disappearance.

Foreign Currency Risk – All foreign investments held by the Endowment Fund are in the form of ADR's and are denominated in U.S. currency.

NOTE 2. CASH AND INVESTMENTS – Continued

At June 30, 2005 the Endowment Fund had the following investments and maturities:

			By Maturity			
Investment Type	S&P Quality Ratings	Fair Market Value	Less Than One Year	1-5 Years	6-10 Years	More Than 10 Years
Corporate Bonds	AAA to A-	$ 802,822	$ 136,579	$ 524,759	$ 141,484	$ -
	BBB+ to BB+	58,088	25,091	-	-	32,997
Corporate Convertible Bonds *	AAA to A	373,946	-	-	-	373,946
	BBB+ to BBB-	662,288	-	42,525	-	619,763
International Convertible Bonds *	A+	48,593	-	-	-	48,593
	BBB to BBB-	196,981	-	-	-	196,981
Government Bonds	N/A	702,528	90,844	611,684	-	-
		2,845,246	$ 252,514	$ 1,178,968	$ 141,484	$ 1,272,280
Preferred Stock	N/A	294,647				
Equities	N/A	4,154,736				
Foreign Equities	N/A	817,954				
Total Investments		$ 8,112,583				

* Due to the convertible feature of these investments, they are generally not held to maturity.

NOTE 3. PLEDGES RECEIVABLE

As of June 30, 2005 and 2004, donors to the College (including the Delta College Foundation) have made unconditional promises to give (pledges) approximating $2.4 million and $1.8 million, respectively. Such pledges are discounted to their present value, assuming their respective terms, at applicable discount rates for total discounts at June 30, 2005 and 2004 of $107,210 and $39,789, respectively. Management has also established an allowance for uncollectible pledges in the amount of $68,170 and $78,941, respectively, as of June 30, 2005 and 2004. Pledges deemed uncollectible are charged against the allowance in the period that determination is made. At June 30, 2005 and 2004, the collection of pledges receivable, net of discount and allowance, are scheduled as follows:

	2005	2004
Less than one year	$ 1,116,413	$ 753,263
One to five years	1,087,735	961,336
Total	$ 2,204,148	$ 1,714,599

NOTE 4. CAPITAL ASSETS

The following tables present the changes in the various capital asset class categories for the years ended June 30, 2005 and 2004:

Year Ended June 30, 2005:

	Estimated Useful Life	Beginning Balance	Additions/ Depreciation	Deletions	Ending Balance
Depreciable Capital Assets:					
Buildings	40 years	$ 94,398,224	$ 2,035,605	$ 731,927	$ 95,701,902
Land improvements	20 years	2,167,558	11,615	-	2,179,173
Infrastructure	20-25 years	4,886,204	2,688	-	4,888,892
Furniture and equipment	5-20 years	11,213,489	384,374	253,423	11,344,440
Non-depreciable Capital Assets:					
Construction in progress		679,379	4,709,442	2,034,020	3,354,801
Land		1,351,560	-	-	1,351,560
Fine art collection		41,500	-	-	41,500
Total Capital Assets		114,737,914	7,143,724	3,019,370	118,862,268
Less Accumulated Depreciation:					
Buildings		17,130,470	2,332,607	658,914	18,804,163
Land improvements		1,053,645	79,328	-	1,132,973
Infrastructure		2,671,247	169,892	-	2,841,139
Furniture and equipment		7,419,652	616,120	248,274	7,787,498
Total Accumulated Depreciation		28,275,014	$ 3,197,947	$ 907,188	30,565,773
Capital Assets, Net		$ 86,462,900			$ 88,296,495

NOTE 4. CAPITAL ASSETS – Continued

Year Ended June 30, 2004:

	Estimated Useful Life	Beginning Balance	Additions/ Depreciation	Deletions	Ending Balance
Depreciable Capital Assets:					
Buildings	40 years	$ 52,944,812	$ 42,541,399	$ 1,087,987	$ 94,398,224
Land improvements	20 years	1,566,552	601,006	-	2,167,558
Infrastructure	20-25 years	3,373,343	1,512,861	-	4,886,204
Furniture and equipment	5-20 years	11,158,716	482,291	427,518	11,213,489
Non-depreciable Capital Assets:					
Construction in progress		28,907,709	642,570	28,870,900	679,379
Land		1,351,560	-	-	1,351,560
Fine art collection		41,500	-	-	41,500
Total Capital Assets		99,344,192	45,780,127	30,386,405	114,737,914
Less Accumulated Depreciation:					
Buildings		15,586,370	2,290,105	746,005	17,130,470
Land improvements		974,396	79,249	-	1,053,645
Infrastructure		2,501,475	169,772	-	2,671,247
Furniture and equipment		7,178,203	664,063	422,614	7,419,652
Total Accumulated Depreciation		26,240,444	$ 3,203,189	$ 1,168,619	28,275,014
Capital Assets, Net		$ 73,103,748			$ 86,462,900

NOTE 5. RECOGNITION OF STATE APPROPRIATIONS

The College records revenue from state appropriations in accordance with the accounting method described in the annual funding bill passed by the State of Michigan legislation, which provides that state appropriations are recorded as revenue in the period for which they were appropriated. Accordingly, the College recognized 100% of the state's fiscal year 2004-2005 and 2003-2004 appropriations, respectively, as revenue during the years ended June 30, 2005 and 2004. Also, since state appropriations are distributed over an 11-month period, October through August, the College has recorded receivables at June 30, 2005 and 2004, respectively, for the subsequent payments received in July and August totaling $2,286,662 and $2,278,031.

Based on past experience, for each of the years ended June 30, 2005 and 2004, the College has designated a portion of its unrestricted net assets equal to the amounts receivable as estimates of the potential contingency in the event that the state were to change its method of distributing state appropriations that would cause the College to experience a permanent deferral or elimination of state appropriation revenue.

NOTE 6. OPERATING LEASE OBLIGATIONS

The College leases various training facilities, equipment and vehicles under short-term operating leases, with total lease expense approximating $368,000 and $412,000, respectively, for the years ended June 30, 2005 and 2004. At June 30, 2005, the College has noncancellable future lease payments totaling $186,000, which are all due during the year ending June 30, 2006.

NOTE 7. RETIREMENT PLANS

Defined Benefit Pension Plan – MPSERS

Plan Description **–** The majority of College employees participate in the Michigan Public School Employees' Retirement System (MPSERS), a statewide multiple employer cost-sharing defined benefit public school employee retirement system governed by the State of Michigan that provides retirement, survivor and disability benefits to plan members and their beneficiaries.

MPSERS provides two plans, the Basic Plan and the Member Investment Plan. An employee who participates in the Basic Plan may retire at age 55 with 30 or more years of credited service or at age 60 with 10 or more years of credited service with a retirement benefit, payable monthly for life, equal to 1-1/2 percent of his or her final average compensation multiplied by the number of years of credited service. Final average compensation is the employee's highest total wages earned during a period of 60 consecutive calendar months.

An employee who participates in the Member Investment Plan (MIP) may retire at any age with 30 years of service, or at age 60 with 5 years of credited service, provided the member has worked through his or her 60th birthday and has credited service in each of the five school fiscal years immediately preceding the retirement allowance effective date, with a retirement benefit, payable monthly for life, equal to 1-1/2 percent of the participant's final average compensation multiplied by the number of years of credited service. Final average compensation is the employee's highest total wages earned during a period of 36 consecutive calendar months.

NOTE 7. RETIREMENT PLANS – Continued

Benefits under both plans, which are established by state statute, are fully vested upon reaching 10 years of service. Vested employees with less than 30 years of service may retire at age 55 under reduced benefits.

MPSERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to MPSERS at 7150 Harris Drive, P.O. Box 30673, Lansing, MI 48909-8103.

Funding Policy **–** Employer contributions to MPSERS result from the effects of implementing the School Finance Reform Act. Under these procedures, each College is required to contribute the full actuarial funding contribution amount to fund pension benefits, plus an additional amount to fund retiree health care benefit amounts on a cash disbursement basis. For the year ended June 30, 2005, the College contributed a fixed rate of 12.99% of covered compensation for the months July through September and 14.87% for the remainder of the fiscal year. Basic plan members make no contributions, but MIP members contribute at rates ranging from 3% to 4.3% of covered compensation.

Post Retirement Benefits **–** Under the MPSERS Act, all retirees participating in MPSERS have the option of continuing health, dental and vision coverage. Retirees having these coverages contribute an amount equivalent to the monthly cost for Part B Medicare and 0-20% of the monthly premium amount for the health, dental, and vision coverages. Required contributions for post-employment health care benefits are included as part of the College's total contribution to MPSERS as discussed above.

The following table discloses pertinent information relative to MPSERS funding for the three-year period beginning July 1, 2001 through June 30, 2005.

	Year Ended June 30,		
	2005	2004	2003
Funding percentage range	12.99%-14.87%	12.99%-12.99%	12.17%-12.99%
Total College payroll	$37.5 million	$36.5 million	$37.1 million
MPSERS covered compensation	$28.7 million	$27.6 million	$28.6 million
College contributions	$4,132,000	$3,584,000	$3,651,000
Employee MIP contributions	$640,000	$598,000	$617,000

Defined Contribution Plan – ORP

As an alternative pension option, the College offers all full-time faculty and full-time salaried administrative, professional and Corporate Services employees the opportunity to participate in an Optional Retirement Plan (ORP) administered by Teachers' Insurance and Annuity Association - College Retirement Equities Fund (TIAA-CREF). Upon eligibility to participate in the ORP, employees have 90 days in which to elect participation in either the ORP or the MPSERS plan. The election becomes irrevocable after the 90-day period.

NOTE 7. RETIREMENT PLANS – Continued

Funding for the plan consists entirely of employer contributions of 10% of each participating employee's includable compensation. Participants are immediately 100% vested in all ORP contributions. Participating employees elect their own allocation of contributions among the available investment vehicles offered by TIAA-CREF. ORP retirement benefits are based on the accumulation of contributions and the related investment income for each participant. Distribution of retirement benefits is available under the ORP when participants attain age 55.

During the years ended June 30, 2005 and 2004, compensation covered under the ORP approximated $5,972,000 and $5,943,000, respectively, resulting in contributions by the College of approximately $597,000 and $594,000.

NOTE 8. RISK MANAGEMENT

The College participates in the Michigan Community College Risk Management Authority (Authority) with other Michigan-based community colleges for claims relating to auto, property and liability. The Authority provides a risk pool program that operates as a claims servicing pool for amounts up to member retention limits, and operates as a common risk-sharing management program for losses in excess of member retention amounts up to maximum coverage limits. The College pays an annual premium to the Authority and is responsible for a deductible and all costs, including damages, indemnification, and allocated loss adjustment expenses, for each claim that is within the College's Self-Insured Retention (SIR) limit. The College also participates in the stop loss provision of the plan, which is designed to limit the member's maximum cash payments during a July 1-June 30 year for costs falling within the College's SIR limit. Reinsurance is purchased by the Authority to further limit the risk of loss.

In addition, the College purchases commercial insurance for employee medical benefits and employee injuries (workers' compensation).

NOTE 9. CONTINGENT LIABILITIES

The College is aware of potential liabilities involving two large property tax appeals. If the appeals are successful, the College will be required to repay an undeterminable amount of property taxes collected during the past eight years, plus statutory interest. Because the ultimate outcome of these cases is unknown, the College has not recorded a liability in the accompanying financial statements, but as of June 30, 2005, has designated $8,313,438 of its unrestricted net assets to cover any potential losses resulting from these appeals.

In the normal course of activities, the College is party to various legal actions. The College is of the opinion that the outcome of asserted claims outstanding will not have a material effect on the financial statements.

NOTE 10. CONTRACTUAL COMMITMENT

The College has outsourced the management and operational support of its information technology services under a five-year agreement with SunGard Collegis, Inc. The contract period began on November 1, 2001. The current fee schedule, as amended in November 2004, calls for monthly payments ranging from $147,867 to $168,306 through October 2006, with a total contractual commitment of $9,530,551.

NOTE 11. DELTA COLLEGE FOUNDATION

The Delta College Foundation (the Foundation) is an independent tax-exempt corporation formed for the purpose of receiving funds for the sole benefit of the College. Contributions received by the Foundation are transferred to the College to be used in the support of the College's educational programs. Such activities include contributing funds to the College's scholarship programs and endowment funds, supplementing or paying for professional development activities of the College's faculty and staff, and transferring donated equipment to the College to be used in general and occupational education programs. The College provides personnel support, supplies and equipment to the Foundation.

Based on the criteria set forth in GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, the Foundation is considered a component unit of Delta College. Accordingly, the activity and financial position of the Foundation have been blended with the College's in the accompanying financial statements.

At June 30, 2005 and 2004, the stated value of the net assets of the Foundation approximated $1,922,000 and $816,000, respectively, which included pledges receivable, net of an allowance for uncollectible pledges, of approximately $1,299,000 and $219,000, respectively. Grants and distributions to or on behalf of the College approximated $1,417,000 and $1,203,000, respectively, for the years ending June 30, 2005 and 2004.

The Delta College Foundation issues a financial report that includes financial statements and supplementary information. That report may be obtained by writing to Delta College Foundation at 1961 Delta Road, University Center, MI 48710.

NOTE 12. ENDOWMENT SPENDING RATE POLICY

If a donor has not provided specific instructions, the Board of Trustees is authorized to spend the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is distributed is required to be spent for the purposes for which the endowment was established. Under the policy established by the Board, four percent of the previous five-year quarterly moving average market value of each individual endowment is authorized to be distributed annually, although actual distribution is limited to not decrease the individual endowment balances below that of the cumulative original value of the endowment contributions.

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
CONSOLIDATING BALANCE SHEET
DELTA COLLEGE
JUNE 30, 2005

	COMBINED TOTAL	ELIMINATION	GENERAL FUND	DESIGNATED FUND	AUXILIARY ACTIVITIES FUND	EXPENDABLE RESTRICTED FUND	STUDENT LOAN FUND	ENDOWMENT FUND	PLANT FUND	AGENCY FUND	FOUNDATION
ASSETS											
CURRENT ASSETS											
Cash and cash equivalents	$ 8,057,893	$ -	$ 331,078	$ 401,550	$ 616,065	$ 524,311	$ 299,648	$ 506,408	$ 5,024,761	$ 138,982	$ 215,090
Short-term investments	15,673,729	-	3,024,942	7,158,836	-	-	-	-	5,082,161	-	407,790
Property taxes receivable	62,414	-	62,414	-	-	-	-	-	-	-	-
State appropriations receivable	3,071,783	-	2,286,662	-	-	-	-	-	785,121	-	-
Federal and state grants receivable	1,196,501	-	118,876	753,291	-	324,334	-	-	-	-	-
Accounts receivable	1,596,021	-	261,148	1,115,062	217,338	1,610	863	-	-	-	-
Pledges receivable	1,116,413	(497,613)	-	-	-	482,684	-	-	-	-	1,131,342
Inventories	1,165,942	-	152,763	-	1,013,179	-	-	-	-	-	-
Prepaid expenses and other assets	572,196	-	402,043	59,076	-	75,340	-	23,904	11,624	-	209
Due from (to) other funds	-	-	-	(21,280)	-	(858,720)	-	-	880,000	-	-
TOTAL CURRENT ASSETS	32,512,892	(497,613)	6,639,926	9,466,535	1,846,582	549,559	300,511	530,312	11,783,667	138,982	1,754,431
LONG-TERM INVESTMENTS	12,089,983	-	1,000,500	1,976,400	-	-	-	8,112,583	1,000,500	-	-
LONG-TERM PLEDGES RECEIVABLE	1,087,735	(435,409)	-	-	-	422,347	-	-	-	-	1,100,797
CAPITAL ASSETS											
Land and improvements	3,530,733	-	-	-	-	-	-	-	3,530,733	-	-
Infrastructure	4,888,892	-	-	-	-	-	-	-	4,888,892	-	-
Buildings	95,701,902	-	-	-	-	-	-	-	95,701,902	-	-
Furniture and Equipment	11,344,440	-	-	-	-	-	-	-	11,344,440	-	-
Fine Art collection	41,500	-	-	-	-	-	-	-	41,500	-	-
Construction in progress	3,354,801	-	-	-	-	-	-	-	3,354,801	-	-
Allowance for depreciation	(30,565,773)	-	-	-	-	-	-	-	(30,565,773)	-	-
TOTAL CAPITAL ASSETS	88,296,495	-	-	-	-	-	-	-	88,296,495	-	-
TOTAL ASSETS	$ 133,987,105	$ (933,022)	$ 7,640,426	$ 11,442,935	$ 1,846,582	$ 971,906	$ 300,511	$ 8,642,895	$ 101,080,662	$ 138,982	$ 2,855,228
LIABILITIES AND NET ASSETS											
CURRENT LIABILITIES											
Accounts payable	$ 2,566,340	$ (933,022)	$ 365,887	$ 147,262	$ 13,913	$ 77,710	$ 30,036	$ -	$ 1,792,227	$ 138,982	$ 933,345
Accrued payroll and other compensation	3,369,025	-	2,510,322	647,877	99,134	111,692	-	-	-	-	-
Unearned revenue	602,028	-	464,998	70,948	-	66,082	-	-	-	-	-
TOTAL CURRENT LIABILITIES	6,537,393	(933,022)	3,341,207	866,087	113,047	255,484	30,036	-	1,792,227	138,982	933,345
NET ASSETS											
Invested in capital assets	88,296,495	-	-	-	-	-	-	-	88,296,495	-	-
Restricted for:											
Nonexpendable endowments	6,978,880	-	-	-	-	-	-	5,703,555	-	-	1,275,325
Expendable scholarships and awards	519,592	-	-	-	-	425,870	-	-	-	-	93,722
Instructional department uses	166,998	-	-	-	-	72,508	-	-	-	-	94,490
Public broadcasting activities	134,013	-	-	-	-	134,013	-	-	-	-	-
Other restricted uses	281,202	-	-	-	-	88,724	-	-	-	-	192,478
Unrestricted (deficit)	31,072,532	-	4,299,219	10,576,848	1,733,535	(4,693)	270,475	2,939,340	10,991,940	-	265,868
TOTAL NET ASSETS	127,449,712	-	4,299,219	10,576,848	1,733,535	716,422	270,475	8,642,895	99,288,435	-	1,921,883
TOTAL LIABILITIES AND NET ASSETS	$ 133,987,105	$ (933,022)	$ 7,640,426	$ 11,442,935	$ 1,846,582	$ 971,906	$ 300,511	$ 8,642,895	$ 101,080,662	$ 138,982	$ 2,855,228

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
CONSOLIDATING STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
DELTA COLLEGE
YEAR ENDED JUNE 30, 2005

	COMBINED TOTAL	ELIMINATION	GENERAL FUND	DESIGNATED FUND	AUXILIARY ACTIVITIES FUND	EXPENDABLE RESTRICTED FUND	STUDENT LOAN FUND	ENDOWMENT FUND	PLANT FUND	FOUNDATION
OPERATING REVENUE										
Tuition and fees, net of scholarship allowance of $4,230,847 in 2005 and $3,799,916 in 2004	$ 19,443,150	$ (4,230,847)	$ 17,855,850	$ 5,666,546	$ -	$ -	$ -	$ -	$ 151,601	$ -
Federal grants and contracts	10,720,825	-	19,545	-	-	10,701,280	-	-	-	-
State grants and contracts	703,167	-	-	-	-	703,167	-	-	-	-
Local and nongovernmental grants and contracts	769,088	-	-	-	-	769,088	-	-	-	-
Public broadcasting gifts	784,668	-	-	-	-	784,668	-	-	-	-
Auxiliary activities, net of scholarship allowance of $1,062,644 in 2005 and $964,704 in 2004	4,594,141	(1,062,644)	-	-	5,656,785	-	-	-	-	-
Current year expenditures for capital equipment and facility improvements	-	(5,108,358)	-	-	-	-	-	-	5,108,358	-
Miscellaneous	2,741,014	(17,647)	446,366	2,117,057	-	190,813	4,425	-	-	-
TOTAL OPERATING REVENUE	39,756,053	(10,419,496)	18,321,761	7,783,603	5,656,785	13,149,016	4,425	-	5,259,959	-
OPERATING EXPENSES										
Instruction	32,497,431	(131,167)	24,782,102	4,823,605	-	3,022,891	-	-	-	-
Public services	2,675,668	(22,384)	853,383	90,399	-	1,754,270	-	-	-	-
Instructional support	6,287,477	(6,938)	6,077,679	72,898	-	143,838	-	-	-	-
Student services	16,140,781	(5,421,141)	5,742,894	1,954,173	5,063,386	8,801,007	-	-	462	-
Institutional administration	7,297,941	(20,586)	5,679,181	1,625,988	-	-	-	-	-	13,358
Operation and maintenance of facilities	6,090,527	(4,799,633)	5,699,713	-	-	690	-	-	5,189,757	-
Depreciation expense	3,196,601	-	-	-	-	-	-	-	3,196,601	-
Fundraising expenses	2,818	-	-	-	-	-	-	-	-	2,818
Other expenses	777	(296,901)	-	-	-	-	777	296,901	-	-
TOTAL OPERATING EXPENSES	74,190,021	(10,698,750)	48,834,952	8,567,063	5,063,386	13,722,696	777	296,901	8,386,820	16,176
OPERATING INCOME (LOSS)	(34,433,968)	279,254	(30,513,191)	(783,460)	593,399	(573,680)	3,648	(296,901)	(3,126,861)	(16,176)
NONOPERATING REVENUES (EXPENSES)										
State appropriations	13,444,300	-	13,044,200	-	-	-	-	-	400,100	-
Property tax levy	21,777,189	-	21,777,189	-	-	-	-	-	-	-
Gifts	1,739,553	(1,355,016)	-	144,930	-	517,953	-	84,395	-	2,347,291
Special events, net of expenses of $90,848 in 2005 and $80,355 in 2004	137,964	-	-	-	-	-	-	-	-	137,964
Investment income, net of Endowment Fund investment expense of $74,804 in 2005 and $67,551 in 2004	1,050,233	(296,901)	368,338	231,881	-	187,293	11,245	258,782	235,969	53,626
Loss on disposition of capital assets	(60,515)	17,647	-	-	-	-	-	-	(78,162)	-
Foundation grants and distributions to or for Delta College	(62,034)	1,355,016	-	-	-	-	-	-	-	(1,417,050)
NET NONOPERATING REVENUES	38,026,690	(279,254)	35,189,727	376,811	-	705,246	11,245	343,177	557,907	1,121,831
NET INCOME (LOSS) BEFORE OTHER REVENUE	3,592,722	-	4,676,536	(406,649)	593,399	131,566	14,893	46,276	(2,568,954)	1,105,655
OTHER REVENUE										
State capital appropriations	472,073	-	-	-	-	-	-	-	472,073	-
Capital gifts and grants	157,459	-	-	-	-	157,459	-	-	-	-
Additions to permanent endowments	600,934	-	-	-	-	-	-	600,934	-	-
TOTAL OTHER REVENUE	1,230,466	-	-	-	-	157,459	-	600,934	472,073	-
INCREASE (DECREASE) IN NET ASSETS	4,823,188	-	4,676,536	(406,649)	593,399	289,025	14,893	647,210	(2,096,881)	1,105,655
TRANSFERS IN (OUT)	-	-	(4,495,414)	(483,295)	(252,471)	117,356	-	-	5,113,824	-
NET INCREASE (DECREASE) IN NET ASSETS	4,823,188	-	181,122	(889,944)	340,928	406,381	14,893	647,210	3,016,943	1,105,655
NET ASSETS - BEGINNING OF YEAR	122,626,524	-	4,118,097	11,466,792	1,392,607	310,041	255,582	7,995,685	96,271,492	816,228
NET ASSETS - END OF YEAR	$ 127,449,712	$ -	$ 4,299,219	$ 10,576,848	$ 1,733,535	$ 716,422	$ 270,475	$ 8,642,895	$ 99,288,435	$ 1,921,883

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF CERTAIN GENERAL FUND REVENUES
DELTA COLLEGE
Year Ended June 30, 2005

TUITION AND FEES

Tuition	$	15,143,092
Registration fees		757,510
Course and program fees:		
Excess contact hour fees		724,949
Technology fees		1,066,325
Welding, Nursing & Dental Hygiene program fees		78,026
Telecourse fees		28,830
Online course fees		57,118
TOTAL TUITION AND FEES	$	17,855,850

MISCELLANEOUS REVENUES

Admission fees	$	129,265
Collegiate ads		3,485
Credit by exam		12,175
Miscellaneous		127,738
Parking fines		9,913
Planetarium ticket sales		67,750
Rental of college facilities		43,226
Reserve parking		1,013
Testing		51,801
TOTAL MISCELLANEOUS REVENUES	$	446,366

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF GENERAL FUND OPERATING EXPENSES
DELTA COLLEGE
Year Ended June 30, 2005

	SALARIES	FRINGE BENEFITS	SUPPLIES & SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT & TRAVEL	TOTAL
INSTRUCTION						
Social Sciences	$ 2,483,965	$ 774,469	$ 36,727	$ -	$ 24,650	$ 3,319,811
Humanities	1,871,010	582,568	46,008	-	17,850	2,517,436
English	2,630,492	814,808	22,714	-	25,500	3,493,514
Mathematics & Computer Science	1,686,761	526,681	27,752	-	16,150	2,257,344
Sciences	2,650,814	804,528	107,878	13,295	25,026	3,601,541
Business & Information Technology	2,497,385	757,948	36,071	-	22,950	3,314,354
Health & Wellness	2,697,686	811,702	161,511	-	24,761	3,695,660
Technical Trades & Manufacturing	1,487,459	433,061	114,100	-	13,114	2,047,734
Instructional Equipment	-	-	528,259	6,449	-	534,708
TOTAL INSTRUCTION	18,005,572	5,505,765	1,081,020	19,744	170,001	24,782,102
PUBLIC SERVICES						
Television	311,758	125,041	-	-	-	436,799
Public Radio	60,779	26,422	-	-	-	87,201
Planetarium and Learning Center	171,082	62,247	41,602	8,490	1,479	284,900
Community Outreach	31,744	12,739	-	-	-	44,483
TOTAL PUBLIC SERVICES	575,363	226,449	41,602	8,490	1,479	853,383
INSTRUCTIONAL SUPPORT						
Office of Vice President of Instruction & Learning Services	147,187	51,914	8,109	-	12,442	219,652
Division Chairs	703,833	230,977	20,644	-	8,397	963,851
Academic Deans	372,521	118,721	6,298	-	7,060	504,600
Faculty Secretarial & Instructional Support	407,429	186,559	143,680	-	6,411	744,079
Instructional Support Information Technology	-	-	1,146,816	-	-	1,146,816
Computer & Multimedia Laboratories	116,016	7,520	42,318	-	-	165,854
Learning Resources Center	470,988	172,375	143,162	-	2,130	788,655
Teaching Learning Center	266,472	90,701	524	-	69	357,766
Academic Testing Center	45,797	11,042	567	-	-	57,406
Instructional Media Technology	74,903	20,433	49,063	-	-	144,399
Fitness & Aquatics Center Instructional Support	92,761	20,679	28,427	-	-	141,867
Midland Center Instructional Support	40,478	21,130	1,525	-	-	63,133
Teaching Enhancement Centers	181,139	81,367	22,503	-	14,377	299,386
Accreditation, Articulation & Assessment	54,195	12,128	36,879	-	6,578	109,780
Honors Program	44,969	14,522	5,833	-	199	65,523
Possible Dream Program	53,157	19,681	733	-	-	73,571
Telelearning & Distance Learning	89,093	40,384	90,670	6,938	4,256	231,341
TOTAL INSTRUCTIONAL SUPPORT	3,160,938	1,100,133	1,747,751	6,938	61,919	6,077,679

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF GENERAL FUND OPERATING EXPENSES - Continued
DELTA COLLEGE
Year Ended June 30, 2005

	SALARIES	FRINGE BENEFITS	SUPPLIES & SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT & TRAVEL	TOTAL
STUDENT SERVICES						
Office of Vice President of Student & Education Services	$ 170,287	$ 49,381	$ 2,945	$ -	$ 2,944	$ 225,557
Dean of Student & Educational Services	173,697	56,961	57,953	7,805	4,309	300,725
Student Services Support Information Technology	-	-	438,817	-	-	438,817
Admissions	361,136	166,338	64,300	-	8,490	600,264
Records & Registration	297,749	110,669	75,584	-	1,678	485,680
Guidance & Counseling	736,631	277,886	13,929	-	1,381	1,029,827
Financial Aid	381,109	151,136	22,134	-	2,620	556,999
Testing, Assessment & Retention	117,883	48,545	55,035	-	2,227	223,690
Student Activities	1,063	-	11,070	-	445	12,578
Career & Employment Services	226,054	83,522	16,781	-	1,832	328,189
Multicultural Services & Events	163,563	53,578	21,617	-	5,051	243,809
Marketing & Publications	-	-	536,696	-	-	536,696
Veteran Services	23,212	10,903	548	-	284	34,947
Student Newspaper	25,193	1,459	12,903	-	720	40,275
Disability Services	52,525	19,164	17,402	-	323	89,414
Commencement & Student Awards	-	-	14,327	-	-	14,327
Scholarships & Grants	-	-	216,997	-	-	216,997
Ricker Center	146,709	54,478	26,501	-	-	227,688
Intercollegiate Athletics	37,803	7,606	79,533	10,207	1,266	136,415
TOTAL STUDENT SERVICES	2,914,614	1,091,626	1,685,072	18,012	33,570	5,742,894

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF GENERAL FUND OPERATING EXPENSES - Continued
DELTA COLLEGE
Year Ended June 30, 2005

	SALARIES	FRINGE BENEFITS	SUPPLIES & SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT & TRAVEL	TOTAL
INSTITUTIONAL ADMINISTRATION						
Board of Trustees	$ -	$ -	$ 34,646	$ -	$ 11,688	$ 46,334
Development Office	220,872	84,130	25,507	-	4,993	335,502
Affirmative Action	52,478	18,701	1,077	-	164	72,420
President's Office	231,300	62,863	3,842	-	12,230	310,235
Memberships	-	-	61,292	-	5,030	66,322
Miscellaneous	1,220	59,794	183,801	-	9,518	254,333
Legal, Audit & Consulting Services	-	-	81,033	-	-	81,033
Bank Fees & Collection Expenses	-	-	258,929	-	-	258,929
Insurance	-	49,454	166,353	-	-	215,807
Communications Technology	156,670	57,049	133,894	-	3,577	351,190
Business Services	208,509	88,875	6,527	-	1,758	305,669
Finance Office	601,326	230,510	53,193	-	7,197	892,226
Administrative Support Information Technology	30,486	8,008	637,814	15,586	-	691,894
Human Resources & Staff Recruitment	451,511	165,862	55,183	-	5,598	678,154
Senate	37,895	12,966	3,698	-	1,764	56,323
Post Office	55,950	25,916	6,674	-	-	88,540
Institutional Advancement	212,698	70,122	32,907	-	4,091	319,818
Administrative Services	402,725	119,569	10,215	-	3,312	535,821
Staff Training, Wellness & Professional Development	51,776	20,748	35,619	-	10,488	118,631
TOTAL INSTITUTIONAL ADMINISTRATION	2,715,416	1,074,567	1,792,204	15,586	81,408	5,679,181
OPERATION AND MAINTENANCE OF FACILITIES						
Public Safety	336,924	149,831	21,993	20,294	75	529,117
Facilities Management	465,082	171,063	723	-	664	637,532
Facility Operations	1,477,563	627,651	158,941	-	195	2,264,350
Utilities	-	-	1,694,510	-	-	1,694,510
Facility Maintenance & Improvements	-	-	231,526	63,377	-	294,903
Off-Campus Centers & President's House	-	-	279,301	-	-	279,301
TOTAL OPERATION AND MAINTENANCE OF FACILITIES	2,279,569	948,545	2,386,994	83,671	934	5,699,713
TOTAL GENERAL FUND OPERATING EXPENSES	$ 29,651,472	$ 9,947,085	$ 8,734,643	$ 152,441	$ 349,311	$ 48,834,952

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF DESIGNATED FUND
DELTA COLLEGE
Year Ended June 30, 2005

		REVENUES					EXPENSES								
	NET ASSETS JULY 1, 2004	TUITION AND FEES	MISCELLANEOUS REVENUE	GIFTS	ENDOWMENT AND INVESTMENT INCOME	TOTAL REVENUE	SALARIES	FRINGE BENEFITS	SUPPLIES AND SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT AND TRAVEL	TOTAL EXPENSES	TRANSFERS IN(OUT)	NET INCREASE (DECREASE) IN NET ASSETS	NET ASSETS JUNE 30, 2005
INSTRUCTION															
Corporate Services	$ 372,594	$ 3,846,359	$ 640	$ -	$ -	$ 3,846,999	$ 2,228,764	$ 843,056	$ 952,380	$ -	$ 10,660	$ 4,034,860	$ (18)	$ (187,879)	$ 184,715
Criminal Justice Training Programs	(223,291)	352,555	3,780	-	-	356,335	222,023	72,739	84,054	-	975	379,791	-	(23,456)	(246,747)
Workforce Development Center	18,838	383,496	-	-	-	383,496	232,629	80,119	88,513	-	7,693	408,954	28,520	3,062	21,900
TOTAL INSTRUCTION	168,141	4,582,410	4,420	-	-	4,586,830	2,683,416	995,914	1,124,947	-	19,328	4,823,605	28,502	(208,273)	(40,132)
PUBLIC SERVICES															
Global Awareness	5,578	-	-	1,424	-	1,424	-	-	5,285	-	-	5,285	-	(3,861)	1,717
Delta Productions	1,591	-	9,918	-	-	9,918	5,120	1,149	1,652	-	2,548	10,469	-	(551)	1,040
Young Author's Day	5,097	-	-	-	-	-	-	-	78	-	-	78	-	(78)	5,019
Telelearning Network	57,326	-	11,017	-	-	11,017	-	-	61,632	-	-	61,632	-	(50,615)	6,711
Sailing Program	(63,043)	7,492	760	-	900	9,152	7,517	770	4,648	-	-	12,935	-	(3,783)	(66,826)
TOTAL PUBLIC SERVICES	6,549	7,492	21,695	1,424	900	31,511	12,637	1,919	73,295	-	2,548	90,399	-	(58,888)	(52,339)
INSTRUCTIONAL SUPPORT															
Center for Organizational Success	-	-	-	-	-	-	1,923	147	-	-	-	2,070	60,000	57,930	57,930
Senior Programming Center	-	-	-	-	-	-	-	-	-	-	-	-	25,000	25,000	25,000
President's Scholarship Program	275,000	-	-	-	-	-	-	-	405	-	-	405	-	(405)	274,595
President's Innovative Projects	50,600	-	-	-	-	-	1,000	-	10,440	-	15,372	26,812	-	(26,812)	23,788
Faculty & Instructional Developmen	91,351	-	21,171	-	-	21,171	-	-	6,664	-	16,048	22,712	-	(1,541)	89,810
International Activities	-	-	2,000	-	-	2,000	-	-	-	-	-	-	-	2,000	2,000
Art & Archive Projects	6,655	-	6,022	-	3,052	9,074	4,539	1,003	15,357	-	-	20,899	9,927	(1,898)	4,757
TOTAL INSTRUCTIONAL SUPPORT	423,606	-	29,193	-	3,052	32,245	7,462	1,150	32,866	-	31,420	72,898	94,927	54,274	477,880
STUDENT SERVICES															
Student Educational Initiatives	22,755	-	3,403	-	-	3,403	-	-	4,189	-	-	4,189	-	(786)	21,969
Social Science Olympics	2,935	-	-	-	-	-	-	-	1,778	-	-	1,778	-	(1,778)	1,157
Pioneer Athletic Fundraisers	5,354	-	27,831	17,689	-	45,520	545	116	31,464	-	17,899	50,024	-	(4,504)	850
African American Events	(159)	-	9,546	680	-	10,226	-	-	7,986	-	2,053	10,039	-	187	28
Asset Group	36,022	-	209,786	-	-	209,786	-	-	208,745	-	-	208,745	-	1,041	37,063
Workstudy Co-op Programs	40,009	-	1,726,958	-	-	1,726,958	1,557,626	114,866	3,968	-	2,938	1,679,398	-	47,560	87,569
TOTAL STUDENT SERVICES	106,916	-	1,977,524	18,369	-	1,995,893	1,558,171	114,982	258,130	-	22,890	1,954,173	-	41,720	148,636
INSTITUTIONAL ADMINISTRATION															
Corporate Services Administration	-	1,076,644	7,660	-	-	1,084,304	472,589	138,902	363,471	-	4,618	979,580	(104,724)	-	-
Whiting Projects	47,631	-	-	-	26,909	26,909	-	-	-	-	-	-	-	26,909	74,540
UNUM Projects	548,645	-	-	-	12,820	12,820	-	-	-	-	-	-	-	12,820	561,465
Reserve for FLEC Implementation	-	-	-	-	-	-	-	-	-	-	-	-	300,000	300,000	300,000
Technology Improvements	74,417	-	-	-	-	-	-	-	-	-	-	-	-	-	74,417
Internet Access Technology	3,651	-	-	-	-	-	-	-	-	-	-	-	-	-	3,651
Administrative Projects	22,049	-	-	-	-	-	-	-	210	-	-	210	-	(210)	21,839
Administrative Cost Reserve	77,467	-	1,100	-	-	1,100	-	-	2,320	-	-	2,320	-	(1,220)	76,247
Administrative Reserve for Tax Appeals	9,304,316	-	-	-	188,200	188,200	-	-	377,078	-	-	377,078	(802,000)	(990,878)	8,313,438
Self Insurance	683,404	-	75,465	-	-	75,465	-	-	141,663	-	-	141,663	-	(66,198)	617,206
Gifts In Kind	-	-	-	125,137	-	125,137	-	-	120,137	5,000	-	125,137	-	-	-
TOTAL INSTITUTIONAL ADMINISTRATION	10,761,580	1,076,644	84,225	125,137	227,929	1,513,935	472,589	138,902	1,004,879	5,000	4,618	1,625,988	(606,724)	(718,777)	10,042,803
TOTAL DESIGNATED FUND	$ 11,466,792	$ 5,666,546	$ 2,117,057	$ 144,930	$ 231,881	$ 8,160,414	$ 4,734,275	$ 1,252,867	$ 2,494,117	$ 5,000	$ 80,804	$ 8,567,063	$ (483,295)	$ (889,944)	$ 10,576,848

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF AUXILIARY ACTIVITIES FUND
DELTA COLLEGE
Year Ended June 30, 2005

	NET ASSETS JULY 1, 2004	OPERATING REVENUES	EXPENSES					OPERATING INCOME (LOSS)	TRANSFERS IN(OUT)	NET ASSETS JUNE 30, 2005
			SALARIES	FRINGE BENEFITS	SUPPLIES AND SERVICES	CAPITAL EXPENSES	TOTAL EXPENSES			
AUXILIARY ACTIVITIES										
Bookstore	$ 776,651	$ 4,484,778	$ 325,691	$ 110,619	$ 3,575,263	$ -	$ 4,011,573	$ 473,205	$ (251,718)	$ 998,138
Food & Conference Services	(8,232)	756,463	307,875	110,297	260,122	-	678,294	78,169	(353)	69,584
Fitness & Recreation Center	29,139	342,585	194,788	34,315	64,015	-	293,118	49,467	(400)	78,206
Carlyon Farmhouse	4,256	85	-	-	-	-	-	85	-	4,341
Planetarium Gift Shop & Conference Services	(22,821)	40,306	9,588	1,320	34,419	-	45,327	(5,021)	-	(27,842)
Learning Resources Vending	1,506	13,987	-	-	10,759	-	10,759	3,228	-	4,734
TOTAL AUXILIARY ACTIVITIES	780,499	5,638,204	$ 837,942	$ 256,551	$ 3,944,578	$ -	5,039,071	599,133	(252,471)	1,127,161
INTERNAL SERVICE OPERATIONS										
Internal Service Operations	612,108	797,720	$ 171,023	$ 66,977	$ 455,816	$ 109,638	803,454	(5,734)	-	606,374
Elimination of Rebilled Charges	-	(779,139)					(779,139)	-	-	-
NET INTERNAL SERVICE OPERATIONS	612,108	18,581					24,315	(5,734)	-	606,374
TOTALS	$ 1,392,607	$ 5,656,785					$ 5,063,386	$ 593,399	$ (252,471)	$ 1,733,535

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF EXPENDABLE RESTRICTED FUND
DELTA COLLEGE
Year Ended June 30, 2005

		REVENUES							EXPENSES								
	NET ASSETS JULY 1, 2004	FEDERAL GRANTS AND CONTRACTS	STATE GRANTS AND CONTRACTS	LOCAL AND NONGOVERNMENTAL GRANTS AND CONTRACTS	MISCELLANEOUS REVENUE	GIFTS	ENDOWMENT AND INVESTMENT INCOME	TOTAL REVENUE	SALARIES	FRINGE BENEFITS	SUPPLIES AND SERVICES	CAPITAL EXPENDITURES	PROFESSIONAL DEVELOPMENT AND TRAVEL	TOTAL EXPENSES	TRANSFERS IN(OUT)	NET INCREASE (DECREASE) IN NET ASSETS	NET ASSETS JUNE 30, 2005
INSTRUCTION																	
Corporate Services Grants	$ 26,754	$ 2,116,643	$ 139,520	$ 61,827	$ 825	$ 56,050	$ -	$ 2,374,865	$ 897,921	$ 341,305	$ 1,133,298	$ -	$ 7,815	$ 2,380,339	$ -	$ (5,474)	$ 21,280
Motorcycle Safety Training Programs	44,308	-	47,645	-	13,838	-	-	61,483	47,861	11,114	12,378	-	1,130	72,483	-	(11,000)	33,308
Endowed Teaching Chair Program	17,498	-	-	-	-	-	10,950	10,950	660	136	5,236	-	4,496	10,528	-	422	17,920
Criminal Justice Training Programs	-	-	122,775	-	38,883	-	-	161,658	70,823	15,923	74,502	-	410	161,658	-	-	-
Perkins Voc Ed Grant - Instructional Equipment	-	397,883	-	-	-	-	-	397,883	-	-	286,460	111,423	-	397,883	-	-	-
TOTAL INSTRUCTION	88,560	2,514,526	309,940	61,827	53,546	56,050	10,950	3,006,839	1,017,265	368,478	1,511,874	111,423	13,851	3,022,891	-	(16,052)	72,508
PUBLIC SERVICE																	
Substance Abuse Grants	(7,415)	57,210	16,720	21,120	-	-	-	95,050	28,474	8,078	51,797	-	1,784	90,133	-	4,917	(2,498)
Possible Dream Program	21,039	-	-	-	-	55,000	19,464	74,464	150	33	59,573	-	1,712	61,468	-	12,996	34,035
Ogaukawing Mission Restoration Project	11,073	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,073
Summer Enrichment Math Program	3,741	-	-	-	-	-	-	-	-	-	5,936	-	-	5,936	-	(5,936)	(2,195)
Tech Prep Grant	-	127,865	-	-	-	-	-	127,865	26,881	8,902	45,206	-	46,876	127,865	-	-	-
Planetarium Be A Star	22,311	-	-	-	-	-	13,607	13,607	-	-	-	-	-	-	-	13,607	35,918
Public Broadcasting - Television	(223,399)	35,345	-	686,141	118,101	744,581	6,543	1,590,711	381,071	130,066	714,563	13,894	22,292	1,261,886	-	328,825	105,426
Public Broadcasting - Radio	33,609	-	-	-	3,078	197,546	1,781	202,405	71,795	34,509	100,678	-	-	206,982	(445)	(5,022)	28,587
TOTAL PUBLIC SERVICE	(139,041)	220,420	16,720	707,261	121,179	997,127	41,395	2,104,102	508,371	181,588	977,753	13,894	72,664	1,754,270	(445)	349,387	210,346
INSTRUCTIONAL SUPPORT																	
Water Treatment Instruction Development	6,441	-	-	-	-	-	-	-	-	-	1,671	-	-	1,671	-	(1,671)	4,770
Fast Track Grants	-	7,000	-	-	-	-	-	7,000	-	-	-	-	7,000	7,000	-	-	-
Perkins Voc Ed Grant - Professional & Curriculum Develop	-	135,167	-	-	-	-	-	135,167	73,230	28,555	21,716	-	11,666	135,167	-	-	-
TOTAL INSTRUCTIONAL SUPPORT	6,441	142,167	-	-	-	-	-	142,167	73,230	28,555	23,387	-	18,666	143,838	-	(1,671)	4,770
STUDENT SERVICES																	
Perkins Voc Ed Grant - Special Populations	-	142,672	-	-	-	-	-	142,672	147,361	37,814	1,353	-	1,026	187,554	44,882	-	-
MICUP/MTU Partnership Grant	-	-	13,249	-	-	-	-	13,249	4,984	2,472	3,175	-	2,618	13,249	-	-	-
Michigan Adult Part Time Grants	-	-	44,325	-	-	-	-	44,325	-	-	44,325	-	-	44,325	-	-	-
Michigan Educational Opportunity Grants	-	-	54,471	-	-	-	-	54,471	-	-	54,471	-	-	54,471	-	-	-
Michigan Workstudy Grants	-	-	104,352	-	-	-	-	104,352	130,455	-	-	-	-	130,455	26,103	-	-
Michigan Nursing Board Scholarships Gran	-	-	76,000	-	-	-	-	76,000	-	-	76,000	-	-	76,000	-	-	-
Pell Grants	-	6,982,289	-	-	-	-	-	6,982,289	-	-	6,982,289	-	-	6,982,289	-	-	-
Supplemental Educational Opportunity Gran	-	406,996	-	-	-	-	-	406,996	-	-	406,996	-	-	406,996	-	-	-
Federal Workstudy Grant	-	263,710	-	-	-	-	-	263,710	255,065	-	58,349	-	-	313,414	49,704	-	-
Job Locator and Development Grant	-	28,500	-	-	-	-	-	28,500	20,985	7,515	-	-	-	28,500	-	-	-
Federal Workstudy Off-Campus	-	-	-	-	16,088	-	-	16,088	-	-	-	-	-	-	(16,088)	-	-
At Risk Grants	-	-	82,891	-	-	-	-	82,891	61,364	20,396	1,015	-	116	82,891	-	-	-
Scholarships & Awards	351,682	-	-	-	-	406,903	134,948	541,851	4,800	366	475,697	-	-	480,863	13,200	74,188	425,870
TOTAL STUDENT SERVICES	351,682	7,824,167	375,288	-	16,088	406,903	134,948	8,757,394	625,014	68,563	8,103,670	-	3,760	8,801,007	117,801	74,188	425,870
OPERATION AND MAINTENANCE OF FACILITIES																	
Michigan Justice Training Grant	2,399	-	1,219	-	-	-	-	1,219	-	-	30	-	660	690	-	529	2,928
TOTAL OPERATION AND MAINTENANCE OF FACILITIES	2,399	-	1,219	-	-	-	-	1,219	-	-	30	-	660	690	-	529	2,928
TOTAL EXPENDABLE RESTRICTED FUND	$ 310,041	$ 10,701,280	$ 703,167	$ 769,088	$ 190,813	$ 1,460,080	$ 187,293	$ 14,011,721	$ 2,223,880	$ 647,184	$ 10,616,714	$ 125,317	$ 109,601	$ 13,722,696	$ 117,356	$ 406,381	$ 716,422

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF ENDOWMENT FUND
DELTA COLLEGE
Year Ended June 30, 2005

ENDOWMENT FUNDS	NET ASSETS JULY 1, 2004	GIFTS	INTEREST & DIVIDENDS	NET GAIN ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT FEES	NET ASSETS JUNE 30, 2005
Margaret Adams Scholarship	$ 9,253	$ -	$ 185	$ 203	$ (390)	$ (85)	$ 9,166
Athletic Scholarship	211,657	10,404	4,231	4,640	(5,982)	(1,947)	223,003
M. Seth Babcock Scholarship	13,984	-	280	307	(590)	(129)	13,852
Mary Ann (McGregor) Badour Scholarship	-	20,000	245	(616)	-	(87)	19,542
James & Joy Baker Scholarship	27,458	20	550	601	(787)	(252)	27,590
Barstow/Frevel Scholarly Achievement Award	25,943	-	520	568	(1,043)	(239)	25,749
Bay City Central Class of '41 Scholarship	45,430	330	913	993	(1,726)	(419)	45,521
Elzie & Muriel Beaver Scholarship	111,718	-	2,233	2,450	(4,707)	(1,028)	110,666
Leonard Bergstein Scholarship	19,003	-	380	417	(799)	(176)	18,825
Darrell R. Berry Scholarship	20,095	-	401	441	(848)	(185)	19,904
Bladecki Scholarship	8,755	-	175	192	(364)	(80)	8,678
Peter and Barbra Boyse Program	102	13,575	2	-	-	(1)	13,678
Peter D. Boyse President's Scholar Program	-	209,400	-	-	-	-	209,400
Business Division Scholarship	126,417	-	2,527	2,771	(5,320)	(1,162)	125,233
Carlyon Farmhouse Maintenance	172,064	-	3,441	3,772	(5,152)	(1,582)	172,543
Donald & Betty Carlyon Scholarship	78,371	2,897	1,601	1,638	(2,989)	(733)	80,785
Donald & Betty Carlyon Endowed Teaching Chair	160,419	1,606	3,207	3,517	(6,606)	(1,475)	160,668
DeeMona Chatman Scholarship	-	16,552	194	(446)	-	(68)	16,232
Lynn Conway Athletic Scholarship	14,454	200	291	311	(525)	(134)	14,597
Gilbert E. Currie Estate Student Loans	266,442	-	5,326	5,843	(11,245)	(2,450)	263,916
Delta Deltah's Scholarship	5,026	-	100	111	(212)	(46)	4,979
Delta College Employee-Sponsored Scholarship	97,230	280	1,944	2,131	(3,988)	(894)	96,703
Delta College Planetarium Fund	407,723	12,078	8,297	8,576	(13,607)	(3,800)	419,267
Robert DeVinney Endowed Teaching Chair	108,191	1,589	2,185	2,357	(3,570)	(1,003)	109,749
Dixon Family Scholarship	-	50,569	620	(1,558)	-	(221)	49,410
Herbert Doan Scholarship	7,791	-	156	171	(329)	(72)	7,717
Margery Knepp Dodson Mitchell Scholarship	15,887	-	318	348	(159)	(146)	16,248
Frances Dolinski Scholarship	18,115	175	364	392	(638)	(167)	18,241
Henry Dolinski Scholarship	-	17,910	189	(475)	-	(67)	17,557
Doll & Drury Scholarship	34,408	-	688	753	(1,407)	(316)	34,126
Herbert H. Dow Fund	37,125	-	741	814	(1,567)	(341)	36,772
Jerry & Terry Drake Scholarship	68,627	42,620	1,519	1,596	(1,979)	(667)	111,716
Draper Family Scholarship	13,057	-	261	287	(551)	(120)	12,934
Gene R. Duckworth Scholarship	26,048	-	522	570	(1,099)	(239)	25,802
Fred Dulmage Award	13,154	-	263	288	(555)	(121)	13,029
Eldon Enger & Fred Ross Scholarship	14,753	1,154	312	344	(148)	(142)	16,273
James E. & Leanne Lutz Erickson Scholarship	16,734	-	335	366	(603)	(153)	16,679
Faculty Executive Committee Award	4,384	-	88	96	(185)	(40)	4,343
Arthur J. & Bette L. Fisher Scholarship	160,811	40,000	3,521	2,757	(4,193)	(1,588)	201,308
Dr. John & Joanne Fuller Scholarship	20,185	-	404	442	(660)	(186)	20,185
Gerace Construction Scholarship	104,217	-	2,083	2,285	(3,717)	(958)	103,910
Gerity Broadcasting Company Scholarship	92,747	-	1,854	2,034	(3,914)	(853)	91,868
Gerstacker Faculty Recognition Award	22,626	138	454	492	(830)	(209)	22,671
Global Education Program and Scholarship	32,622	-	652	716	(1,373)	(300)	32,317
Robert M. Gohlke Scholarship	27,752	-	554	609	(1,169)	(254)	27,492
Russell B. & Grace H. Green Scholarship	33,626	-	672	737	(1,098)	(309)	33,628
Priscilla Bogi Guritza Memorial Scholarship	21,625	-	432	474	(913)	(199)	21,419
Beki Gray Hadley Scholarship	33,013	150	662	718	(1,383)	(304)	32,856
Sarah Hansen Scholarship	8,532	-	171	186	(351)	(78)	8,460
Harry Hawkins Scholarship	14,554	-	290	320	(562)	(133)	14,469

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF ENDOWMENT FUND - Continued
DELTA COLLEGE
Year Ended June 30, 2005

	NET ASSETS JULY 1, 2004	GIFTS	INTEREST & DIVIDENDS	NET GAIN ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT FEES	NET ASSETS JUNE 30, 2005
ENDOWMENT FUNDS - Continued							
Hilde & Walter Heyman Scholarship	$ 15,498	$ -	$ 310	$ 339	$ (596)	$ (142)	$ 15,409
Ada E. Hobbs Scholarship	10,994	-	219	241	(464)	(101)	10,889
Home Builders Association of Bay, Midland & Saginaw Counties	15,476	1,000	309	339	(537)	(142)	16,445
Honors Student Scholarship	73,221	-	1,464	1,605	(3,204)	(673)	72,413
James R. & Anita H. Jenkins Family Scholarship	23,610	-	472	518	(758)	(217)	23,625
Phyllis E. Jones Memorial Scholarship	16,495	-	330	362	(626)	(152)	16,409
S. Preston & Dr. Betty B. Jones Scholarship	36,917	15,125	893	887	(1,140)	(396)	52,286
Dan E. Karn Memorial Scholarship	3,730	-	75	81	(157)	(34)	3,695
Kaufmann Family Scholarship	15,560	-	311	341	(561)	(143)	15,508
Dale & Alma Keyser Scholarship	16,263	1,000	325	357	(292)	(150)	17,503
Walter J. & Sophia M. Kilar Scholarship	21,188	-	423	465	(894)	(195)	20,987
International Order of King's Daughters & Sons Scholarship	24,392	-	488	535	(1,029)	(224)	24,162
Oscar W. Kloha Scholarship	35,314	-	706	775	(1,490)	(325)	34,980
Robert I. & Marjorie H. Knepp Scholarship	58,042	9,796	1,279	990	(1,572)	(575)	67,960
W.R. & Edith Knepp Scholarship	199,591	-	3,990	4,376	(8,422)	(1,835)	197,700
W.R. Knepp, Jr. Scholarship	151,067	-	3,019	3,313	(6,376)	(1,389)	149,634
Daniel P. Kubiak Scholarship	16,263	125	326	363	(583)	(150)	16,344
Gary Laatsch Scholarship	31,644	100	633	694	(1,332)	(291)	31,448
Jack LaBreck Scholarship	5,437	-	109	118	(229)	(49)	5,386
Dr. Thomas H. Lane & Janis E Landry-Lane Scholarship	-	19,500	239	(601)	-	(85)	19,053
Thomas & Rose Mary Laur Scholarship	29,992	-	600	657	(1,138)	(276)	29,835
Leo & Evelyn Levy Scholarship	16,430	-	328	361	(614)	(151)	16,354
Edward & Kathleen Lunt Scholarship	32,350	15,000	831	247	(774)	(363)	47,291
Thomas & Brenda Mahar Scholarship	19,995	-	400	438	(677)	(184)	19,972
Margaret McAlear Scholarship	25,639	4,000	533	547	(777)	(243)	29,699
Aceie & Thelma Micho Scholarship	-	30,105	270	169	-	(67)	30,477
Rhea Miller Scholarship	36,498	-	730	801	(1,403)	(337)	36,289
Richard & Gloria Miller Scholarship	17,222	200	346	380	(641)	(159)	17,348
Monitor Sugar Scholarship	15,560	-	311	341	(561)	(143)	15,508
Morley Brothers Foundation Award/Scholarship	22,741	-	455	499	(960)	(208)	22,527
Wendell & Ethel Mullison Scholarship	22,089	-	442	484	(932)	(203)	21,880
William H. "Buddy" Oates Scholarship	26,718	-	534	587	(1,127)	(246)	26,466
Louise H. Osthelder Scholarship	77,086	-	1,541	1,690	(3,253)	(709)	76,355
Jesse J. Oswald Scholarship	15,298	1,000	318	305	(303)	(145)	16,473
Otto C. Pressprich Fund	92,747	-	1,854	2,034	(3,914)	(853)	91,868
Cecelia Randall Scholarship	19,156	-	383	419	(809)	(175)	18,974
Skip Renker Creative Writing Award	-	15,350	196	(569)	-	(73)	14,904
Renee Rookard Scholarship	61,318	1,030	1,238	1,314	(2,288)	(568)	62,044
Harold & Norine Rupp Scholarship	15,000	-	300	329	(150)	(138)	15,341
Saginaw County Child Development Centers Program	12,996	-	261	284	(424)	(119)	12,998
Saginaw Valley Manufacturing Technology Scholarship	28,992	-	580	636	(1,055)	(267)	28,886
Cliff Saladine Scholarship	23,161	-	463	508	(977)	(213)	22,942
Van Dewitt & Ruth Simmons Scholarship	144,980	-	2,898	3,179	(6,110)	(1,333)	143,614
John M. Smith & William Wolgast Family Softball Scholarship	17,420	-	348	382	(649)	(160)	17,341
Paul Sowatsky Scholarship/Award	24,971	-	499	548	(1,054)	(230)	24,734
James Stark Scholarship	3,160	-	63	69	(133)	(29)	3,130
Eileen & Hugh Starks Scholarship	20,391	-	408	447	(701)	(187)	20,358
Sturm Family Broadcast Programming Fund	151,806	-	3,034	3,329	(6,407)	(1,396)	150,366
Sungard COLLEGIS Endowed Teaching Chair	91,855	10,000	1,927	2,070	(2,380)	(867)	102,605
Paul & Margaret Thompson Scholarship	25,908	-	519	567	(963)	(238)	25,793

SUPPLEMENTAL SCHEDULE OF OTHER FINANCIAL INFORMATION
DETAILS OF ENDOWMENT FUND - Continued
DELTA COLLEGE
Year Ended June 30, 2005

	NET ASSETS JULY 1, 2004	GIFTS	INTEREST & DIVIDENDS	NET GAIN ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT FEES	NET ASSETS JUNE 30, 2005
ENDOWMENT FUNDS - Continued							
Margaret Timm English Award	$ -	$ 15,000	$ 135	$ 85	$ -	$ (34)	$ 15,186
Ken & "Miss Mona" White Scholarship	-	15,956	293	686	-	(110)	16,825
Lola Bishop Whitney Award	96,455	-	1,928	2,116	(4,061)	(887)	95,551
Alice & Jack Wirt Scholarship	168,778	5,000	3,419	3,729	(6,430)	(1,563)	172,933
Teresa Witucki Scholarship	15,298	-	306	336	(303)	(141)	15,496
Wolverine Bank Scholarship	30,137	-	602	661	(1,141)	(277)	29,982
Alton, Sr., Alma & Alton, Jr. Zucker Scholarship	69,331	-	1,386	1,520	(2,926)	(637)	68,674
Melvin & Hilda Zuehlke Scholarhsip and Special Needs	113,654	-	2,272	2,492	(4,349)	(1,045)	113,024
TOTAL ENDOWMENT FUNDS	5,127,962	600,934	106,224	107,314	(190,479)	(48,400)	5,703,555
FUNDS FUNCTIONING AS ENDOWMENTS							
Peter and Barbra Boyse Program	103,530	-	2,070	2,272	(3,052)	(952)	103,868
Coca-Cola Exclusive Agreement Scholarship	49,986	-	999	1,097	(1,632)	(460)	49,990
Delta College Public Radio Fund	46,889	-	937	1,028	(1,781)	(431)	46,642
Delta College Foundation Fund	841,890	8,575	16,935	18,196	(34,739)	(7,778)	843,079
Delta College Foundation Student Scholarships	110,290	820	2,209	2,416	(2,862)	(1,015)	111,858
Delta College Endowed Teaching Chair Challenge Grant Fund	75,405	-	1,507	1,654	-	(693)	77,873
Alden B. Dow Fund	44,200	-	884	968	(1,865)	(406)	43,781
Laughner Award	9,437	-	189	207	(398)	(87)	9,348
Possible Dream Program	573,747	75,000	11,469	12,580	(19,464)	(5,275)	648,057
Sailing School Program	22,942	-	459	503	(900)	(211)	22,793
UNUM Projects	303,770	-	6,073	6,655	(12,820)	(2,791)	300,887
Macauley & Helen Whiting Fund	685,637	-	13,707	15,034	(26,909)	(6,305)	681,164
TOTAL FUNDS FUNCTIONING AS ENDOWMENTS	2,867,723	84,395	57,438	62,610	(106,422)	(26,404)	2,939,340
TOTAL	$ 7,995,685	$ 685,329	$ 163,662	$ 169,924	$ (296,901)	$ (74,804)	$ 8,642,895