

Report on the
Chattahoochee Valley Community College
Phenix City, Alabama
October 1, 2010 through September 30, 2011

Filed: January 27, 2012



**Department of
Examiners of Public Accounts**

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Notes to the Financial Statements
For the Year Ended September 30, 2011

Note 2 – Deposits

A. Deposits

The College's deposits at year-end were held by financial institutions in the State of Alabama's Security for Alabama Funds Enhancement (SAFE) Program. The SAFE Program was established by the Alabama Legislature and is governed by the provisions contained in the *Code of Alabama 1975*, Sections 41-14A-1 through 41-14A-14. Under the SAFE Program all public funds are protected through a collateral pool administered by the Alabama State Treasurer's Office. Under this program, financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that financial institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Depository Insurance Corporation (FDIC). If the securities pledged fail to produce adequate funds, every institution participating in the pool would share the liability for the remaining balance.

The Statement of Net Assets classification "cash and cash equivalents" includes all readily available cash such as petty cash, demand deposits, and certificates of deposits with maturities of three months or less.

Note 3 – Receivables

Receivables are reported net of uncollectible amounts and are summarized as follows:

| | |
|---------------------------------------|---------------------|
| <u>Accounts Receivable</u> | |
| Federal | \$307,682.77 |
| State | 299,593.75 |
| Other | 296,052.09 |
| Less: Allowance for Doubtful Accounts | (83,309.17) |
| Total Receivables | <u>\$820,019.44</u> |