Official Notice of the

Texas Southmost College District
Regular Meeting

for
February 19, 2009

Posted
February 16, 2009

AGENDA

The Board of Trustees of the Texas Southmost College District will convene Thursday,
February 19, 2009, at 5:30 p.m. in the Gorgas Board Room of Texas Southmost College,
80 Fort Brown, Brownsville, Texas 78520.

Call to Order

1 Announcements

   Introduction of New Directors

   Introduction of Interim Appointments

2 Speakers to Agenda Items and Public Discussion

3 Acceptance of Gift and Resolution
   Consideration and possible action on:

   Adoption of Resolution Naming The Arts Center Box F "The Keppel AmFELS, Inc. Box"
4 Executive Session

Real Estate

as provided by Government Code, Chapter 551.071 & .072

Contract and Resolution for Purchase of Fort Brown Villas Condominium Unit 4009, Type D, Building 4, Phase 1, Brownsville, Texas

Legal Matters

5 Consideration and possible action on matters discussed in Executive Session

Real Estate

Contract and Resolution for Purchase of Fort Brown Villas Condominium Unit 4009, Type D, Building 4, Phase 1, Brownsville, Texas

Legal Matters

6 Board Briefing

In Hindsight
Dr. Jose Martin, Provost

7 Approval of minutes of previous meetings
Consideration and possible action on:

Regular Meeting, January 13, 2009

8 Bond Projects
Consideration and possible action on:

Approval of a Change Order to the Contract with RGV Paint Center and Construction, Inc. for the Center for Early Childhood Studies

9 Business Affairs Partnership Committee
Consideration and possible action on:

Report

Adoption of Resolution Granting Certain Tax Exemptions to Certain Historic Sites Under the 2009 Heritage Plan

Bid for Construction of 21st Street Parking Lot Addition

10 Institutional Effectiveness
   Partnership Committee
   Consideration and possible action on:

Report

11 Construction Report

Commissary Building, Newman Center, Commandant’s Quarters, Sabal Palm Preservation, Rustenberg Paseo, 21st Street Parking Lot, REK Center, Center for Early Childhood Studies, Library, Classroom Building, Arts Center,

12 President’s Report

University Professor Leads Prison Ministry, UTB/TSC Hosts Legislators, UTB/TSC Commemorates Campus Fence with Day of Service, Doctor of Education Degree in Curriculum & Instruction, 11th Annual UTB/TSC Research Symposium

13 Proposed Meeting Dates

Board Meetings:
Thursday, March 26, 2009
Thursday, April 23, 2009
Thursday, May 21, 2009
Thursday, June 18, 2009

Adjournment
Texas Southmost College District

Minutes of the Regular Meeting of the Board of Trustees

January 13, 2009

The Board of Trustees of the Texas Southmost College District convened in open session on January 13, 2009, at 5:30 p.m., in the Board Room of Gorgas Hall, Texas Southmost College. Board members present were David Oliveira, Chair, Eduardo A. Campirano, Vice Chair, Dr. Roberto Robles, Secretary, Chester Gonzalez, René Torres and Adela G. Garza. Absent was Rosemary Breedlove. Also present was Dr. Juliet V. García, President of The University of Texas at Brownsville and Texas Southmost College.

Call to Order

The meeting was called to order by Chairman Oliveira at 5:30 p.m.

1. Announcements

   UTB/TSC Chess Team

Chairman David Oliveira called on Dr. Juliet García, President, to make an announcement on the UTB/TSC Chess Team. Dr. García introduced Russell Harwood, Chess Program Director. He reported that the Chess Team competed on December 27-30, 2008, in Dallas, TX. He was proud to announce that although the team placed 10th last year, this year they competed and placed third among the Final 4 finalists. Among the finalists are top seeded UT Dallas, Stanford University, and University of Maryland. Mr. Harwood reported that the Chess Team will be competing in the President’s Cup competition on April 3-5, 2009, at UT Dallas. In December 2009, UTB/TSC will host the Pan American Inter-Collegian Chess Championship at the Sheraton Hotel at South Padre Island, TX.

2. Speakers to the Items and Public Discussion

There were no speakers.
3. Acceptance of Gift and Resolution

Consideration and possible action on adoption of resolution naming The Arts Center Concessions
The Habet Family Concessions

Dr. Ruth Ann Ragland, Vice President for Institutional Advancement, announced the acceptance of a gift from Kal and Gigi Habet. Dr. Ragland provided a brief biography of the donors noting that they have been community leaders in promoting education, community development, community service, and the fine arts in Brownsville. She then introduced Dr. and Mrs. Habet, who thanked the Board for the opportunity to make this important contribution. Mr. Oliveira read a resolution honoring the Habet family and presented the resolution and a framed portrait of The Arts Center to them and their family.

A motion was made by Dr. Robles to adopt the resolution naming The Arts Center Concessions, “The Habet Family Concessions,” as presented. The motion was seconded by Mr. Gonzalez and carried unanimously. Exhibit “A”

4. Board Briefing

Dr. Jude Benavides and Dr. Elizabeth Heise Assistant Professors in the Department of Chemistry and Environmental Studies, provided a report on the campus recycling project entitled “Think Before You Throw.” Dr. Benavides reported on Phase I of the project, which originated in a class project by Environmental Studies students in 2007. He noted how in Spring 2008, students and faculty members decided to become more proactive and make this a campus wide project. The committee began seeking external funding, through Wal-Mart and a Rusteberg Fellowship awarded to Dr. Heise which were used to finance the pilot project including cardboard and office paper. One hundred-thirty plastic bins were purchased and located in 100 sites around campus. Since that time, 4,500 lbs. of cardboard, 13,000 lbs. of office paper, and 1,000 lbs. of plastic bottles have been recycled on campus. Dr. Benavides concluded that the pilot project’s objectives were met and it was time to expand.

Dr. Benavides then focused on Phase II of the project, stating its focus would be recycling of plastic bottles, which is the second largest waste stream component. He noted that Coca-Cola sells 250,000 plastic bottles on campus annually. The company supports the recycling effort and has donated 80 bins, which will be placed in strategic locations on campus. He also noted that we have signed a Memorandum of Understanding with Brownsville Scrap Paper, Inc., which will provide funds for student scholarships. Dr. Benavides stated that future goals for the recycling project include implementation of an Expansion Life Cycle
Assessment, which quantifies inputs and outputs, project self sustainability, and educating the community through outreach.

5. Executive Session

as provided by Government Code, Chapter 551.072-551.072

Real Estate

Contract and resolution for purchase of Fort Brown Villas Condominiums Unit 2C, Type A, Building C, Phase II, Brownsville, Texas

Legal Matters

The Board convened in Executive Session at 5:30 p.m.

The Board reconvened in Regular Session at 6:05 p.m.

6. Consideration and possible action on matters discussed in Executive Session

Contract and resolution for purchase of Fort Brown Villas Condominium Unit 2C, Type A, Building C, Phase II, Brownsville, Texas

A motion was made by Mr. Torres to approve the earnest money contract and resolution for the acquisition of Fort Brown Villas Unit 2C in the amount of $40,000. The motion was seconded by Ms. Garza and carried unanimously. Exhibit “B”

7. Approval of Minutes of Previous Meeting

Consideration and possible action on Minutes of Regular Meeting on January 13, 2009

A motion was made by Mr. Gonzalez to approve the Minutes of the Regular Meeting on January 13, 2009. The motion was seconded by Mr. Campirano and carried unanimously.
8. Physical Facilities Committee

Report

Chairman Oliveira called on Mr. Gonzalez to make the report. Mr. Gonzalez reported that the Physical Facilities Committee met on January, 12, 2009.

Consideration and possible action on purchase of a contract to install audio visual equipment controls for the REK Center.

Chairman Gonzalez reported that the first item discussed was the contract to install audiovisual equipment controls for the REK Center. He stated that Ms. Veronica Mendez, Assistant Vice President for Planning and Construction, informed the Committee that it is time to install audiovisual and sound equipment throughout the REK Center. A fully integrated audiovisual and sound equipment package is required in the facility and the scope of work includes the design and installation of a communications cabling system to support voice, high speed data communication, and limited broadband CATV services. The equipment will also support five classrooms, two conference rooms, and a computer lab.

Mr. Gonzalez reported that a request for proposals to design and install the equipment package was issued according to Texas Southmost College Board policies for purchasing bids. Proposals were received and evaluated on January 9, 2009. The committee evaluated two proposals, submitted by Visual Innovations Company of Austin, and by TAVCO of San Marcos. TAVCO is being recommended with a bid of $98,344.11. Ms. Mendez is also recommending increasing the contingency fee by 5% on this project. The final cost of the project contract recommended is $103,027.16.

A motion was made by Mr. Gonzalez to accept the proposal from TAVCO for the Audio Visual Equipment Controls for the REK Center in the amount of $103,027.16 and authorize the Assistant Vice President for Planning and Construction to execute the contract. The motion was seconded by Mr. Campirano and carried unanimously. Exhibit “C”

Consideration and possible action extension of a contract with Broadbuss and Associates Program Management Services for the Bond Projects.

A motion was made by Mr. Campirano to table this item. The motion was seconded by Ms. Garza and carried unanimously. Exhibit “D”
Consideration and possible action on purchase of a contract with Design Build Solutions for the Fort Brown Auditorium Roof.

The next item discussed was the purchase of a contract with Design Build Solutions for the Fort Brown Auditorium roof. Mr. Allan Peakes informed the Committee that the Fort Brown Memorial Center roof is approximately 35 years old and in dire need of repair. Design Build Solutions, a Garland Company, has been sought to provide roof repair services through a TXMAS contract. This is the same company used on other roofing bond projects. The 21,240 square foot roof repair is estimated to cost $328,106.

A motion was made by Mr. Gonzalez to accept the proposal from Design Build Solutions, a Garland Company, in the amount of $328,106 and authorize the Assistant Vice President for Planning and Construction to execute the contract. The motion was seconded by Dr. Robles and carried unanimously. Exhibit “E”

Consideration and possible action on purchase of a contract with Design Build Solutions for the Oliveira Library Roof.

The next item discussed was the purchase of a contract with Design Build Solutions for the Oliveira Library roof. Mr. Allan Peakes informed the Committee that the Oliveira Library roof is approximately 25 years old, and also in need of repair. Design Build Solutions, a Garland Company, has also been sought to provide roof repair services through a TXMAS contract. The 26,300 square foot roof repair is estimated to cost $380,798.

A motion was made by Mr. Gonzalez to accept the proposal from Design Build Solutions, a Garland Company, in the amount of $380,798 and authorize the Assistant Vice President for Planning and Construction to execute the contract. The motion was seconded by Ms. Garza and carried unanimously. Exhibit “F”

9. First Quarter Financial Statements and investment Report

Ms. Melba Sanchez, Assistant Vice President for Finance, provided a report on the 1st Quarter Financial Statements and Investment Report for FY 2008-2009. No action was taken.

10. Construction Report

Dr. Pearson reported the following:

- Renovations at the Newman Center are progressing. New tiles with the original design are being installed, and the drywall and electrical wiring are
now completed. The suspended ceilings will be the new focus within the next
month.

- Work on the Commandant’s Quarter’s is progressing with the help of Larry
  Lof. The lattice work on the rear structure is almost complete, as is the
  woodwork on the exterior of the structure. The building has been painted a
  dominant gray, which is a historical color with white detailing.

- Work on the Commissary Building is proceeding. The wooden beams are
  being sandblasted, which will create an elegant historical look. Glass panes
  are being installed. The old jail in the basement will become the focus of much
  work in the upcoming weeks.

Ms. Mendez reported the following:

- Work on the REK Center is progressing and the project is nearing completion.
  Installation of the 200 lockers, the tile in the bathrooms, special scorpion
  details on the courts, and final details in the dance and recital classrooms are
  nearing completion. The carpet in the offices is complete.

- Work at the ITEC is now complete. Students started classes in the newly
  renovated areas of the facility on January 12, 2009.

- The ceiling is installed at the New Library. The final plaster details and the
  brick installation are nearing completion. The brick on the Classroom
  Building is complete.

- Work on the Center of Early Childhood Studies is progressing. The roof is
  installed, and the siding for the casitas continues allowing the installation of
  the electrical and utilities wiring.

- The Arts Center balconies are now installed and fireproofing for the steel
  beams is complete.

11. President’s Report

Dr. García reported the following:

UTB/TSC 14th Winter Commencement

Graduates earned 1,175 certificates and degrees during the University of Texas at
Brownsville and Texas Southmost College’s 14th Winter Commencement on
Saturday, December 20, 2008, on Cardenas South Hall Lawn. More than 500
students participated in the event. This semester UTB/TSC celebrated its first
master degree graduates in computer science and history. The commencement
keynote speaker was Dr. Ruben Gallegos, a Texas Southmost College alumnus
who was awarded the UTB/TSC Distinguished Alumni Award last spring.

Benazir Bhutto Endowment Started at UTB/TSC

A new scholarship at The University of Texas at Brownsville and Texas Southmost
College honoring Benazir Bhutto has been established. The former prime minister
of Pakistan was our Distinguished Lecture Series speaker in 2004. Dr. Fitratullah Khan, Professor in the Computer and Information Sciences department and Director, of the ITNET, said that the KEEP Scholarship Endowment honors her beliefs in education, democracy and for peaceful resolution and international issues. The endowment currently stands at $14,000 and is still receiving contributions. Dr. Khadim Hussain, a native of Pakistan and chairman of the emergency department at Valley Baptist Medical Center, leading Brownsville’s Pakistani community in raising awareness and additional money for the endowment.

**The 11th Annual “Kids at the Movies” event.**

The UTB/TSC School of Health Sciences and BISD provided the 11th annual Day at the Movies for more than 1,000 of our area “special” kids. All of these school children have special physical or emotional disabilities. More than 40 of our Allied Health and Nursing students, faculty, and staff, assisted the busloads of BISD children who attended. This event supports the educational element of the Special Programs division of BISD, whose goal is to expose these special children to life experiences typical for most children.

**Join the Master Chorale in Rome in the spring**

The public can join The University of Texas at Brownsville and Texas Southmost College Master Chorale when it heads to Italy this March. The tour is being offered as the vocal group travels from Sunday, March 15, through Sunday, March 22, to Assisi, Florence, Montecatini, Tuscany, Rome, Orvieto and Vatican City. Travel costs for the trip are about $3,900 for single occupancy and $3,200 for double occupancy. The price includes roundtrip airfare from Houston to Italy, hotel accommodations and guided tours as well as breakfast and dinner. Invited by the Office of the Vatican, the students will perform at St. Peter’s Basilica in Rome for High Mass where they will sing during the introduction, offertory, and communion.

**Nominations Requested for Distinguished Alumnus Award**

The public is invited to submit names of candidates for the Distinguished Alumnus Award for The University of Texas at Brownsville and Texas Southmost College. Former students and graduates of UTB/TSC are eligible. Nomination forms can be obtained by calling the UTB/TSC Office of Development at (956) 882-4233, or by filling out the form online. The deadline to submit a nomination is Friday, Feb. 2, 2009. The recipients will be honored at Spring Commencement ceremonies in May.
10. **Proposed Meeting Dates**

- **Thursday**, February 19, 2009
- **Friday & Saturday**, February 20-21, 2009 – Board Retreat
- **Thursday**, March 26, 2009
- **Thursday**, April 23, 2009
- **Thursday**, May 21, 2009
- **Thursday**, June 18, 2009

**Adjournment**

The meeting was adjourned by Chairman Oliveira at 7:10 p.m.

________________________
David G. Oliveira
Chairman, Board of Trustees

________________________
Roberto Robles, M.D.
Secretary, Board of Trustees

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**NOTE:** The tape of the Regular Board of Trustees meeting held on January 13, 2009, is on file at the District Office of the Texas Southmost College District. The master tape is on file at the UTB/TSC Media center. These minutes were taken and transcribed by Gloria Miranda, Administrative Assistant. Videotaping of the Board of Trustees' meetings began on April 11, 1990. They are aired on Channel KBSD in cooperation with the Brownsville Independent School District.
**Department/Division:**
Office for Planning and Construction

| Board Meeting Date: | February 19, 2009 |

**Agenda Item:**
Consideration and possible action on a change order to RGV Paint Center and Construction for Center for Early Childhood Studies project.

**Rationale/Background:**
RGV Paint Center and Construction was selected on March 27\(^{th}\) 2008 through Competitive Sealed Proposal method. In the process of construction there had been design changes required that are above and beyond the original scope of work. An additional fire lane was added at the playground area. After permitting the Fire marshal asked that we provide an additional drive for access to Casita A through the playground. In order to keep the playground intact we recommend the use of grasscrete so that the drive can remain a surface that allows it to be used as part of the playground. Two large gates were added at the width required by the fire department. In addition the original design showed connecting the building water to an exiting line on the childcare side of University Blvd. After start of construction it was discovered that Brownsville PUB had abandoned the line. The revised design calls for a bore under University Blvd. In order to connect to an active water line on the other side of the project. Additional dewatering was required due to unanticipated depth of the bore at 11’.

We recommend that a Change Order be incorporated into the contract with RGV Paint Center and Construction in the amount of $91,085.15 and additional scope of work be added to the contract.

**Recommended Action:**
Motion to approve a change order to the contract with RGV Construction and authorize Assistant Vice President for Planning and Construction to execute change order in the amount of $91,085.15.

**Fiscal Implications:**

- Budgeted Item: XYes □ No □ N/A
- If no, explain: Center for Early Childhood Studies Program Contingency

**Attachments (List):**
1. Change order #2 and Breakdowns

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**FOR OFFICE USE ONLY:**

- **Board Action:** Approved: □ Yes □ No □ N/A □ Tabled for action on:  
- **Certified by:** ______________________ Title: ______________________ Date: ______
To: Veronica Mendez  
Assistant VP for Planning and Construction

From: Diana Bravo Gonzalez  
Project Manager/Architect

Date: February 16, 2009

Bond Projects: Center for Early Childhood Studies

Subject: Change Order #2

We recommend consideration of the following unanticipated costs for the Center of Early Childhood Studies which resulted from additional requests for access for fire trucks and the abandonment of the waterline on the property. The following briefly outlines the reasons for the requests:

1. Additional Fire lane added at Playground area. After permitting the Fire marshal asked that we provide an additional drive for access to Casita A through the playground. In order to keep the playground intact we recommend the use of grass Crete so that the drive can remain a surface that allows it to be used as part of the playground. Two large gates were added at the width required by the fire department.

2. The original design showed connecting the building water to an exiting line on the childcare side of University blvd but the water line was by PUB therefore, we must bore under University blvd in order to connect to an active water line on the other side of the project. Additional dewatering was required due to unanticipated depth of the bore at 11’.

As a reminder Change order #1 was issued for the 15 rain days which were encountered in 2008. We recommend approval of Change Order #2 to fund the above noted unanticipated costs.
CHANGE ORDER

Date: February 8, 2009

Project No. & Name: Center For Early Childhood Studies
Institution: Texas Southmost College
Contractor Name: RGV Construction
Change Order No.: Two (02)

To:

You are hereby authorized to make the following changes in the work under your contract:

C.P./F.O. No. Description of Work Cost Time Extension
01 Additional Fire lane driveway changes per Fire marshall $27,624.60 12 days
02 Water line Utility bore and dewatering $53,726.75 10 days
            Contractor O&P $12,609.45

Total Change Order Amount: $93,960.80
(Refer Attachment “A” for Item Re-cap)

It is mutually agreed that the payment of ___$93,960.80____ ($) and 22 calendar days time extension provided for in this Change Order, constitutes full compensation to the Contractor, whether direct, consequential or otherwise, in any way incidental to, or arising out of, or resulting directly from the work performed or modified by the Contractor under this Change Order.

The new Substantial Completion date, including this time extension, if any is: April 30, 2009
The new Final Completion date, including this time extension, if any is: May 30, 2009

For the above changes the sum of ___$93,960.80____ ($) will be added to the Contract Price as follows:

<table>
<thead>
<tr>
<th>Original Contract Price:</th>
<th>$3,422,611</th>
</tr>
</thead>
<tbody>
<tr>
<td>Previous Additions:</td>
<td>$0</td>
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<tr>
<td>Previous Deductions:</td>
<td>$0</td>
</tr>
<tr>
<td>Net Balance Contract Price:</td>
<td>$3,422,611</td>
</tr>
<tr>
<td>THIS Addition:</td>
<td>$93,960.80</td>
</tr>
<tr>
<td>Adjusted Contract Price:</td>
<td>$3,516,571.80</td>
</tr>
</tbody>
</table>

ACCEPTED:

By ____________________________
Architect/Engineer
Date ____________________________

APPROVED:

By ____________________________
Veronica Mendez - Assistant Vice-President
for Planning and Construction - UTB/TSC
Date ____________________________

By ____________________________
PM
Date ____________________________
CHANGE ORDER 2

810 Del Oro Lane, Pharr, Texas 78577
luishigreda@gmail.com

PROJECT: 0534 Center for Early Childhood Studies
DATE: 02/09/09

TO: Attn: Veronica Mendez
UTB-TSC
80 Fort Brown
Brownsville, Texas 78520
Phone: (956) 882-4313 Fax (956) 882-4316

CONTRACT DATE: 06/02/08

A. Description - Revised fire lane/driveway

<table>
<thead>
<tr>
<th>Num</th>
<th>Description</th>
<th>Qty</th>
<th>Unit Price</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>24 foot wide fire access lane on the east Side of the main playground with 6&quot; of compacted select road base</td>
<td>1746 SF</td>
<td>1.50</td>
<td>2619.00</td>
</tr>
<tr>
<td>2</td>
<td>Double 9' wide bi-parting gate</td>
<td>1 Unit</td>
<td>2960.00</td>
<td>2960.00</td>
</tr>
<tr>
<td>3</td>
<td>Grass road paving system 24&quot; x 24&quot;</td>
<td>1746 SF</td>
<td>9.35</td>
<td>16325.10</td>
</tr>
<tr>
<td>4</td>
<td>Grass over Grass road paver system Over 1-1/2&quot; planting base</td>
<td>1746 SF</td>
<td>2.25</td>
<td>3928.50</td>
</tr>
<tr>
<td>5</td>
<td>Credit for fence shown in original plans that will be replaced for the 18' bi-parting gate Superintendent</td>
<td>18 Ln Ft</td>
<td>20.44</td>
<td>-368.00</td>
</tr>
<tr>
<td>6</td>
<td>12 days/96 hrs</td>
<td>22.50</td>
<td></td>
<td>2160.00</td>
</tr>
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The Contract Sum will be increased by this Change Order in the amount of: $27,624.60

The Contract time will be increased by: 12 Days

B. DESCRIPTION: Water bore and additional dewatering

<table>
<thead>
<tr>
<th>Num</th>
<th>Description</th>
<th>Qty</th>
<th>Unit Price</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>18 Bore for 16 steel casing</td>
<td>90.00 Ln Ft</td>
<td>165.55</td>
<td>14900.00</td>
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<tr>
<td>2</td>
<td>16 x 3/8&quot; steel casing</td>
<td>90.00 Ln Ft</td>
<td>88.33</td>
<td>7950.00</td>
</tr>
<tr>
<td>3</td>
<td>Welding service on site</td>
<td>1.00</td>
<td>2670.00</td>
<td>2670.00</td>
</tr>
<tr>
<td></td>
<td>Description</td>
<td>Qty</td>
<td>Rate</td>
<td>Amount</td>
</tr>
<tr>
<td>---</td>
<td>--------------------------------------------------</td>
<td>------</td>
<td>-------</td>
<td>---------</td>
</tr>
<tr>
<td>4</td>
<td>Pit excavation for bore machine</td>
<td>1.00</td>
<td>1430.00</td>
<td>1430.00</td>
</tr>
<tr>
<td>5</td>
<td>Mobilization</td>
<td>1.00</td>
<td>900.00</td>
<td>900.00</td>
</tr>
<tr>
<td>6</td>
<td>Remove and replace existing Sidewalk</td>
<td>1.00</td>
<td>410.00</td>
<td>810.00</td>
</tr>
<tr>
<td>6</td>
<td>Additional cost because of depth and dewatering.</td>
<td>1.00</td>
<td>4,580.50</td>
<td>4,580.50</td>
</tr>
<tr>
<td>7</td>
<td>Water Line (Due to plan change)</td>
<td>382.00 Ln Ft</td>
<td>27.63</td>
<td>10,557.00</td>
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<tr>
<td>8</td>
<td>Valves  8&quot; gate v (PUB Requirement)</td>
<td>2.00 Unit</td>
<td>2,000.00</td>
<td>4,000.00</td>
</tr>
<tr>
<td>9</td>
<td>8&quot; x 8&quot; Connection &quot;T&quot; (PUB Requirement)</td>
<td>1.00 Unit</td>
<td>1,000.00</td>
<td>1,000.00</td>
</tr>
<tr>
<td>10</td>
<td>6&quot; Concrete patch for street</td>
<td>64.00 SF</td>
<td>10.00</td>
<td>640.00</td>
</tr>
<tr>
<td>11</td>
<td>Trenching plan approved &amp; sealed by Professional Engineer</td>
<td>1.00 unit</td>
<td>2,489.75</td>
<td>2,489.75</td>
</tr>
<tr>
<td>12</td>
<td>Superintendent</td>
<td>10 days/80 hrs</td>
<td>22.50</td>
<td>1,800</td>
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</table>

The Contract Sum will be increased by this Change Order in the amount of: $53,726.75

The Contract time will be increased by: 10 Days

**TOTALS**

A. Fire lane and Driveway $27,624.60
B. Waterline bore and additional dewatering $53,726.75
Subtotal $81,351.35

10% Profit $ 8,135.13
Subtotal $89,486.48

5 % Overhead $ 4,474.32

Grand Total $93,960.80

The total Contract time will be increased by: 22 Days

**ACCEPTED**

UTB-TSC RGV Paint Center and Construction

By: Veronica Mendez By: Luis Gerardo Higareda

Date: ______________________ Date: ______________________
**Texas Southmost College District**  
**Board Agenda Request Form**

<table>
<thead>
<tr>
<th>Department/Division:</th>
<th>Board Meeting Date:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Partnership Affairs Division</td>
<td>February 19, 2009</td>
</tr>
</tbody>
</table>

**Agenda Item:**  
Consideration and possible action on: Adoption of Resolution Granting Certain Tax Exemptions to Certain Historic Sites Under the 2009 Heritage Plan.

**Rationale/Background:**  
As it has for the last 22 years, the City of Brownsville is requesting that the Board of Trustees adopt a resolution granting tax exemptions to certain historic sites under the 2009 Heritage Plan. This request is in keeping with our community university’s interest and commitment to the restoration and preservation of historic properties.

The financial implications to the District would be a total of $6,888.61 of tax forgone for 40 properties, which would be included in the FY 2010 budget. This amount is $1,727.07 less than last year due to fewer properties being approved.

**Recommended Action:**  
Motion to adopt resolution granting certain tax exemptions to certain historic sites under the 2009 Heritage Plan as presented.

**Fiscal Implications:**  
Budgeted Item: ☐ Yes ☒ No ☐ N/A  
If no, explain:  
If approved, this item will be included in the budget for Fiscal Year 2009-2010.

**Attachments (List):**  
Letter from the City of Brownsville, tax forgone summary, proposed resolution, and 2009 Heritage Plan survey with proposed changes.

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**FOR OFFICE USE ONLY:**  
**Board Action:**  
Approved: ☐ Yes ☑ No ☐ Tabled for action on: ________________________

**Certified by:** ________________________  
**Title:** ________________________  
**Date:** ________________________
January 21, 2009

Dr. David E. Pearson  
Vice President for Administration & Partnership Affairs  
University Of Texas at Brownsville and  
Texas Southmost College  
83 Fort Brown  
Brownsville, Texas 78520

Dear Dr. Pearson:

I would like to request that you consider placing the following item on the next agenda of the UTB/TSC Board of Trustees meeting.

**Discussion and possible action on adopting a resolution granting certain tax exemptions to certain historic sites under the 2009 Heritage Plan and the expansion of the O11 Overlay District.**

Attached is a suggested draft of the aforementioned resolution. Enclosed is the 2009 Heritage Plan and related information.

Also, you are invited to attend a taxing entities joint public workshop on the 2009 Heritage Plan with the City Commission tentatively scheduled for Tuesday, March 3, 2009 at 5:00 p.m. in the Commission Chambers, on the 2nd floor of the new City Hall, (old Federal Courthouse), located at 1001 E Elizabeth ST, Brownsville, Cameron, Texas, 78520.

Please extend this invitation to all members of the Board of Trustees, who are welcome to attend.

If you cannot attend yourself, would you please have a representative from UTB/TSC attends this meeting.

If you have any further questions on this matter, please contact me at (956) 548-6070.

Sincerely,

José A. Gavito, Jr.,  
Heritage Officer,  
City Of Brownsville

XC: Mayor and City Commissioners  
Charlie Cabler, City Manager

Attachments
### Tax Summary for 2009 Heritage Plan
#### Taxing Unit: Texas Southmost College District

<table>
<thead>
<tr>
<th>(1) Number of Exemptions</th>
<th>HISTORICAL</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>40</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>(2) Appraisal Value of Exemptions</th>
<th>$4,276.27</th>
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</table>

<table>
<thead>
<tr>
<th>AMOUNT TAX $ FOREGONE</th>
<th>$6,888.61</th>
</tr>
</thead>
</table>

Note: 2008 tax rate = .161089
Notes on methods used to determine values using Entity Totals report dated 12/31/2008 provided by the Cameron County Appraisal District:

<table>
<thead>
<tr>
<th>TAXING UNIT</th>
<th># OF SITES</th>
<th>TAX EXEMPTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>TSC/UTB</td>
<td>40</td>
<td>$6,888.61</td>
</tr>
<tr>
<td>COUNTY</td>
<td>40</td>
<td>$15,103.41</td>
</tr>
<tr>
<td>BISD</td>
<td>39</td>
<td>$43,890.92</td>
</tr>
<tr>
<td>CITY</td>
<td>40</td>
<td>$27,817.89</td>
</tr>
<tr>
<td>BND</td>
<td>40</td>
<td>$2,073.86</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
<td><strong>$ 95,774.69</strong></td>
</tr>
</tbody>
</table>
THE STATE OF TEXAS §

COUNTY OF CAMERON §

TEXAS SOUTHCOREST COLLEGE DISTRICT

RESOLUTION

WHEREAS, V.T.CA. Tax Code Section 11.24 authorizes the governing body of any taxing unit to exempt from taxation part or all of the assessed value of certain historic heritage sites; and

WHEREAS, this Board supports efforts by the City of Brownsville and other taxing units to provide tax relief; NOW THEREFORE,

BE IT RESOLVED BY THE BOARD OF TRUSTEES OF TEXAS SOUTHMOST COLLEGE DISTRICT:

DIVISION A. FEDERAL & STATE SITES.

SECTION 1. That all taxable sites heretofore designated as Recorded Texas Historical Landmarks by the Texas Historical Commission and all taxable sites with historic structures heretofore designated as a Historic Landmark or a site on the National Register of Historic Places by the United States government to the extent that such sites remain so designated are hereby designated as historically significant sites in need of tax relief to encourage their preservation and are hereby totally (100%) exempted from all ad valorem taxation by this taxing unit. Further, that the historic sites to benefit from this section of this Resolution are listed in the Heritage Plan 2009, said plan being dated December 25, 2008 and being adopted by Ordinance Number 2009-1100.47 of the City of Brownsville, Texas.

SECTION 2. That SECTION 1 hereof shall be effective provided that the potential annual revenue foregone by this District on all historic sites under Section 1 hereof not to exceed one-third of one percent of this District’s total potential annual a valorem tax revenues.
DIVISION B. PRIMARY LOCAL SITES

SECTION 3. That this Board hereby grants historical ad valorem tax exemptions equal to 50% of the gross assessed value of any historic sites which are not directly benefited by SECTION 1 of this Resolution and which are listed as Primary Local Sites in the Heritage Plan 2009 said Plan being dated December 25, 2008, and being adopted by Ordinance Number 2009-1100.47 of the City Of Brownsville. All such taxable Primary Local Sites are hereby designated as historically significant sites in need of tax relief to encourage their preservation. It is hereby declared that each Site contains at least one historic structure.

SECTION 4. That any historic site under Section 3 hereof, on which there is successful completion of substantial new rehabilitation as defined by the Board’s Chairman, is hereby totally exempted from ad valorem taxation for five years.

DIVISION C. FEDERAL, STATE, & PRIMARY LOCAL SITES.

SECTION 5. That if a site which has directly benefited from an exemption granted by SECTION 1, 3, or 4 hereof loses its official historic designation due to inappropriate physical changes such as site demolition, other that those changes caused by an act of God, then an additional tax is imposed on the site equal to the difference, if any, between the taxes imposed on the site for each of the five (5) years preceding the year in which such historic designation is lost and the taxes that would have been imposed had the site not been subject to the net lost historical exemption in each of those years, plus interest at an annual rate of seven (7.0) percent calculated from the dates of which the differences would have become due.

SECTION 6. That each exempted historic site shall include not only one or more historic structures but also the land necessary for access to and use of the structure (s) with the exact boundaries of such land being determined by this Board’s Chairman.

SECTION 7. That this Board’s Chairman is hereby granted the authority to implement this Resolution by any means not contrary to law, including, but
not limited to, the issuance of rules and policies, the making of requests for non-binding advice from any entities, and the delegation of authority.

SECTION 8. That nothing herein shall be construed to:

a. Relieve property owners of their duty to file annual exemption application forms in accordance with all state laws, rules, and regulations if they wish to take advantage of the exemptions granted by this Board: or

b. Prevent this Board from subsequently repealing or amending this Resolution.

SECTION 9. That if any provision of this resolution, or the application of same to particular set of persons or circumstances, should for any reason by held by the courts to be invalid, such end each provision of the resolution is declared to be several.

SECTION 10. That this Resolution shall become effective on February 19, 2009, if signed, attested, and recorded in the records of this District.

ADOPTED this 19th day of February, 2009

__________________________
David Oliveira
Chair, Board of Trustees

__________________________
Roberto Robles, M.D.
Secretary, Board of Trustees
Historic Brownsville

2009

Heritage Council’s Proposed Changes from 2008 Plan to 2009 Plan

DRAFT
Introduction

This year marks the twenty-second anniversary of the Brownsville Heritage Survey and Heritage Plan. The City Code requires that the Survey and the Plan be adopted at least once every year.

The Survey is intended to be an inventory of all existing and potential heritage sites in Brownsville. The Survey also documents any changes to the sites that have occurred in the past year. The Plan is intended to rank those sites according to their architectural and historical significance.

The information in this Update is used by the Brownsville Heritage Council to make recommendations to the Zoning Commission regarding modifications to the preceding year’s Heritage Plan. Then the Zoning Commission makes its recommendation to the City Commission.

Summary

In general, the Heritage Council’s recommendation is that the 2009 Heritage Plan be adopted with several changes; these changes will affect the amount of “historic tax exemption” taxes foregone. The changes are as follows: One State Site was upgraded to a Federal Site; two sites are designated new State sites and five sites have been designated as Primary Local Sites and two Primary Local Sites have been granted 100% historic tax exemption for a five year period.
<table>
<thead>
<tr>
<th></th>
<th>Address</th>
<th>Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>1249 W Washington ST</td>
<td>Gregg-Hicks House</td>
</tr>
<tr>
<td>2</td>
<td>2030 Palm BLVD</td>
<td>Glady’s Porter House</td>
</tr>
<tr>
<td>3</td>
<td>39 Sunset DR</td>
<td>McNair House</td>
</tr>
<tr>
<td>4</td>
<td>1223 E Elizabeth ST</td>
<td>Bollack Building</td>
</tr>
<tr>
<td>5</td>
<td>1608 W Levee ST</td>
<td>Edelstein House</td>
</tr>
<tr>
<td>6</td>
<td>504 E ST Charles ST</td>
<td>J. J. Young House</td>
</tr>
<tr>
<td>7</td>
<td>207 E Washington ST</td>
<td>Manuel Cisneros House</td>
</tr>
<tr>
<td>8</td>
<td>1220 E Adams ST</td>
<td>La Villa de Llanes Complex</td>
</tr>
<tr>
<td>9</td>
<td>204 E Levee ST</td>
<td>A. G. Browne House</td>
</tr>
<tr>
<td>10</td>
<td>1247 Lakeside BLVD</td>
<td>Hicks-Lawrence House</td>
</tr>
<tr>
<td>11</td>
<td>611 W Levee ST</td>
<td>Brulay House</td>
</tr>
<tr>
<td>12</td>
<td>505 E St Charles ST</td>
<td>J. T. Canales House</td>
</tr>
</tbody>
</table>
Name: Gregg/Hicks House

Address: 1249 W Washington ST

Legal Description: Block 30, Lot (s) 4-6, West Brownsville Addition

Owner(s): Javier Salinas

Architectural Style: Colonial Revival

Year Built: 1920

Current Heritage Status: State Site

Proposed Status: Federal Site

Comments: Designated a Federal Site.
2008 Heritage
Survey/Plan Update

Name: Gladys Porter House

Address: 2030 Palm BLVD

Legal Description: Blk 10 Lot(s) 8 & 9 Los Ebanos Addition

Owner(s): Javier Victor Gonzalez

Architectural Style: Mediterranean Style

Year Built: circa 1940

Current Heritage Status: Secondary Local Site

Proposed Status: Property owner requests Heritage Council to consider site as a Primary Local Site.

Comments: Request denied. Property owner would have to remove all exterior alterations and restore to the original façade to be considered for the designation of Primary Local Site.
Name: McNair House

Address: 39 Sunset DR

Legal Description: Block 1, Lot 11A, Los Ebanos Subdivision

Owner(s): McNair Family

Architectural Style:

Year Built:

Current Heritage Status: Secondary Local Site

Proposed Status:

Comments: Designated a State Site by the Texas Historical Commission
Name: Bollack Building

Address: 1223 E Elizabeth ST

Legal Description: Block 63 Lot(s) 10 OT

Owner(s): Francisco Cermenno

Architectural Style: Commercial Building

Year Built: 1906

Current Heritage Status: Primary Local Site

Proposed Status: Add on year to 100% historic tax exemption

Comments: Heritage Council approved the recommendation to extend the 100% historic tax exemption.
Name: Ruben Edelstein House

Address: 1608 W Levee ST

Legal Description: Block 61Lot(s) 10-12 West Brownsville Addition

Owner(s): Tony Zavaleta

Architectural Style: Bungalow

Year Built: 1920

Current Heritage Status: Secondary Local Site

Proposed Status: Primary Local Site

Comments: Approved by the Heritage Council to designate this site a Primary Local Site.
Name:  J. J. Young House

Address:  504 E St Charles ST

Legal Description:  Block 32  Lot(s)  4,5 & 6  OT

Owner(s) UTB

Architectural Style:  Victorian Style

Year Built:

Current Heritage Status:  Secondary Local Site

Proposed Status:  Primary Local Site

Comments:  Approved by the Heritage Council to designate this site a Primary Local Site.
2008 Heritage
Survey/Plan Update

Name: Manuel Cisneros House

Address: 207 E Washington ST

Legal Description: Block 78 Lot(s) 7 & 8 OT

Owner(s): Jorge Flores Jr.

Architectural Style:

Year Built:

Current Heritage Status: Secondary Local Site

Proposed Status: Primary Local Site

Comments: Approved by the Heritage Council to designate this site a Primary Local Site.
Name: La Villa de Llanes Complex

Address: 1220 E Adams ST

Legal Description: Block 88 Lot(s) 5-7 OT

Owner(s): Tom Sweeney

Architectural Style: Border Brick Style

Year Built: 1883

Current Heritage Status: Primary Local Site

Proposed Status: Switch on for 5 years @ 100%.

Comments: Heritage council suggested that property owner apply for state status through the Cameron County Historical Commission. Heritage Council also approved the switch for 100% historic tax exemption for a five year period.
Name: A. G. Browne House

Address: 204 E Levee ST

Legal Description: Blk 43 Lot(s) 4, 5, & 6 OT

Owner(s): Ambrosio Villarreal

Architectural Style:

Year Built:

Current Heritage Status: Federal Site

Proposed Status:

Comments: Heritage Council directed the Heritage Officer to send the property owner a letter stating that a plan be submitted to maintain the exterior of the structures and landscaping of the property or that next year the Heritage Council would considered the blocking of the historic tax exemption of the site.
Name: Hicks- Lawrence House

Address: 1247 Lakeside

Legal Description: ESPIRITU SANTO GRANT SHARE 22 TRACT L 1.0500 AC

Owner(s): Larry Lof

Architectural Style:

Year Built: circa 1910

Current Heritage Status: State Site

Proposed Status:

Comments: Designated a State Site by the Texas Historical Commission
Name: Brulay House

Address: 611 W Levee ST

Legal Description: Block 114A Lot(s) 1 & 2

Owner(s): Juan Mendez

Architectural Style: Spanish Mediterranean

Year Built: circa 1920

Current Heritage Status: Secondary Local Site

Proposed Status: Primary Local Site

Comments:
Name: J. T. Canales House

Address: 505 E Levee ST

Legal Description: Block 40 Lot(s) 7 & 8 OT

Owner(s): Joan Grotzinger

Architectural Style:

Year Built:

Current Heritage Status: Secondary Local Site

Proposed Status: Primary Local Site

Comments: Approved by the Heritage Council to designate this site a Primary Local Site.
## Texas Southmost College District

### Board Agenda Request Form

<table>
<thead>
<tr>
<th>Department/Division:</th>
<th>Board Meeting Date:</th>
</tr>
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<tbody>
<tr>
<td>Finance Office/Partnership Affairs</td>
<td>February 19, 2009</td>
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<table>
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<th>Agenda Item:</th>
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<tbody>
<tr>
<td>TSC Foundation, Inc. Annual Financial Report (AFR) and Audit</td>
</tr>
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</table>

<table>
<thead>
<tr>
<th>Rationale/Background:</th>
</tr>
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<tbody>
<tr>
<td>Per Article 7 of the TSC Foundation by-laws, an annual report of the Corporation which shall contain audited financial statements should be prepared. The form and substance of the Annual Report shall be approved by the Board of Directors at the Annual meeting of the Board. Per Article 2.6 and 7, the Annual Report shall then be presented by the Board of Directors to the Board of Trustees of the Texas Southmost College District. The TSC Foundation Board of Directors accepted the Annual Financial Report and Audit on December 11, 2008.</td>
</tr>
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</table>

<table>
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<tr>
<th>Recommended Action:</th>
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<td>For the Board’s information only. No action necessary.</td>
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<td>Budgeted Item:</td>
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<tr>
<td>□ Yes</td>
</tr>
<tr>
<td>□ No</td>
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<tr>
<td>✓ N/A</td>
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<tr>
<td>If no, explain:</td>
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<tr>
<th>Attachments (List):</th>
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For Office Use Only:

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<tr>
<th>Board Action:</th>
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<tbody>
<tr>
<td>Approved:</td>
</tr>
<tr>
<td>□ Yes</td>
</tr>
<tr>
<td>□ No</td>
</tr>
<tr>
<td>□ N/A</td>
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<tr>
<td>□ Tabled for action on: ____________________</td>
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<th>Certified by:</th>
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<tr>
<td>_______________</td>
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<tr>
<td>Title:</td>
</tr>
<tr>
<td>_______________</td>
</tr>
<tr>
<td>Date:</td>
</tr>
<tr>
<td>_______________</td>
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</table>
TEXAS SOUTHWEST COLLEGE FOUNDATION, INC.

FINANCIAL REPORT

AUGUST 31, 2008
# TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Table Name</th>
<th>Page Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>FINANCIAL SECTION</td>
<td></td>
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<tr>
<td>Independent Auditor’s Report</td>
<td>3 – 4</td>
</tr>
<tr>
<td>Financial Statements:</td>
<td></td>
</tr>
<tr>
<td>Statement of Financial Position</td>
<td>5</td>
</tr>
<tr>
<td>Statement of Activities</td>
<td>6</td>
</tr>
<tr>
<td>Statement of Cash Flows</td>
<td>7</td>
</tr>
<tr>
<td>Notes to Financial Statements</td>
<td>8 – 11</td>
</tr>
<tr>
<td>SINGLE AUDIT SECTION</td>
<td></td>
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<tr>
<td>and on Compliance and Other Matters based on an Audit of Financial</td>
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<tr>
<td>Statements Performed in Accordance with <em>Government Auditing Standards</em></td>
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<tr>
<td>Independent Auditor’s Report on Compliance with Requirements Applicable</td>
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<tr>
<td>to Each Major Program and Internal Control over Compliance in</td>
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<tr>
<td>Accordance with OMB Circular A-133.</td>
<td>14 – 15</td>
</tr>
<tr>
<td>Schedule of Expenditures of Federal Awards</td>
<td>16</td>
</tr>
<tr>
<td>Notes to Schedule of Expenditures of Federal Awards</td>
<td>17</td>
</tr>
<tr>
<td>Schedule of Findings and Questioned Costs</td>
<td>18 – 19</td>
</tr>
<tr>
<td>Corrective Action Plan</td>
<td>20</td>
</tr>
<tr>
<td>Schedule of Status of Prior Year Findings</td>
<td>21</td>
</tr>
</tbody>
</table>
INDEPENDENT AUDITOR’S REPORT

To the Board of Directors
Texas Southmost College Foundation, Inc.
Brownsville, Texas

We have audited the accompanying statement of financial position of Texas Southmost College Foundation, Inc. (Foundation) as of August 31, 2008, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Foundation’s management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation’s internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 financial statements referred to above present fairly, in all material respects, the financial position of Texas Southmost College Foundation, Inc. as of August 31, 2008, and the changes in its net assets 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 31, 2008 on our consideration of Texas Southmost College Foundation, Inc.’s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements 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 or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.
Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of Federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Long Chilton, CPA

LONG CHILTON, LLP

Brownsville, Texas
October 31, 2008
TEXAS SOUTHEST COLLEGE FOUNDATION, INC.

STATEMENT OF FINANCIAL POSITION
August 31, 2008

<table>
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<tr>
<th></th>
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<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$6,739</td>
<td>$171,786</td>
<td>$178,525</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>-</td>
<td>359</td>
<td>359</td>
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<tr>
<td>Pledges receivable</td>
<td>1,594</td>
<td>-</td>
<td>1,594</td>
</tr>
<tr>
<td>Investments</td>
<td>-</td>
<td>5,460,377</td>
<td>5,460,377</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td><strong>8,333</strong></td>
<td><strong>5,632,522</strong></td>
<td><strong>5,640,855</strong></td>
</tr>
</tbody>
</table>

LIABILITIES AND NET ASSETS

<table>
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<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily restricted</th>
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<tbody>
<tr>
<td>Liabilities</td>
<td>$</td>
<td>-</td>
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<tr>
<td>Net assets</td>
<td></td>
<td></td>
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<tr>
<td>Unrestricted</td>
<td>8,333</td>
<td>-</td>
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<tr>
<td>Temporarily restricted</td>
<td>-</td>
<td>5,632,522</td>
<td>5,632,522</td>
</tr>
<tr>
<td><strong>Total net assets</strong></td>
<td><strong>8,333</strong></td>
<td><strong>5,632,522</strong></td>
<td><strong>5,640,855</strong></td>
</tr>
<tr>
<td><strong>Total liabilities and net assets</strong></td>
<td><strong>8,333</strong></td>
<td><strong>5,632,522</strong></td>
<td><strong>5,640,855</strong></td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
TEXAS SOUTHMOST COLLEGE FOUNDATION, INC.

STATEMENT OF ACTIVITIES
Year Ended August 31, 2008

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>REVENUE, GAINS, AND OTHER SUPPORT:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income from long-term investments</td>
<td>$202,314</td>
<td>$202,314</td>
<td>$404,628</td>
</tr>
<tr>
<td>Other investment income</td>
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<td></td>
<td>91</td>
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<tr>
<td>Donations</td>
<td>10,218</td>
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<tr>
<td>Net unrealized and realized gains/losses on long-term investments</td>
<td>(436,386)</td>
<td>(436,387)</td>
<td>(872,773)</td>
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<td>Total revenues, gains and other support</td>
<td>(223,763)</td>
<td>(234,073)</td>
<td>(457,836)</td>
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<tr>
<td>EXPENSES:</td>
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<td></td>
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<tr>
<td>Scholarships</td>
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<tr>
<td>Management and general</td>
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<tr>
<td>Total expenses</td>
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<td>213,784</td>
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<tr>
<td>Change in net assets</td>
<td>(437,547)</td>
<td>(234,073)</td>
<td>(671,620)</td>
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<td>Net assets – beginning of year</td>
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<td>6,312,475</td>
</tr>
<tr>
<td>Transfer from temporarily restricted</td>
<td>445,880</td>
<td>(445,880)</td>
<td>-</td>
</tr>
<tr>
<td>Net assets – end of year</td>
<td>$8,333</td>
<td>$5,632,522</td>
<td>$5,640,855</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
STATEMENT OF CASH FLOWS
Year Ended August 31, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:
Change in net assets $ (671,620)
Adjustments to reconcile change in net assets to net cash used by operating activities:
   Unrealized loss on securities 837,651
   Decrease in accounts receivable 8,174
   Increase in pledges receivable (1,594)
Net cash provided by operating activities 172,611

CASH FLOWS FROM INVESTING ACTIVITIES:
   Proceeds from sale of investments 3,490,516
   Purchase of investments (3,666,596)
Net cash used by investing activities (176,080)

Net decrease in cash and cash equivalents (3,469)

Cash and cash equivalents at beginning of year 181,994

Cash and cash equivalents at end of year $ 178,525

Supplemental Information:
   Noncash investing activities
      Interest $ -0-
      Taxes $ -0-

The accompanying notes are an integral part of these financial statements.
Note 1 – Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

Texas Southmost College Foundation, Inc., (a non-profit organization) strives without limitation, to provide monies to Texas Southmost College District (College) for the distribution of scholarships, fund raising activities and administering of project grants and/or contracts that are either federally or privately sponsored to enhance the mission of the College.

The following is a summary of the Foundation’s significant accounting policies:

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities.

Basis of Presentation


Contributions

Gifts of cash, grants and other assets are presented as a restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. All temporarily restricted net assets are available for use beginning June 30, 2009.

Cash Equivalents

For the purpose of the Statement of Cash Flows, the Foundation considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Investments

Investments are carried at fair market value.
Note 1 – Nature of Activities and Summary of Significant Accounting Policies – Continued

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Donated Services

No amounts have been reflected in the financial statement for donated services. The Foundation generally pays for services requiring specific expertise. However, Texas Southmost College District provides office space, utilities and staff assistance at no cost.

Income Tax Status

The Foundation qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes.

Functional Expenses

During fiscal year 2008, the Foundation had only one major function; to perform and administer the awarding of educational grants. Therefore, the Foundation’s statement of activities is shown by normal expense categories.

Note 2 – Temporarily Restricted Net Assets

The Title III Endowment Challenge Grant Program requires the investment of grant funds for a period of 20 years. Each year the investment earnings must be allocated 50% to unrestricted funds and 50% to temporarily restricted funds. During the 20 year grant period, the Foundation may not withdraw or spend any part of the endowment fund corpus, nor 50% of the aggregate earnings.

At the end of the grant period, the Foundation may use the endowment fund corpus for any educational purpose. All temporary restricted net assets are available for use beginning June 30, 2009.

Note 3 – Investments and Investment Activity

Investments are carried at market value, and realized and unrealized gains and losses are reported in the statement of activities. The Foundation invests cash in excess of daily requirements in short-term investments. At August 31, 2008, $171,786 was invested short term, and during the year then ended short-term investments earned $4,140.
TEXAS SOUTHMOST COLLEGE FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
August 31, 2008

Note 3 – Investments and Investment Activity – Continued

The following schedule summarizes the investment return and its classification in the Statement of Activities for the year ended August 31, 2008.

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Income</td>
<td>$ 202,314</td>
<td>$ 202,314</td>
<td>$ 404,628</td>
</tr>
<tr>
<td>Realized Loss</td>
<td>(17,561)</td>
<td>(17,561)</td>
<td>(35,122)</td>
</tr>
<tr>
<td>Unrealized Loss</td>
<td>(418,825)</td>
<td>(418,826)</td>
<td>(837,651)</td>
</tr>
<tr>
<td></td>
<td>$ (234,072)</td>
<td>$ (234,073)</td>
<td>$ (468,145)</td>
</tr>
</tbody>
</table>

The Foundation’s cash deposits and investments at August 31, 2008 are shown below:

<table>
<thead>
<tr>
<th>Investment Type</th>
<th>Fair Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Wells Fargo – Advantage Cash</td>
<td>$ 171,786</td>
</tr>
<tr>
<td>Wells Fargo – Equities</td>
<td>3,956,067</td>
</tr>
<tr>
<td>Wells Fargo – Securities</td>
<td>1,504,310</td>
</tr>
</tbody>
</table>

Total Investments $5,632,163

The Foundation’s investments are structured to comply with the Texas Southmost College District investment policy. Accordingly, the policy states that deposits may be invested in direct obligations of the United States, or its Agencies and Instrumentalities.

Interest Rate Risk – In order to minimize the risk of loss due to interest rate fluctuations, investment maturities will not exceed 2 years.

Credit Risk – Credit risk involves the risk associated with a bank’s failure and the loss of the Foundation’s deposits. The Foundation’s compliance with the investment policy minimizes this risk by ensuring that all deposits are collateralized or insured.

Note 4 – Related Parties

Texas Southmost College Foundation, Inc., is a non-profit organization with the sole purpose of supporting the educational and other activities of the College. The Foundation remitted grants of $211,784 to the College during the fiscal year ended August 31, 2008. During the fiscal year, the College furnished certain services such as office space, utilities and staff assistance to the Foundation at no cost for these services.
TEXAS SOUTHMOST COLLEGE FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
August 31, 2008

Note 5 – Transfer from Restricted Net Assets

As explained in Note 2, the Foundation is restricted from using any part of the endowment corpus and 50% of the aggregate income during the 20 year grant period ending June 2009. At the beginning of the fiscal year the Foundation had over-spent its unrestricted net assets by $66,218. Excess unrestricted net assets will be returned to temporarily restricted net assets until such time as the deficit is replenished. During the year $445,880 was transferred from temporarily restricted net assets. At August 31, 2008 the Foundation was over-disbursed by $512,098.

Note 6 – Uncertainty of Sufficient Investment Earnings

The Foundation awards scholarships to high school students graduating from an eligible school with a cumulative “B” average or better within the Texas Southmost College District. The students will not be denied their scholarship unless they do not attend Texas Southmost College or do not maintain a GPA of at least 3.0. Funding for these scholarships is solely from the 50% unrestricted investment earnings.

It is uncertain that there will be sufficient earnings in any one year to meet the scholarship requirements. At August 31, 2008 the Foundation had over-spent restricted funds by $512,098. If the investments do not yield sufficient investment income, the Foundation will have to continue to spend restricted net assets in violation of the grant agreement until 2009, when all temporarily restricted assets are released from their restriction and become unrestricted.
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Texas Southmost College Foundation, Inc.
Brownsville, Texas

We have audited the financial statements of Texas Southmost College Foundation, Inc. as of and for the year ended
August 31, 2008, and have issued our report thereon dated October 31, 2008. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Texas Southmost College Foundation, Inc.’s internal control
over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion
on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the
Foundation’s internal control over financial reporting. Accordingly, we do not express an opinion on the
effectiveness of the Foundation’s internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in
the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A
significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the
organization’s ability to initiate, authorize, record, process, or report financial data reliably in accordance with
generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the
organization’s financial statements that is more than inconsequential will not be prevented or detected by the
organization’s internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than
a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the
organization’s internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first
paragraph of this section and would not necessarily identify all deficiencies in internal control that might be
significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over
financial reporting that we consider to be material weaknesses, as defined above.
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Texas Southmost College Foundation, Inc.’s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance and other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

LONG CHILTON, LLP

Brownsville, Texas
October 31, 2008
REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
Texas Southmost College Foundation, Inc.
Brownsville, Texas

Compliance

We have audited the compliance of Texas Southmost College Foundation, Inc. ("Foundation") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended August 31, 2008. Texas Southmost College Foundation, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Foundation's management. Our responsibility is to express an opinion on the Foundation's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Foundation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Foundation's compliance with those requirements.

In our opinion, Texas Southmost College Foundation, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items C2008-1.

Internal Control Over Compliance

The management of Texas Southmost College Foundation, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants

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applicable to federal programs. In planning and performing our audit, we considered the Foundation’s internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Foundation’s internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity’s internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity’s ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity’s internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity’s internal control. We do not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

Texas Southmost College Foundation, Inc.’s response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Foundation’s response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, Board of Directors, others within the entity, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Long Chilton, LLP

LONG CHILTON, LLP

Brownsville, Texas
October 31, 2008
<table>
<thead>
<tr>
<th>Federal Grantor/Program Title</th>
<th>Federal CFDA Number</th>
<th>Grantor’s Number</th>
<th>Federal Expenditure</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Department of Education Direct Program</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Passed-through Texas Southmost College District</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Title III Endowment Challenge</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grant Program</td>
<td>84.031</td>
<td>N/A</td>
<td>$ 5,632,522</td>
</tr>
<tr>
<td>Total Department of Education Federal Awards Expended</td>
<td></td>
<td></td>
<td>$ 5,632,522</td>
</tr>
</tbody>
</table>

See notes to this schedule
Note 1 – Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity for the Title III Endowment Challenge Grant Program of Texas Southmost College Foundation, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of financial statements.

Note 2 – Endowment Funds

In accordance with OMB Circular A-133 the amount reflected as Federal expenditures is the cumulative balance of Federal awards, matching funds and 50% of the aggregate earnings which are federally restricted until June 2009.
TEXAS SOUTHMOST COLLEGE FOUNDATION, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended August 31, 2008

Section I – Summary of Independent Auditor’s Results

**Financial Statements**

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:
- Material weakness(es) identified?
  - ______ yes ______ no
- Significant deficiencies identified that are not considered to be material weakness(es)?
  - ______ yes ______ none reported
- Noncompliance material to financial statements noted?
  - ______ yes ______ no

**Federal Awards**

Internal control over major programs:
- Material weaknesses identified?
  - ______ yes ______ no
- Significant deficiencies identified that are not considered to be material weakness(es)?
  - ______ yes ______ none reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?
- ______ X ______ yes ______ no

Identification of major programs:

<table>
<thead>
<tr>
<th>CFDA Number</th>
<th>Name of Federal Program or Cluster</th>
</tr>
</thead>
<tbody>
<tr>
<td>84.031</td>
<td>Title III Endowment Challenge Grant Program</td>
</tr>
</tbody>
</table>

Dollar threshold used to distinguish between type A and type B programs: $300,000

Auditee qualified as low-risk auditee?
- ______ X ______ yes ______ no
Section II – Financial Statement Findings

A. Significant Deficiencies in Internal Control
   No matters were reported

B. Compliance Findings
   No matters were reported.

Section III – Findings and Questioned Costs for Federal Awards

U.S. Department of Education

Title III Endowment Challenge Grant Program

CFDA # 84.031

Use of Restricted Endowment Fund Investment Earnings (C2008-1)

Finding:

The grant stipulates that the Foundation cannot withdraw or spend any part of the endowment corpus including 50% of the aggregate earnings. At August 31, 2008, the Foundation was over-disbursed by $512,098.

Questioned Costs

$-0-

Recommendation:

The Foundation should take measures to correct this deficiency.
TEXAS SOUTHMOST COLLEGE FOUNDATION, INC.

CORRECTIVE ACTION PLAN
Year Ended August 31, 2008

Identifying Number: C2008-1

Finding:

The grant stipulates that the Foundation cannot withdraw or spend any part of the endowment corpus including 50% of the aggregate earnings. At August 31, 2008, the Foundation was over-disbursed by $512,598.

Corrective Actions Taken or Planned:

Like other investors nationwide, the Texas Southmost College (TSC) Foundation has experienced the effects of a major economic downturn. In a fashion similar to the economic crisis of 2001, the downturn has made the investment objectives of the fund difficult to sustain. Specifically, those objectives include providing "a continuing and dependable cash payout" that is "stable and preferably growing in terms, after giving effect to inflation." Those objectives also include causing "the total value of the fund to appreciate over time, exclusive of growth derived from donation." The performance of the fund is closely monitored by the TSC Foundation Board, the TSC Foundation Board Investment Advisory Committee, TSC Administration, and Wells Fargo, the fund manager. The TSC Foundation Board Investment Advisory Committee meets quarterly to review the status of the fund, to administer the policy statement, to consider the economic issues affecting the fund, and to provide counsel concerning the portfolio.

During the 2008 fiscal year scholarship commitments were honored in the amount of $211,784. When this is added to administrative fee expenditures and the effect of market losses, over-disbursement of funds for the fiscal year totaled $445,880. Over-disbursement over the life of the fund now stands at $512,598.

Paralleling the market in general, the fund continues to experience a decrease in value. Nonetheless, the original corpus of the fund remains intact. Penalty and repayment rules apply only to the spending of corpus funds as outlined in the Special Grant Terms and Conditions per the U.S. Department of Education. The current over-disbursement of funds will be reported, and any action prescribed by the Department will be reported to the Board for review and implementation.

We are optimistic that the economy will ultimately take a turn for the better, enabling the Board to continue aiding our students either by continuing the current scholarship, or by implementing another scholarship upon the release of Department of Education restrictions in June 2009. The endowment fund has been a huge success, opening the door to higher education for many students, and the TSC Foundation Board has established a committee to explore the future of the scholarship.

Questions concerning the above should be directed to Dr. David E. Pearson, Vice-President for Partnership Affairs.
TEXAS SOUTHMOST COLLEGE FOUNDATION, INC.

SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS
Year Ended August 31, 2008

Identifying Number: C2007-1

Finding:

The grant stipulates that the Foundation cannot withdraw or spend any part of the endowment corpus including 50% of the aggregate earnings. At August 31, 2007, the Foundation was over-disbursed by $66,218.

Corrective Actions Taken or Planned:

The Texas Southmost College (TSC) Foundation is pleased to report that the Endowment Challenge Grant continues to meet the investment objectives of the fund, which are "to provide a continuing and dependable cash payout, stable and preferably growing in terms, after giving effect to inflation" and "to cause the total value of the fund to appreciate over time, exclusive of growth derived from donation". The fund is closely monitored by the TSC Foundation Board, the TSC Foundation Board Investment Advisory Committee, TSC Administration and Wells Fargo, the managers of the fund. The TSC Foundation Board Investment Advisory Committee meets quarterly to review the status of the fund, administer the policy statement and provide counsel concerning the portfolio and economic issues affecting the fund.

During the 2007 fiscal year, in spite of enrollment growth, the fund was able to cover all expenditures for the year and reduce the amount of funds over-disbursed in prior years by $144,309 through investment returns. The overage in spending primarily occurred in 2001 and 2002 and has been declining through the implementation of various corrective actions by the TSC Foundation Board over the years. Those actions included the altering of the criteria for the awarding of scholarships, a change in fund managers and a search for alternative funding sources. It is important to note that the original corpus of the fund remains intact. Penalty and repayment rules apply only to the spending of corpus funds as outlined in the special Grant Terms and Conditions per the U.S. Department of Education.

In recent months, the fund has experienced very positive increases in value as have been seen in the market in general. We are optimistic that the returns for the coming year will once again put the fund in a position that decreases the overage in spending from 2001, 2002 and 2006. In addition, because the endowment fund continues to be a huge success and because the scholarships that it provides are a crucial resource in allowing many of our families to open the door to a college education, the TSC Foundation Board is composing a fund raising campaign in an effort increase the value of the fund and award additional scholarships.

Questions concerning the above should be directed to Dr. David E. Pearson, Vice-President for Partnership Affairs.

Current Status:

The finding continues in the current year. See finding and corrective action plan for C2008-1.
**Texas Southmost College District**  
**Board Agenda Request Form**

<table>
<thead>
<tr>
<th>Department/Division:</th>
<th>Physical Plant/Facilities Services</th>
<th>Board Meeting Date:</th>
<th>February 19, 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Agenda Item:</strong></td>
<td>Consideration and possible action on Bid for Construction of Parking Lot Addition at 21st Street</td>
<td><strong>Rationale/Background:</strong></td>
<td>This bid is to construct 24 parking spaces on 21st and Jackson. The parking lot was designed by PlaGar Engineering, LLC. Bids were advertised on the Brownsville Herald and Valley Morning Star on January 21st and January 28, 2009. A pre-bid conference was held on January 29, 2009. Bids were received and opened on February 4, 2009. A total of three bids were received. The apparent low bid was submitted by R &amp; R Paving Company. The low bid amount was $51,875.50, which was under the engineer’s estimate of $70,000.00. The engineer for the project recommends awarding the bid to R&amp;R Paving Co. in the amount of $51,875.50. Staff concurs with this recommendation.</td>
</tr>
<tr>
<td><strong>Recommended Action:</strong></td>
<td>Motion to award bid for Construction of Parking Lot Addition at 21st Street to R&amp;R Paving Co. in the amount of $51,875.50 as presented.</td>
<td><strong>Fiscal Implications:</strong></td>
<td>Budgeted Item: X Yes ☐ No ☐ N/A If no, explain:</td>
</tr>
<tr>
<td><strong>Attachments (list):</strong></td>
<td>Recommendation from project engineer, bid tabulation, and bid from R&amp;R Paving.</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**FOR OFFICE USE ONLY:**

**Board Action:** Approved: ☐ Yes ☐ No ☐ N/A ☐ Tabled for action on: ________________

**Certified by:** ___________________________  **Title:** ___________________________  **Date:** __________
February 5, 2009

Juan Jose Avalos  
Project Coordinator  
University of Texas and Texas Southmost College  
80 Ft. Brown  
Brownsville, Texas 78520

Subject: E. 21st / E. Jackson Parking Addition

Dear Mr. Avalos,

On Wednesday, February 4, 2009 at 3:00 P.M. bids were received and open for the above mentioned project.

Three bids were received, contractors being: G & T Paving Company, H2O Construction and R & R Paving Company. The low bid amount was submitted by R & R Paving Company in the amount of fifty one thousand eight hundred seventy-five dollars & fifty cents ($51,875.50). Enclosed is the bid tabulation showing each contractor's bid. The low bid amount was under the engineer's estimate of $70,000.00

I have reviewed the low bid amount submitted by R & R Paving Company and recommend that the project is awarded to them. R & R Paving Company has performed many past similar project such as this and performed satisfactory.

Please call should you have any questions.

Sincerely,

Placido J. Garcia Jr., P.E.  
Project Engineer
## BID TABULATION FOR

### East 21st/ East Jackson Parking Lot Expansion

<table>
<thead>
<tr>
<th>ITEM NO.</th>
<th>DESCRIPTION</th>
<th>EST. QTY</th>
<th>UNIT</th>
<th>UNIT PRICE</th>
<th>TOTAL UNIT PRICE</th>
<th>BIDDER #1</th>
<th>BIDDER #2</th>
<th>BIDDER #3</th>
<th>TOTAL UNIT PRICE</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Site Preparation (remove and haul off all ext. concrete aterial, asphalt fences, etc. and excavates/fill to proposed subgrade)</td>
<td>1</td>
<td>LS</td>
<td>$1,500.00</td>
<td>$1,500.00</td>
<td>$2,500.00</td>
<td>$2,500.00</td>
<td>$15,000.00</td>
<td>$15,000.00</td>
</tr>
<tr>
<td>2</td>
<td>Lime Treated Sub grade (8 inch)</td>
<td>920</td>
<td>SY</td>
<td>$2.00</td>
<td>$1,840.00</td>
<td>$3.75</td>
<td>$3,450.00</td>
<td>$4.00</td>
<td>$3,680.00</td>
</tr>
<tr>
<td>3</td>
<td>Lime</td>
<td>20</td>
<td>Ton</td>
<td>$30.00</td>
<td>$600.00</td>
<td>$155.00</td>
<td>$3,100.00</td>
<td>$200.00</td>
<td>$4,000.00</td>
</tr>
<tr>
<td>4</td>
<td>New Limestone base (6&quot; inch thick)</td>
<td>850</td>
<td>SY</td>
<td>$10.73</td>
<td>$9,120.50</td>
<td>$7.50</td>
<td>$6,375.00</td>
<td>$10.00</td>
<td>$8,500.00</td>
</tr>
<tr>
<td>5</td>
<td>Prime Coat (MC-30) (0.22 GAL/S.Y)</td>
<td>187</td>
<td>Gal</td>
<td>$4.50</td>
<td>$841.50</td>
<td>$3.50</td>
<td>$654.50</td>
<td>$10.00</td>
<td>$1,670.00</td>
</tr>
<tr>
<td>6</td>
<td>HMAC (2.0&quot;-Type D)</td>
<td>850</td>
<td>SY</td>
<td>$10.26</td>
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