

Coconino County Community College District

Annual Budgeted Expenditure
Limitation Report

Year Ended June 30, 2022

A Report to the Arizona Legislature

Lindsey A. Perry
Auditor General





The Arizona Auditor General's mission is to provide independent and impartial information and specific recommendations to improve the operations of State and local government entities. To this end, the Office provides financial audits and accounting services to the State and political subdivisions, investigates possible misuse of public monies, and conducts performance audits and special reviews of school districts, State agencies, and the programs they administer.

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LINDSEY A. PERRY
AUDITOR GENERAL

ARIZONA
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent accountants' report

Members of the Arizona State Legislature

The Governing Board of
Coconino County Community College District

We have examined the accompanying Annual Budgeted Expenditure Limitation Report (report) of Coconino County Community College District for the year ended June 30, 2022, and the related notes to the report. The District's management is responsible for presenting this report in accordance with the Uniform Expenditure Reporting System as described in Note 1. Our responsibility is to express an opinion on this report based on our examination.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether this report is presented in accordance with the Uniform Expenditure Reporting System in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the report, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the Annual Budgeted Expenditure Limitation Report referred to above is presented in accordance with the Uniform Expenditure Reporting System as described in Note 1 in all material respects.

Lindsey A. Perry

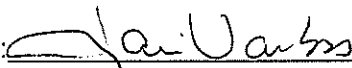
Lindsey A. Perry, CPA, CFE
Auditor General

May 15, 2023

Coconino County Community College District
Annual Budgeted Expenditure Limitation Report—Part I
Year ended June 30, 2022

- | | |
|---|---------------------|
| 1. Economic Estimates Commission expenditure limitation | \$16,927,200 |
| 2. Amount subject to the expenditure limitation (from part II,
line C) | <u>12,922,799</u> |
| 3. Amount under the expenditure limitation | <u>\$ 4,004,401</u> |

I hereby certify, to the best of my knowledge and belief, that the information contained in this report is accurate and in accordance with the requirements of the Uniform Expenditure Reporting System.

Signature of chief fiscal officer: 

Name and title: Jami Van Ess, Executive Vice President

Telephone number: (928) 226-4209 Date: May 15, 2023

See accompanying notes to report.

Coconino County Community College District
Annual Budgeted Expenditure Limitation Report—Part II
Year ended June 30, 2022

Description	Current funds			Plant funds	
	Unrestricted		Restricted	Unexpended	Total
	General	Auxiliary enterprises			
A. Total budgeted expenditures	\$ 16,429,279	\$ 62,336	\$ 10,686,014	\$ 122,631	\$ 27,300,260
B. Less exclusions claimed:					
Dividends, interest, and gains on the sale or redemption of investment securities	157,712				157,712
Grants, aid, or contributions from the federal government, the State of Arizona, other political subdivisions, tribal governments, or special taxing districts (Note 2)	1,112,524		9,058,645		10,171,169
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes	151,674		77,027		228,701
Tuition and fees (Note 3)	2,872,049				2,872,049
Amounts received from the State of Arizona for workforce development in accordance with A.R.S. §15-1472			674,679		674,679
Prior years carryforward (Note 4)			273,151		273,151
Total exclusions claimed	<u>4,293,959</u>		<u>10,083,502</u>		<u>14,377,461</u>
C. Amounts subject to the expenditure limitation	<u>\$ 12,135,320</u>	<u>\$ 62,336</u>	<u>\$ 602,512</u>	<u>\$ 122,631</u>	<u>\$ 12,922,799</u>

See accompanying notes to report.

Coconino County Community College District

Notes to Annual Budgeted Expenditure Limitation Report

Year ended June 30, 2022

Note 1 - Summary of significant accounting policies

The Annual Budgeted Expenditure Limitation Report (ABELR) is presented as prescribed by the Uniform Expenditure Reporting System (UERS), as required by Arizona Revised Statutes (A.R.S.) §41-1279.07. The ABELR excludes expenditures of certain revenues specified in the Arizona Constitution, Article IX, §21, and A.R.S. §§15-792.03, 15-795.01, 15-1444, and 15-1472, as applicable, from the total budgeted expenditures.

The information reported in both the ABELR and the financial statements is derived from the same underlying accounting data. However, the formats of the ABELR and the financial statements differ. The ABELR presents budgeted expenditures, exclusions, and amounts subject to the limitation by fund type as required by A.R.S. §41-1279.07. The financial statements present the net position, changes in net position, and cash flows in accordance with U.S. generally accepted accounting principles.

In accordance with the UERS requirements, a note to the ABELR is presented below for any exclusion reported in the total column on part II that cannot be traced directly to an amount reported in the annual financial statements.

Note 2

The \$10,171,169 exclusion claimed for government grants, aid or contributions from the Federal government, the State of Arizona, other political subdivisions, tribal governments, or special taxing districts are the total reported on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government for government grants of \$9,211,979 and Smart and Safe Arizona Fund appropriations of \$959,190.

Note 3

The District does not budget tuition and fees revenue net of scholarship allowances. The following schedule presents revenues from which exclusions have been claimed for tuition and fees, bookstore income, and other revenues:

Statement of revenues, expenses, and changes in net position—primary government:

Tuition and fees (gross)	\$6,728,953
Bookstore income	47,137
Other operating revenues	<u>218,320</u>
Total	<u>\$6,994,410</u>

Annual budgeted expenditure limitation report:

Tuition and fees	\$2,872,049
Unspent, excludable revenues carried forward	<u>4,122,361</u>
Total	<u>\$6,994,410</u>

Coconino County Community College District

Notes to Annual Budgeted Expenditure Limitation Report

Year ended June 30, 2022

Note 4

Prior years carryforward of \$273,151 consists of constitutionally excludable revenues for grants, aid, or contributions from the federal government, the State of Arizona, other political subdivisions, tribal governments, or special taxing districts that were unexpended in the years of receipt and were accumulated and expended in the current year.

Note 5

Revenues that are constitutionally excludable and unexpended in the year of receipt may be accumulated and excluded in future years. A summary of the excludable revenue sources and the changes in those balances is shown in the table below:

Description	Balance June 30, 2021	Additions	Reductions	Balance June 30, 2022
Grants, aid, or contributions from the federal government, the State of Arizona, other political subdivisions, tribal governments, or special taxing districts	\$ 1,076,509		\$273,151	\$ 803,358
Tuition and fees	<u>32,641,062</u>	<u>\$4,122,361</u>	<u> </u>	<u>36,763,423</u>
Total carryforward	<u>\$33,717,571</u>	<u>\$4,122,361</u>	<u>\$273,151</u>	<u>\$37,566,781</u>

