

Coconino County Community College District

Expenditure Limitation
Report

Year Ended June 30, 2016



A Report to the Arizona Legislature

Debra K. Davenport
Auditor General





The Auditor General is appointed by the Joint Legislative Audit Committee, a bipartisan committee composed of five senators and five representatives. Her mission is to provide independent and impartial information and specific recommendations to improve the operations of state and local government entities. To this end, she 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.

The Joint Legislative Audit Committee

Representative **John Allen**, Chair
Representative **Regina Cobb**
Representative **Debbie McCune Davis**
Representative **Rebecca Rios**
Representative **Kelly Townsend**
Representative **David Gowan** (ex officio)

Senator **Judy Burges**, Vice Chair
Senator **Nancy Barto**
Senator **Lupe Contreras**
Senator **David Farnsworth**
Senator **Lynne Pancrazi**
Senator **Andy Biggs** (ex officio)

Contact Information

Arizona Office of the Auditor General
2910 N. 44th St.
Ste. 410
Phoenix, AZ 85018

(602) 553-0333

www.azauditor.gov



TABLE OF CONTENTS

Independent accountants' report	1
Annual budgeted expenditure limitation report—part I	3
Annual budgeted expenditure limitation report—part II	4
Notes to annual budgeted expenditure limitation report	5



DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
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 of Coconino County Community College District for the year ended June 30, 2016. The District's management is responsible for this report. Our responsibility is to express an opinion on this report based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the amounts and disclosures in the report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the annual budgeted expenditure limitation report referred to above presents, in all material respects, the information prescribed by the uniform expenditure reporting system as described in Note 1.

Jay Zsorey, CPA
Financial Audit Director

December 2, 2016



**Coconino County Community College District
Annual budgeted expenditure limitation report—part I
Year ended June 30, 2016**

1. Economic Estimates Commission expenditure limitation		\$14,811,935
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$14,874,857	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes §15-1472 (workforce development)	<u>(458,068)</u>	
4. Adjusted amount subject to the expenditure limitation		<u>14,416,789</u>
5. Amount under the expenditure limitation		<u>\$ 395,146</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, Vice President of Business and Administrative Services

Telephone number: (928) 226-4209 Date: December 2, 2016

See accompanying notes to report.

Coconino County Community College District
Annual budgeted expenditure limitation report—part II
Year ended June 30, 2016

Description	Current funds			Plant funds		Total
	Unrestricted		Restricted	Unexpended	Retirement of indebtedness	
	General	Auxiliary enterprises				
A. Total budgeted expenditures	\$ 13,609,909	\$ 38,641	\$ 6,008,693	\$ 574,325	\$ 2,064,839	\$ 22,296,407
B. Less exclusions claimed:						
Debt service requirements on bonded indebtedness (Note 2)					2,064,839	2,064,839
Dividends, interest, and gains on the sale or redemption of investment securities	209,568					209,568
Grants and aid from the federal government (Note 3)	6,736		4,982,446			4,989,182
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes	157,961					157,961
Total exclusions claimed	374,265	-	4,982,446	-	2,064,839	7,421,550
C. Amounts subject to the expenditure limitation	<u>\$ 13,235,644</u>	<u>\$ 38,641</u>	<u>\$ 1,026,247</u>	<u>\$ 574,325</u>	<u>\$ -</u>	<u>\$ 14,874,857</u>

See accompanying notes to report.

Coconino County Community College District
Notes to annual budgeted expenditure limitation report
Year ended June 30, 2016

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, 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 exclusions claimed for debt service requirements on bonded indebtedness is \$2,064,839. This amount is reported as principal paid on capital debt on the statement of cash flows—primary government of \$1,785,000 and interest expense on debt on the statement of revenues, expenses, and changes in net position—primary government of \$279,839.

Note 3

The following schedule presents revenues from which exclusions have been claimed for grants and aid from the federal government.

Statement of revenues, expenses, and changes in net position—primary government:		Annual budgeted expenditure limitation report:	
Government grants	<u>\$5,122,389</u>	Grants and aid from the federal government	\$4,989,182
		Other revenues (nonexcludable)	<u>133,207</u>
Total	<u>\$5,122,389</u>	Total	<u>\$5,122,389</u>

