

# Yavapai County Community College District

Single Audit Report

Year Ended June 30, 2021



A Report to the Arizona Legislature

Lindsey A. Perry  
Auditor General





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## Audit Staff

**Donna Miller**, Director  
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Annual Comprehensive Financial Report

Independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of basic financial statements performed in accordance with *Government Auditing Standards*



LINDSEY A. PERRY  
AUDITOR GENERAL

ARIZONA  
AUDITOR GENERAL

MELANIE M. CHESNEY  
DEPUTY AUDITOR GENERAL

**Independent auditors' report on compliance for each major federal program;  
report on internal control over compliance; and report on schedule of  
expenditures of federal awards required by the Uniform Guidance**

Members of the Arizona State Legislature

The Governing Board of  
Yavapai County Community College District

**Report on compliance for each major federal program**

We have audited Yavapai County Community College District's compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditors' responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 District'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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

## ***Opinion on each major federal program***

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

## **Report on internal control over compliance**

The District's management is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

## **Report on schedule of expenditures of federal awards required by the Uniform Guidance**

We have audited the financial statements of the District's business-type activities and discretely presented component unit as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 13, 2021, that contained unmodified opinions on those financial statements. Our report also included a reference to our reliance on other auditors. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of the District's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial

statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Lindsey A. Perry*

Lindsey A. Perry, CPA, CFE  
Auditor General

March 23, 2022



# SCHEDULE OF FINDINGS AND QUESTIONED COSTS

## Summary of auditors' results

### Financial statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with generally accepted accounting principles **Unmodified**

### Internal control over financial reporting

Material weaknesses identified? **No**

Significant deficiencies identified? **None reported**

Noncompliance material to the financial statements noted? **No**

### Federal awards

### Internal control over major programs

Material weaknesses identified? **No**

Significant deficiencies identified? **None reported**

Type of auditors' report issued on compliance for major programs **Unmodified**

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)? **No**

### Identification of major programs

Assistance Listings number	Name of federal program or cluster
84.002	Adult Education—Basic Grants to States
84.425	COVID-19 - Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs **\$750,000**

Auditee qualified as low-risk auditee? **Yes**

# DISTRICT SECTION



**YAVAPAI COUNTY COMMUNITY COLLEGE DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Fiscal Period 7/1/2020 - 6/30/2021**

<i>Federal Awarding Agency/Program Title</i>	<i>Federal CFDA Number</i>	<i>Additional Award Identification (Optional)</i>	<i>Name of Funder Pass-Through Entity</i>	<i>Identifying Number Assigned By Funder Pass-Through Entity</i>	<i>Federal Expenditures</i>	<i>Federal Program Total</i>	<i>Cluster Name</i>	<i>Cluster Total</i>
<b>DEPARTMENT OF AGRICULTURE</b>								
CHILD AND ADULT CARE FOOD PROGRAM	10.558				\$17,474	\$17,474	N/A	\$0
<b>TOTAL DEPARTMENT OF AGRICULTURE</b>					<u>\$17,474</u>			
<b>DEPARTMENT OF JUSTICE</b>								
<i>COVID-19 - CORONAVIRUS EMERGENCY SUPPLEMENTAL FUNDING PROGRAM</i>	16.034	COVID-19	ARIZONA CRIMINAL JUSTICE COMMISSION	ACESF-21-052	\$350	\$350	N/A	\$0
<b>TOTAL DEPARTMENT OF JUSTICE</b>					<u>\$350</u>			
<b>NATIONAL SCIENCE FOUNDATION</b>								
<i>EDUCATION AND HUMAN RESOURCES</i>	47.076	IMPACT OF SYSTEM-WIDE CONTEXT OF MATH IN RURAL AZ	ARIZONA STATE UNIVERSITY	ASUB00000329	\$4,967	\$4,967	N/A	\$0
<b>TOTAL NATIONAL SCIENCE FOUNDATION</b>					<u>\$4,967</u>			
<b>SMALL BUSINESS ADMINISTRATION</b>								
<i>SMALL BUSINESS DEVELOPMENT CENTERS</i>	59.037		MARICOPA COUNTY COMMUNITY COLLEGE DISTRICT	SBAHQ20B0074 SBAHQ21B0028	\$115,895	\$194,990	N/A	\$0
<i>COVID-19 - SMALL BUSINESS DEVELOPMENT CENTERS - CARES ACT</i>	59.037	COVID-19	MARICOPA COUNTY COMMUNITY COLLEGE DISTRICT	0603001EZ0078	\$79,095	\$194,990	N/A	\$0
<b>TOTAL SMALL BUSINESS ADMINISTRATION</b>					<u>\$194,990</u>			
<b>DEPARTMENT OF EDUCATION</b>								
<i>ADULT EDUCATION - BASIC GRANTS TO STATES</i>	84.002		ARIZONA DEPARTMENT OF EDUCATION	21FIELTR-112611-01A 21FABSE-112611-01A 21FIELCE-112611-01A 21FVRTUL-112611-01A 21FIETFE-112611-01A 21FPROFL-112611-01A	\$287,710	\$287,710	N/A	\$0
FEDERAL SUPPLEMENTAL EDUCATIONAL OPPORTUNITY GRANTS	84.007				\$117,468	\$117,468	STUDENT FINANCIAL ASSISTANCE	\$9,059,053
FEDERAL WORK-STUDY PROGRAM	84.033				\$122,079	\$122,079	STUDENT FINANCIAL ASSISTANCE	\$9,059,053
TRIO_STUDENT SUPPORT SERVICES	84.042				\$488,492	\$488,492	TRIO CLUSTER	\$898,950
TRIO_TALENT SEARCH	84.044				\$381,233	\$381,233	TRIO CLUSTER	\$898,950
TRIO_UPWARD BOUND	84.047				\$29,225	\$29,225	TRIO CLUSTER	\$898,950
<i>CAREER AND TECHNICAL EDUCATION -- BASIC GRANTS TO STATES</i>	84.048		ARIZONA DEPARTMENT OF EDUCATION	20FCTDBG-012611-20A 21FCTDBG-112611-20A	\$259,717	\$259,717	N/A	\$0
FEDERAL PELL GRANT PROGRAM	84.063				\$6,385,711	\$6,385,711	STUDENT FINANCIAL ASSISTANCE	\$9,059,053
FEDERAL DIRECT STUDENT LOANS	84.268				\$2,433,795	\$2,433,795	STUDENT FINANCIAL ASSISTANCE	\$9,059,053
COVID-19 - EDUCATION STABILIZATION FUND	84.425	COVID-19, 84.425E			\$1,496,104	\$7,260,192	N/A	\$0
COVID-19 - EDUCATION STABILIZATION FUND	84.425	COVID-19, 84.425F			\$5,764,088	\$7,260,192	N/A	\$0
<b>TOTAL DEPARTMENT OF EDUCATION</b>					<u>\$17,765,622</u>			
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>								
<i>SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES_PROJECTS OF REGIONAL AND NATIONAL SIGNIFICANCE</i>	93.243		STATE OF ARIZONA, THE GOVERNOR'S OFFICE OF YOUTH, FAITH AND FAMILY	IGA-PFS-19-093018-02Y3	\$151,842	\$151,842	N/A	\$0
<b>TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>					<u>\$151,842</u>			
<b>TOTAL EXPENDITURE OF FEDERAL AWARDS</b>					<u>\$18,135,245</u>			

**Please Note:**  
*Italicized award lines indicate pass-through funding*

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of the schedule.

**YAVAPAI COUNTY COMMUNITY COLLEGE DISTRICT**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Fiscal Period 7/1/2020 - 6/30/2021**

**Significant Accounting Policies Used in Preparing the SEFA**

Expenditures reported on the Schedule are reported on the accrual basis of accounting, except for the Education Stabilization Fund (84.425 F). For this program, \$4,533,364 of revenues received during the fiscal year as reimbursement for lost revenues that were reduced or eliminated because of the COVID-19 pandemic are also reported as expenditures of federal awards. All other expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

**10% De Minimis Cost Rate**

The District did not elect to use the 10 percent de minimis indirect cost rate as covered in 2 CFR §200.414.

**Basis of presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Yavapai County Community College District for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

**Federal Assistance Listings numbers**

The program titles and Federal Assistance Listings numbers were obtained from the federal or pass-through grantor or the 2021 Federal Assistance Listings.

# DISTRICT RESPONSE

January 25, 2022

Lindsey A. Perry  
Arizona Auditor General  
2910 N. 44<sup>th</sup> Street, Suite 410  
Phoenix, AZ 85018

Dear Ms. Perry:

We have prepared the accompanying summary schedule of prior audit findings as required by the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Specifically, we are reporting the status of audit findings included in the prior audit's schedule of findings and questioned costs.

Sincerely,

Dr. Clint Ewell,  
Vice President, Finance and Administrative Services

Yavapai County Community College District  
Summary schedule of prior audit findings  
Year ended June 30, 2021

**Status of federal award findings and questioned costs**

Assistance Listings number                      **COVID-19 84.425 Education Stabilization Fund**  
And name:

Finding no.: 2020-101

Status: Fully Corrected

