

Yuma/La Paz Counties Community College District Annual financial statement and compliance audits

The District's fiscal year 2023 reported financial information is reliable. However, we reported deficiencies over financial reporting, summarized on the next page.

Audits' purpose

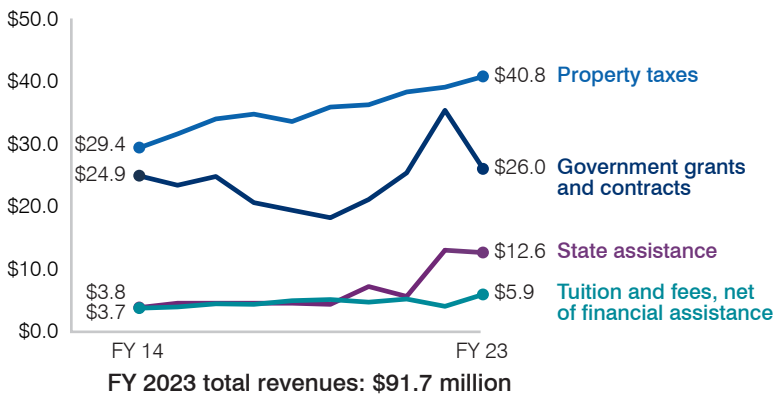
To express our opinions on the District's financial statements and on compliance with certain federal requirements and, if applicable, to report findings over noncompliance with certain laws and regulations or other financial deficiencies.

Primary revenue sources and how they were spent

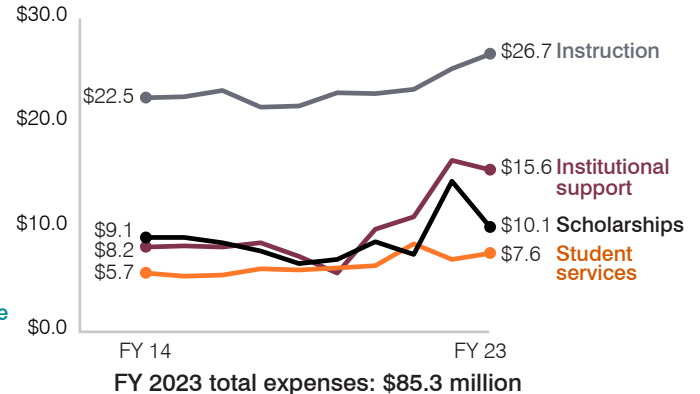
Fiscal years (FY) 2014 through 2023

(In millions)

Primary revenue sources



Primary expense purposes



Source: Auditor General staff summary of information obtained from the State of Arizona's financial statements.

Largest primary revenue sources FY 2023

- **Property taxes 44.4%**—Levied and collected from property owners based on the assessed value of real and personal property within Yuma and La Paz Counties.
- **Government grants and contracts 28.4%**—Includes State and federal government grant programs awarded primarily for student financial aid and contracts to provide educational services.

Largest primary expense purposes FY 2023

- **Instruction 31.3%**—Costs to provide instruction for all sessions and online learning, including instruction for general academics, vocational/technical programs, and community education.
- **Institutional support 18.2%**—Costs for District-wide planning and administrative support, including executive management, general and fiscal operations, information technology, and public relations/development.

District's net position increased in FY 2023

District revenues were \$6.4 million greater than expenses, increasing total net position to \$54.6 million at June 30, 2023. Net position includes all assets, such as buildings, vehicles, and cash and investments, less all liabilities, such as unpaid pension and other payroll obligations, long-term debt, and accounts payable. Of the total net position, \$48.8 million is restricted by external parties or is not in spendable form, and the remaining \$5.8 million is unrestricted.

Auditor findings and recommendations

Summarized below are our findings and recommendations included in the District's combined [Annual Financial and Single Audit Reports](#) where there is further information and the District's responses. The District needs to:

- Identify, analyze, and reduce risks to help prevent undesirable incidents and outcomes that could impact business functions and IT systems and data and perform an annual entity-wide IT risk assessment process that includes evaluating and documenting risks and safeguards. We also found that processes for restricting access and securing systems and data were not sufficient, which could result in unauthorized or inappropriate access and/or the loss of confidentiality or integrity of systems and data. We reported similar findings in prior years.

Auditor General website report links

- The June 30, 2023, Yuma/La Paz Counties Community College District combined Annual Financial and Single Audit Reports that are summarized in these highlights can be found at this [link](#). These reports should be read to fully understand the District's overall financial picture and our reporting responsibilities.
- The District's reports from prior years are available at this [link](#).
- For help in understanding important information presented in these reports, please refer to our user guides at the following links:
 - [Financial Report User Guide for Colleges and Universities](#).
 - [Internal Control and Compliance Reports User Guide](#).