

**Coconino County Community College District
Report on Audit of Annual Budgeted
Expenditure Limitation Report**

Year Ended June 30, 2011

Coconino County Community College District
Report on Audit of Annual Budgeted Expenditure Limitation Report
Year Ended June 30, 2011

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Independent Auditor's Report

The Auditor General of the State of Arizona

The Governing Board of
Coconino County Community College District

We have audited the accompanying Annual Budgeted Expenditure Limitation Report of Coconino County Community College District for the year ended June 30, 2011. This report is the responsibility of the District's management. Our responsibility is to express an opinion on this report based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the report is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall report presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Annual Budgeted Expenditure Limitation Report was prepared for the purpose of complying with the uniform expenditure reporting system as discussed in Note 1, and is not intended to be a presentation in conformity with U.S. generally accepted accounting principles.

In our opinion, the Annual Budgeted Expenditure Limitation Report of Coconino County Community College District for the year ended June 30, 2011, referred to above presents fairly, in all material respects, the information required by the uniform expenditure reporting system on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Governing Board, and management, and others within the District and for filing with the Auditor General of the State of Arizona, and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Miller, Allen & Co., P.C.

February 22, 2012

Coconino County Community College District
Annual Budgeted Expenditure Limitation Report - Part I
Year Ended June 30, 2011

1. Economic Estimates Commission expenditure limitation		\$ 16,038,742
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$ 14,968,453	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes §15-1472 (workforce development)	<u>382,936</u>	
4. Adjusted amount subject to the expenditure limitation		<u>14,585,517</u>
5. Amount under the expenditure limitation		<u>\$ 1,453,225</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 for Business and Administrative Services

Telephone Number (928) 226-4209 Date: February 22, 2012

See accompanying notes to report.

Coconino County Community College District
Annual Budgeted Expenditure Limitation Report – Part II
Year Ended June 30, 2011

Description	Current Funds			Plant Funds		Total
	Unrestricted		Restricted	Unexpended	Retirement of Indebtedness	
	General	Auxiliary Enterprises				
A. Total budgeted expenditures	\$ 14,308,452	\$ 32,835	\$ 6,737,391	\$ 647,137	\$ 1,944,899	\$ 23,670,714
B. Less exclusions claimed:						
Debt service requirements on bonded indebtedness (Note 2)					1,909,470	1,909,470
Debt service requirements on other long-term obligations (Note 2)					35,429	35,429
Dividends, interest, and gains on the sale or redemption of investment securities	249,180					249,180
Grants and aid from the federal government (Note 3)	9,551		6,250,561			6,260,112
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes	155,222		33,424	59,424		248,070
Total exclusions claimed	413,953	-	6,283,985	59,424	1,944,899	8,702,261
C. Amounts subject to the expenditure limitation	\$13,894,499	\$ 32,835	\$ 453,406	\$ 587,713	\$ -	\$14,968,453

See accompanying notes to report.

Coconino County Community College District
Notes to Annual Budgeted Expenditure Limitation Report
Year Ended June 30, 2011

Note 1 - Summary of Significant Accounting Policies

The Annual Budgeted Expenditure Limitation Report (ABELR) is presented on the basis of accounting prescribed by the uniform expenditure reporting system (UERS), as required by Arizona Revised Statutes (A.R.S.) §41-1279.07, which 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 assets, changes in net assets, 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 - Exclusions claimed for debt service requirements on bonded indebtedness and debt service requirements on other long-term obligations are \$1,909,470 and \$35,429, respectively. Both amounts are included in the amounts reported as principal paid on capital debt on the Statement of Cash Flows - Primary Government and interest expense on debt on the Statement of Revenues, Expenses, and Changes in Net Assets – Primary Government.

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 Assets – Primary
Government:**

		ABELR	
Government grants	\$6,271,584	Grants and aid from the federal government	<u>\$6,260,112</u>
		Total exclusions claimed	<u>6,260,112</u>
		Other revenues (nonexcludable)	<u>11,472</u>
Total	<u>\$6,271,584</u>	Total	<u>\$6,271,584</u>